



City of Antioch, California

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2013

CITY OF ANTIOCH, CALIFORNIA

**Comprehensive Annual Financial Report
For the Fiscal Year Ended
June 30, 2013**

**Prepared By
Department of Finance**

City of Antioch Comprehensive Annual Financial Report

Table of Contents

	<u>Page</u>
<u>INTRODUCTORY SECTION</u>	
Letter of Transmittal	i
Elected Officials and Administrative Personnel	v
Organization of City Governments.....	vi
Location/Area Map.....	vii
GFOA Certificate of Achievement for Excellence in Financial Reporting.....	viii
<u>FINANCIAL SECTION</u>	
Independent Auditors' Report	1
Management Discussion and Analysis	4
Basic Financial Statements:	
Government – Wide Financial Statements:	
Statement of Net Position	17
Statement of Activities	18
Major Governmental Funds:	
<i>Governmental Fund Financial Statements:</i>	
Balance Sheet	24
Reconciliation of the Governmental Funds Balance Sheet to the Government –Wide Statement of Net Position	27
Statement of Revenues, Expenditures and Changes in Fund Balances and Changes in Fund Balances	28
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Government- Wide Statement of Activities - Governmental Funds.....	30
<i>Proprietary Fund Financial Statements:</i>	
Statement of Fund Net Position	32
Statement of Revenues, Expenses and Changes in Net Position	33
Statement of Cash Flows	34
<i>Fiduciary Fund Financial Statements:</i>	
Statement of Fiduciary Funds Assets and Liabilities.....	36
Statement of Changes in Fiduciary Net Position.....	37
Notes to Basic Financial Statements	39
Required Supplemental Information	76

**City of Antioch
Comprehensive Annual Financial Report**

Table of Contents, Continued

	<u>Page</u>
<u>SUPPLEMENTAL INFORMATION:</u>	
<i>Non-Major Governmental Funds:</i>	
Combining Balance Sheet	89
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	90
<i>Non-Major Special Revenue Funds:</i>	
Combining Balance Sheet	94
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	97
<i>Budgetary Comparison Schedule:</i>	
Delta Fair Property Special Revenue Fund.....	101
Recreation Programs Special Revenue Fund.....	102
Animal Control Special Revenue Fund	103
Civic Arts Special Revenue Fund.....	104
Park in Lieu Special Revenue Fund.....	105
Senior Bus Special Revenue Fund	106
Abandoned Vehicle Special Revenue Fund.....	107
Traffic Signal Fee Special Revenue Fund.....	108
Assets Forfeitures Special Revenue Fund.....	109
Measure J Growth Management Program Special Revenue Fund	110
Child Care Special Revenue Fund.....	111
Tidelands Assembly Bill-1900 Special Revenue Fund	112
Lighting & Landscape District Special Revenue Fund	113
Park 1A Maintenance District Special Revenue Fund	114
Solid Waste Reduction AB 939 Special Revenue Fund	115
Pollution Elimination Special Revenue Fund	116
Supplemental Law Enforcement Special Revenue Fund.....	117
Local Law Enforcement Byrne Grant Special Revenue Fund.....	118
Street Impact Special Revenue Fund	119
Traffic Safety Special Revenue Fund.....	120
PEG Franchise Fee Special Revenue Fund	121
<i>Non-Major Debt Service Funds:</i>	
Combining Balance Sheet	124
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	125

City of Antioch

Comprehensive Annual Financial Report

Table of Contents, Continued

	<u>Page</u>
<u>SUPPLEMENTAL INFORMATION, CONTINUED:</u>	
<i>Non-Major Capital Projects Funds:</i>	
Combining Balance Sheet	128
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	130
<i>Budgetary Comparison Schedule:</i>	
Capital Improvement Capital Projects Fund.....	133
Prewett Community Park Capital Projects Fund	134
Hillcrest District #26 Capital Projects Fund	135
Lone Diamond Capital Projects Fund	136
Hillcrest Bridge District Capital Projects Fund.....	137
Residential Development Allocation Capital Projects Fund	138
<i>Internal Service Funds:</i>	
Combining Statement of Net Position.....	140
Combining Statement of Revenues, Expenses and Changes in Net Position	142
Combining Statement of Cash Flows	144
<i>Agency Funds:</i>	
Combining Statement of Changes in Assets and Liabilities	148
<u>STATISTICAL SECTION (Unaudited)</u>	
Net Position by Component – Last Ten Fiscal Years	152
Changes in Net Position – Last Ten Fiscal Years	153
Fund Balances of Governmental Funds – Last Ten Fiscal Years	155
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years.....	156
Governmental Activities Tax Revenues by Source – Last Ten Fiscal Years	157
Assessed Value and Estimated Actual Value of Taxable Property – Last Ten Fiscal Years	158
Principal Property Taxpayers FY 2012-13 Compared to FY 2003-04.....	159
Property Tax Rates	160
Property Tax Levies and Collections – Last Ten Fiscal Years	161
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years.....	162
Ratios of General Bonded Debt Outstanding	163
Legal Debt Margin Information – Last Ten Fiscal Years	164
Pledged-Revenue Coverage – Last Ten Fiscal Years	165
Direct and Overlapping Debt.....	166
Demographic and Economic Statistics – Last Ten Fiscal Years	167
Principal Employers – Current Year and Nine Years Ago	168
Operating Indicators by Function – Last Ten Fiscal Years.....	169
Full Time City Employees by Function – Last Nine Fiscal Years	170
Capital Asset Statistics by Function – Last Ten Fiscal Years.....	171
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	
	173

This page intentionally left blank.



Office of the City Manager
P.O. Box 5007, Antioch, CA 94531-5007

Phone 925.779-7011
Fax 925.779-7003

December 10, 2013

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, 2013.

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.

Badawi & Associates, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Antioch's financial statements for the year ended June 30, 2013. 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, which runs north to Sacramento across the Nejedly Bridge and offers 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 105,117 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 for, among other duties, passing ordinances, adopting the budget, appointing committees, and hiring both the City Manager and City Attorney. 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 special approval of the City Council.

Local economy: Overall, the local economy remains relatively sluggish after multiple years of rapid growth and expansion in the retail and employment sectors. Vacancies in many of the strip malls and the City's downtown business core persist. A positive sign, however, is the absorption of a large amount of vacant space in both of the City's former Mervyn's sites, by Fallas Discount Store in the Somersville Towne Center and by Hobby Lobby in the Orchards at Slatten Ranch. Also at the Orchards at Slatten Ranch, sporting goods department store Sports Authority relocated from its Brentwood location across Lone Tree Way to assume a larger space that was being vacated by Sport Chalet, which is projected to result in a slight sales tax revenue increase for the City due to the consolidation of the sporting goods market along the Lone Tree corridor.

Continuing through 2015, more than \$1 billion from various sources will continue to be spent on the current Highway 4 widening while the approved eBART project at the Hillcrest Station area in Antioch is expected to be completed and operational by 2017. The Water Emergency Transportation Authority has committed funding to further study the feasibility of a 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 7.3 percent while the City's current unemployment rate is 8.2 percent. Antioch's population grew about 5.9 percent between 2003 and 2013 while the overall Contra Costa County growth rate during this corresponding time period was just shy of 8 percent.

Current period financial information: The City continues to be challenged by the economic uncertainties felt nationwide and throughout the world. As of June 2013 the City of Antioch had experienced multiple years of declines in property tax revenue, though a small increase in property tax revenue is projected for the upcoming fiscal year. Nevertheless, 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 comply with 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 a relatively flat increase in property taxes and a moderate increase in sales taxes projected for 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 21,850 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 pursued 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 contribute 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 continue to face turbulent financial times that ultimately trickles down to all local public 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, 2012; this was the twenty-third consecutive year that our 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

This page intentionally left blank.

**CITY OF ANTIOCH
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

**ELECTED OFFICIALS AND
ADMINISTRATIVE PERSONNEL**

JUNE 30, 2013

ELECTED OFFICIALS

**Wade Harper, Mayor
Mary Helen Rocha, Mayor Pro-Tem
Gary Agopian, Council Member
Monica E. Wilson, Council Member
Tony G. Tiscareno, Council Member
Donna Conley, City Treasurer
Arne Simonsen, City Clerk**

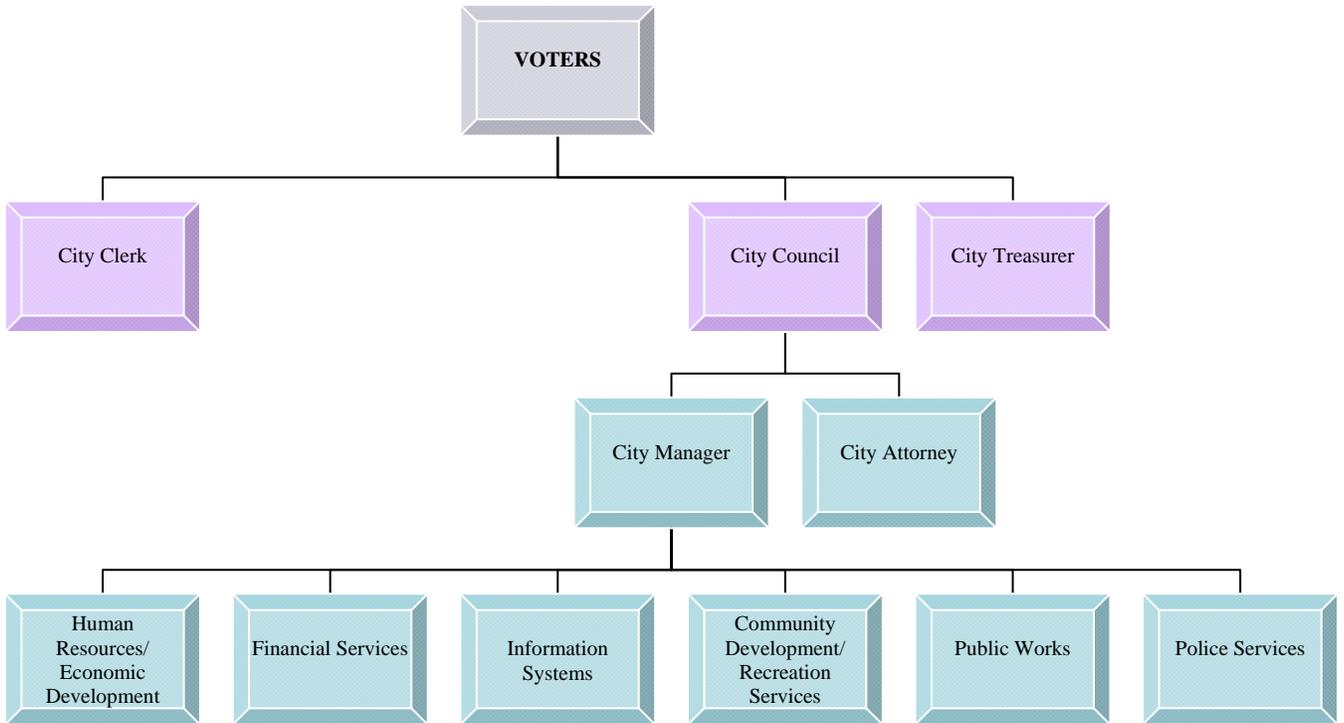
ADMINISTRATIVE PERSONNEL

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

James M. Jakel
Lynn Tracy Nerland
Ron Bernal
Allan Cantando
Tina Wehrmeister
Dawn Merchant
Michelle Fitzer
Alan Barton

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





Government Finance Officers Association

**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, 2012

Executive Director/CEO



INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Antioch, California (City) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information for major governmental funds, and funded status of pension and other post-employment benefit plans on pages 4-12, pages 78-84 and 85 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

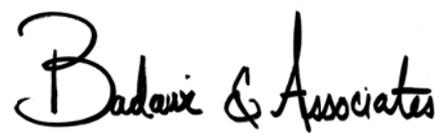
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

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

Page 3

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2013, on our consideration of City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi and Associates
Certified Public Accountants
Oakland, California
December 10, 2013

This page intentionally left blank.

CITY OF ANTIOCH
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013

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, 2013. 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-iii 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 \$572,509,708 (net position). Of this amount, \$54,673,336 (unrestricted) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net position decreased by \$856,489. This was due mainly to the net effect of a reduction in governmental net position for the transfer of capital assets to the Successor Agency Private Purpose Trust Fund, and an increase in Water Fund charges for services.
- As of the close of the current fiscal year, the City of Antioch's governmental funds reported ending fund balances of \$39,886,665, a decrease of \$1,942,415 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$9,139,965, or 24.73% of total General Fund expenditures, and 25.13% of total General Fund revenues.
- The City of Antioch's total long-term obligations for governmental activities decreased by \$581,879 and total long-term obligations for business-type activities decreased by \$1,058,359

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 position presents information on all of the City of Antioch's assets and liabilities, with the difference between the two reported as net position. 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 position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, 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 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 17-19 of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

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, and three special revenue funds (Housing and Community Development, Gas Tax and Housing Successor Fund) 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 **21-30** 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 **31-34** 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 **36-37** of this report.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

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 **39-75** of this report.

Government-wide Financial Analysis

As noted earlier, net position 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 \$572,509,708 at the close of the most recent fiscal year.

By far the largest portion of the City of Antioch's net position (83%) 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	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 74,667,588	\$ 76,154,944	\$ 46,855,112	\$ 42,943,324	\$ 121,522,700	\$ 119,098,268
Capital assets	333,344,639	334,177,789	151,949,207	153,919,289	485,293,846	488,097,078
Total assets	408,012,227	410,332,733	198,804,319	196,862,613	606,816,546	607,195,346
Current and other liabilities	12,037,518	9,207,692	2,306,748	3,018,647	14,344,266	12,226,339
Long-term obligations	11,053,242	11,635,121	8,909,330	9,967,689	19,962,572	21,602,810
Total liabilities	23,090,760	20,842,813	11,216,078	12,986,336	34,306,838	33,829,149
Net position:						
Net investment in						
capital assets	325,150,806	325,596,498	148,026,819	149,127,290	473,177,625	474,723,788
Restricted	43,227,193	42,789,769	1,431,554	1,554,285	44,658,747	44,344,054
Unrestricted	16,543,468	21,103,653	38,129,868	33,194,702	54,673,336	54,298,355
Total net position	\$ 384,921,467	\$ 389,489,920	\$ 187,588,241	\$ 183,876,277	\$ 572,509,708	\$ 573,366,197

An additional portion of the City of Antioch's net position (7.8%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$54,673,336) may be used to meet the government's ongoing obligations to citizens and creditors.

The government's total net position decreased by \$856,489. Of this, \$4,568,453 represents a decrease in governmental activities due mainly to the transfer of capital assets to the Successor Agency Private Purpose Trust Fund. Assets previously conveyed to the City by the former redevelopment agency prior to the abolishment of redevelopment were ordered to be returned to the Successor Agency by the State of California Department of Finance causing a decrease in net position. A major factor to the increase in business type activities of \$3,711,964 net position was an increase in water service charges. At the end of the current fiscal year, the City of Antioch is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its business-type activities.

Current and other assets increased by \$2,424,432 primarily due to increases in accounts receivable balances.

Current and other liabilities increased by \$2,117,927 due mainly to increased accounts payable and net OPEB obligations.

Long-term obligations decreased \$1,640,238 due to scheduled debt service payments.

Governmental and Business-Type Activities. Governmental activities decreased the City of Antioch's net position by \$856,489. There was an increase of \$3,711,964 in net position 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, 2013

CHANGE IN NET POSITION

	Governmental Activities		Business-type Activities		TOTAL	
	2013	2012	2013	2012	2013	2012
Revenue:						
Program revenues:						
Charges for services	\$ 8,564,855	\$ 7,876,259	\$ 31,151,718	\$ 29,440,175	\$ 39,716,573	\$ 37,316,434
Operating grants and contributions	8,741,647	9,801,496	-	-	8,741,647	9,801,496
Capital grants and contributions	2,307,744	1,895,647	1,745,028	1,331,886	4,052,772	3,227,533
General revenues:						
Property tax	6,751,834	10,638,137	-	-	6,751,834	10,638,137
Sales tax	11,074,164	10,475,632	-	-	11,074,164	10,475,632
Motor vehicle in lieu	4,976,783	5,024,855	-	-	4,976,783	5,024,855
Contribution from Successor Agency Trust	-	638,023	-	-	-	638,023
Other	10,016,885	8,952,617	1,135,878	1,405,962	11,152,763	10,358,579
Total revenues	<u>52,433,912</u>	<u>55,302,666</u>	<u>34,032,624</u>	<u>32,178,023</u>	<u>86,466,536</u>	<u>87,480,689</u>
Expenses:						
General government	5,937,077	6,735,782	-	-	5,937,077	6,735,782
Public works	17,438,226	13,670,642	-	-	17,438,226	13,670,642
Public safety	27,302,666	25,637,518	-	-	27,302,666	25,637,518
Parks and recreation	3,964,152	4,133,612	-	-	3,964,152	4,133,612
Community development	2,121,493	3,203,590	-	-	2,121,493	3,203,590
Interest on long-term debt	421,562	1,864,886	-	-	421,562	1,864,886
Water	-	-	23,123,137	25,244,162	23,123,137	25,244,162
Sewer	-	-	4,007,260	3,112,128	4,007,260	3,112,128
Marina	-	-	1,129,213	1,049,990	1,129,213	1,049,990
Prewett Water Park	-	-	1,878,239	1,762,448	1,878,239	1,762,448
Total expenses	<u>57,185,176</u>	<u>55,246,030</u>	<u>30,137,849</u>	<u>31,168,728</u>	<u>87,323,025</u>	<u>86,414,758</u>
Increase in net position-before transfer	(4,751,264)	56,636	3,894,775	1,009,295	(856,489)	1,065,931
Extraordinary items						
Redevelopment Dissolution	-	7,718,921	-	-	-	7,718,921
Transfers	182,811	473,306	(182,811)	(473,306)	-	-
Increase in net position	<u>(4,568,453)</u>	<u>8,248,863</u>	<u>3,711,964</u>	<u>535,989</u>	<u>(856,489)</u>	<u>8,784,852</u>
Net position - July 1, as restated	389,489,920	358,384,672	183,876,277	183,340,288	573,366,197	541,724,960
Net position - June 30	<u>\$ 384,921,467</u>	<u>\$ 366,633,535</u>	<u>\$ 187,588,241</u>	<u>\$ 183,876,277</u>	<u>\$ 572,509,708</u>	<u>\$ 550,509,812</u>

Governmental activities. General Fund property tax revenues decreased due to abolishment of the redevelopment agency in 2012 with the passage of AB 1X 26 by the California state legislature. Tax increment revenues generated by the former Antioch Development Agency are now placed in the Successor Agency Private Purpose Trust Fund to pay enforceable obligation of the former redevelopment agency.

Capital grants and contributions increased due to more reimbursement received than prior year from the East Bay Regional Park District for Measure WW Grant projects.

Beginning net position of governmental activities has been restated from \$366,633,535 to \$389,489,920 due to two factors:

- The implementation of GASB 60, *Accounting and Financial Reporting for Service Concession Arrangements*. Net position was restated in the amount of \$604,303 as a result of removing accumulated depreciation on assets associated with this arrangement.
- The transfer of deferred bond charges and associated long term obligation for the Antioch Public Financing Authority (Authority) 2002 Lease Revenue Bonds to the Successor Agency Private Purpose Trust Fund. Although issued by the Authority, a blended component unit of the City, the State of California Department of Finance has recognized the bonds as an enforceable obligation of the former redevelopment agency, therefore the liability has been moved as of the prior period to correspond with the abolishment of redevelopment.

Business-type activities. Business-type activities increased the City of Antioch's net position by \$3,711,964 accounting for growth in the government's net assets. The increase was mainly attributable to increase in charges for services and capital grants and contributions.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

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.

As of the end of the current fiscal year, the City of Antioch's governmental funds reported combined ending fund balances of \$39,886,665, a decrease of \$1,942,415 in comparison with the prior year. About 22.9% of this total amount, \$9,139,965, 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 (\$454,768) 2) *restricted* to indicate restrictions on use imposed by external parties, including enabling legislation (\$22,446,551) 3) *committed* to indicate restrictions on use as approved by the City Council (\$4,048,113), or 4) *assigned* for a variety of other purposes (\$3,797,308).

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 2012/2013		FY 2011/2012		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Taxes	\$ 30,791,904	54.8%	\$ 34,424,230	58.0%	\$ (3,632,326)	(10.6)%
Licenses and permits	1,654,916	2.9%	1,096,177	1.8%	558,739	51.0 %
Fines and penalties	142,322	0.3%	153,610	0.3%	(11,288)	(7.3)%
Investment income and rentals	1,436,829	2.6%	1,065,320	1.8%	371,509	34.9 %
Revenue from other agencies	9,951,615	17.7%	8,469,597	14.3%	1,482,018	17.5 %
Current service charges	8,112,273	14.4%	8,322,639	14.0%	(210,366)	(2.5)%
Special assessment revenue	2,850,356	5.1%	2,879,111	4.8%	(28,755)	(1.0)%
Contribution from Successor Agency Trust	-	0.0%	638,023	1.1%	(638,023)	(100.0)%
Other	1,237,889	2.2%	2,315,017	3.9%	(1,077,128)	(46.5)%
Total	\$ 56,178,104	100.0%	\$ 59,363,724	100.0%	\$ (3,185,620)	-5.4%

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

- Taxes decreased significantly due to the abolishment of the Antioch Development Agency. Former tax increment funds are now placed in the Successor Agency Trust Private Purpose Trust Fund to pay enforceable obligations of the former redevelopment agency.
- Licenses and permits increased significantly due to increased building permit revenue over prior year.
- Contribution from Successor Agency Trust decreased significantly due to the transfer of the liability for the 2002 Lease Revenue Bonds issued by the Antioch Public Financing Authority to the Successor Agency Private Purpose Trust Fund. Debt service is pledged by the former Antioch Development Agency and thus far the state has allowed this as an enforceable obligation of the former redevelopment agency to be paid from Redevelopment Property Tax Trust Fund monies, therefore the liability has been transferred in the prior fiscal year.
- Other revenues decreased significantly over the prior year due to some one time monies received in the prior year.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

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

Expenditures by Function
Governmental Funds

Expenditures by Function	FY 2012/13		FY 2011/12		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Current						
General government	\$ 5,331,459	9.2%	\$ 5,701,499	10.4%	\$ (370,040)	(6.49%)
Public works	7,702,466	13.3%	6,651,410	12.1%	1,051,056	15.8%
Public safety	26,959,096	46.4%	26,065,314	47.6%	893,782	3.4%
Parks and recreation	3,209,206	5.5%	3,640,806	6.6%	(431,600)	(11.85%)
Community development	3,193,961	5.5%	3,967,829	7.2%	(773,868)	(19.50%)
Capital outlay	10,753,397	18.5%	4,614,331	8.4%	6,139,066	133.0%
Debt service	929,256	1.6%	4,132,504	7.5%	(3,203,248)	(77.51%)
Total	<u>\$ 58,078,841</u>	<u>100.0%</u>	<u>\$ 54,773,693</u>	<u>100.0%</u>	<u>\$ 3,305,148</u>	<u>6.0%</u>

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

- General government expenditures decreased primarily due to the reclassification of functions related to the City's water system to the Water Fund. The cost were previously allocated through a cost allocation plan but are now allocated directly.
- Public works expenditures increased mainly due to an increase in contractual services for street maintenance.
- Parks and recreation expenditures decreased mainly due to cancellation of the after school recreation program.
- Community development expenditures decreased mainly due to decreased housing and community development projects.
- Capital outlay expenditures increased due to several large construction projects and/or reimbursements: developer reimbursement for the Nelson Ranch park project, Markley Creek Culvert Crossing project, and the Turf Fields project.
- Debt service expenditures decreased significantly due to the abolishment of redevelopment during 2012. Former redevelopment agency debt has been placed in the Successor Agency Trust Private Purpose Trust Fund, therefore the debt service payments associated with the former redevelopment agency debt no longer appear in the governmental fund financial statements.

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 \$9,139,965, while total fund balance was \$10,109,884. 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 23.4% of total General Fund expenditures, while total fund balance represents 25.93%.

The fund balance of the City of Antioch's General Fund increased by \$1,620,783 during the current fiscal year due to higher taxes and charges for services than prior year and expenditure savings for the current fiscal year. Expenditures savings were mainly realized in Public Works for street maintenance projects that were unable to be completed by year end and have been re-appropriated into fiscal year 2014.

The fund balance of the Housing and Community Development Fund increased by \$112,483 in the current year due to loan repayments received which must be held and used to fund future loans.

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

The fund balance of the Housing Successor Fund decreased by \$163,047 during the current fiscal year. This is due to a full year of activity being reported for this fund versus prior year. This fund was established February 1, 2012 in the prior fiscal year with the abolishment of redevelopment. The Housing Successor Fund took over the activities of the former Low and Moderate Income Housing Redevelopment Agency Fund as of that date.

The fund balance of the Gas Tax Fund decreased by \$359,911 during the current fiscal year. This decrease is primarily attributable to a decrease in Highway Users Tax allocations received and an increase in capital outlay expenditures.

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 position of the Water Fund at the end of the year amounted to \$23,798,636 and those of the Sewer Fund amounted to \$15,305,909. Unrestricted net position of the Marina Fund at the end of the year amounted to \$1,017,562 and unrestricted net position of the Prewett Water Park Fund amounted to \$318.

- Water Fund total net position increased \$3,157,552 during the current fiscal year, which is mainly due to increased charges for services and decreased expenditures for tools and supplies over the prior year.
- Sewer Fund total net position increased \$805,359 during the current fiscal year, which is mainly due to the increased charges for services and capital contributions from connection fees.
- Marina Fund total net position increased \$569,517 during the current fiscal year, which is mainly due to grant reimbursement received for the Marina Launch Ramp project.

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 \$321,284 higher revenues than projected and \$627,359 variance from appropriations and can be briefly summarized as follows:

- \$187,788 more in tax revenue than projected due mainly to higher than anticipated sales tax, cable franchise fees, and business license tax as well other property taxes.
- \$165,375 more in licenses and permits due to higher building permit and street and curb permit revenue than projected.
- \$419,911 savings in Public Works expenditures mainly attributable to uncompleted parks, facilities and paving projects at year end. \$229,549 has been re-appropriated into fiscal year 2014 to complete the projects.

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, 2013, amounts to \$485,293,846 (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 decrease in the City of Antioch's investment in capital assets for the current fiscal year was \$2,198,929.

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

- A variety of street and other construction projects such as the expansion of Wilbur Avenue Bridge; construction of turf fields at a community park; water park renovations; installation of security cameras to various parks; and a developer reimbursement for construction of Nelson Ranch Park. These made

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

construction in progress for governmental activities as of the end of the current fiscal year reach \$11,800,587.

- Various building and system additions and improvements were completed in the Water, Sewer, Marina and Prewett Water Park funds at a cost of \$7,097,664. Work continued on water and sewer system improvement projects causing construction in progress for business type activities to be \$354,266 as of the end of the current fiscal year.
- Removal of \$604,303 in accumulated depreciation associated with golf course capital assets. The City implemented GASB 60, *Accounting and Financial Reporting for Service Concession Arrangements*. In accordance with this statement, the assets of the golf course should not be depreciated until the agreement terminates.

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.

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
	2013	2012	2013	2012	2013	2012	
Land	\$ 11,269,646	\$ 13,575,982	\$ 3,558,467	\$ 3,558,467	\$ 14,828,113	\$ 17,134,449	\$ (2,306,336)
Construction in Progress	11,800,587	3,111,274	354,266	4,874,233	12,154,853	7,985,507	4,169,346
Infrastructure Structures and Improvements	250,207,407	256,418,540	98,537,512	99,865,346	348,744,919	356,283,886	(7,538,967)
Equipment	55,880,252	56,881,667	48,613,479	45,029,238	104,493,731	101,910,905	2,582,826
Total	4,186,747	3,586,023	885,483	592,005	5,072,230	4,178,028	894,202
	<u>\$ 333,344,639</u>	<u>\$ 333,573,486</u>	<u>\$ 151,949,207</u>	<u>\$ 153,919,289</u>	<u>\$ 485,293,846</u>	<u>\$ 487,492,775</u>	<u>\$ (2,198,929)</u>

Construction Commitments. Among the significant construction commitments were \$935,000 towards Wilbur Avenue Bridge, \$740,000 towards the Nelson Ranch project, \$321,000 towards Lone Tree Way Intersection Improvements, and approximately \$191,000 towards Markley Creek Culvert Crossing.

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 \$12,194,295. Of this amount, \$5,850,000 represents bonds secured solely by specified revenue sources (i.e., revenue bonds), \$3,152,387 represents loans payable and \$3,191,908 represents leases payable.

The City of Antioch's total long-term obligations for governmental activities decreased by \$581,879, and total long-term obligations for business-type activities decreased by \$1,058,360 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 \$1,095,932,003. 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 8.3%. This is higher than the state's average unemployment rate of 8.5% and the national average rate of 7.6%

CITY OF ANTIOCH
Management's Discussion and Analysis, Continued
For the Fiscal Year Ended June 30, 2013

- The City has been slow to recover from the recession. Although in the next year we are finally beginning to see growth in our property taxes and sales taxes have almost reached pre-recession levels, the City is still almost \$11,000,000 short of pre-recession revenue levels. We have implemented a number of cost saving measures since 2008 and continue to limit budget spending to provide the most needed services to the community while maintaining adequate reserves in the General Fund.
- Assessed values in the City have increased approximately 7.34% for the 2013-14 tax year.

All of these factors were considered in preparing the City of Antioch's budget for the 2013-2014 fiscal year.

During the current fiscal year, General Fund fund balance increased by \$1,620,783. The City of Antioch has appropriated \$276,667 of General Fund assigned fund balance for spending in the 2013-2014 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, financial statements for the Antioch Public Financing Authority, 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.

This page intentionally left blank.

BASIC FINANCIAL STATEMENTS

This page intentionally left blank.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

This page intentionally left blank.

City of Antioch
Statement of Net Position
June 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 34,758,770	\$ 42,227,293	\$ 76,986,063
Receivables (net):			
Accounts	8,457,519	4,870,070	13,327,589
Taxes	2,603,636	-	2,603,636
Interest	164,641	6	164,647
Materials, parts and supplies	159,710	297,495	457,205
Internal balances	1,992,557	(1,992,557)	-
Prepaid items	558,819	21,251	580,070
Restricted cash and investments, held by fiscal agents	433,573	1,431,554	1,865,127
Loans receivable, net	20,410,314	-	20,410,314
Due from Successor Agency Trust	3,537,849	-	3,537,849
Deferred bond issuance costs	141,574	-	141,574
Net OPEB asset	1,448,626	-	1,448,626
Capital assets:			
Nondepreciable	23,070,234	3,912,733	26,982,967
Depreciable, net	310,274,405	148,036,474	458,310,879
Total assets	408,012,227	198,804,319	606,816,546
LIABILITIES			
Accounts payable	4,708,817	1,724,329	6,433,146
Accrued payroll	999,176	271,133	1,270,309
Interest payable	126,448	143,992	270,440
Deposits	2,909,754	140,875	3,050,629
Unearned revenue	66,211	26,419	92,630
Long-term obligations:			
Due within one year	1,355,734	1,221,289	2,577,023
Due beyond one year	9,697,508	7,688,041	17,385,549
Net pension obligation	502,644	-	502,644
Net OPEB obligation	2,724,468	-	2,724,468
Total liabilities	23,090,760	11,216,078	34,306,838
NET POSITION			
Net investment in capital assets	325,150,806	148,026,819	473,177,625
Restricted for:			
Debt service	725,167	1,431,554	2,156,721
Housing	25,031,465	-	25,031,465
Public safety	240,767	-	240,767
Roads	14,915,183	-	14,915,183
Landscape maintenance and tidelands protection	1,464,254	-	1,464,254
Community services	850,357	-	850,357
Total restricted	43,227,193	1,431,554	44,658,747
Unrestricted	16,543,468	38,129,868	54,673,336
Total net position	\$ 384,921,467	\$ 187,588,241	\$ 572,509,708

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Activities
For the Fiscal Year Ended June 30, 2013

Functions / Programs	Expenses	Indirect Costs	Program Revenues		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government:					
General government	\$ 5,937,077	\$ 625,869	\$ 1,016,359	\$ 136,695	\$ -
Public works	17,438,226	279,519	2,883,219	7,117,010	2,307,744
Public safety	27,302,666	10,257	1,293,047	366,379	-
Parks and recreation	3,964,152	-	700,322	70,834	-
Community development	2,121,493	-	1,756,263	1,050,729	-
Interest on long-term liabilities	421,562	-	-	-	-
Total governmental activities	57,185,176	915,645	7,649,210	8,741,647	2,307,744
Business-type activities:					
Water	22,497,268	(625,869)	25,128,575	-	1,328,016
Sewer	3,727,741	(279,519)	4,523,206	-	524,677
Marina	1,118,956	(10,257)	645,846	-	746,501
Prewett Water Park	1,878,239	-	854,091	-	-
Total business-type activities	29,222,204	(915,645)	31,151,718	-	2,599,194
Total primary government	\$ 86,407,380	\$ -	\$ 38,800,928	\$ 8,741,647	\$ 4,906,938

General Revenues:

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

Total general revenues and transfers

Change in net position

Net position - beginning of year, as restated

Net position - end of year

Net (Expense) Revenue
and Changes in Net Assets

Governmental Activities	Business-Type Activities	Total
\$ (4,158,154)	\$ -	\$ (4,158,154)
(4,850,734)	-	(4,850,734)
(25,632,983)	-	(25,632,983)
(3,192,996)	-	(3,192,996)
685,499	-	685,499
(421,562)	-	(421,562)
<u>(37,570,930)</u>	<u>-</u>	<u>(37,570,930)</u>
-	3,333,454	3,333,454
-	1,040,623	1,040,623
-	263,134	263,134
-	(1,024,148)	(1,024,148)
-	3,613,063	3,613,063
<u>(37,570,930)</u>	<u>3,613,063</u>	<u>(33,957,867)</u>
6,751,834	-	6,751,834
116,191	-	116,191
4,041,529	-	4,041,529
1,164,839	-	1,164,839
313,380	-	313,380
11,074,164	-	11,074,164
4,976,783	-	4,976,783
443,161	-	443,161
176,677	203,619	380,296
3,761,108	78,093	3,839,201
182,811	(182,811)	-
<u>33,002,477</u>	<u>98,901</u>	<u>33,101,378</u>
(4,568,453)	3,711,964	(856,489)
<u>389,489,920</u>	<u>183,876,277</u>	<u>573,366,197</u>
<u>\$ 384,921,467</u>	<u>\$ 187,588,241</u>	<u>\$ 572,509,708</u>

This page intentionally left blank.

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.

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.

Housing Successor Fund - This fund was established to account for the administration of housing assets transferred by the former Antioch Development Agency to the City as Housing Successor.

This page intentionally left blank.

GOVERNMENTAL FUND FINANCIAL STATEMENTS

City of Antioch
Balance Sheet
Governmental Funds
June 30, 2013

	Special Revenue Funds			
	General Fund	Housing and Community Development	Gas Tax	Housing Successor Fund
ASSETS				
Cash and investments	\$ 9,301,053	\$ 1	\$ 6,003,244	\$ 820,922
Receivables (net):				
Accounts	464,443	335,008	3,592,672	-
Taxes	2,051,570	-	202,373	-
Interest	164,639	-	-	-
Due from other funds	2,412,437	-	-	-
Prepaid items	89,992	-	-	51,151
Restricted cash and investments	-	-	-	-
Loans receivable	1,122,165	6,326,173	-	14,693,341
Due from Successor Agency Trust	-	-	-	3,537,849
Total assets	\$ 15,606,299	\$ 6,661,182	\$ 9,798,289	\$ 19,103,263
LIABILITIES				
Accounts payable	\$ 1,246,802	\$ 83,879	\$ 1,678,253	\$ 3,637
Accrued payroll	852,908	-	6,935	-
Deposits	2,274,540	-	-	-
Due to other funds	-	36,264	-	-
Unavailable revenue	1,122,165	6,326,173	-	14,693,341
Total liabilities	5,496,415	6,446,316	1,685,188	14,696,978
FUND BALANCES				
Nonspendable	91,612	-	-	51,151
Restricted	-	214,866	8,113,101	4,355,134
Committed	601,640	-	-	-
Assigned	276,667	-	-	-
Unassigned	9,139,965	-	-	-
Total fund balances	10,109,884	214,866	8,113,101	4,406,285
Total liabilities and fund balances	\$ 15,606,299	\$ 6,661,182	\$ 9,798,289	\$ 19,103,263

See accompanying notes to the basic financial statements.

Non-major Governmental Funds	Total
\$ 16,678,897	\$ 32,804,117
4,052,043	8,444,166
349,693	2,603,636
2	164,641
-	2,412,437
312,005	453,148
433,573	433,573
-	22,141,679
-	3,537,849
<u>\$ 21,826,213</u>	<u>\$ 72,995,246</u>

\$ 1,620,585	\$ 4,633,156
85,501	945,344
635,214	2,909,754
2,376,173	2,412,437
66,211	22,207,890
<u>4,783,684</u>	<u>33,108,581</u>

312,005	454,768
9,763,410	22,446,511
3,446,473	4,048,113
3,520,641	3,797,308
-	9,139,965
<u>17,042,529</u>	<u>39,886,665</u>
<u>\$ 21,826,213</u>	<u>\$ 72,995,246</u>

This page intentionally left blank.

City of Antioch
Reconciliation of the Governmental Funds Balance Sheet to the
Government-Wide Statement of Net Assets - Governmental Activities
June 30, 2013

Fund Balances - Total Governmental Funds	\$ 39,886,665
<hr/>	
Amounts reported for governmental activities in the Statement of Net Position 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 \$2,413,455.	<u>330,931,184</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>20,410,314</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>141,574</u>
Internal service funds are used by management to charge the costs of vehicle repair and maintenance, stores, office equipment and replacement, and post employment medical benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.	<u>5,126,986</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 \$10,708	(1,345,026)
Due in more than one year, net of internal service funds liability of \$96,370	(9,601,138)
Net pension obligation	(502,644)
Accrued interest payable	<u>(126,448)</u>
Total long-term liabilities	<u>(11,575,256)</u>
Net Position of Governmental Activities	\$ 384,921,467

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Special Revenue Funds			
	General Fund	Housing and Community Development	Gas Tax	Housing Successor Fund
REVENUES:				
Taxes	\$ 26,906,812	\$ -	\$ 2,353,182	\$ -
Licenses & permits	1,654,916	-	-	-
Fines and penalties	38,400	-	-	-
Investment income and rentals	506,259	600	39,940	2,032
Revenue from other agencies	1,750,049	825,652	3,651,365	-
Current service charges	6,457,045	-	-	-
Special assessment revenue	-	-	-	-
Other	1,048,165	458	-	59,638
Total revenues	38,361,646	826,710	6,044,487	61,670
EXPENDITURES:				
Current:				
General government	5,328,117	-	-	-
Public works	5,702,997	-	532,940	-
Public safety	26,072,270	-	-	-
Parks and recreation	-	-	-	-
Community development	1,880,201	714,227	-	224,717
Capital outlay	-	-	4,325,721	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	38,983,585	714,227	4,858,661	224,717
REVENUES OVER (UNDER) EXPENDITURES	(621,939)	112,483	1,185,826	(163,047)
OTHER FINANCING SOURCES (USES):				
Transfers in	3,837,855	-	-	-
Transfers (out)	(1,595,133)	-	(1,545,737)	-
Total other financing sources (uses)	2,242,722	-	(1,545,737)	-
Net change in fund balances	1,620,783	112,483	(359,911)	(163,047)
FUND BALANCES:				
Beginning of year	8,489,101	102,383	8,473,012	4,569,332
End of year	<u>\$ 10,109,884</u>	<u>\$ 214,866</u>	<u>\$ 8,113,101</u>	<u>\$ 4,406,285</u>

See accompanying notes to the basic financial statements.

Non-major Governmental		
Funds	Total	
\$ 1,531,910	\$ 30,791,904	
-	1,654,916	
103,922	142,322	
887,998	1,436,829	
3,724,549	9,951,615	
1,655,228	8,112,273	
2,850,356	2,850,356	
129,628	1,237,889	
<u>10,883,591</u>	<u>56,178,104</u>	
3,342	5,331,459	
1,566,616	7,802,553	
886,826	26,959,096	
3,209,206	3,209,206	
274,729	3,093,874	
6,427,676	10,753,397	
508,592	508,592	
420,664	420,664	
<u>13,297,651</u>	<u>58,078,841</u>	
<u>(2,414,060)</u>	<u>(1,900,737)</u>	
2,517,641	6,355,496	
<u>(3,256,304)</u>	<u>(6,397,174)</u>	
<u>(738,663)</u>	<u>(41,678)</u>	
(3,152,723)	(1,942,415)	
<u>20,195,252</u>	<u>41,829,080</u>	
<u>\$ 17,042,529</u>	<u>\$ 39,886,665</u>	

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, 2013

Net Change in Fund Balances - Total Governmental Funds	\$	(1,942,415)
--	----	-------------

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		10,753,397
Depreciation, net of internal service funds depreciation of \$498,907		(9,558,612)

In the Statement of Activities, capital assets donated by the City are reported as capital outlay, whereas in the governmental funds, capital assets donated do not decrease financial resources. Thus, the change in net assets differs from the change in fund balances by the value of the asset donated. (23,335)

In the Statement of Activities, only the gain (loss) on the sale or disposal of capital assets in reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the net cost of the asset sold. (2,755,143)

Interest on deferred loans in the Statement of Activities do not provide current financial resources and are not reported as revenues in the funds. 372,116

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. (372,918)

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 Position and, therefore, the corresponding expense is not reported on the Statement of Activities. 353,277

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. (7,866)

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

Lease revenue bonds		160,000
Capital lease obligations		348,592

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		53,778
Decrease in long-term compensated absences		56,055
Amortization of debt discount		(4,337)
Increase in net pension obligation		(147,880)
Decrease in accrued interest payable		3,439

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. (1,856,601)

Change in Net Position of Governmental Activities	\$	(4,568,453)
--	-----------	--------------------

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 operational 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.

City of Antioch
Statement of Net Position
Proprietary Funds
June 30, 2013

	Business-type Activities - Enterprise Funds					Governmental
	Water	Sewer	Marina	Non-major	Total	Internal
				Prewett		Water Park
						Funds
ASSETS						
Current assets:						
Cash and investments	\$ 26,565,311	\$ 14,955,139	\$ 560,024	\$ 146,819	\$ 42,227,293	\$ 1,954,653
Accounts receivables, net	3,562,407	601,871	649,506	56,286	4,870,070	13,353
Interest receivables	6	-	-	-	6	-
Due from other funds	-	-	-	-	-	74,804
Materials, parts and supplies	294,936	-	2,559	-	297,495	159,710
Prepaid items	17,898	3,353	-	-	21,251	105,671
Restricted cash and investments	1,431,554	-	-	-	1,431,554	-
Total current assets	31,872,112	15,560,363	1,212,089	203,105	48,847,669	2,308,191
Noncurrent assets:						
Net OPEB asset	-	-	-	-	-	1,448,626
Capital assets:						
Nondepreciable:						
Land	1,002,231	14,553	469,953	2,071,730	3,558,467	-
Construction in progress	157,323	31,409	165,534	-	354,266	-
Depreciable:						
Water and sewer pipes	62,760,549	61,496,343	-	-	124,256,892	-
Structures and improvements	53,965,585	10,461,821	14,182,671	14,854,236	93,464,313	-
Vehicles and equipment	3,511,625	255,543	137,082	400,139	4,304,389	11,268,243
Less accumulated depreciation	(41,730,678)	(15,489,546)	(7,033,633)	(9,735,263)	(73,989,120)	(8,854,788)
Total capital assets	79,666,635	56,770,123	7,921,607	7,590,842	151,949,207	2,413,455
Total assets	111,538,747	72,330,486	9,133,696	7,793,947	200,796,876	6,170,272
LIABILITIES						
Current liabilities:						
Accounts payable	1,507,965	132,250	20,596	63,518	1,724,329	75,661
Accrued payroll	149,889	50,734	5,235	65,275	271,133	53,832
Interest payable	13,956	-	130,036	-	143,992	-
Deposits	70,049	-	37,887	32,939	140,875	-
Due to other funds	-	-	-	-	-	74,804
Unearned revenue	-	-	-	26,419	26,419	-
Compensated absences - due within one year	39,369	7,147	77	1,464	48,057	10,708
Long Term Payable-DDSD due within one year	252,026	-	-	-	252,026	-
Water revenue bonds - due within one year	770,000	-	-	-	770,000	-
Marina loans payable - due within one year	-	-	151,206	-	151,206	-
Total current liabilities	2,803,254	190,131	345,037	189,615	3,528,037	215,005
Noncurrent liabilities:						
Long Term Payable-DDSD	4,284,350	-	-	-	4,284,350	-
Compensated absences - due in more than one year	324,318	64,323	696	13,172	402,509	96,370
Net OPEB obligation	-	-	-	-	-	2,724,468
Water revenue bonds - due in more than one year	-	-	-	-	-	-
Marina loans - due in more than one year	-	-	3,001,182	-	3,001,182	-
Total noncurrent liabilities	4,608,668	64,323	3,001,878	13,172	7,688,041	2,820,838
Total liabilities	7,411,922	254,454	3,346,915	202,787	11,216,078	3,035,843
NET POSITION						
Net investment in capital assets	78,896,635	56,770,123	4,769,219	7,590,842	148,026,819	2,413,455
Restricted for debt service	1,431,554	-	-	-	1,431,554	-
Unrestricted	23,798,636	15,305,909	1,017,562	318	40,122,425	720,974
Total net position	\$ 104,126,825	\$ 72,076,032	\$ 5,786,781	\$ 7,591,160	189,580,798	\$ 3,134,429

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.

(1,992,557)
Net position of business-type activities \$ 187,588,241

See accompanying notes to the basic financial statements

City of Antioch
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

	Business-type Activities - Enterprise Funds					Governmental
	Water	Sewer	Marina	Non-major	Total	Internal
				Prewett		Service
			Water Park		Funds	
OPERATING REVENUES:						
Charges for services	\$ 25,128,575	\$ 4,523,206	\$ 645,846	\$ 854,091	\$ 31,151,718	\$ 5,060,492
Revenue from other agencies	107,665	-	746,501	-	854,166	-
Other revenue	5,225	30,233	36,660	5,975	78,093	136,678
Total operating revenues	25,241,465	4,553,439	1,429,007	860,066	32,083,977	5,197,170
OPERATING EXPENSES:						
Wages and benefits	4,121,350	1,362,823	213,046	711,839	6,409,058	4,302,180
Utilities	1,642,933	-	34,954	130,090	1,807,977	-
Contractual services	10,092,213	1,110,413	122,614	125,881	11,451,121	1,928,949
Tools and supplies	4,553,292	220,103	146,606	243,974	5,163,975	508,566
Depreciation	2,279,122	1,245,889	454,974	567,794	4,547,779	498,907
Repairs and maintenance	218,374	22,405	2,040	77,317	320,136	392,996
Total operating expenses	22,907,284	3,961,633	974,234	1,856,895	29,700,046	7,631,598
OPERATING INCOME (LOSS)	2,334,181	591,806	454,773	(996,829)	2,383,931	(2,434,428)
NONOPERATING REVENUES (EXPENSES):						
Gain (loss) from disposal of capital assets	-	-	-	-	-	74,937
Investment income	127,775	74,323	833	688	203,619	7,658
Investment (expense)	(47,995)	-	(142,400)	-	(190,395)	-
Total nonoperating revenues (expenses)	79,780	74,323	(141,567)	688	13,224	82,595
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS						
	2,413,961	666,129	313,206	(996,141)	2,397,155	(2,351,833)
Capital contribution - connection fees	1,220,351	524,677	-	-	1,745,028	-
Capital contribution - City	-	23,335	-	-	23,335	-
Transfers in	-	26,130	284,122	432,525	742,777	247,824
Transfers (out)	(476,760)	(434,912)	(27,811)	(9,440)	(948,923)	-
CHANGE IN NET POSITION	3,157,552	805,359	569,517	(573,056)	3,959,372	(2,104,009)
NET POSITION:						
Beginning of year	100,969,273	71,270,673	5,217,264	8,164,216		5,238,438
End of year	<u>\$ 104,126,825</u>	<u>\$ 72,076,032</u>	<u>\$ 5,786,781</u>	<u>\$ 7,591,160</u>		<u>\$ 3,134,429</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. (247,408)

Change in net assets of business-type activities \$ 3,711,964

See accompanying notes to the basic financial statements.

City of Antioch
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2013

	Business-type Activities - Enterprise Funds					Governmental
	Water	Sewer	Marina	Non-major	Total	Internal
				Prewett		Service
			Water Park		Funds	
CASH FLOWS FROM OPERATING ACTIVITIES:						
Cash receipt from customers	\$ 25,323,304	\$ 4,543,379	\$ 832,043	\$ 838,716	\$ 31,537,442	\$ -
Cash receipt from other funds	-	-	-	-	-	7,243,378
Cash paid to suppliers for goods and services	(17,370,239)	(1,269,638)	(489,674)	(585,303)	(19,714,854)	(2,868,592)
Cash paid to employees for services	(4,064,539)	(1,305,174)	(219,020)	(717,733)	(6,306,466)	(4,248,290)
Net cash provided by (used in) operating activities	3,888,526	1,968,567	123,349	(464,320)	5,516,122	126,496
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Transfers in	-	26,130	284,122	432,525	742,777	247,824
Transfers (out)	(476,760)	(434,912)	(27,811)	(9,440)	(948,923)	-
Net cash provided by (used in) noncapital financing activities	(476,760)	(408,782)	256,311	423,085	(206,146)	247,824
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Capital asset additions	(1,613,252)	(266,890)	(674,220)	-	(2,554,362)	(1,249,450)
Capital contributions	1,220,351	524,677	-	-	1,745,028	-
Proceeds from disposal of capital assets	-	-	-	-	-	98,790
(Loss) on disposal of capital assets	-	-	-	-	-	(23,853)
Principal paid on bonds	(745,000)	-	(144,693)	-	(889,693)	-
Interest paid on bonds	(21,598)	-	(148,369)	-	(169,967)	-
Net cash provided by (used in) capital and related financing activities	(1,159,499)	257,787	(967,282)	-	(1,868,994)	(1,174,513)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received	127,776	74,323	833	688	203,620	7,658
Net cash provided by (used in) investing activities	127,776	74,323	833	688	203,620	7,658
Net change in cash and cash equivalents	2,380,043	1,891,895	(586,789)	(40,547)	3,644,602	(792,535)
CASH AND CASH EQUIVALENTS:						
Beginning of year	25,616,822	13,063,244	1,146,813	187,366	40,014,245	2,747,188
End of year	\$ 27,996,865	\$ 14,955,139	\$ 560,024	\$ 146,819	\$ 43,658,847	\$ 1,954,653
RECONCILIATION OF CASH AND CASH EQUIVALENTS:						
Cash and investments	\$ 26,565,311	\$ 14,955,139	\$ 560,024	\$ 146,819	\$ 42,227,293	\$ 1,954,653
Restricted cash and investments	1,431,554	-	-	-	1,431,554	-
End of year	\$ 27,996,865	\$ 14,955,139	\$ 560,024	\$ 146,819	\$ 43,658,847	\$ 1,954,653
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:						
Operating income (loss)	\$ 2,334,181	\$ 591,806	\$ 454,773	\$ (996,829)	\$ 2,383,931	\$ (2,434,428)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:						
Depreciation	2,279,122	1,245,889	454,974	567,794	4,547,779	498,907
Decrease (increase) in:						
Accounts receivable	103,630	(10,060)	(593,785)	(12,224)	(512,439)	115,440
Materials, parts, and supplies	(29,575)	-	7,471	-	(22,104)	(36,917)
Other post employment benefit obligation	-	-	-	-	-	1,670,276
Prepaid items	7	(3,353)	-	3,941	595	33,837
Increase (decrease) in:						
Accounts payable	(833,859)	86,636	(190,931)	(11,982)	(950,136)	(35,001)
Accrued payroll	27,621	20,440	(2,323)	(6,424)	39,314	21,681
Deposits	(21,791)	-	(3,179)	(1,805)	(26,775)	-
Deferred revenue	-	-	-	(7,321)	(7,321)	-
Accrued compensated absences	29,190	37,209	(3,651)	530	63,278	32,209
Net cash provided by (used in) operating activities	3,888,526	1,968,567	123,349	(464,320)	5,516,122	126,496
SUPPLEMENTAL DISCLOSURE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES:						
Contributions (donations) of capital assets to/from the general government	\$ -	\$ 23,335	\$ -	\$ -	\$ 23,335	\$ -
(Loss) on disposal of capital assets	-	-	-	-	-	(23,853)
Total noncash capital and related financing activities	\$ -	\$ 23,335	\$ -	\$ -	\$ 23,335	\$ (23,853)

See accompanying notes to the basic financial statements.

FIDUCIARY FUND FINANCIAL STATEMENTS

City of Antioch
Statement of Fiduciary Fund Assets and Liabilities
Fiduciary Funds
June 30, 2013

	Successor Agency Private Purpose Trust Fund	Agency Funds
ASSETS		
Cash and investments	\$ 3,022,557	\$ 1,986,866
Loans receivable	29,501	-
Assessment receivable	-	337,492
Interest receivable	5	58,563
Prepaid Items	2,949	2,159
Restricted cash and investments	1,145,854	8,642,624
Deferred bond issuance costs	488,026	-
Capital assets:		
Nondepreciable	2,372,607	-
Depreciable, net	227,689	-
Total assets	\$ 7,289,188	\$ 11,027,704
LIABILITIES		
Accounts payable	52	\$ 422,806
Accrued payroll	332	-
Interest payable	749,064	-
Due to City of Antioch	3,537,849	-
Due to others	-	10,604,898
Long-term obligations:		
Due within one year	1,889,336	-
Due beyond one year	28,827,326	-
Total liabilities	\$ 35,003,959	\$ 11,027,704
NET POSITION		
Held in trust for enforceable obligations of the former Antioch Development Agency	\$ (27,714,771)	

City of Antioch
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2013

	Successor Agency Private Purpose Trust Fund
ADDITIONS	
Contributions:	
Redevelopment Property Tax Trust Fund	\$ 4,138,809
Capital contributions	2,618,864
Investment earnings:	
Investment income and rentals	(2,129)
Total additions	\$ 6,755,544
DEDUCTIONS	
Administrative expenses	\$ 146,888
Depreciation expense	18,568
Remittance to County	1,466,550
Enforceable obligations	1,859,340
Total deductions	\$ 3,491,346
Change in net position	3,264,198
NET POSITION:	
Beginning of year, as restated	(30,978,969)
End of year	\$ (27,714,771)

This page intentionally left blank.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

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, and water.

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 a blended component unit. The blended component unit, although a legally separate entity is, in substance, part of the City's operations and so data from this unit is 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 unit may be obtained by writing to the City of Antioch, Finance Department, P.O. Box 5007, Antioch, CA 94531-5007.

(b) Blended Component Unit

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 position 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.

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.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

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 *Gas Tax Fund* accounts for funds received from the State under the State Street and Highways Code. Gas tax funds are limited to research, planning, construction, improvement, maintenance and operation of public streets and streetlights.
- The *Housing Successor Fund* was established by the City with when it elected to become the Housing Successor to the Antioch Development Agency with the abolishment of redevelopment under AB 1X 26. This fund accounts for the administration of housing activities of the former Low and Moderate Income Housing Fund of the redevelopment agency.

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.

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.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

- *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.
- *Private Purpose Trust Funds* account for the assets and liabilities held by the City as Successor Agency to the Antioch Development Agency.

(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.

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

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

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 \$24,277 in the General Fund and \$253,904 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. 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.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

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.

(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

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

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 2013, the City adopted the following Governmental Accounting Standards Board Statements:

- GASB Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*– This statement addresses how to account for and report service concession arrangements (SCAs), a type of public-private or public-public partnership that state and local governments are increasingly entering into.
- GASB Statement No. 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34*– This statement amended GASB No. 14 and No. 34 to better meet user needs and to address reporting entity issues that have arisen since the issuance of those Statements.
- GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*– This statement incorporate into the GASB’s authoritative literature certain accounting and financial reporting guidance that is included in FASB and AICPA pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements.
- GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*– This statement provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

(a) 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 expenditures. Sufficient resources were available to finance these expenditures, primarily in the form of higher revenues and transfers than expected or from available fund balance.

	<u>Appropriated Final Budget</u>	<u>Actual Expenditures</u>	<u>Excess</u>
<i>Nonmajor Special Revenue Funds:</i>			
Delta Fair Property	\$ 436	\$ 437	\$ (1)
Asset Forfeiture	55,471	56,622	(1,151)
Street Impact	650	867	(217)
PEG Franchise Fee	54,778	127,847	(73,069)

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

NOTE 4 - CASH AND INVESTMENTS

(a) Cash and Investment Balances

The City has the following cash and investments at June 30, 2013:

Cash and investments:	
Petty cash	\$ 4,970
Deposits in banks	5,324,255
Certificate of Deposit	7,444,424
U.S. Government securities	29,658,162
U.S. Government agencies	19,018,867
Medium-term corporate notes	11,964,934
Money market	389,530
California Local Agency Investment Fund	8,190,344
Total cash and investments	<u>81,995,486</u>
Restricted cash and investments:	
California Asset Management Program	8,774
Guaranteed investment contracts	4,540,899
Money market	5,899,182
Repurchase agreements	422,750
Total restricted cash and investments	<u>11,653,605</u>
Total	<u>\$ 93,649,091</u>

Cash and investments are presented on the Statement of Net Position as follows at June 30, 2013:

	Government-Wide Statement of Net Assets	Fiduciary Funds Statement of Assets and Liabilities	Total
Cash and investments	\$ 76,986,063	\$ 5,009,423	\$ 81,995,486
Restricted cash and investments	1,865,127	9,788,478	11,653,605
Total	<u>\$ 78,851,190</u>	<u>\$ 14,797,901</u>	<u>\$ 93,649,091</u>

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, 2013 was \$11,653,605, 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, 2013

(b) Cash Deposits

The carrying amount of the City's cash deposits was \$5,329,225 at June 30, 2013. The bank balance at June 30, 2013, was \$6,191,991, 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, 2013.

At June 30, 2013, the City's investment position in the State of California Local Agency Investment Fund (LAIF) was \$8,190,344. This amount reflects the City's market value share in the pool. A factor of 100.0273207% was used to determine the market value. The total amount invested by all public agencies in LAIF at that day was \$58,803,312,428. Of that amount, 98.04% is invested in non derivative financial products and 1.96%, as compared to 3.47% 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, 2013.

As of June 30, 2013, the City's investment in the California Asset Management Program (CAMP) pool was \$8,774. 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.

(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, 2013, the City had the following investment maturities:

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

Investment Type	Fair Value	Investment Maturities (In Years)		
		Less than 1	1 to 2	2 to 3
U.S. Government securities	\$ 29,659,162	\$ 9,638,847	\$ 3,552,140	\$ 16,468,175
U.S. Government agencies	19,018,867	11,819,878	-	7,198,989
Medium-term corporate notes	11,964,934	5,994,927	1,517,090	4,452,917
Certificate of Deposit	7,444,424	7,444,424	-	-
Total	\$ 68,087,387	\$ 34,898,076	\$ 5,069,230	\$ 28,120,081

(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, 2013, 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	AA+	43.56%
U.S. Government agencies	AAA	1.91%
U.S. Government agencies	AA+	25.21%
U.S. Government agencies	A	0.81%
Medium-term corporate notes	AAA	0.00%
Medium-term corporate notes	AA+	4.17%
Medium-term corporate notes	AA-	2.24%
Medium-term corporate notes	AA	1.84%
Medium-term corporate notes	A+	4.34%
Medium-term corporate notes	A	4.98%
Certificate of Deposit	A-+1	10.93%
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.

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.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

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

Due to Other Funds	Due From Other Funds	
	General Fund	Internal Service Funds
Housing and Community Development	\$ 36,264	\$ -
Nonmajor Governmental Funds	2,376,173	-
Internal Service Funds	-	74,804
	<u>\$ 2,412,437</u>	<u>\$ 74,804</u>

(b) Due from Successor Agency Trust Fund

At June 30, 2013, the Housing Fund has a receivable due from the Successor Agency Private Purpose Trust Fund in the amount of \$3,537,849. Prior to the dissolution of redevelopment, Health and Safety Code required Project Areas to annually set aside 20% of tax increment revenues for low and moderate income housing development. Project Area #1 was formed prior to the year this requirement was established and the Agency began repaying the unfunded set-aside in fiscal year 1997. With the dissolution of redevelopment pursuant to AB 1X 26 as amended by AB1484, this asset has been transferred to the Housing Fund and related liability of the former Project Area #1 to the Successor Agency Trust. The liability is included on the Successor Agency's Enforceable Obligations Schedule and repayment will resume once the Recognized Obligation Payment Schedule for the 2014-15 fiscal year is approved by the State of California Department of Finance.

(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. The most significant transfers which occurred were \$1,010,000 from the Gas Tax Special Revenue Fund and \$1,226,000 from the Street Impact Special Revenue Fund to the General Fund to pay for street maintenance.

Transfers In							
	Major Fund		Major Fund				Total
	General Fund	Nonmajor Governmental Funds	Sewer Enterprise	Marina Enterprise	Prewett Water Park Enterprise	Internal Service	
General Fund		\$ 976,486	\$ -	\$ 284,122	\$ 334,525	\$ -	\$ 1,595,133
Gas Tax Fund	1,010,000	535,737	-	-	-	-	1,545,737
Nonmajor:							
Governmental	2,345,855	812,449	-	-	98,000	-	3,256,304
Water Enterprise	241,000	111,848	-	-	-	123,912	476,760
Sewer Enterprise	241,000	70,000	-	-	-	123,912	434,912
Marina Enterprise	-	1,681	26,130	-	-	-	27,811
Prewett Water Park	-	9,440	-	-	-	-	9,440
Total	<u>\$ 3,837,855</u>	<u>\$ 2,517,641</u>		<u>\$ 284,122</u>	<u>\$ 432,525</u>	<u>\$ 247,824</u>	<u>\$ 7,346,097</u>

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

NOTE 6 - LOANS RECEIVABLE

The composition of the City's governmental activities loans receivable including interest as of June 30, 2013, is as follows:

Rental and Housing Rehabilitation Loans	\$ 3,126,688
Multi-unit Rental Rehabilitation Loans:	
West Rivertown Apartments/Eden Housing Project	6,423,080
Terrace Glen Project	1,981,381
Pinecrest Apartment Project	1,192,198
Rivertown Senior Housing	242,750
Riverstone Apartment	2,312,994
Hillcrest Terrace Project	1,320,217
Heart and Hands	223,868
Tabora Gardens	2,423,223
NSP Loans	49,135
Lone Tree Golf Course	1,122,165
Other loans	1,723,980
Allowance	(1,731,365)
Total governmental activities (net)	\$ 20,410,314

(a) Rental and Housing Rehabilitation Loans

The City administers rental and home improvement revolving loan funds using federal Community Development Block Grant (CDBG) funds and prior to 2013, 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, 2013, are \$3,126,688.

(b) Multi-Unit Rental Rehabilitation Loans

The City administers the following multi-unit rental improvement revolving loan funds using federal CDBG funds and prior to 2012, 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

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

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, 2013 is \$4,763,209.

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, 2013 is \$1,456,116.

Terrace Glen Project

This project consists of a 32-unit, multifamily rental housing development. In August 1998, the City and former redevelopment 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, 2013 is \$1,981,381.

Pinecrest Apartment Project

This project consists of a 24-residential unit development. In September 2000, the City and the former redevelopment 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, 2013 is \$1,192,198.

Rivertown Senior Housing

This project consists of a fifty-unit, affordable senior housing project. In September 1992, the former redevelopment 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, 2013 is \$242,750.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

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 former redevelopment 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, 2013 is \$2,312,994.

Hillcrest Terrace Project

This project consists of a 65-unit affordable senior housing project. In October 1998, the former redevelopment 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, 2013 is \$1,320,217.

Heart and Hands

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, 2013, there was one loan outstanding for a property totaling \$223,868.

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 former redevelopment 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, 2013 is \$2,423,223.

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, 2013, there are four loans outstanding totaling \$49,135.

(c) 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,

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

2007 with interest being calculated based on the City's earnings on idle funds. The City has agreed to defer payment of the loan until the finances of the Golf Course stabilize. Principal outstanding at June 30, 2013, 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 deferred under the same terms of the previous loan. Principal outstanding on this loan is \$222,165 at June 30, 2013.

(d) 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, 2013 there is \$1,723,980 of loans outstanding.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

NOTE 7 - CAPITAL ASSETS

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

	Balance July 1, 2012	Additions	Reductions	Balance June 30, 2013
Governmental activities				
<i>Capital assets, not being depreciated</i>				
Land	\$ 13,575,982	\$ -	\$ 2,306,335	\$ 11,269,647
Construction in progress	3,111,274	9,142,738	453,425	11,800,587
Total capital assets, not being depreciated	<u>16,687,256</u>	<u>9,142,738</u>	<u>2,759,760</u>	<u>23,070,234</u>
<i>Capital assets, being depreciated</i>				
Infrastructure	390,626,051	1,890,592	211,263	392,305,380
Structures and improvements	77,295,219	150,155	557,040	76,888,334
Equipment	13,671,608	1,273,303	249,323	14,695,588
Total capital assets, being depreciated	<u>481,592,878</u>	<u>3,314,050</u>	<u>1,017,626</u>	<u>483,889,302</u>
<i>Less accumulated depreciation for:</i>				
Infrastructure	(134,207,511)	(7,899,177)	8,714	(142,097,974)
Structures and improvements	(19,809,249)	(1,509,616)	310,783	(21,008,082)
Equipment	(10,085,585)	(648,726)	225,470	(10,508,841)
Total accumulated depreciation	<u>(164,102,345)</u>	<u>(10,057,519)</u>	<u>544,967</u>	<u>(173,614,897)</u>
Total capital assets, being depreciated, net	<u>317,490,533</u>	<u>(6,743,469)</u>	<u>472,659</u>	<u>310,274,405</u>
Governmental activities capital assets, net	<u>\$ 334,177,789</u>	<u>\$ 2,399,269</u>	<u>\$ 3,232,419</u>	<u>\$ 333,344,639</u>
Business-type activities				
<i>Capital assets, not being depreciated</i>				
Land	\$ 3,558,467	\$ -	\$ -	\$ 3,558,467
Construction in progress	4,874,233	76,645	4,596,612	354,266
Total capital assets, not being depreciated	<u>8,432,700</u>	<u>76,645</u>	<u>4,596,612</u>	<u>3,912,733</u>
<i>Capital assets, being depreciated</i>				
Water and sewer pipes	123,927,969	328,925	-	124,256,894
Structures and improvements	87,095,590	6,368,722	-	93,464,312
Equipment	3,904,374	400,017	-	4,304,391
Total capital assets, being depreciated	<u>214,927,933</u>	<u>7,097,664</u>	<u>-</u>	<u>222,025,597</u>
<i>Less accumulated depreciation for:</i>				
Water and sewer pipes	(24,062,623)	(1,656,759)	-	(25,719,382)
Structures and improvements	(42,066,352)	(2,784,481)	-	(44,850,833)
Equipment	(3,312,369)	(106,539)	-	(3,418,908)
Total accumulated depreciation	<u>(69,441,344)</u>	<u>(4,547,779)</u>	<u>-</u>	<u>(73,989,123)</u>
Total capital assets, being depreciated, net	<u>145,486,589</u>	<u>2,549,885</u>	<u>-</u>	<u>148,036,474</u>
Business-type activities capital assets, net	<u>\$ 153,919,289</u>	<u>\$ 2,626,530</u>	<u>\$ 4,596,612</u>	<u>\$ 151,949,207</u>

CITY OF ANTIOCH

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Construction in Progress

Construction in progress for governmental activities primarily represents work being performed on Wilbur Avenue Bridge, Nelson Park, turf fields, various parks security cameras, and water park renovations.

Construction in progress for business type activities primarily represents work performed on water main replacement, water treatment plant improvements, sewer main replacement and the marina launch ramp project.

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 747,978
Public works	7,935,631
Public safety	368,754
Parks and recreation	505,249
Community development	1,000
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	498,907
Total depreciation expense - governmental functions	<u>\$ 10,057,519</u>

Depreciation expense was charged to governmental functions as follows:

Water	\$ 2,279,122
Sewer	1,245,889
Marina	454,974
Prewett Water Park	567,794
Total depreciation expense - business-type functions	<u>\$ 4,547,779</u>

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

NOTE 8 - LONG-TERM OBLIGATIONS

(a) Long-Term Debt Composition

Long-term debt at June 30, 2013, consisted of the following:

Type of Indebtedness (Purpose)	Final Maturity	Annual Principal Installment	Interest Rates	Original Issue Amount	Outstanding at June 30, 2013
<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	\$ 5,080,000
Total lease revenue bonds				6,300,000	5,080,000
Capital Lease:					
Honeywell Energy Retrofit	7/21/20	\$25,091-45,735	4.79%	4,050,000	3,191,908
Total governmental activities				10,350,000	8,271,908
<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	770,000
Total water bonds				6,405,000	770,000
Loans Payable:					
State of California Antioch Marina Loan	8/1/43	\$7,655-122,321	4.7-7.9%	6,500,000	3,152,387
Long Term Payable:					
Delta Diablo Sanitation District	12/31/30	\$248,176-251,638	0.077%	5,040,423	4,536,376
Total business-type activities				17,945,423	8,458,763
Total primary government				\$ 28,295,423	\$ 16,730,671

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

(b) Long-Term Obligation Activity

Changes in long-term obligations for the year ended June 30, 2013 are as follows:

	Balance July 1, 2012	Increases	Decreases	Balance June 30, 2013	Amount Due Within One Year
Governmental Activities					
Lease Revenue Bonds	\$ 5,240,000	\$ -	\$ (160,000)	\$ 5,080,000	\$ 165,000
Unamortized Discount	(82,412)	-	4,337	(78,075)	-
Capital Lease Payable	3,540,500	-	(348,592)	3,191,908	371,319
Claims Liability (Note 13)	664,085	481,110	(534,888)	610,307	594,505
Compensated Absences	2,272,948	246,933	(270,779)	2,249,102	224,910
Total Governmental Activities	\$ 11,635,121	\$ 728,043	\$ (1,309,922)	\$ 11,053,242	\$ 1,355,734
Business-type Activities					
Water bonds	\$ 1,515,000	\$ -	\$ (745,000)	\$ 770,000	\$ 770,000
Deferred Amount on Refunding	(21,865)	-	21,865	-	-
Unamortized Premiums	1,783	-	(1,783)	-	-
Loans Payable	3,297,081	-	(144,694)	3,152,387	151,206
Long Term Payable	4,788,402	-	(252,026)	4,536,376	252,026
Compensated Absences	387,288	67,130	(3,852)	450,566	48,057
Total Business-type Activities	\$ 9,967,689	\$ 67,130	\$ (1,125,490)	\$ 8,909,329	\$ 1,221,289

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, 2013, annual debt service requirements of governmental activities to maturity are as follows:

Year ending June 30:	Lease Revenue Bonds	
	Principal	Interest
2014	\$ 165,000	\$ 249,183
2015	175,000	241,445
2016	185,000	233,073
2017	190,000	223,738
2018	200,000	213,500
2019-2023	1,175,000	900,375
2024-2028	1,500,000	567,500
2029-2032	1,490,000	153,500
Total	\$ 5,080,000	\$ 2,782,314

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 City has a service concession arrangement with Antioch Public Golf Course, Inc. (Corporation) and as part of that arrangement the Corporation reimburses the City for the annual debt service as the bonds were issued to

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

finance improvements at the golf course. The total principal and interest remaining to be paid on the bonds is \$7,862,314. For the current year, principal and interest paid were \$416,335.

As of June 30, 2013 annual debt service requirements of business-type activities to maturity are as follows:

Year ending June 30:	Water Bonds		Marina Loans	
	Principal	Interest	Principal	Interest
2014	\$ 770,000	\$ 13,956	\$ 151,207	\$ 141,857
2015	-	-	158,010	135,053
2016	-	-	165,108	127,943
2017	-	-	141,340	120,513
2018	-	-	147,694	114,153
2019-2023	-	-	461,663	494,536
2024-2028	-	-	517,843	389,101
2029-2033	-	-	645,326	261,618
2034-2038	-	-	693,070	105,195
2039-2040	-	-	71,126	3,857
Total	<u>\$ 770,000</u>	<u>\$ 13,956</u>	<u>\$ 3,152,387</u>	<u>\$ 1,893,826</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 \$783,956. For the current year, principal and interest paid were \$783,950 and water net revenues were \$5,601,538. The water bonds required 14% 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, 2013, the net book value of the assets completed has been recorded as Improvements other than Buildings in the amount of \$4,209,035.

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2013 were as follows:

Year Ending June 30:	Governmental Activities
2014	\$ 516,139
2015	521,729
2016	527,374
2017	533,076
2018	538,834
2019-2021	1,141,093
Total minimum lease payments	<u>3,778,245</u>
Less: amount representing interest	<u>(586,337)</u>
Present value of minimum lease payments	<u>\$ 3,191,908</u>

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

(e) Long Term Payable

The City entered into a Joint Powers Agreement with Delta Diablo Sanitation District (DDSD) in November 2003 for DDSD to develop a recycled water program within City limits. As part of this agreement, DDSD would design, construct, own, operate and regulate all recycled water facilities to provide recycled water within the City of Antioch. The City would be responsible for 50% of the project cost, up to \$5,000,000 in principal with associated interest, of a loan DDSD obtained from the State Water Resources Control Board to complete the project. The project was completed in July 2011 and the City began paying a proportionate share of the project costs in December 2011. The total due at June 30, 2013 is \$4,536,376 representing the total share of principal and interest outstanding on the loan DDSD obtained. Repayment requirements are as follows:

<u>Year ending June 30:</u>	<u>Long Term Payable</u>	
	<u>Principal</u>	<u>Interest</u>
2014	248,559	3,468
2015	248,750	3,276
2016	248,941	3,085
2017	249,133	2,893
2018	249,325	2,701
2019-2023	1,249,507	10,623
2024-2028	1,254,325	5,805
2029-2032	754,822	1,163
Total	<u>\$ 4,503,362</u>	<u>\$ 33,014</u>

(f) 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, 2013 is as follows:

Lone Diamond Reassessment Revenue Bonds	<u>\$13,915,000</u>
Total	<u>\$13,915,000</u>

(g) Legal Debt Limit

As of June 30, 2013, the City's debt limit and legal debt margin (15% of valuation subject to taxation) was \$1,095,932,003.

NOTE 9 - NET POSITION/FUND BALANCES

(a) Net Position

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net Investment in Capital Assets - 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.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

Restricted - 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. The following amounts of net position are restricted by enabling legislation: \$111,070 pursuant to State Assembly Bill 1900 which restricts the use of funds for protection of tidelands areas; \$606,123 pursuant to the DIVCA Act of 2006 which restricts the use for Public, Educational and Governmental Programming (PEG).

Unrestricted - This category represents the portion of net position of the City, not restricted for any project or other purpose.

(b) Restatement of Beginning Net Position

The City restated beginning net position for governmental activities due to the following:

- \$22,252,082 representing the removal of the deferred bond charges and associated long-term obligation for the Antioch Public Financing Authority (Authority) 2002 Lease Revenue Bonds. The former Antioch Development Agency has a reimbursement agreement with the Authority for repayment of the bonds. Although these were issued by the Authority, the State of California Department of Finance has recognized the bonds as an enforceable obligation of the Successor Agency. The liability for the bonds has been transferred to the Successor Agency Private Purpose Trust Fund in the prior period to correspond with the abolishment of redevelopment.
- \$604,303 representing the removal of accumulated depreciation related to golf course capital assets. The City implemented the new accounting principle, GASB 60, *Accounting and Financial Reporting for Service Concession Arrangements*, related to its agreement with a non-profit corporation to operate the Lone Tree Golf Course (see note 14 for more information).

	Original	Long-Term Obligations/Deferred Bond Charges	Accumulated Depreciation	Restated
Net Position (Governmental Activities)	\$366,633,535	\$22,252,082	\$604,303	\$389,489,920

(c) 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, 2013 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.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

- *Committed* – portion of net resources that are limited to the use as established by formal action of the City Council. Committed fund balance can only be modified or rescinded by formal action of the City Council through resolution.
- *Assigned* – portion of net resources held for the use as established by the City Manager or his designee. The City Council has granted this authority to the City Manager through resolution.
- *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, 2013**

	Major Funds				Non-major Governmental Funds	Total
	General Fund	Housing and Community Development	Gas Tax	Housing Successor Fund		
Nonspendable:						
Petty cash and prepaids	\$ 91,612	\$ -	\$ -	\$ 51,151	\$ 312,005	\$ 454,768
Total nonspendable	<u>91,612</u>	<u>-</u>	<u>-</u>	<u>51,151</u>	<u>312,005</u>	<u>454,768</u>
Restricted for:						
Housing & Development	-	214,866	-	4,355,134	-	4,570,000
Debt service	-	-	-	-	433,720	433,720
Streets	-	-	8,113,101	-	3,995,011	12,108,112
Parks	-	-	-	-	17,790	17,790
PEG Programming	-	-	-	-	606,123	606,123
Storm Channels	-	-	-	-	2,805,712	2,805,712
Landscape Maintenance	-	-	-	-	1,352,236	1,352,236
Tidelands Areas	-	-	-	-	111,070	111,070
Law Enforcement	-	-	-	-	82,728	82,728
Traffic Safety	-	-	-	-	18,982	18,982
Parks & Recreation	-	-	-	-	188,448	188,448
Animal Shelter	-	-	-	-	11,591	11,591
Abandoned Vehicle	-	-	-	-	139,999	139,999
Total restricted	<u>-</u>	<u>214,866</u>	<u>8,113,101</u>	<u>4,355,134</u>	<u>9,763,410</u>	<u>22,446,511</u>
Committed to:						
Compensated absences	101,640	-	-	-	-	101,640
Litigation/Insurance	500,000	-	-	-	-	500,000
Parks	-	-	-	-	2,166,711	2,166,711
Arts & Cultural Activities	-	-	-	-	22,303	22,303
Recreation Programs	-	-	-	-	278	278
Field Maintenance	-	-	-	-	48,791	48,791
Memorial Field Maintenance	-	-	-	-	21,040	21,040
Road Repair	-	-	-	-	10,651	10,651
Waste Reduction	-	-	-	-	367,639	367,639
Youth Activities	-	-	-	-	101,164	101,164
Traffic Signals	-	-	-	-	707,896	707,896
Total committed	<u>601,640</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,446,473</u>	<u>4,048,113</u>
Assigned to:						
Contractual Services	276,667	-	-	-	-	276,667
Parks & Recreation	-	-	-	-	26,405	26,405
Capital Projects	-	-	-	-	389,206	389,206
Community Benefit Programs	-	-	-	-	33,655	33,655
AD 26	-	-	-	-	377,186	377,186
AD 27	-	-	-	-	2,694,189	2,694,189
Total assigned	<u>276,667</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,520,641</u>	<u>3,797,308</u>
Unassigned	9,139,965	-	-	-	-	9,139,965
Total fund balances	<u>\$ 10,109,884</u>	<u>\$ 214,866</u>	<u>\$ 8,113,101</u>	<u>\$ 4,406,285</u>	<u>\$ 17,042,529</u>	<u>\$ 39,886,665</u>

The City has established a fund balance policy for the General Fund requiring that the minimum unassigned fund balance be at least 8% of General Fund operating revenues, with a goal of reaching a minimum of 10% of operating revenues (including transfers). As of June 30, 2013, unassigned fund balance was 21.66% of total operating revenues.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

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 all bargaining groups began contributing a portion of the employer contributions with the amount increasing each year until 9%/8% is reached. The City is required to contribute at an actuarially determined rate. The required employer contribution rates for fiscal year 2012/13 were 20.968% for miscellaneous employees and 31.002% 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 2012/13, the City's annual pension cost of \$5,691,159 was equal to the required contributions. The required contribution was determined as part of the June 30, 2010, 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 3.55% 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, 2010, was 28 years and 19 years for the miscellaneous and safety, respectively.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

(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
6/30/2011	\$ 1,704,292	100.0%	-	6/30/2011	\$ 2,873,814	100.0%	-
6/30/2012	2,039,099	100.0%	-	6/30/2012	3,171,925	100.0%	-
6/30/2013	2,352,076	100.0%	-	6/30/2013	3,340,083	100.0%	-

(e) Status and Funding Progress

Miscellaneous Employees: As of June 30, 2011, the most recent actuarial valuation date, the plan was 72% funded. The actuarial accrued liability for benefits was \$129,429,446, and the actuarial value of assets was \$105,248,476, resulting in an unfunded accrued liability of \$24,180,970.

**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
6/30/2011	\$ 129,429,446	\$ 105,248,476	\$ 24,180,970	AVA 81.3%	MVA 72.0%	\$ 11,380,100	212.5%

Public Safety Employees: As of June 30, 2011, the most recent actuarial valuation date, the plan was 71.9% funded. The actuarial accrued liability for benefits was \$108,171,871, and the actuarial value of assets was \$87,064,110, resulting in an unfunded accrued liability of \$21,107,761.

**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
6/30/2011	\$ 108,171,871	\$ 87,064,110	\$ 21,107,761	AVA 80.5%	MVA 71.9%	\$ 10,548,579	200.1%

*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, 2013**

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.

(a) Funding Policy

There is no requirement imposed by PARS to contribute any amount beyond the pay as you go contributions. For the fiscal year 2013, the City made a total of \$82,963 in pay as you go contributions.

(b) Annual Pension Cost

The amount necessary to fund future benefits is based on projections from the June 30, 2011 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) 4.0% 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 1997-2007 Experience Study. The remaining amortization period as of June 30, 2011 was eighteen years for the plan.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

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	\$ 248,000
Interest on net pension obligation	14,191
Adjustment to annual required contributions	<u>(33,348)</u>
Annual Pension Cost	228,843
Contributions Made	<u>(80,963)</u>
Increase in net pension obligation	147,880
Net pension obligation - beginning of year	<u>354,764</u>
Net pension obligation - end of year	<u><u>\$ 502,644</u></u>

(c) Trend Information

The following information shows the City's required contributions and the percentage contributed for the current year and prior two fiscal years.

<u>Fiscal Year Ended</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/2011	\$ 179,805	41.8%	\$ 206,083
6/30/2012	224,696	33.8%	354,764
6/30/2013	228,843	35.4%	502,644

(d) Status and Funding Progress

As of June 30, 2011, the most recent actuarial valuation date, the plan was 2.2% funded. The actuarial accrued liability for benefits was \$1,731,000, and the actuarial value of assets was \$38,000, resulting in an unfunded accrued liability of \$1,693,000.

<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	
6/30/2011	\$ 1,731,000	\$ 38,000	\$ 1,693,000	2.2%	0.0%	\$ 7,897,000 21.4%

*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, 2013**

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, 2013, there were 191 active participants and there were 173 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, permitted under GASB Statement 45 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 2012) 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 2013, the City made a total of \$1,196,106 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, 2013**

	Miscellaneous	Management	Police	Total
Annual Required Contributions	\$ 685	\$ 421	\$ 2,020	\$ 3,126
Interest on net OPEB obligation	(43)	(39)	50	(32)
Adjustment to annual required contributions	45	40	(53)	32
Annual OPEB Cost	687	422	2,017	3,126
Contributions Made	303	546	347	1,196
Increase in net OPEB obligation	(384)	124	(1,670)	(1,930)
Net OPEB Obligation - beginning of year	903	806	(1,054)	655
Net OPEB Obligation - end of year	\$ 519	\$ 930	\$ (2,724)	\$ (1,275)

The following shows the calculation of the Annual Required Contributions for FY 2013 (in thousands):

	Miscellaneous	Management	Police	Total
Normal Cost at Year End	\$ 337	\$ 95	\$ 1,000	\$ 1,432
Amortization of UAAL	317	307	927	1,551
Interest	31	19	93	143
Annual Required Contribution (ARC)	\$ 685	\$ 421	\$ 2,020	\$ 3,126

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 FY2013 and the two previous years were as follows:

Miscellaneous			
Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Contributed	OPEB Asset
6/30/2011	\$ 357	66%	\$ 1,005
6/30/2012	381	73%	903
6/30/2013	687	44%	519

Management			
Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Contributed	OPEB Asset
6/30/2011	\$ 343	88%	\$ 622
6/30/2012	359	151%	806
6/30/2013	422	129%	930

Police			
Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Contributed	OPEB Asset (Obligation)
6/30/2011	\$ 1,101	17%	\$ (141)
6/30/2012	1,211	25%	(1,054)
6/30/2013	2,017	17%	(2,724)

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

Funded Status and Funding Progress. As of July 1, 2011, the most recent actuarial valuation date, the plan was 19.4% funded. The actuarial accrued liability for benefits was \$38,433 (in thousands), and the actuarial value of assets was \$7,455 (in thousands), resulting in an unfunded accrued liability of \$30,978 (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		
7/1/11	\$38,433*	\$7,455*	\$30,978*	19.4%	19.4%	\$18,787*	164.9%

*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 July 1, 2011 actuarial valuation, the entry age normal cost method was used. The actuarial assumptions used include (a) a 4.80% 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, 2013 was 25 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, 2013, there were 33 participants in the plan. During the year, the City contributed \$24,618 towards employee accounts.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

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-\$29,000,000
Workers compensation	\$0	\$0-\$500,000	\$500,001-\$50,000,000
Property damage	\$5,000 5%, min.	\$0	\$500 million at risk

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 \$2,368,207 during the year ended June 30, 2013. MPA has obtained excess coverage in the amount of \$28,000,000 for total coverage of \$29,000,000 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, 2013 are discounted at 2.5%. 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>
2010-2011	\$ 646,530	\$ 289,536	\$ 526,788	\$ 409,278
2011-2012	409,278	847,254	592,447	664,085
2012-2013	664,085	481,110	534,888	610,307

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 14 – SERVICE CONCESSION ARRANGEMENT FOR GOLF COURSE

In 1982, the City entered into an agreement with Antioch Public Golf Course, Inc., (Corporation) under which the Corporation will operate, manage and collect user fees from the Lone Tree Golf Course through 2017. The Corporation's sole purpose is to efficiently operate the golf course so that excess revenues may be returned to the course for improvements to the course and its related facilities and encourage the public to play golf in the City. The Corporation is not required to share any percentage of its revenues with the City. Since the inception of the agreement, the City has financed improvements to the existing facility with the issuance of ABAG Lease Revenue Bonds. The Corporation reimburses the City for the cost of annual debt service on the bonds and a corresponding revenue amount is recognized for these repayments. The City reports the golf course and improvements as capital assets with a carrying value of \$8,524,362. As the assets are required to be returned to the City at the end of the agreement in their original condition, the assets are not being depreciated. With the implementation of GASB 60 at June 30, 2013, *Accounting and Financial Reporting for Service Concession Arrangements*, the City has reported a prior period adjustment of \$604,303 representing accumulated depreciation recognized on the assets through the prior fiscal year.

NOTE 15 – 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, 2013 the AAPFFA contributed \$43,920 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, 2013. 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.

CITY OF ANTIOCH

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 16 - 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.

(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) Construction Commitments

Among the significant construction commitments were \$935,000 towards Wilbur Avenue Bridge, \$740,000 towards the Nelson Ranch project, \$321,000 towards Lone Tree Way Intersection Improvements, and approximately \$191,000 towards Markley Creek Culvert Crossing.

(e) Redevelopment Dissolution

The State of California Department of Finance completed its review of the Due Diligence Review of Other Funds and Accounts of the former Antioch Development Agency required under the Dissolution Act. In May 2013, the City was ordered to return \$790,958 in funds to the Successor Agency for disallowed transfers from the former Antioch Development Agency to the City which occurred after January 1, 2011, but prior to the redevelopment dissolution date of February 1, 2012. The City and Successor Agency are continuing to challenge the determination made, and as such, the City has not returned the funds to the Successor Agency as of June 30, 2013.

NOTE 17 – SUCCESSOR AGENCY TRUST FOR ASSETS OF THE FORMER REDEVELOPMENT AGENCY

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

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

The Bill provides that upon dissolution of a redevelopment agency, either the City or another unit of local government will agree to serve as the "successor agency" to hold the assets until they are distributed to other units of state and local government. On January 24, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 2012/07.

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

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

The Bill directs the State Controller of the State of California to review the propriety of any transfers of assets between the redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the State Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill. The State Controller conducted the review of the former Antioch Development Agency in late August 2013. The City is still awaiting a final report from this review.

Management believes, in consultation with legal counsel, that the obligations of the former redevelopment agency due to the City are valid enforceable obligations payable by the successor agency trust under the requirements of the Bill. The City's position on this issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the City.

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

The assets and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City as the activities are under control of an Oversight Board which is comprised of seven members, five of which represent taxing entities, one member is a former redevelopment agency employee and one member is appointed by the Mayor. The State of California Department of Finance has final approval of all actions of the Successor Agency. The City provides administrative services to the Successor Agency to wind down the affairs of the former Antioch Development Agency.

(b) Loans Receivable

The composition of the Successor Agency's loans receivable as of June 30, 2013 is as follows:

Vineyard Business Park	<u><u>\$29,501</u></u>
------------------------	------------------------

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

(1) Vineyard Business Park

In November 2000, the former 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, 2013 is \$29,501.

(c) Capital Assets

In March 2011, the former Antioch Development Agency entered into a property conveyance agreement with the City for 25 parcels. In the current fiscal year, the State of California Department of Finance ordered the return of 21 of the parcels, deeming them not to be for governmental purpose, thus disallowing the transfer of the assets. The parcels have been transferred back from the City and are now being held by the Successor Agency until ultimate disposition is determined and approved by the Department of Finance through a long range property management plan as required under the Dissolution Act.

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

	July 1, 2012	Transfers from City	June 30, 2013
<i>Nondepreciable</i>			
Land	\$ -	\$ 2,372,607	\$ 2,372,607
<i>Depreciable</i>			
Buildings	-	542,609	542,609
Improvements other than buildings	-	14,431	14,431
Total depreciable assets, gross	-	557,040	557,040
<i>Less accumulated depreciation for:</i>			
Buildings	-	319,971	319,971
Improvements other than buildings	-	9,380	9,380
Total accumulated depreciation	-	329,351	329,351
Total depreciable assets, net	-	227,689	227,689
Capital assets, net	\$ -	\$ 2,600,296	\$ 2,600,296

(d) Long-Term Obligations

The Successor Agency is responsible for three outstanding bonds of the former redevelopment agency and one bond of the Antioch Public Financing Authority. Although issued by the Antioch Public Finance Authority, repayment for the 2002 Lease Revenue Bonds is pledged for repayment by the former Antioch Development Agency therefore the associated liability has been transferred to the Successor Agency Trust. A description of the bonds, including a schedule of changes in long term obligations and debt service requirements to maturity follows.

CITY OF ANTIOCH

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013**

(1) Long-Term Debt Composition

Type of Indebtedness (Purpose)	Final Maturity	Annual Principal Installment	Interest Rates	Original Issue Amount	Outstanding at June 30, 2013
Tax Allocation Bonds:					
1994 - ADA Project 2	1/14/14	\$30,000-585,000	6.70-7.125%	\$ 1,475,000	\$ 240,000
2000 - ADA Project 1 Refunding	9/1/17	\$200,000-1,380,000	4.2-5.0%	14,450,000	6,240,000
2009 - ADA Project 1	9/1/27	\$95,343-142,289	2.60%	2,080,841	1,794,313
Total tax allocation bonds				<u>18,005,841</u>	<u>8,274,313</u>
Lease Revenue Bonds:					
2002 Issue - APFA Municipal Facilities, Series A&B	1/1/32	\$495,000-9,740,000	4.375-5.63%	24,610,000	22,400,000
Total lease revenue bonds				<u>24,610,000</u>	<u>22,400,000</u>
Total long-term obligations				<u>\$ 42,615,841</u>	<u>\$ 30,674,313</u>

(2) Long-Term Obligation Activity

Changes in long-term obligations for the year ended June 30, 2013 are as follows:

	Balance July 1, 2012	Increases	Decreases	Balance June 30, 2013	Amount Due Within One Year
1994 Tax Allocation Bonds	\$ 460,000	\$ -	\$ (220,000)	\$ 240,000	\$ 240,000
2000 Tax Allocation Bonds	7,310,000	-	(1,070,000)	6,240,000	1,130,000
2009 Tax Allocation Bonds	1,891,132	-	(96,819)	1,794,313	99,336
2002 Lease Revenue Bonds	22,765,000	-	(365,000)	22,400,000	420,000
Deferred Amount on Refunding	(164,732)	-	41,182	(123,550)	-
Unamortized Premiums	176,274	-	(10,375)	165,899	-
Total obligations held by the Successor Agency Trust	<u>\$ 32,437,674</u>	<u>\$ -</u>	<u>\$ (1,721,012)</u>	<u>\$ 30,716,662</u>	<u>\$ 1,889,336</u>

(3) Debt Service Requirements

As of June 30, 2013, annual debt service requirements of governmental activities to maturity are as follows:

Year ending June 30:	Tax Allocation Bonds		Lease Revenue Bonds	
	Principal	Interest	Principal	Interest
2014	\$ 1,469,336	\$ 342,050	\$ 420,000	\$ 1,245,419
2015	1,286,919	266,329	475,000	1,222,319
2016	1,344,569	204,536	535,000	1,196,194
2017	1,412,288	138,931	600,000	1,166,769
2018	1,490,077	68,980	670,000	1,133,019
2019-2023	594,834	127,376	4,550,000	5,014,000
2024-2028	676,290	44,861	4,915,000	3,494,688
Total	<u>\$ 8,274,313</u>	<u>\$ 1,193,063</u>	<u>\$ 22,400,000</u>	<u>\$ 16,724,106</u>

Interest payments and bond retirements are serviced by revenues generated by the tax increment from the former redevelopment agency. Contra Costa County remits funds from the Redevelopment Property

CITY OF ANTIOCH

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Tax Retirement Trust Fund to the Successor Agency to pay enforceable obligations of the former agency every six months.

(e) Restatement of Beginning Net Position

The Successor Agency restated beginning net position for governmental activities in the amount of (\$22,252,082) representing the transfer of the long term obligation for the 2002 Lease Revenue Bonds from the City to the Successor Agency. The bonds were issued by the Antioch Public Financing Authority (Authority), a blended component unit of the City; however, the former Antioch Development Agency has a reimbursement agreement with the Authority for repayment of the bonds. As the California State Department of Finance has recognized the bonds as an enforceable obligation to be paid by the Successor Agency, the associated liability and deferred bond costs have been moved to the Successor Agency Private Purpose Trust Fund to be recognized in the prior reporting period when redevelopment was formally abolished.

	Original	Long-Term Obligations	Restated
Net Position	(\$8,726,887)	(\$22,252,082)	(\$30,978,969)

NOTE 18 – SUBSEQUENT EVENT

Management has evaluated subsequent events through December 10, 2013, the date the financial statements were available to be issued. No events requiring recognition or disclosure in the financial statements were identified.

REQUIRED SUPPLEMENTAL INFORMATION

This page intentionally left blank.

City of Antioch
Required Supplementary Information
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

Schedule of Revenues and Transfers In - General Fund

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
FUNCTION/ACTIVITY:				
TAXES				
Property secured	\$ 6,067,832	\$ 6,010,135	\$ 6,013,147	\$ 3,012
Property in lieu of VLF	4,874,376	4,923,556	4,923,556	-
Property unsecured	281,085	281,085	257,508	(23,577)
Property other	67,195	365,455	459,369	93,914
Sales and use tax	10,855,259	11,047,048	11,074,165	27,117
Motor vehicle in-lieu	-	53,227	53,227	-
Transient lodging tax	70,000	70,000	81,307	11,307
Franchises - other	7,500	7,553	7,553	-
Franchises - gas	185,000	154,476	154,476	-
Franchises - electric	350,000	361,964	361,964	-
Franchises - cable tv	1,070,000	1,128,695	1,153,601	24,906
Franchises - garbage	896,700	896,700	888,720	(7,980)
Business license tax (Gross Receipts)	1,134,000	1,089,130	1,164,839	75,709
Property transfer tax	330,000	330,000	313,380	(16,620)
Total taxes	26,188,947	26,719,024	26,906,812	187,788
LICENSES AND PERMITS				
Bicycle licenses	40	-	-	-
Building permits	610,000	1,024,939	1,148,612	123,673
Street & curb permits	140,000	325,295	345,629	20,334
Wide vehicle/overload	4,000	4,000	7,984	3,984
Technology fee	12,000	20,750	22,840	2,090
Energy Inspection Fee	8,000	20,935	23,025	2,090
Pool Safety Fee	300	380	540	160
Accessibility Fee (Non-Resident)	2,000	2,075	2,137	62
Green Bldg Verification & Compliance	40,000	91,167	104,149	12,982
Total licenses and permits	816,340	1,489,541	1,654,916	165,375
FINES AND PENALTIES				
Vehicle code fines	65,000	24,605	31,396	6,791
Non-traffic fines	35,000	10,000	7,004	(2,996)
Total fines and penalties	100,000	34,605	38,400	3,795
INVESTMENT INCOME AND RENTALS				
Investment income	50,000	50,000	19,576	(30,424)
Rent and concessions	412,440	480,000	486,683	6,683
Total investment income and rentals	462,440	530,000	506,259	(23,741)
REVENUE FROM OTHER AGENCIES				
Homeowners property tax relief	70,000	70,000	74,278	4,278
P.O.S.T. reimbursements	12,000	32,069	33,126	1,057
Grant reimbursements	-	113,635	90,625	(23,010)
Economic benefit payments	1,000,000	1,500,000	1,500,000	-
EBART contributions/reimbursement	75,000	55,600	52,020	(3,580)
Total revenue from other agencies	1,157,000	1,771,304	1,750,049	(21,255)

(Continued)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

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				
Administrative services	92,300	88,300	87,716	(584)
Special police services	746,087	761,292	767,908	6,616
False alarm fees	49,000	58,000	75,350	17,350
Plan checking fees	370,000	356,000	327,210	(28,790)
Planning fees	24,600	63,000	56,304	(6,696)
Inspection fees	35,000	35,000	42,132	7,132
Special public works services	15,400	40,992	41,188	196
Other service charges	16,500	15,786	16,340	554
Assessment fees	58,500	81,669	122,848	41,179
CDBG Code Enforcement	-	-	27,362	27,362
Charges for services	4,844,569	4,738,108	4,666,693	(71,415)
Billings to Department	299,123	230,487	225,994	(4,493)
Total current service charges	6,551,079	6,468,634	6,457,045	(11,589)
OTHER REVENUES				
Miscellaneous revenue	107,520	970,747	1,048,165	77,418
OTHER FINANCING SOURCES				
Transfers in:				
Gas Tax Fund	1,010,000	1,010,000	1,010,000	-
Pollution Elimination	265,902	265,902	257,657	(8,245)
Street Impact	1,140,000	1,226,000	1,226,000	-
Street Light and Landscape Maintenance Districts	565,579	565,579	563,600	(1,979)
Supplementary Law Enforcement Grant	160,658	160,658	131,267	(29,391)
Local Law Enforcement Block Grant	60,658	64,028.00	47,136.00	(16,892)
Traffic Safety	60,000	120,195	120,195	-
Water Fund	253,000	241,000	241,000	-
Sewer Fund	253,000	241,000	241,000	-
Total transfers in	3,768,797	3,894,362	3,837,855	(56,507)
Total other financing sources	3,768,797	3,894,362	3,837,855	(56,507)
Total general fund revenues and other financing sources	\$ 39,152,123	\$ 41,878,217	\$ 42,199,501	\$ 321,284

(Concluded)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

Schedule of Expenditures and Transfers Out - General Fund

FUNCTION/ACTIVITY:	Budget		Actual	Variance With
	Original	Final		Final Budget Positive (Negative)
City Council	\$ 156,197	\$ 159,334	\$ 155,924	\$ 3,410
City Attorney	439,308	477,627	461,109	16,518
City Manager	428,520	432,542	429,509	3,033
City Clerk	222,489	158,917	156,281	2,636
City Treasurer	211,923	181,476	176,265	5,211
Personnel Services	418,765	506,287	501,961	4,326
Economic Development	661,851	782,121	786,147	(4,026)
Finance/Purchasing	1,340,953	1,323,987	1,304,890	19,097
Warehouse & Central Stores	12,145	12,040	12,017	23
Emergency Services	11,377	9,452	8,024	1,428
Non-Departmental	1,236,995	1,271,984	1,335,990	(64,006)
Total general government	5,140,523	5,315,767	5,328,117	(12,350)
PUBLIC WORKS				
Maintenance Administration	309,391	311,289	309,667	1,622
General Maintenance Services	46,210	42,878	41,971	907
Street Maintenance	1,695,451	1,619,216	1,541,664	77,552
Engineering and Land Development	847,104	851,188	778,583	72,605
Signal & Street Lighting	574,569	758,460	763,925	(5,465)
Striping & Signing	588,234	617,307	598,333	18,974
Facilities Maintenance	467,154	501,608	429,290	72,318
Park Maintenance	788,378	784,268	680,036	104,232
Median and General Landscape	372,348	366,330	348,764	17,566
Capital Improv/Engineering Administration	111,225	27,679	16,875	10,804
Engineering Services	114,946	120,476	78,575	41,901
Work Alternative	131,805	122,209	115,314	6,895
Total public works	6,046,815	6,122,908	5,702,997	419,911
PUBLIC SAFETY				
Administration	3,429,757	3,538,333	3,587,682	(49,349)
Police Reserve	6,019	7,674	7,686	(12)
Prisoner Custody	629,454	543,720	538,161	5,559
Community Policing Division	15,114,633	14,675,496	14,584,042	91,454
Traffic Division	852,006	917,226	914,585	2,641
Investigation	2,802,816	2,537,080	2,589,509	(52,429)
Special Operations Unit	1,113,486	1,011,330	1,016,244	(4,914)
Communications	2,523,140	2,360,869	2,328,309	32,560
Community Volunteer	80,349	77,204	74,052	3,152
Facility Maintenance	511,380	495,844	432,000	63,844
Total public safety	27,063,040	26,164,776	26,072,270	92,506

(Continued)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

Schedule of Expenditures and Transfers Out - General Fund

	Budget		Actual	Variance With
	Original	Final		Final Budget Positive (Negative)
COMMUNITY DEVELOPMENT				
Office of the Director	600,452	603,036	597,482	5,554
Land Planning Services	465,771	461,071	422,339	38,732
Neighborhood Improvement	229,903	264,611	263,631	980
Building Inspections	612,277	603,991	596,749	7,242
Total community development	1,908,403	1,932,709	1,880,201	52,508
Total current expenditures	40,158,781	39,536,160	38,983,585	552,575
OTHER FINANCING USES:				
Transfers out:				
Animal Control	529,633	454,063	417,195	36,868
Antioch WaterPark	205,000	268,000	334,525	(66,525)
Antioch Marina	-	284,122	284,122	-
Recreation	391,720	438,321	368,880	69,441
Downtown Street Light & Landscape District	77,000	77,000	57,000	20,000
Citywide 2A Maintenance District	107,000	107,000	92,000	15,000
Honeywell Capital Lease	41,411	41,411	41,411	-
Total transfers out	1,351,764	1,669,917	1,595,133	74,784
Total general fund expenditures and transfers out	\$ 41,510,545	\$ 41,206,077	\$ 40,578,718	\$ 627,359 (Concluded)

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

Special Revenue Fund - Housing and Community Development

	Budget		Actual	Variance With
	Original	Final		Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 270	\$ 500	\$ 600	\$ 100
Revenue from other agencies	828,966	975,900	825,652	(150,248)
Other	100,000	100,000	458	(99,542)
Total revenues	929,236	1,076,400	826,710	(249,690)
EXPENDITURES:				
Current:				
Community development	924,226	1,034,017	714,227	319,790
Total expenditures	924,226	1,034,017	714,227	319,790
REVENUES OVER (UNDER) EXPENDITURES	5,010	42,383	112,483	70,100
Net change in fund balances	\$ 5,010	\$ 42,383	112,483	\$ 70,100
FUND BALANCES:				
Beginning of year			102,383	
End of year			\$ 214,866	

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

Special Revenue Fund - Gas Tax

	Budget		Actual	Variance With
	Original	Final		Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 2,660,809	\$ 2,376,116	\$ 2,353,182	\$ (22,934)
Investment income and rentals	20,000	32,000	39,940	7,940
Revenues from other agencies	5,400,000	5,479,303	3,651,365	(1,827,938)
Total revenues	8,080,809	7,887,419	6,044,487	(1,842,932)
EXPENDITURES:				
Current:				
Public works	595,997	1,143,245	532,940	610,305
Capital outlay	7,825,000	7,051,641	4,325,721	2,725,920
Total expenditures	8,420,997	8,194,886	4,858,661	3,336,225
REVENUES OVER (UNDER) EXPENDITURES	(340,188)	(307,467)	1,185,826	1,493,293
OTHER FINANCING (USES):				
Transfers (out)	(1,495,737)	(1,545,737)	(1,545,737)	-
Total other financing (uses)	(1,495,737)	(1,545,737)	(1,545,737)	-
Net change in fund balances	\$ (1,835,925)	\$ (1,853,204)	(359,911)	\$ 1,493,293
FUND BALANCES:				
Beginning of year			8,473,012	
End of year			\$ 8,113,101	

City of Antioch
Required Supplementary Information, Continued
Budgetary Comparison Schedule
For the Fiscal Year Ended June 30, 2013

Special Revenue Fund - Housing Successor

	Budget		Actual	Variance With
	Original	Final		Final Budget
				Positive
				(Negative)
REVENUES:				
Investment income and rentals	\$ 8,000	\$ 1,000	\$ 2,032	\$ 1,032
Other	5,000	59,639	59,638	(1)
Total revenues	13,000	60,639	61,670	1,031
EXPENDITURES:				
Current:				
Community development	168,161	231,644	224,717	6,927
Total expenditures	168,161	231,644	224,717	6,927
REVENUES OVER (UNDER) EXPENDITURES	(155,161)	(171,005)	(163,047)	7,958
Net change in fund balances	\$ (155,161)	\$ (171,005)	(163,047)	\$ 7,958
FUND BALANCES:				
Beginning of year			4,569,332	
End of year			\$ 4,406,285	

City of Antioch
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2013

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		
				6/30/2009	\$ 120,714,384		
6/30/2010	124,265,203	101,190,100	23,075,103	81.4%	63.6%	13,473,039	171.3%
6/30/2011	129,429,446	105,248,476	24,180,970	81.3%	72.0%	11,380,100	212.5%

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		
				6/30/2009	\$ 93,154,520		
6/30/2010	99,099,170	80,923,199	18,175,971	81.7%	64.5%	11,014,417	165.0%
6/30/2011	108,171,871	87,064,110	21,107,761	80.5%	71.9%	10,548,579	200.1%

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		
6/30/2011	1,731,000	38,000	1,693,000	2.2%	0.0%	7,897,000	21.4%

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		
				1/1/2009	\$ 25,836,000		
1/1/2011	25,338,471	7,375,365	17,963,106	29.1%	29.1%	18,786,946	95.6%
7/1/2011	38,433,174	7,454,949	30,978,225	19.4%	19.4%	18,786,946	164.9%

City of Antioch
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2013

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 assignments 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.

SUPPLEMENTAL INFORMATION

This page intentionally left blank.

City of Antioch
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2013

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
ASSETS				
Cash and investments	\$ 13,319,112	\$ -	\$ 3,359,785	\$ 16,678,897
Accounts, net	1,140,519	769,131	2,142,393	4,052,043
Tax	349,693	-	-	349,693
Interest	-	2	-	2
Prepaid items	20,558	291,447	-	312,005
Restricted cash and investments	-	433,573	-	433,573
Total assets	\$ 14,829,882	\$ 1,494,153	\$ 5,502,178	\$ 21,826,213
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 952,413	\$ -	\$ 668,172	\$ 1,620,585
Accrued payroll	79,509	-	5,992	85,501
Deposits	523,813	-	111,401	635,214
Due to other funds	384,810	768,986	1,222,377	2,376,173
Unavailable revenue	66,211	-	-	66,211
Total liabilities	2,006,756	768,986	2,007,942	4,783,684
Fund Balances:				
Nonspendable:				
Petty cash and prepaid items	20,558	291,447	-	312,005
Restricted for:				
Debt service	-	433,720	-	433,720
Streets	3,995,011	-	-	3,995,011
Parks	17,790	-	-	17,790
PEG Programming	606,123	-	-	606,123
Storm Channels	2,805,712	-	-	2,805,712
Landscape Maintenance	1,352,236	-	-	1,352,236
Tidelands Areas Protection	111,070	-	-	111,070
Law Enforcement	82,728	-	-	82,728
Traffic Safety	18,982	-	-	18,982
Parks & Recreation	188,448	-	-	188,448
Animal Shelter Maintenance /Operation	11,591	-	-	11,591
Abandoned Vehicle	139,999	-	-	139,999
Committed to:				
Parks	2,166,711	-	-	2,166,711
Arts & Cultural Activities	22,303	-	-	22,303
Recreation Programs	278	-	-	278
Field Maintenance	48,791	-	-	48,791
Memorial Field Maintenance	21,040	-	-	21,040
Road Repair	10,651	-	-	10,651
Waste Reduction	367,639	-	-	367,639
Youth Activities/ Building Maintenance	101,164	-	-	101,164
Traffic Signals	707,896	-	-	707,896
Assigned to:				
Parks & Recreation	26,405	-	-	26,405
Capital Projects	-	-	389,206	389,206
Community Benefit Programs	-	-	33,655	33,655
AD 26	-	-	377,186	377,186
AD 27	-	-	2,694,189	2,694,189
Total fund balances	12,823,126	725,167	3,494,236	17,042,529
Total liabilities and fund balances	\$ 14,829,882	\$ 1,494,153	\$ 5,502,178	\$ 21,826,213

City of Antioch
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total
REVENUES:				
Taxes	\$ 1,531,910	\$ -	\$ -	\$ 1,531,910
Fines and penalties	103,922	-	-	103,922
Investment income and rentals	446,045	423,574	18,379	887,998
Revenue from other agencies	1,372,984	-	2,351,565	3,724,549
Current service charges	1,530,484	-	124,744	1,655,228
Special assessment revenue	2,850,356	-	-	2,850,356
Contribution from Successor Agency Trust	-	-	-	-
Other	114,400	-	15,228	129,628
Total revenues	7,950,101	423,574	2,509,916	10,883,591
EXPENDITURES:				
Current:				
General government	-	3,342	-	3,342
Public works	1,053,701	-	512,915	1,566,616
Public safety	886,826	-	-	886,826
Parks and recreation	3,209,206	-	-	3,209,206
Community development	157,817	-	116,912	274,729
Capital outlay	2,957,348	-	3,470,328	6,427,676
Debt service:				
Principal retirement	-	508,592	-	508,592
Interest and fiscal charges	-	420,664	-	420,664
Total expenditures	8,264,898	932,598	4,100,155	13,297,651
REVENUES OVER (UNDER) EXPENDITURES	(314,797)	(509,024)	(1,590,239)	(2,414,060)
OTHER FINANCING SOURCES (USES):				
Transfers in	1,537,036	510,605	470,000	2,517,641
Transfers (out)	(3,256,304)	-	-	(3,256,304)
Total other financing sources (uses)	(1,719,268)	510,605	470,000	(738,663)
Net change in fund balances	(2,034,065)	1,581	(1,120,239)	(3,152,723)
FUND BALANCES:				
Beginning of year	14,857,191	723,586	4,614,475	20,195,252
End of year	\$ 12,823,126	\$ 725,167	\$ 3,494,236	\$ 17,042,529

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.

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 J Growth Management Program Fund

This fund accounts for Measure J 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.

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.

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).

This page intentionally left blank.

City of Antioch
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2013

	Delta Fair Property	Recreation Programs	Animal Control	Civic Arts	Park in Lieu	Senior Bus	Abandoned Vehicles
ASSETS							
Cash and investments	\$ 17,790	\$ 485,318	\$ 61,368	\$ 13,884	\$ 2,442,062	\$ 214,853	\$ 141,238
Receivables:							
Accounts, net	-	16,950	11,166	-	-	-	-
Taxes	-	-	-	8,419	-	-	-
Prepaid items	-	211	-	-	-	-	-
Total assets	\$ 17,790	\$ 502,479	\$ 72,534	\$ 22,303	\$ 2,442,062	\$ 214,853	\$ 141,238
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ 93,531	\$ 31,220	\$ -	\$ 274,380	\$ -	\$ 1,239
Accrued payroll	-	30,384	19,851	-	971	-	-
Deposits	-	242,033	9,872	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Unavailable revenue	-	66,211	-	-	-	-	-
Total liabilities	-	432,159	60,943	-	275,351	-	1,239
Fund balances:							
Nonspendable:							
Petty cash and prepaid items	-	211	-	-	-	-	-
Restricted for:							
Streets	-	-	-	-	-	-	-
Parks	17,790	-	-	-	-	-	-
PEG Programming	-	-	-	-	-	-	-
Storm Channels	-	-	-	-	-	-	-
Landscape Maintenance	-	-	-	-	-	-	-
Tidelands Areas Protection	-	-	-	-	-	-	-
Law Enforcement	-	-	-	-	-	-	-
Traffic Safety	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	-	188,448	-
Animal Shelter Maintenance /Operation	-	-	11,591	-	-	-	-
Abandoned Vehicle	-	-	-	-	-	-	139,999
Committed to:							
Parks	-	-	-	-	2,166,711	-	-
Arts & Cultural Activities	-	-	-	22,303	-	-	-
Recreation Programs	-	278	-	-	-	-	-
Field Maintenance	-	48,791	-	-	-	-	-
Memorial Field Maintenance	-	21,040	-	-	-	-	-
Road Repair	-	-	-	-	-	-	-
Waste Reduction	-	-	-	-	-	-	-
Youth Activities/Building Maintenance	-	-	-	-	-	-	-
Traffic Signals	-	-	-	-	-	-	-
Assigned to:							
Parks & Recreation	-	-	-	-	-	26,405	-
Total fund balances	17,790	70,320	11,591	22,303	2,166,711	214,853	139,999
Total liabilities and fund balances	\$ 17,790	\$ 502,479	\$ 72,534	\$ 22,303	\$ 2,442,062	\$ 214,853	\$ 141,238

City of Antioch
Combining Balance Sheet
Non-Major Special Revenue Funds
June 30, 2013

	Supplemental					Total
	Law Enforcement	LLEBG Byrne Grant	Street Impact	Traffic Safety	PEG Fanchise Fee	
ASSETS						
Cash and investments	\$ -	\$ -	\$ -	\$ 587	\$ 638,651	\$ 13,319,112
Receivables:						
Accounts, net	65,631	47,136	-	18,395	-	1,140,519
Taxes	-	-	282,707	-	58,567	349,693
Prepaid items	-	-	-	-	-	20,558
Total assets	\$ 65,631	\$ 47,136	\$ 282,707	\$ 18,982	\$ 697,218	\$ 14,829,882
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 90,919	\$ 952,413
Accrued payroll	-	-	-	-	176	79,509
Deposits	-	-	-	-	-	523,813
Due to other funds	65,618	47,136	272,056	-	-	384,810
Unavailable revenue	-	-	-	-	-	66,211
Total liabilities	65,618	47,136	272,056	-	91,095	2,006,756
Fund balances:						
Nonspendable:						
Petty cash and prepaid items	-	-	-	-	-	20,558
Restricted for:						
Streets	-	-	-	-	-	3,995,011
Parks	-	-	-	-	-	17,790
PEG Programming	-	-	-	-	606,123	606,123
Storm Channels	-	-	-	-	-	2,805,712
Landscape Maintenance	-	-	-	-	-	1,352,236
Tidelands Areas Protection	-	-	-	-	-	111,070
Law Enforcement	13	-	-	-	-	82,728
Traffic Safety	-	-	-	18,982	-	18,982
Parks & Recreation	-	-	-	-	-	188,448
Animal Shelter Maintenance /Operation	-	-	-	-	-	11,591
Abandoned Vehicle	-	-	-	-	-	139,999
Committed to:						
Parks	-	-	-	-	-	2,166,711
Arts & Cultural Activities	-	-	-	-	-	22,303
Recreation Programs	-	-	-	-	-	278
Field Maintenance	-	-	-	-	-	48,791
Memorial Field Maintenance	-	-	-	-	-	21,040
Road Repair	-	-	10,651	-	-	10,651
Waste Reduction	-	-	-	-	-	367,639
Youth Activities/Building Maintenance	-	-	-	-	-	101,164
Traffic Signals	-	-	-	-	-	707,896
Assigned to:						
Parks & Recreation	-	-	-	-	-	26,405
Total fund balances	13	-	10,651	18,982	606,123	12,823,126
Total liabilities and fund balances	\$ 65,631	\$ 47,136	\$ 282,707	\$ 18,982	\$ 697,218	\$ 14,829,882

This page intentionally left blank.

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, 2013

	Delta Fair Property	Recreation Programs	Animal Control	Civic Arts	Park in Lieu
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ 34,884	\$ -
Fines and penalties	-	-	-	-	-
Investment income and rentals	17,560	254,075	-	32	11,684
Revenue from other agencies	-	-	63,000	-	-
Current service charges	-	696,794	298,325	-	443,161
Special assessment revenue	-	-	-	-	-
Other	-	45,304	21,171	19	525
Total revenues	17,560	996,173	382,496	34,935	455,370
EXPENDITURES:					
Current:					
Public works	437	-	-	-	403,326
Public safety	-	-	817,112	-	-
Parks and recreation	-	1,406,399	-	27,690	-
Community development	-	-	-	-	-
Capital outlay	-	-	-	-	2,066,738
Total expenditures	437	1,406,399	817,112	27,690	2,470,064
REVENUES OVER (UNDER) EXPENDITURES	17,123	(410,226)	(434,616)	7,245	(2,014,694)
OTHER FINANCING SOURCES (USES):					
Transfers in	-	411,580	417,195	-	-
Transfers (out)	(63,000)	(9,933)	(555)	-	-
Total other financing sources (uses)	(63,000)	401,647	416,640	-	-
Net change in fund balances	(45,877)	(8,579)	(17,976)	7,245	(2,014,694)
FUND BALANCES:					
Beginning of year	63,667	78,899	29,567	15,058	4,181,405
End of year	\$ 17,790	\$ 70,320	\$ 11,591	\$ 22,303	\$ 2,166,711

Senior Bus	Abandoned Vehicles	Traffic Signal Fee	Asset Forfeitures	Measure J Growth Management Program	Child Care	Tidelands Assembly Bill - 1900
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
1,253	643	7,120	1,917	14,111	71,796	7,487
45,834	36,545	-	-	979,883	-	-
3,528	-	88,676	-	-	-	-
-	-	-	-	-	-	-
72	-	-	34,262	-	-	-
50,687	37,188	95,796	36,179	993,994	71,796	7,487
-	-	26,429	-	137,503	-	474
-	9,610	-	56,622	-	-	-
68,172	-	-	-	-	1,847	-
-	-	-	-	-	-	-
-	-	524,334	-	150,832	-	-
68,172	9,610	550,763	56,622	288,335	1,847	474
(17,485)	27,578	(454,967)	(20,443)	705,659	69,949	7,013
-	-	44,400	-	-	-	-
(7,700)	-	-	-	(244,400)	(70,000)	-
(7,700)	-	44,400	-	(244,400)	(70,000)	-
(25,185)	27,578	(410,567)	(20,443)	461,259	(51)	7,013
240,038	112,421	1,118,463	121,198	3,533,752	101,215	104,057
\$ 214,853	\$ 139,999	\$ 707,896	\$ 100,755	\$ 3,995,011	\$ 101,164	\$ 111,070

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, 2013

	Lighting & Landscape District	Park 1A Maintenance District	Solid Waste Reduction AB 939	Pollution Elimination	Supplemental Law Enforcement
REVENUES:					
Taxes	\$ -	\$ 21,811	\$ 160,000	\$ -	\$ -
Fines and penalties	-	-	-	-	-
Investment income and rentals	7,156	28,778	2,170	13,638	33
Revenue from other agencies	-	228	39,637	26,100	131,251
Current service charges	-	-	-	-	-
Special assessment revenue	2,000,030	-	-	850,326	-
Other	1,368	508	10,045	1,126	-
Total revenues	2,008,554	51,325	211,852	891,190	131,284
EXPENDITURES:					
Current:					
Public works	-	-	-	484,665	-
Public safety	-	-	-	-	17
Parks and recreation	1,632,284	44,954	-	-	-
Community development	-	-	157,817	-	-
Capital outlay	-	-	-	115,457	-
Total expenditures	1,632,284	44,954	157,817	600,122	17
REVENUES OVER (UNDER) EXPENDITURES	376,270	6,371	54,035	291,068	131,267
OTHER FINANCING SOURCES (USES):					
Transfers in	628,861	-	-	35,000	-
Transfers (out)	(1,064,545)	(13,916)	-	(257,657)	(131,267)
Total other financing sources (uses)	(435,684)	(13,916)	-	(222,657)	(131,267)
Net change in fund balances	(59,414)	(7,545)	54,035	68,411	-
FUND BALANCES:					
Beginning of year	1,406,863	13,280	313,604	2,738,660	13
End of year	\$ 1,347,449	\$ 5,735	\$ 367,639	\$ 2,807,071	\$ 13

LLEBG Byrne Grant	Street Impact	Traffic Safety	PEG Fanchise Fee	Total
\$ -	\$ 1,084,208	\$ -	\$ 231,007	\$ 1,531,910
-	-	103,922	-	103,922
-	3,375	355	2,862	446,045
50,506	-	-	-	1,372,984
-	-	-	-	1,530,484
-	-	-	-	2,850,356
-	-	-	-	114,400
50,506	1,087,583	104,277	233,869	7,950,101
-	867	-	-	1,053,701
3,370	-	95	-	886,826
-	-	-	27,860	3,209,206
-	-	-	-	157,817
-	-	-	99,987	2,957,348
3,370	867	95	127,847	8,264,898
47,136	1,086,716	104,182	106,022	(314,797)
-	-	-	-	1,537,036
(47,136)	(1,226,000)	(120,195)	-	(3,256,304)
(47,136)	(1,226,000)	(120,195)	-	(1,719,268)
-	(139,284)	(16,013)	106,022	(2,034,065)
-	149,935	34,995	500,101	14,857,191
\$ -	\$ 10,651	\$ 18,982	\$ 606,123	\$ 12,823,126

City of Antioch
Budgetary Comparison Schedule
Delta Fair Property Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 10,100	\$ 17,500	\$ 17,560	\$ 60
Total revenues	10,100	17,500	17,560	60
EXPENDITURES:				
Current:				
Public works	7,436	436	437	(1)
Total expenditures	7,436	436	437	(1)
REVENUES OVER (UNDER) EXPENDITURES	2,664	17,064	17,123	59
OTHER FINANCING SOURCES (USES):				
Transfers out	(63,000)	(63,000)	(63,000)	-
Total other financing sources (uses)	(63,000)	(63,000)	(63,000)	-
Net change in fund balances	\$ (60,336)	\$ (45,936)	(45,877)	\$ 59
FUND BALANCES:				
Beginning of year			63,667	
End of year			\$ 17,790	

City of Antioch
Budgetary Comparison Schedule
Recreation Programs Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 280,100	\$ 293,800	\$ 254,075	\$ (39,725)
Current service charges	759,650	745,286	696,794	(48,492)
Other	38,500	36,574	45,304	8,730
Total revenues	<u>1,078,250</u>	<u>1,075,660</u>	<u>996,173</u>	<u>(79,487)</u>
EXPENDITURES:				
Current:				
Parks and recreation	1,492,773	1,548,138	1,406,399	141,739
Capital outlay	10,000	10,000	-	10,000
Total expenditures	<u>1,502,773</u>	<u>1,558,138</u>	<u>1,406,399</u>	<u>151,739</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(424,523)</u>	<u>(482,478)</u>	<u>(410,226)</u>	<u>72,252</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	434,420	481,021	411,580	(69,441)
Transfers (out)	(9,933)	(9,933)	(9,933)	-
Total other financing sources (uses)	<u>424,487</u>	<u>471,088</u>	<u>401,647</u>	<u>(69,441)</u>
Net change in fund balances	<u>\$ (36)</u>	<u>\$ (11,390)</u>	<u>(8,579)</u>	<u>\$ 2,811</u>
FUND BALANCES:				
Beginning of year			<u>78,899</u>	
End of year			<u>\$ 70,320</u>	

City of Antioch
Budgetary Comparison Schedule
Animal Control Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Revenue from other agencies	\$ 40,000	\$ 63,000	\$ 63,000	\$ -
Current service charges	239,100	275,852	298,325	22,473
Other	11,000	20,730	21,171	441
Total revenues	<u>290,100</u>	<u>359,582</u>	<u>382,496</u>	<u>22,914</u>
EXPENDITURES:				
Current:				
Public safety	819,178	841,516	817,112	24,404
Total expenditures	<u>819,178</u>	<u>841,516</u>	<u>817,112</u>	<u>24,404</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(529,078)</u>	<u>(481,934)</u>	<u>(434,616)</u>	<u>47,318</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	529,633	454,063	417,195	(36,868)
Transfers (out)	(555)	(555)	(555)	-
Total other financing sources (uses)	<u>529,078</u>	<u>453,508</u>	<u>416,640</u>	<u>(36,868)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ (28,426)</u>	<u>(17,976)</u>	<u>\$ 10,450</u>
FUND BALANCES:				
Beginning of year			29,567	
End of year			<u>\$ 11,591</u>	

City of Antioch
Budgetary Comparison Schedule
Civic Arts Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 30,000	\$ 30,000	\$ 34,884	\$ 4,884
Investment income and rentals	25	25	32	7
Investment income and rentals	25	25	19	(6)
Total revenues	<u>30,050</u>	<u>30,050</u>	<u>34,935</u>	<u>4,885</u>
EXPENDITURES:				
Current:				
Parks and recreation	<u>29,712</u>	<u>29,702</u>	<u>27,690</u>	<u>2,012</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>338</u>	<u>348</u>	<u>7,245</u>	<u>6,897</u>
Net change in fund balances	<u><u>\$ 338</u></u>	<u><u>\$ 348</u></u>	<u>7,245</u>	<u><u>\$ 6,897</u></u>
FUND BALANCES:				
Beginning of year			<u>15,058</u>	
End of year			<u><u>\$ 22,303</u></u>	

City of Antioch
Budgetary Comparison Schedule
Park in Lieu Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 21,000	\$ 15,000	\$ 11,684	\$ (3,316)
Current service charges	40,000	398,371	443,161	44,790
Other	-	177,500	525	(176,975)
Total revenues	61,000	590,871	455,370	(135,501)
EXPENDITURES:				
Current:				
Public works	10,870	554,567	403,326	151,241
Capital outlay	-	3,037,500	2,066,738	970,762
Total expenditures	10,870	3,592,067	2,470,064	1,122,003
REVENUES OVER (UNDER) EXPENDITURES	50,130	(3,001,196)	(2,014,694)	986,502
Net change in fund balances	\$ 50,130	\$ (3,001,196)	(2,014,694)	\$ 986,502
FUND BALANCES:				
Beginning of year			4,181,405	
End of year			\$ 2,166,711	

City of Antioch
Budgetary Comparison Schedule
Senior Bus Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 850	\$ 1,000	\$ 1,253	\$ 253
Revenue from other agencies	45,833	45,834	45,834	-
Current service charges	8,335	4,204	3,528	(676)
Other	-	-	72	72
Total revenues	55,018	51,038	50,687	(351)
EXPENDITURES:				
Current:				
Parks and recreation	49,222	71,395	68,172	3,223
Total expenditures	49,222	71,395	68,172	3,223
REVENUES OVER (UNDER) EXPENDITURES	5,796	(20,357)	(17,485)	2,872
OTHER FINANCING (USES):				
Transfers (out)	(7,700)	(7,700)	(7,700)	-
Total other financing (uses)	(7,700)	(7,700)	(7,700)	-
Net change in fund balances	\$ (1,904)	\$ (28,057)	(25,185)	\$ 2,872
FUND BALANCES:				
Beginning of year			240,038	
End of year			\$ 214,853	

City of Antioch
Budgetary Comparison Schedule
Abandoned Vehicle Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 500	\$ 500	\$ 643	\$ 143
Revenue from other agencies	47,000	47,000	36,545	(10,455)
Total revenues	47,500	47,500	37,188	(10,312)
EXPENDITURES:				
Current:				
Public safety	53,828	17,428	9,610	7,818
REVENUES OVER (UNDER) EXPENDITURES	(6,328)	30,072	27,578	(2,494)
Net change in fund balances	\$ (6,328)	\$ 30,072	27,578	\$ (2,494)
FUND BALANCES:				
Beginning of year			112,421	
End of year			\$ 139,999	

City of Antioch
Budgetary Comparison Schedule
Traffic Signal Fee Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 2,500	\$ 7,000	\$ 7,120	\$ 120
Current service charges	50,000	78,232	88,676	10,444
Total revenues	52,500	85,232	95,796	10,564
EXPENDITURES:				
Current:				
Public works	9,004	2,513	26,429	(23,916)
Capital outlay	464,000	600,000	524,334	75,666
Total expenditures	473,004	602,513	550,763	51,750
REVENUES OVER (UNDER) EXPENDITURES	(420,504)	(517,281)	(454,967)	62,314
OTHER FINANCING SOURCES:				
Transfers in	-	44,400	44,400	-
Total other financing sources	-	44,400	44,400	-
Net change in fund balances	\$ (420,504)	\$ (472,881)	(410,567)	\$ 62,314
FUND BALANCES:				
Beginning of year			1,118,463	
End of year			\$ 707,896	

City of Antioch
Budgetary Comparison Schedule
Asset Forfeitures Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 850	\$ 1,850	\$ 1,917	\$ 67
Other	40,000	53,373	34,262	(19,111)
Total revenues	40,850	55,223	36,179	(19,044)
EXPENDITURES:				
Current:				
Public safety	40,572	55,471	56,622	(1,151)
Total expenditures	40,572	55,471	56,622	(1,151)
REVENUES OVER (UNDER) EXPENDITURES	278	(248)	(20,443)	(20,195)
Net change in fund balances	\$ 278	\$ (248)	(20,443)	\$ (20,195)
FUND BALANCES:				
Beginning of year			121,198	
End of year			\$ 100,755	

City of Antioch
Budgetary Comparison Schedule
Measure J Growth Management Program Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 10,000	\$ 10,000	\$ 14,111	\$ 4,111
Revenue from other agencies	1,008,986	979,883	979,883	-
Total revenues	1,018,986	989,883	993,994	4,111
EXPENDITURES:				
Current:				
Public works	95,830	133,604	137,503	(3,899)
Capital outlay	1,000,000	1,435,274	150,832	1,284,442
Total expenditures	1,095,830	1,568,878	288,335	1,280,543
REVENUES OVER (UNDER) EXPENDITURES	(76,844)	(578,995)	705,659	1,284,654
OTHER FINANCING (USES):				
Transfers (out)	(200,000)	(244,400)	(244,400)	-
Total other financing (uses)	(200,000)	(244,400)	(244,400)	-
Net change in fund balances	\$ (276,844)	\$ (823,395)	\$ 461,259	\$ 1,284,654
FUND BALANCES:				
Beginning of year			3,533,752	
End of year			<u>\$ 3,995,011</u>	

City of Antioch
Budgetary Comparison Schedule
Child Care Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 71,600	\$ 72,014	\$ 71,796	\$ (218)
Total revenues	71,600	72,014	71,796	(218)
EXPENDITURES:				
Current:				
Parks and recreation	2,293	6,576	1,847	4,729
REVENUES OVER (UNDER) EXPENDITURES	69,307	65,438	69,949	4,511
OTHER FINANCING (USES):				
Transfers (out)	(70,000)	(70,000)	(70,000)	-
Total other financing (uses)	(70,000)	(70,000)	(70,000)	-
Net change in fund balances	\$ (693)	\$ (4,562)	(51)	\$ 4,511
FUND BALANCES:				
Beginning of year			101,215	
End of year			\$ 101,164	

City of Antioch
Budgetary Comparison Schedule
Tidelands Assembly Bill-1900 Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 7,487	\$ 7,444	\$ 7,487	\$ 43
Total revenues	7,487	7,444	7,487	43
EXPENDITURES:				
Current:				
Public works	591	591	474	117
REVENUES OVER (UNDER) EXPENDITURES	6,896	6,853	7,013	160
Net change in fund balances	\$ 6,896	\$ 6,853	7,013	\$ 160
FUND BALANCES:				
Beginning of year			104,057	
End of year			\$ 111,070	

City of Antioch
Budgetary Comparison Schedule
Lighting & Landscape District Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 4,465	\$ 3,875	\$ 7,156	\$ 3,281
Special assessment revenue	1,988,179	1,997,155	2,000,030	2,875
Other	-	26	1,368	1,342
Total revenues	<u>1,992,644</u>	<u>2,001,056</u>	<u>2,008,554</u>	<u>7,498</u>
EXPENDITURES:				
Current:				
Parks and recreation	1,808,116	1,830,993	1,632,284	198,709
REVENUES OVER (UNDER) EXPENDITURES	<u>184,528</u>	<u>170,063</u>	<u>376,270</u>	<u>206,207</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	689,604	703,632	628,861	(74,771)
Transfers (out)	(1,091,520)	(1,105,142)	(1,064,545)	40,597
Total other financing sources (uses)	<u>(401,916)</u>	<u>(401,510)</u>	<u>(435,684)</u>	<u>(34,174)</u>
Net change in fund balances	<u>\$ (217,388)</u>	<u>\$ (231,447)</u>	<u>(59,414)</u>	<u>\$ 172,033</u>
FUND BALANCES:				
Beginning of year			<u>1,406,863</u>	
End of year			<u>\$ 1,347,449</u>	

City of Antioch
Budgetary Comparison Schedule
Park 1A Maintenance District Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 21,250	\$ 21,572	\$ 21,811	\$ 239
Investment income and rentals	40,100	28,150	28,778	628
Revenue from other agencies	115	113	228	115
Total revenues	61,465	49,835	51,325	1,490
EXPENDITURES:				
Current:				
Parks and recreation	50,022	48,045	44,954	3,091
REVENUES OVER (UNDER) EXPENDITURES	11,443	1,790	6,371	4,581
OTHER FINANCING (USES):				
Transfers (out)	(14,663)	(15,069)	(13,916)	(1,153)
Total other financing (uses)	(14,663)	(15,069)	(13,916)	(1,153)
Net change in fund balances	\$ (3,220)	\$ (13,279)	(7,545)	\$ 3,428
FUND BALANCES:				
Beginning of year			13,280	
End of year			\$ 5,735	

City of Antioch
Budgetary Comparison Schedule
Solid Waste Reduction AB 939 Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 160,000	\$ 160,000	\$ 160,000	\$ -
Investment income and rentals	1,200	2,000	2,170	170
Revenue from other agencies	56,000	65,637	39,637	(26,000)
Other	5,000	8,790	10,045	1,255
Total revenues	<u>222,200</u>	<u>236,427</u>	<u>211,852</u>	<u>(24,575)</u>
EXPENDITURES:				
Current:				
Community development	280,513	287,608	157,817	129,791
Total expenditures	<u>280,513</u>	<u>287,608</u>	<u>157,817</u>	<u>129,791</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(58,313)</u>	<u>(51,181)</u>	<u>54,035</u>	<u>105,216</u>
Net change in fund balances	<u>\$ (58,313)</u>	<u>\$ (51,181)</u>	<u>54,035</u>	<u>\$ 105,216</u>
FUND BALANCES:				
Beginning of year			<u>313,604</u>	
End of year			<u>\$ 367,639</u>	

City of Antioch
Budgetary Comparison Schedule
Pollution Elimination Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 13,000	\$ 13,000	\$ 13,638	\$ 638
Revenue from other agencies	-	-	26,100	26,100
Special assessment revenue	825,000	850,326	850,326	-
Other	-	143	1,126	983
Total revenues	<u>838,000</u>	<u>863,469</u>	<u>891,190</u>	<u>27,721</u>
EXPENDITURES:				
Current:				
Public works	411,893	430,303	484,665	(54,362)
Community development	165,009	132,198	-	132,198
Capital outlay	400,000	437,500	115,457	322,043
Total expenditures	<u>976,902</u>	<u>1,000,001</u>	<u>600,122</u>	<u>399,879</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(138,902)</u>	<u>(136,532)</u>	<u>291,068</u>	<u>427,600</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	35,000	35,000	35,000	-
Transfers (out)	(265,902)	(265,902)	(257,657)	8,245
Total other financing sources (uses)	<u>(230,902)</u>	<u>(230,902)</u>	<u>(222,657)</u>	<u>8,245</u>
Net change in fund balances	<u>\$ (369,804)</u>	<u>\$ (367,434)</u>	68,411	<u>\$ 435,845</u>
FUND BALANCES:				
Beginning of year			<u>2,738,660</u>	
End of year			<u>\$ 2,807,071</u>	

City of Antioch
Budgetary Comparison Schedule
Supplemental Law Enforcement Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ -	\$ 32	\$ 33	\$ 1
Revenue from other agencies	160,658	160,658	131,251	(29,407)
Total revenues	160,658	160,690	131,284	(29,406)
EXPENDITURES:				
Current:				
Public Safety	-	17	17	-
REVENUES OVER (UNDER) EXPENDITURES	160,658	160,673	131,267	(29,406)
OTHER FINANCING (USES):				
Transfers (out)	(160,658)	(160,687)	(131,267)	29,420
Total other financing (uses)	(160,658)	(160,687)	(131,267)	29,420
Net change in fund balances	\$ -	\$ 3	-	\$ 14
FUND BALANCES:				
Beginning of year			13	
End of year			\$ 13	

City of Antioch
Budgetary Comparison Schedule
Local Law Enforcement Byrne Grant fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Revenue from other agencies	\$ 67,398	\$ 67,398	\$ 50,506	\$ (16,892)
Total revenues	67,398	67,398	50,506	(16,892)
EXPENDITURES:				
Current:				
Public Safety	-	3,370	3,370	-
REVENUES OVER (UNDER) EXPENDITURES	67,398	64,028	47,136	(16,892)
OTHER FINANCING (USES):				
Transfers (out)	(160,658)	(160,687)	(47,136)	113,551
Total other financing (uses)	(160,658)	(160,687)	(47,136)	113,551
Net change in fund balances	\$ (93,260)	\$ (93,289)	-	\$ 96,659
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, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 1,050,000	\$ 1,075,000	\$ 1,084,208	\$ 9,208
Investment income and rentals	2,000	2,500	3,375	875
Total revenues	<u>1,052,000</u>	<u>1,077,500</u>	<u>1,087,583</u>	<u>10,083</u>
EXPENDITURES:				
Current:				
Public works	500	650	867	(217)
REVENUES OVER (UNDER) EXPENDITURES	<u>1,051,500</u>	<u>1,076,850</u>	<u>1,086,716</u>	<u>9,866</u>
OTHER FINANCING (USES):				
Transfers (out)	(1,140,000)	(1,226,000)	(1,226,000)	-
Total other financing (uses)	<u>(1,140,000)</u>	<u>(1,226,000)</u>	<u>(1,226,000)</u>	<u>-</u>
Net change in fund balances	<u>\$ (88,500)</u>	<u>\$ (149,150)</u>	<u>(139,284)</u>	<u>\$ 9,866</u>
FUND BALANCES:				
Beginning of year			149,935	
End of year			<u>\$ 10,651</u>	

City of Antioch
Budgetary Comparison Schedule
Traffic Safety Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Fines and penalties	\$ 60,000	\$ 85,000	\$ 103,922	\$ 18,922
Investment income and rentals	200	300	355	55
Total revenues	60,200	85,300	104,277	18,977
EXPENDITURES:				
Current:				
Public Safety	50	100	95	5
REVENUES OVER (UNDER) EXPENDITURES	60,150	85,200	104,182	18,982
OTHER FINANCING (USES):				
Transfers (out)	(60,000)	(120,195)	(120,195)	-
Total other financing (uses)	(60,000)	(120,195)	(120,195)	-
Net change in fund balances	\$ 150	\$ (34,995)	(16,013)	\$ 18,982
FUND BALANCES:				
Beginning of year			34,995	
End of year			\$ 18,982	

City of Antioch
Budgetary Comparison Schedule
PEG Franchise Fee Special Revenue Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Taxes	\$ 220,000	\$ 229,000	\$ 231,007	\$ 2,007
Investment income and rentals	3,000	3,000	2,862	(138)
Total revenues	223,000	232,000	233,869	1,869
EXPENDITURES:				
Current:				
Parks and Recreation	101,704	34,778	27,860	6,918
Capital outlay	305,000	20,000	99,987	(79,987)
Total expenditures	406,704	54,778	127,847	(73,069)
REVENUES OVER (UNDER) EXPENDITURES	(183,704)	177,222	106,022	(71,200)
Net change in fund balances	\$ (183,704)	\$ 177,222	106,022	\$ (71,200)
FUND BALANCES:				
Beginning of year			500,101	
End of year			\$ 606,123	

This page intentionally left blank.

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.

City of Antioch
Combining Balance Sheet
Non-Major Debt Service Funds
June 30, 2013

	Golf Course Clubhouse/ Irrigation	Honeywell Capital Lease	Total
ASSETS			
Accounts receivable, net	\$ 769,131	\$ -	\$ 769,131
Interest	2	-	2
Prepaid items	291,447	-	291,447
Restricted cash and investments	433,573	-	433,573
Total assets	\$ 1,494,153	\$ -	\$ 1,494,153
LIABILITIES AND FUND BALANCES			
Liabilities:			
Due to other funds	\$ 768,986	\$ -	\$ 768,986
Total liabilities	768,986	-	768,986
Fund balances:			
Nonspendable:			
Petty cash and prepaid items	291,447	-	291,447
Restricted for:			
Debt service	433,720	-	433,720
Total fund balances	725,167	-	725,167
Total liabilities and fund balances	\$ 1,494,153	\$ -	\$ 1,494,153

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, 2013

	Glof Course Clubhouse/ Irrigation	Honeywell Capital Lease	Total
REVENUES:			
Investment income and rentals	\$ 423,574	\$ -	\$ 423,574
Contribution from Successor Agency Trust Fund	-	-	-
Total revenues	423,574	-	423,574
EXPENDITURES:			
Current:			
General government	3,342	-	3,342
Debt service:			
Principal retirements	160,000	348,592	508,592
Interest and fiscal charges	258,651	162,013	420,664
Total expenditures	421,993	510,605	932,598
REVENUES OVER (UNDER) EXPENDITURES	1,581	(510,605)	(509,024)
OTHER FINANCING SOURCES:			
Transfer in	-	510,605	510,605
Total other financing sources	-	510,605	510,605
Net change in fund balances	1,581	-	1,581
FUND BALANCES:			
Beginning of year	723,586	-	723,586
End of year	\$ 725,167	\$ -	\$ 725,167

This page intentionally left blank.

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.

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.

This page intentionally left blank.

City of Antioch
Combining Balance Sheet
Non-Major Capital Project Funds
June 30, 2013

	Capital Improvement	Prewett Community Park	Special Assessment Districts	
			Hillcrest District #26	Lone Diamond
ASSETS				
Cash and investments	\$ 2,937	\$ 101,977	\$ 377,186	\$ 2,742,658
Accounts receivable, net	2,116,061	26,332	-	-
Total assets	\$ 2,118,998	\$ 128,309	\$ 377,186	\$ 2,742,658
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 598,343	\$ -	\$ -	\$ 45,665
Accrued payroll	3,188	-	-	2,804
Deposits	200	111,201	-	-
Due to other funds	1,222,377	-	-	-
Total liabilities	1,824,108	111,201	-	48,469
Fund Balances:				
Assigned for:				
Capital Projects	294,890	17,108	-	-
Community Benefit Programs	-	-	-	-
AD 26	-	-	377,186	-
AD 27	-	-	-	2,694,189
Total fund balances	294,890	17,108	377,186	2,694,189
Total liabilities and fund balances	\$ 2,118,998	\$ 128,309	\$ 377,186	\$ 2,742,658

Hillcrest Bridge District	Residential Development Allocation	Total
\$ 77,208	\$ 57,819	\$ 3,359,785
-	-	2,142,393
<u>\$ 77,208</u>	<u>\$ 57,819</u>	<u>\$ 5,502,178</u>

\$ -	\$ 24,164	\$ 668,172
-	-	5,992
-	-	111,401
-	-	1,222,377
-	24,164	2,007,942

77,208	-	389,206
-	33,655	33,655
-	-	377,186
-	-	2,694,189
<u>77,208</u>	<u>33,655</u>	<u>3,494,236</u>
<u>\$ 77,208</u>	<u>\$ 57,819</u>	<u>\$ 5,502,178</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, 2013

	Capital Improvement	Prewett Community Park	Special Assessment Districts	
			Hillcrest District #26	Lone Diamond
REVENUES:				
Investment income and rentals	\$ 347	\$ 1,437	\$ 1,874	\$ 14,000
Revenue from other agencies	2,307,645	43,920	-	-
Current service charges	19,479	-	2,286	65,114
Other	15,228	-	-	-
Total revenues	2,342,699	45,357	4,160	79,114
EXPENDITURES:				
Current:				
Public works	382,818	44,167	1,426	84,346
Community development	-	-	-	-
Capital outlay	3,314,959	-	-	155,369
Total expenditures	3,697,777	44,167	1,426	239,715
REVENUES OVER (UNDER) EXPENDITURES	(1,355,078)	1,190	2,734	(160,601)
OTHER FINANCING SOURCES:				
Transfers in	470,000	-	-	-
Total other financing sources	470,000	-	-	-
Net change in fund balances	(885,078)	1,190	2,734	(160,601)
FUND BALANCES:				
Beginning of year	1,179,968	15,918	374,452	2,854,790
End of year	\$ 294,890	\$ 17,108	\$ 377,186	\$ 2,694,189



Hillcrest Bridge District	Residential Development Allocation	Total
\$ 336	\$ 385	\$ 18,379
-	-	2,351,565
37,865	-	124,744
-	-	15,228
38,201	385	2,509,916
158	-	512,915
-	116,912	116,912
-	-	3,470,328
158	116,912	4,100,155
38,043	(116,527)	(1,590,239)
-	-	470,000
-	-	470,000
38,043	(116,527)	(1,120,239)
39,165	150,182	4,614,475
\$ 77,208	\$ 33,655	\$ 3,494,236

This page intentionally left blank.

City of Antioch
Budgetary Comparison Schedule
Capital Improvement Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 2,800	\$ 1,000	\$ 347	\$ (653)
Revenue from other agencies	2,206,000	2,864,300	2,307,645	(556,655)
Current service charges	5,000	16,507	19,479	2,972
Other	10,000	20,000	15,228	(4,772)
Total revenues	<u>2,223,800</u>	<u>2,901,807</u>	<u>2,342,699</u>	<u>(559,108)</u>
EXPENDITURES:				
Current:				
Public works	30,094	341,366	382,818	(41,452)
Capital outlay	2,626,000	4,097,821	3,314,959	782,862
Total expenditures	<u>2,656,094</u>	<u>4,439,187</u>	<u>3,697,777</u>	<u>741,410</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(432,294)</u>	<u>(1,537,380)</u>	<u>(1,355,078)</u>	<u>182,302</u>
OTHER FINANCING SOURCES:				
Transfers in	420,000	470,000	470,000	-
Total other financing sources	<u>420,000</u>	<u>470,000</u>	<u>470,000</u>	<u>-</u>
Net change in fund balances	<u>\$ (12,294)</u>	<u>\$ (1,067,380)</u>	<u>(885,078)</u>	<u>\$ 182,302</u>
FUND BALANCES:				
Beginning of year			<u>1,179,968</u>	
End of year			<u>\$ 294,890</u>	

City of Antioch
Budgetary Comparison Schedule
Prewett Community Park Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ -	\$ 1,300	\$ 1,437	\$ 137
Revenue from other agencies	-	146,554	43,920	(102,634)
Total revenues	-	147,854	45,357	(102,497)
EXPENDITURES:				
Public works	-	146,554	44,167	102,387
Total expenditures	-	146,554	44,167	102,387
REVENUES OVER (UNDER) EXPENDITURES	-	1,300	1,190	(110)
Net change in fund balances	\$ -	\$ 1,300	1,190	\$ (110)
FUND BALANCES:				
Beginning of year			15,918	
End of year			\$ 17,108	

City of Antioch
Budgetary Comparison Schedule
Hillcrest District #26 Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 1,200	\$ 1,800	\$ 1,874	\$ 74
Current service charges	-	2,286	2,286	-
Total revenues	<u>1,200</u>	<u>4,086</u>	<u>4,160</u>	<u>74</u>
EXPENDITURES:				
Public works	7,389	1,290	1,426	(136)
Total expenditures	<u>7,389</u>	<u>1,290</u>	<u>1,426</u>	<u>(136)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(6,189)</u>	<u>2,796</u>	<u>2,734</u>	<u>(62)</u>
Net change in fund balances	<u><u>\$ (6,189)</u></u>	<u><u>\$ 2,796</u></u>	<u>2,734</u>	<u><u>\$ (62)</u></u>
FUND BALANCES:				
Beginning of year			<u>374,452</u>	
End of year			<u><u>\$ 377,186</u></u>	

City of Antioch
Budgetary Comparison Schedule
Lone Diamond Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 6,000	\$ 12,000	\$ 14,000	\$ 2,000
Current service charges	10,000	56,729	65,114	8,385
Total revenues	<u>16,000</u>	<u>68,729</u>	<u>79,114</u>	<u>10,385</u>
EXPENDITURES:				
Public works	130,646	84,706	84,346	360
Capital outlay	1,200,000	1,570,000	155,369	1,414,631
Total expenditures	<u>1,330,646</u>	<u>1,654,706</u>	<u>239,715</u>	<u>1,414,991</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(1,314,646)</u>	<u>(1,585,977)</u>	<u>(160,601)</u>	<u>1,425,376</u>
Net change in fund balances	<u><u>\$ (1,314,646)</u></u>	<u><u>\$ (1,585,977)</u></u>	<u>(160,601)</u>	<u><u>\$ 1,425,376</u></u>
FUND BALANCES:				
Beginning of year			<u>2,854,790</u>	
End of year			<u><u>\$ 2,694,189</u></u>	

City of Antioch
Budgetary Comparison Schedule
Hillcrest Bridge District Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 250	\$ 250	\$ 336	\$ 86
Current service charges	-	32,771	37,865	5,094
Total revenues	250	33,021	38,201	5,180
EXPENDITURES:				
Public works	274	274	158	116
REVENUES OVER (UNDER) EXPENDITURES	(24)	32,747	38,043	5,296
Net change in fund balances	\$ (24)	\$ 32,747	38,043	\$ 5,296
FUND BALANCES:				
Beginning of year			39,165	
End of year			\$ 77,208	

City of Antioch
Budgetary Comparison Schedule
Residential Development Allocation Capital Projects Fund
For the Fiscal Year Ended June 30, 2013

	Original Budget	Final Budget	Actual Amount	Variance with Final Budget Positive (Negative)
REVENUES:				
Investment income and rentals	\$ 100	\$ 325	\$ 385	\$ 60
Total revenues	100	325	385	60
EXPENDITURES:				
Community development	122,435	139,837	116,912	22,925
Total expenditures	122,435	139,837	116,912	22,925
REVENUES OVER (UNDER) EXPENDITURES	(122,335)	(139,512)	(116,527)	22,985
Net change in fund balances	\$ (122,335)	\$ (139,512)	(116,527)	\$ 22,985
FUND BALANCES:				
Beginning of year			150,182	
End of year			\$ 33,655	

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 Position
Internal Services Funds
June 30, 2013

	Vehicle Repair & Replacement	Office Equipment Replacement	Post Retirement Medical		
			Miscellaneous	Police	Management
ASSETS					
Current assets:					
Cash and investments	\$ 691,210	\$ 1,258,478	\$ -	\$ 4,965	\$ -
Accounts receivable, net	-	13,353	-	-	-
Due from other funds	-	74,804	-	-	-
Materials, parts and supplies	159,710	-	-	-	-
Prepaid items	-	26,969	17,443	26,221	35,038
Total current assets	850,920	1,373,604	17,443	31,186	35,038
Noncurrent assets:					
Net OPEB asset	-	-	519,505	-	929,121
Capital assets:					
Vehicles and equipment	8,515,461	2,752,782	-	-	-
Less accumulated depreciation	(6,619,792)	(2,234,996)	-	-	-
Net capital assets	1,895,669	517,786	-	-	-
Total assets	2,746,589	1,891,390	536,948	31,186	964,159
LIABILITIES					
Current liabilities:					
Accounts payable	51,047	19,799	-	-	-
Accrued payroll	29,861	23,971	-	-	-
Due to other funds	-	-	41,108	-	23,489
Current portion of compensated absences	3,694	7,014	-	-	-
Total current liabilities	84,602	50,784	41,108	-	23,489
Long-term liabilities:					
Compensated absences	33,243	63,127	-	-	-
Net OPEB obligation	-	-	-	2,724,468	-
Total long-term liabilities	33,243	63,127	-	2,724,468	-
Total liabilities	117,845	113,911	41,108	2,724,468	23,489
NET POSITION					
Net investment in capital assets	1,895,669	517,786	-	-	-
Unrestricted	733,075	1,259,693	495,840	(2,693,282)	940,670
Total net position	\$ 2,628,744	\$ 1,777,479	\$ 495,840	\$ (2,693,282)	\$ 940,670

<u>Loss</u>	
<u>Control</u>	<u>Total</u>
\$ -	\$ 1,954,653
-	13,353
-	74,804
-	159,710
-	105,671
-	<u>2,308,191</u>
-	1,448,626
-	11,268,243
-	<u>(8,854,788)</u>
-	<u>2,413,455</u>
-	<u>6,170,272</u>
4,815	75,661
-	53,832
10,207	74,804
-	10,708
<u>15,022</u>	<u>215,005</u>
-	96,370
-	<u>2,724,468</u>
-	<u>2,820,838</u>
<u>15,022</u>	<u>3,035,843</u>
-	2,413,455
<u>(15,022)</u>	<u>720,974</u>
<u>\$ (15,022)</u>	<u>\$ 3,134,429</u>

City of Antioch
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Services Funds
For the Fiscal Year Ended June 30, 2013

	Vehicle Repair & Replacement	Office Equipment Replacement	Post Retirement Medical		
			Miscellaneous	Police	Management
OPERATING REVENUES:					
Charges for services	\$ 1,878,827	\$ 1,339,534	\$ 303,911	\$ 382,088	\$ 490,856
Other revenue	13,561	-	-	-	123,117
Total operating revenues	1,892,388	1,339,534	303,911	382,088	613,973
OPERATING EXPENSES:					
Wages and benefits	372,020	706,498	679,167	2,010,157	534,338
Contractual services	180,208	568,146	7,734	7,352	11,270
Tools and supplies	481,760	22,189	-	-	-
Depreciation	442,153	56,754	-	-	-
Repairs and maintenance	340,390	52,606	-	-	-
Total operating expenses	1,816,531	1,406,193	686,901	2,017,509	545,608
OPERATING INCOME (LOSS)	75,857	(66,659)	(382,990)	(1,635,421)	68,365
NONOPERATING REVENUES:					
Gain on sale of property	74,937	-	-	-	-
Investment income	2,861	5,125	-	32	(6)
Total nonoperating revenues	77,798	5,125	-	32	(6)
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS AND TRANSFERS					
	153,655	(61,534)	(382,990)	(1,635,389)	68,359
Transfers in	-	247,824	-	-	-
Net income (loss)	153,655	186,290	(382,990)	(1,635,389)	68,359
NET POSITION:					
Beginning of year	2,475,089	1,591,189	878,830	(1,057,893)	872,311
End of year	\$ 2,628,744	\$ 1,777,479	\$ 495,840	\$ (2,693,282)	\$ 940,670

Loss	
Control	Total
\$ 665,276	\$ 5,060,492
-	136,678
<u>665,276</u>	<u>5,197,170</u>
-	4,302,180
1,154,239	1,928,949
4,617	508,566
-	498,907
-	392,996
<u>1,158,856</u>	<u>7,631,598</u>
<u>(493,580)</u>	<u>(2,434,428)</u>
-	74,937
(354)	7,658
<u>(354)</u>	<u>82,595</u>
(493,934)	(2,351,833)
-	247,824
(493,934)	(2,104,009)
<u>478,912</u>	<u>5,238,438</u>
<u>\$ (15,022)</u>	<u>\$ 3,134,429</u>

City of Antioch
Combining Statement of Cash Flows
Internal Services Funds
For the Fiscal Year Ended June 30, 2013

	Vehicle Repair & Replacement	Office Equipment Replacement	Post Retirement Medical		
			Miscellaneous	Police	Management
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash receipt from other funds	\$ 2,007,217	\$ 1,340,145	\$ 687,520	\$ 2,052,364	\$ 490,856
Cash payment to suppliers for goods and services	(1,042,711)	(658,760)	(1,727)	(9,192)	(2,140)
Cash payment to employees for services	(325,163)	(699,465)	(679,167)	(2,010,157)	(534,338)
Net cash provided by (used in) operating activities	639,343	(18,080)	6,626	33,015	(45,622)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Due to other funds	-	-	(6,626)	(28,082)	23,489
Due from other funds	-	(74,804)	-	-	-
Transfers in	-	247,824	-	-	-
Net cash provided by (used in) noncapital financing activities	-	173,020	(6,626)	(28,082)	23,489
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital asset additions	(1,244,248)	(5,202)	-	-	-
Proceeds from sale of capital assets	74,937	-	-	-	-
Net cash provided by (used in) capital and related financing activities	(1,169,311)	(5,202)	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received (paid)	2,861	5,125	-	32	(6)
Net cash provided by (used in) investing activities	2,861	5,125	-	32	(6)
Net change in cash and cash equivalents	(527,107)	154,863	-	4,965	(22,139)
Cash and cash equivalents, beginning of year	1,218,317	1,103,615	-	-	22,139
Cash and cash equivalents, end of year	\$ 691,210	\$ 1,258,478	\$ -	\$ 4,965	\$ -
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:					
Operating income (loss)	\$ 75,857	\$ (66,659)	\$ (382,990)	\$ (1,635,421)	\$ 68,365
Adjustments to reconcile operating income (loss) to cash flows from operating activities:					
Depreciation	442,153	56,754	-	-	-
Decrease (increase) in:					
Accounts receivable	114,829	611	-	-	-
Materials, parts, and supplies	(36,917)	-	-	-	-
OPEB asset	-	-	383,609	-	(123,117)
OPEB obligation	-	-	-	1,670,276	-
Prepaid items	-	19,409	6,007	(1,679)	10,100
Increase (decrease) in:					
Accounts payable	(3,436)	(35,228)	-	(161)	(970)
Accrued payroll	20,171	1,510	-	-	-
Accrued compensated absences	26,686	5,523	-	-	-
Net cash provided by (used in) operating activities	\$ 639,343	\$ (18,080)	\$ 6,626	\$ 33,015	\$ (45,622)

Loss Control	Total
\$ 665,276	\$ 7,243,378
(1,154,062)	(2,868,592)
-	(4,248,290)
(488,786)	126,496
-	(11,219)
75,816	1,012
-	247,824
86,023	247,824
-	(1,249,450)
-	74,937
-	(1,174,513)
(354)	7,658
(354)	7,658
(403,117)	(792,535)
403,117	2,747,188
\$ -	\$ 1,954,653
\$ (493,580)	\$ (2,434,428)
-	498,907
-	115,440
-	(36,917)
-	260,492
-	1,670,276
-	33,837
4,794	(35,001)
-	21,681
-	32,209
\$ (488,786)	\$ 126,496

This page intentionally left blank.

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, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Employee Benefits				
Assets:				
Cash and investments	\$ 113,035	\$ 423,206	\$ (59,762)	\$ 476,479
Accounts receivable	-	99	(99)	-
Total assets	\$ 113,035	\$ 423,305	\$ (59,861)	\$ 476,479
Liabilities:				
Accounts payable	\$ 59,762	\$ 420,564	\$ (59,762)	\$ 420,564
Due to others	53,273	2,741	(99)	55,915
Total Liabilities	\$ 113,035	\$ 423,305	\$ (59,861)	\$ 476,479
Storm Drain Districts D55 & D56				
Assets:				
Cash and investments	\$ -	\$ 2,242	\$ -	\$ 2,242
Liabilities:				
Accounts payable	\$ -	\$ 2,242		\$ 2,242
Refundable Cash Bond				
Assets:				
Cash and investments	\$ 646,129	\$ 686,861	\$ (666,495)	\$ 666,495
Liabilities:				
Due to others	\$ 646,129	\$ 686,861	\$ (666,495)	\$ 666,495
Assessment Districts Without City Commitment				
Assets:				
Cash and investments	\$ 100,587	\$ 682,882	\$ (85,190)	\$ 698,279
Assessment receivable	-	337,492	-	337,492
Interest receivable	57,959	58,563	(57,959)	58,563
Prepaid items	1,958	2,159	(1,958)	2,159
Restricted cash and investments	9,963,651	15,248,048	(16,569,075)	8,642,624
Total assets	\$ 10,124,155	\$ 16,329,144	\$ (16,714,182)	\$ 9,739,117
Liabilities:				
Due to others	\$ 10,124,155	\$ 16,329,144	\$ (16,714,182)	\$ 9,739,117

City of Antioch
Combining Statement of Changes in Assets and Liabilities
Agency Funds, Continued
For the Fiscal Year ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Fire Protection				
Assets:				
Cash and investments	\$ 72,209	\$ 141,298	\$ (72,388)	\$ 141,119
	<u>\$ 72,209</u>	<u>\$ 141,298</u>	<u>\$ (72,388)</u>	<u>\$ 141,119</u>
Liabilities:				
Due to others	\$ 72,209	\$ 141,298	\$ (72,388)	\$ 141,119
Total liabilities	<u>\$ 72,209</u>	<u>\$ 141,298</u>	<u>\$ (72,388)</u>	<u>\$ 141,119</u>
ECWMA				
Assets:				
Cash and investments	\$ 3,232	\$ 82	\$ (1,062)	\$ 2,252
	<u>\$ 3,232</u>	<u>\$ 82</u>	<u>\$ (1,062)</u>	<u>\$ 2,252</u>
Liabilities:				
Due to others	\$ 3,232	\$ 82	\$ (1,062)	\$ 2,252
	<u>\$ 3,232</u>	<u>\$ 82</u>	<u>\$ (1,062)</u>	<u>\$ 2,252</u>
Total - All Agency Funds				
Assets:				
Cash and investments	\$ 935,192	\$ 1,936,571	\$ (884,897)	\$ 1,986,866
Accounts receivable	-	99	(99)	-
Assessment receivable	-	337,492	-	337,492
Interest receivable	57,959	58,563	(57,959)	58,563
Prepaid items	1,958	2,159	(1,958)	2,159
Restricted cash and investments	9,963,651	15,248,048	(16,569,075)	8,642,624
Total assets	<u>\$ 10,958,760</u>	<u>\$ 17,582,932</u>	<u>\$ (17,513,988)</u>	<u>\$ 11,027,704</u>
Liabilities:				
Accounts payable	\$ 59,762	\$ 422,806	\$ (59,762)	\$ 422,806
Due to others	10,898,998	17,160,126	(17,454,226)	10,604,898
Total liabilities	<u>\$ 10,958,760</u>	<u>\$ 17,582,932</u>	<u>\$ (17,513,988)</u>	<u>\$ 11,027,704</u>

This page intentionally left blank.

STATISTICAL SECTION

Contents	Page
<i>Financial Trends</i> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	152
<i>Revenue Capacity</i> These schedules contain information to help the reader assess the City's most significant local revenues. Property tax is the City's most significant revenue.	157
<i>Debt Capacity</i> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and its ability to issue additional debt in the future.	162
<i>Demographic and Economic Information</i> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	167
<i>Operating Information</i> These schedules contain service and infrastructure data to help the reader understand how the information in the financial report relates to the services the City provides and the activities it performs.	169

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 Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities										
Net investment in capital assets	\$260,336	\$257,475	\$257,715	\$266,225	\$280,385	\$279,610	\$292,426	\$295,764	\$302,099	\$325,151
Restricted	39,252	34,636	37,170	39,373	44,710	46,710	44,812	48,611	43,431	43,227
Unrestricted	18,500	38,648	43,967	40,466	27,922	22,500	19,453	14,010	21,104	16,543
Total governmental activities net position	<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>	<u>\$366,634</u>	<u>\$384,921</u>
Business-type activities										
Net investment in capital assets	\$108,023	\$119,887	\$125,699	\$144,521	\$149,526	\$150,985	\$149,207	\$150,008	\$149,127	\$148,026
Restricted	3,293	3,629	3,644	2,414	2,655	2,456	1,673	1,476	1,554	1,432
Unrestricted	34,568	32,526	32,791	22,087	21,210	21,979	25,411	31,856	33,195	38,130
Total business-type activities net position	<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>	<u>\$183,876</u>	<u>\$187,588</u>
Primary government										
Net investment in capital assets	\$368,359	\$377,362	\$383,414	\$410,746	\$429,911	\$430,595	\$441,633	\$445,772	\$451,226	\$473,177
Restricted	42,545	38,265	40,814	41,788	47,365	49,166	46,485	50,087	44,985	44,659
Unrestricted	53,068	71,174	76,758	62,553	49,132	44,479	44,864	45,866	54,299	54,673
Total primary government net position	<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>	<u>\$550,510</u>	<u>\$572,509</u>

Source: City of Antioch Annual Financial Report

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities:										
General government	\$6,032	\$7,510	\$6,560	\$9,038	\$8,926	\$9,338	\$7,379	\$6,640	\$6,736	\$5,937
Public works	19,232	15,349	14,254	15,109	15,764	19,452	13,305	16,147	13,671	17,438
Public safety	19,619	20,941	22,721	24,716	28,875	30,296	28,228	26,376	25,637	27,303
Parks and recreation	3,051	3,629	3,942	4,489	4,401	4,497	4,397	4,203	4,134	3,964
Community development	8,628	7,969	6,846	8,323	8,905	8,683	8,052	7,013	3,204	2,121
Interest on long-term liabilities	2,479	2,438	2,381	2,298	2,251	2,195	2,206	2,316	1,865	422
Total governmental activities	<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>	<u>55,247</u>	<u>57,185</u>
Business-type activities										
Water	17,698	18,043	17,827	20,415	23,087	22,900	20,371	18,948	25,244	23,123
Sewer	3,331	3,331	2,900	2,509	2,820	2,973	3,464	3,118	3,112	4,007
Marina	1,045	1,092	1,133	1,180	1,208	1,175	1,012	1,005	1,050	1,129
Prewett Water Park	1,575	1,708	1,845	1,922	2,089	2,299	2,084	1,740	1,762	1,878
Total business-type activities	<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>	<u>31,168</u>	<u>30,137</u>
Total primary government expenses	<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>	<u>86,415</u>	<u>87,322</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	386	55	50	2,548	1,645	2,850	2,536	1,360	1,474	1,642
Public works	747	1,559	1,180	993	3,012	1,572	2,895	3,369	2,429	1,745
Public safety	1,467	1,126	1,336	1,408	1,346	1,621	1,678	1,270	1,254	1,303
Community development	2,861	4,099	3,625	3,814	4,208	2,755	1,262	1,147	2,018	3,174
Other activities	2,034	2,269	2,541	2,779	687	637	646	560	701	700
Operating grants and contributions	8,646	5,706	5,609	7,303	7,772	6,136	5,971	9,846	9,802	8,742
Capital grants and contributions	5,119	19,409	4,088	2,974	7,856	8,789	17,425	8,568	1,896	2,308
Total governmental activities program revenues	<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>	<u>19,574</u>	<u>19,614</u>
Business-type activities:										
Fines, forfeitures and charges for services										
Water	20,508	19,018	19,364	20,906	20,842	20,180	19,293	21,687	23,395	25,129
Sewer	2,529	3,646	3,902	3,744	3,738	3,816	4,050	4,320	4,453	4,523
Marina	724	163	763	749	807	811	711	658	681	645
Prewett Water Park	668	703	825	812	835	955	927	1,040	910	854
Capital grants and contributions:										
Water	3,485	4,443	2,535	1,532	2,449	1,214	918	1,159	939	1,328
Sewer	3,537	6,105	2,394	2,276	2,714	1,397	714	1,004	393	524
Marina	0	0	0	0	0	0	0	0	0	747
Total business-type activities program revenues	<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>	<u>30,771</u>	<u>33,750</u>
Total primary government program revenues	<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>	<u>50,345</u>	<u>53,364</u>
Net (expense)/revenue										
Governmental activities	-37,781	-23,613	-38,275	-42,154	-42,596	-50,101	-31,154	-36,575	-35,673	-37,571
Business-type activities	<u>7,802</u>	<u>9,904</u>	<u>6,078</u>	<u>3,993</u>	<u>2,181</u>	<u>-974</u>	<u>-318</u>	<u>5,057</u>	<u>-397</u>	<u>3,613</u>
Total primary government net expense	<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>	<u>-36,070</u>	<u>-33,958</u>

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

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Revenues and Other Changes In Net Position										
Governmental activities:										
Taxes:										
Property taxes	12,759	14,074	15,912	18,284	18,576	17,927	15,381	14,425	10,638	6,752
Transient lodging tax	281	308	327	372	360	242	113	80	120	116
Franchise	2,024	2,055	2,410	2,889	3,595	3,466	4,172	3,901	4,166	4,042
Business license fees based on gross receipts	1,074	1,075	1,194	1,150	1,243	1,024	1,084	1,010	1,048	1,165
Property transfer taxes	697	989	875	508	333	432	344	255	283	313
Sales and use tax	9,372	10,945	11,071	11,843	11,725	9,909	9,476	9,340	10,476	11,074
Motor vehicle in lieu	4,510	5,969	9,039	8,031	8,356	7,538	5,928	5,823	5,025	4,977
Park in lieu	145	682	586	283	148	388	49	45	215	443
Investment income not restricted	597	1,802	1,522	3,237	3,508	2,042	595	454	355	177
Other	4,519	1,224	3,187	2,344	2,391	3,900	1,881	2,867	2,765	3,761
Contribution from Successor Agency Trust	0	0	0	0	0	0	0	0	638	0
Extraordinary items - Redevelopment Dissolution	0	0	0	0	0	0	0	0	7,719	0
Transfers	902	1,208	1,089	426	-687	-965	3	69	473	183
Total government activities	<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>	<u>43,921</u>	<u>33,003</u>
Business-type activities:										
Investment income not restricted	269	1,404	815	1,590	1,305	825	360	349	315	204
Other	0	59	288	305	193	1,214	831	1711	1091	78
Transfers	-902	-1,208	-1,089	-426	687	965	-3	-69	-473	-183
Total business type activities	<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>	<u>933</u>	<u>99</u>
Total primary government	<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>	<u>44,854</u>	<u>33,102</u>
Change in Net Position										
Governmental activities	-901	16,718	8,937	7,213	6,952	-4,198	7,872	1,694	8,248	-4,568
Business-type activities	7,169	10,159	6,092	5,462	4,366	2,030	870	7,048	536	3,712
Total primary government	<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>	<u>\$8,784</u>	<u>-\$856</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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
General Fund										
Reserved	\$121	\$167	\$48	\$239	\$872	\$894	\$259	\$ -	\$ -	\$ -
Unreserved	5,552	6,074	8,686	11,694	8,534	4,392	5,488	-	-	-
Nonspendable	-	-	-	-	-	-	-	34	60	91
Committed	-	-	-	-	-	-	-	102	94	602
Assigned	-	-	-	-	-	-	-	92	298	277
Unassigned	-	-	-	-	-	-	-	6,557	8,037	9,140
Total general fund	\$5,673	\$6,241	\$8,734	\$11,933	\$9,406	\$5,286	\$5,747	\$6,785	\$8,489	\$10,110
All other governmental funds										
Reserved	\$20,030	\$18,597	\$20,473	\$23,095	\$22,507	\$15,430	\$13,428	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	16,887	17,049	16,206	13,409	14,912	18,253	20,496	-	-	-
Capital projects funds	585	11,351	12,175	6,611	2,912	3,767	2,034	-	-	-
Nonspendable	-	-	-	-	-	-	-	3,562	35	363
Restricted	-	-	-	-	-	-	-	21,494	23,294	22,447
Committed	-	-	-	-	-	-	-	5,566	6,017	3,446
Assigned	-	-	-	-	-	-	-	4,675	4,636	3,521
Unassigned	-	-	-	-	-	-	-	-2,412	-	-
Total all other governmental funds	\$37,502	\$46,997	\$48,854	\$43,115	\$40,331	\$37,450	\$35,958	\$32,885	\$33,982	\$29,777

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									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Taxes	\$33,061	\$37,293	\$42,675	\$44,917	\$45,979	\$42,165	\$37,744	\$37,384	\$34,424	\$30,792
Licenses and permits	1,450	1,763	1,684	1,463	1,400	735	857	798	1,096	1,655
Fines and penalties	358	392	376	301	214	362	306	189	154	142
Investment income and rentals	809	1,547	1,991	3,480	3,794	2,491	1,380	1,064	1,065	1,437
Revenue from other agencies	7,643	4,063	4,457	5,722	7,756	10,667	20,602	14,699	8,470	9,952
Current service charges	4,476	5,737	5,361	13,229	11,614	11,106	9,418	8,391	8,323	8,112
Special assessment revenue	1,917	2,379	2,699	2,845	2,802	2,731	2,793	2,775	2,879	2,850
Contribution from Successor Agency Trust	0	0	0	0	0	0	0	0	638	0
Other	3,500	13,076	3,768	1,634	1,575	3,852	1,161	2,253	2,315	1,238
Total Revenues	53,214	66,250	63,011	73,591	75,134	74,109	74,261	67,553	59,364	56,178
Expenditures										
Current:										
General government	5,531	5,993	7,434	8,738	8,331	8,976	6,971	6,073	5,702	5,331
Public works	7,405	8,748	7,586	9,233	9,269	12,888	7,159	8,587	6,652	7,803
Public safety	19,484	20,209	22,413	26,159	29,629	31,202	29,340	26,928	26,065	26,959
Parks and recreation	2,752	3,251	3,560	4,365	4,076	4,023	3,776	3,594	3,641	3,209
Community development	8,980	8,939	8,902	10,557	11,390	11,308	9,685	8,856	3,968	3,094
Capital outlay	13,432	6,853	6,140	13,739	13,840	8,176	20,331	13,183	4,614	10,753
Debt service:										
Principal retirement	674	957	1,377	1,249	1,170	1,255	1,345	1,764	2,115	509
Interest	2,430	2,391	2,337	2,271	2,219	2,167	2,133	2,290	1,999	412
Fiscal charges	13	15	15	15	16	14	14	19	18	9
Bond issuance costs	0	0	0	0	0	0	29	0	0	0
Total Expenditures	60,701	57,356	59,764	76,326	79,940	80,009	80,783	71,294	54,774	58,079
Excess (deficiency) of revenues over (under) expenditures	-7,487	8,894	3,247	-2,735	-4,806	-5,900	-6,522	-3,741	4,590	-1,901
Other financing sources (uses)										
Transfers in	17,066	10,653	10,573	12,208	13,212	13,130	12,380	11,264	9,438	6,355
Transfer out	-15,435	-9,483	-9,471	-12,011	-13,717	-14,231	-11,147	-11,430	-9,285	-6,397
Capital lease	0	0	0	0	0	0	2,177	1,873	0	0
Proceeds of bonds	0	0	0	0	0	0	2,081	0	0	0
Extraordinary item	0	0	0	0	0	0	0	0	-1,942	0
Total other financing sources (uses)	1,631	1,170	1,102	197	-505	-1,101	5,491	1,707	-1,789	-42
Net change in fund balances	-\$5,856	\$10,064	\$4,349	-\$2,538	-\$5,311	-\$7,001	-\$1,031	-\$2,034	\$2,801	-\$1,943
Debt service as a percentage of non-capital expenditures	6.57%	6.63%	6.93%	5.62%	5.13%	4.76%	5.75%	6.98%	8.20%	1.95%

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
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
2012	10,638	10,476	5,025	2,876	120	3,958	1,048	283	34,424
2013	6,752	11,074	4,977	2,353	116	4,042	1,165	313	30,792

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
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
2012	7,155,541	205,339	-116,601	-683,407	6,560,872	-723,955	5,836,917
2013	7,109,642	196,571	-111,761	-696,290	6,498,162	-641,397	5,856,765

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 2012-13 Compared To FY 2003-04
(amounts expressed in thousands, except for Rank and Percentages)

2012-2013 Local Secured Assessed Valuation - \$7,109,642,037

Taxpayer	2013			2004		
	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	434,259,761	1	6.108%	36,653,367	3	0.551%
Sutter East Bay Hospital	120,034,455	2	1.688%	53,893,047	2	0.810%
Sequoia Equities - Cross Pointe	33,191,572	3	0.467%	0.00		0.000%
Runaway Bay LLC	30,065,307	4	0.423%	0.00		0.000%
Macerich Partnership	27,845,933	5	0.392%	22,019,685	8	0.331%
Camden Village LLC	25,180,100	6	0.354%	0.00		0.000%
LBUBS 2004-C8 Wilbur Ave LTD	21,000,000	7	0.295%	0.00		0.000%
Costco Wholesale Corporation	20,463,000	8	0.288%	0.00		0.000%
Georgia-Pacific Gypsum LLC	19,798,145	9	0.278%	0.00		0.000%
Lakeshore Antioch	18,583,982	10	0.261%	0.00		0.000%
GWF Power Systems Limited Partnership	0.00		0.000%	58,480,753	1	0.879%
California Tropics Hospital	0.00		0.000%	35,333,000	4	0.531%
Fairfield Antioch LLC	0.00		0.000%	34,032,885	5	0.511%
Slatten Ranch LP	0.00		0.000%	24,944,600	6	0.375%
LB/L Duc III Antioch 330	0.00		0.000%	23,756,199	7	0.357%
Millbrae Square Co., LLC	0.00		0.000%	20,743,517	9	0.312%
Gaylord Container Corporation	0.00		0.000%	20,665,931	10	0.311%
	<u>\$750,422,255</u>		<u>10.555%</u>	<u>\$330,522,984</u>		<u>4.968%</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
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	0.0080	1.0219
2011	1.0000	0.0031	0.0084	0.0049	0.0084	1.0248
2012	1.0000	0.0041	0.0071	0.0049	0.0095	1.0256
2013	1.0000	0.0043	0.0051	0.0047	0.0040	1.0181

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	Percentage of Levy Collected (3)	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
2004	18,625	5,539	24,164	100%	6,262,289	526,264	6,788,553
2005	19,088	5,750	24,838	100%	6,954,698	537,174	7,491,872
2006	18,435	6,583	25,018	100%	7,556,091	601,280	8,157,371
2007	21,028	7,015	28,043	100%	9,082,277	654,506	9,736,783
2008	20,865	7,375	28,240	100%	9,761,734	704,753	10,466,487
2009	19,704	7,952	27,656	100%	8,777,811	754,155	9,531,966
2010	16,940	7,759	24,699	100%	6,669,959	765,856	7,435,815
2011	16,574	7,348	23,922	100%	6,344,904	724,248	7,069,152
2012	14,187	3,877 (2)	18,064	100%	5,836,917	723,955	6,560,872
2013	15,919	0 (2)	15,919	100%	5,856,765	641,397	6,498,162

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

(2) Figure represent taxes levied and collected for development agency through January 31, 2012 prior to dissolution of redevelopment with the passage of Abx 1 26, therefore no redevelopment levies after dissolution are provided to the City.

(3) 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 (3)	Capital Leases	Water Bonds	Marina Loans			
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
2012	28,005	-	3,541	1,515	3,297	36,358	0.62%	356
2013	5,080	-	3,192	770	3,152	12,194	0.21%	120

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

(3) Tax Allocation Bonds have become an obligation of the Successor Agency to the Antioch Development Agency and no longer on City books.

**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)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Debt limit	\$1,065,783	\$1,173,053	\$1,318,322	\$1,509,942	\$1,669,214	\$1,549,934	\$1,237,153	\$1,182,333	\$1,104,132	\$1,095,932
Total net debt applicable to limit	0	0	0	0	0	0	0	0	0	0
Legal debt margin	\$1,065,783	\$1,173,053	\$1,318,322	\$1,509,942	\$1,318,322	\$1,549,934	\$1,237,153	\$1,182,333	\$1,104,132	\$1,095,932
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 2013

The following numbers are not expressed in thousands:
Assessed value \$6,498,162,163
Add back: exempt real property 808,051,190
Total assessed value 7,306,213,353

Debt limit (15% of total assessed value) 1,095,932,003
Debt applicable to limit:
General obligation bonds 0
Less: Amount set aside for repayment
of general obligation debt 0
Total net debt applicable to limit 0
Legal debt margin \$1,095,932,003

Source: City of Antioch Finance Department and Contra Costa County Certificate of Assessed Valuations for fiscal year 2012-13

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 (in thousands)	
				Principal	Interest			Hillcrest	Lone Diamond
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	-	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
2012	23,652	22,924	728	720	66	0.93%	7,425,102	-	20,905
2013	25,369	20,628	4,741	745	41	6.03%	7,436,553	-	13,915

(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, 2013

2012-13 Assessed Valuation	\$6,498,162,163
Antioch Development Agency Incremental Valuation:	691,916,549
Adjusted Assessed Valuation:	<u>\$5,806,245,614</u>

JURISDICTION	Total Debt 6/30/2013	Percent Applicable (1)	City's Share of Debt 6/30/2013
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Bay Area Rapid Transit District	\$410,690,000	1.315%	\$5,400,574
Contra Costa Community College District	209,930,000	4.679%	9,822,625
Antioch Unified School District Schools Facilities Improvement District No. 1	64,927,391	83.765%	54,386,429
Liberty Union High School District	53,140,000	2.472%	1,313,621
Brentwood Union School District	48,964,704	4.577%	2,241,115
City of Antioch 1915 Act Bonds	13,915,000	100.000%	13,915,000
East Bay Regional Park District	135,565,000	2.032%	2,754,681
Antioch Area Community Facilities District No. 1989-1	65,525,000	100.000%	65,525,000 (3)
Total Overlapping Tax and Assessment Debt			<u>\$155,359,043</u>
OVERLAPPING TAX INCREMENT DEBT (Successor Agency):	\$30,674,313	100.000%	\$30,674,313
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Direct Debt:			
City of Antioch Capital Lease	\$3,191,908	100.000%	\$3,191,908
City of Antioch Lease Revenue Bonds	5,080,000	100.000%	5,080,000
Subtotal Direct General Fund Debt			<u>\$8,271,908</u>
Overlapping Debt:			
Contra Costa County General Fund Obligations	\$282,641,006	4.661%	\$13,173,897
Contra Costa County Pension Obligations	310,110,000	4.661%	14,454,227
Contra Costa Community College District Certificates of Participation	780,000	4.679%	36,496
Antioch Unified School District Certificates of Participation	19,245,000	87.817%	16,900,382
Brentwood Union School District Certificates of Participation	2,316,455	4.577%	106,024
Contra Costa Fire Protection District Pension Obligations	106,185,000	10.310%	10,947,674
Subtotal gross overlapping General Fund Debt			<u>\$55,618,700</u>
Less: Contra Costa County Obligations supported from revenue funds			4,893,712
Subtotal net overlapping General Fund Debt			<u>\$50,724,988</u>
COMBINED TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			<u>\$58,996,896 (2)</u>
COMBINED TOTAL NET DEBT			<u><u>\$245,030,252 (2)</u></u>

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

(3) Excludes \$15,040,000 to be called in 8/13.

Ratios to 2012-13 Assessed Valuation:

Total Overlapping Tax and Assessment Debt: 2.39%

Ratios to Adjusted Assessed Valuation:

Combined Direct Debt (\$8,271,908): 0.14%

Gross Combined Total Debt: 4.3%

Net Combined Total Debt: 4.22%

Ratios to Redevelopment Incremental Valuation:

Total Overlapping Tax Increment Debt: 1.19%

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>
2004	101,097	992,424	48,923,798	49,297	6.2%
2005	100,913	999,013	51,534,263	51,585	5.3%
2006	100,163	1,000,834	55,318,933	55,237	5.3%
2007	100,150	1,009,152	58,043,926	57,518	5.3%
2008	100,361	1,023,344	59,914,142	58,547	7.6%
2009	100,957	1,037,890	55,781,843	53,745	12.20%
2010	102,330	1,052,605	57,700,398	54,817	12.80%
2011	103,054	1,066,096	60,778,675	57,011	12.50%
2012	103,833	1,065,117	*	*	10.20%
2013	105,117	1,074,702	*	*	8.70%

*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)

- Last updated: 11/26/12 - new estimates for 2011; revised estimates for 2009-2010.

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

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

Employer	2013		2004	
	Approx. Number of Employees¹	Percentage Of Total City Employment	Number of Employees	Percentage Of Total City Employment
Kaiser Permanente	2,240	4.04%	550	1.16%
Antioch Unified School District	1,867	3.37%	2,091	4.40%
Sutter Delta Medical Center ²	1,200	2.17%	750	1.58%
Contra Costa County Social Services	593	1.07%	295	0.62%
Wal-Mart	321	0.58%	331	0.70%
Target	250	0.45%	-	0.00%
Costco	250	0.45%	223	0.47%
City of Antioch	243	0.44%	362	0.76%
Antioch Auto Center	238	0.43%	200	0.42%
Safeway	139	0.25%	-	0.00%
Long's Drugs (corporate office)	-	0.00%	265	0.56%
Mervyn's	-	0.00%	181	0.38%

¹ As of 10/16/2013 Source: City of Antioch Economic Development Department

² Includes contract employees

City of Antioch
Operating Indicators by Function
Last Ten Fiscal Years

Function	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Police						161				
Physical arrests	5,166	4,872	4,983	6,471 (1)	6,734	7,288	5,990	4,830	4,296	4,047
Parking violations*	12,485	1,985	3,334	2,256 (1)	1,188	1,391	1,241	963	1,310	1,319
Traffic violations*	NA	7,440	8,749	4,703 (1)	7,049	12,664	5,905	3,320	2,123	1,396
Sworn Officers	114	114	118	125	126	126	126	126	126	126
Reserve Personnel	11	11	5	4	4	4	4	4	4	3
Support Personnel	47	47	55	58	59	59	59	59	59	59
Highways and streets										
Street resurfacing, sq ft	206,745	207,800	137,100	209,269	128,685	387,760	164,929	879,575	711,900	105,820
Potholes repaired	3,207	3,574	3,702	2,022	3,076	170	n/a	(2)	(2)	(2)
Culture and recreation										
Athletic sports complex admissions	25,610	27,775	29,831	32,693	31,429	33,650	33,640	40,000	41,500	42,000
Community center admissions										
Nick Rodriguez Community Center	1,004,823	960,717	946,667	819,324	558,624	173	314,731	127,545	46,233	10,500
Antioch Community Center	NA	NA	NA	NA	NA	NA	NA	150,937	234,102	384,602
Prewett Community Center	126,132	133,234	161,572	133,138	129,250	120,121	80,591	80,041	83,556	68,766
Water										
New connections	140	392	351	209	236	170	207	139	169	289
Water main breaks	3	2	13	25	18	18	28	17	39	36
Average daily consumption (thousands of gallons)	18,574	18,591	17,703***	18,473	19,519	17,195	15,190	15,539	16,043	16,478
Sewer**										
New connections	112	176	310	166	184	140	181	106	144	259

(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.

Source: Various City Departments

CITY OF ANTIOCH
FULL TIME CITY EMPLOYEES
BY FUNCTION

Last Nine Fiscal Years

FUNCTION	2005*	2006	2007	2008	2009	2010	2011	2012	2013
General government	55	45	51	50	52	52	52	52	46
Public safety ¹									
Sworn Police Officers	114	118	126	126	126	126	126	126	126
Community Service Officers	18	17	19	20	20	20	20	20	20
Administrative Staff	36	36	39	39	39	39	39	39	39
Public works	34	41	41	42	42	54	55	60	63
Community Development	38	40	47	43	42	30	30	30	28
Capital Improvement ²	-	-	-	5	5	5	5	-	-
Recreation	18	18	18	18	18	18	18	18	16
Water	39	38	38	41	41	41	41	41	47
Wastewater	7	12	12	15	15	15	15	15	21
Total employees	359	365	391	399	400	400	401	401	406

*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, and became part of Public Works in 2012

Source: City of Antioch budgets

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

Function	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Public safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	NA	NA	41	41	43	43	43	42	39	39
Fire Stations*	4	4	4	4	4	4	4	4	4	4
Highways and streets										
Streets (miles)	283.00	307.91	315.61	339.16	352.62	360.02	482.62	566.31	745.32	774.17
Streetlights	6,258	6,258	6,346	6,501	6,486	8,600	8,649	8,697	8,714	8,731
Traffic Signals, City Owned	41	41	42	42	99	100	101	101	101	102
Culture and recreation										
Parks acreage	300	306	306	308	308	308	308	308	308	328
Parks	28	31	31	32	33	33	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	4	4	4
Water										
Water lines (miles)	259.99	272.24	278.80	285.35	278.80	340.00	341.68	344.52	344.91	345.50
Number of water meters	30,082	30,474	30,825	30,683	31,061	31,231	30,931	31,468	31,254	31,583
Maximum daily treatment capacity (millions of gallons)	29.99	30.73	31.55	31.55	30.02	27.01	26.49	29.00	26.13	27.01
Fire hydrants	3,199	3,231	3,401	3,443	3,443	3,443	3,443	3,522	3,537	3,537
Sewer**										
Sanitary sewer lines (miles)	226.75	238.77	248.82	250.87	255.70	300.00	300.68	302.70	303.20	303.24
Number of sewer connections	28,828	29,004	29,314	29,480	29,664	29,804	29,535	29,657	29,818	30,171
Storm drains (miles)	134.28	144.36	150.75	157.14	161.42	220.00	221.01	222.12	222.13	222.27

*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.

This page intentionally left blank.



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 the City Council
of the City of Antioch
Antioch, California

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Antioch, California (City), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated December 10, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify one deficiency in internal control, described as item FS2013-01 in the accompanying schedule of findings and responses that we consider to be a significant deficiency.

Compliance and Other Matters

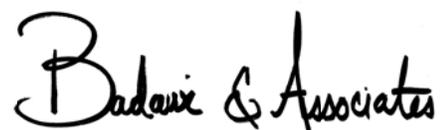
As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect 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 Standards*.

City's Response to Findings

City's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Badawi and Associates
Certified Public Accountants
Oakland, California
December 10, 2013

City of Antioch
Schedule of Findings and Responses
For the year ended June 30, 2013

FS 2013-01 Departure from Generally Accepted Accounting Principles (Significant Deficiency)

Criteria:

The City uses internal services funds to account for post-employment benefits (OPEB) costs. The City's internal service funds charges the various department for the cost of OPEB on a pay as you go basis. According to the Governmental Accounting Standards Board (GASB) Statement 34, internal service funds may be used to report any activity that provides goods or services to other funds on a cost-reimbursement basis. As an internal service fund is accounted for on the accrual basis, its cost related to OPEB is the annual OPEB cost, or expense, rather than current pay-as-you-go requirements.

Condition:

The City did not charge other City departments for the reimbursement of full annual OPEB costs. Instead, only current pay-as-you-go OPEB expenses were reimbursed from other City funds.

Cause:

The City was not aware of the requirement of using internal service funds to account for OPEB expenses.

Effect:

The method used by the City to account for the OPEB cost is considered a departure from Generally Accepted Accounting Principles.

Recommendation:

We recommend that the City charges the various department the full OPEB costs on the accrual basis or discontinue the use of the internal service funds to account for OPEB

View of Responsible Officials and Planned Corrective Action:

With the implementation of GASB 43 and 45 and subsequent establishment of a trust with the CalPERS system, it was the City's intent to fully fund the annual required contribution (ARC) for OPEB, and therefore meet the requirements to continue to maintain the internal service funds that had already been established for the City's three OPEB plans prior to implementation. Due to the recession and severe fiscal challenges faced, City policy has become to fund benefits on a pay-as-you-go basis until it is financially feasible again to fund the full ARC. This has resulted in recognizing an OPEB obligation and underfunding the full accrual expenses of the funds. The City will discontinue the use of internal service fund reporting for these funds until such time that the requirements of GASB 34 can be met.