



# **Fund Financial Statements**



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CITY OF MANHATTAN BEACH

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2009**

	General	Special Revenue Funds	Capital Projects Funds
		Gas Tax	Capital Improvement
<b>Assets:</b>			
Pooled cash and investments	\$ 17,373,352	\$ 1,885,943	\$ 4,447,499
Receivables:			
Accounts	409,676	-	15,000
Taxes	2,639,318	-	41,467
Notes and loans	-	-	32,674
Accrued interest	485,714	-	-
Prepaid costs	20,613	-	-
Due from other governments	194,403	123,897	-
Due from other funds	72,478	-	-
Restricted assets:			
Cash and investments with fiscal agents	1,380,268	-	1,096,147
<b>Total Assets</b>	<b>\$ 22,575,822</b>	<b>\$ 2,009,840</b>	<b>\$ 5,632,787</b>
<b>Liabilities and Fund Balances:</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 853,183	\$ 59,725	\$ -
Accrued liabilities	1,144,906	-	-
Deferred revenues	602,060	-	-
Unearned revenues	835,803	-	-
Deposits payable	674,804	-	-
Due to other funds	-	-	-
Interest payable	135,297	-	278,969
<b>Total Liabilities</b>	<b>4,246,053</b>	<b>59,725</b>	<b>278,969</b>
<b>Fund Balances:</b>			
Reserved:			
Reserved for encumbrances	353,367	-	-
Reserved for prepaid costs	20,613	-	-
Reserved for notes and loans	-	-	32,674
Continuing projects	-	1,205,338	994,196
Debt service	1,244,971	-	817,178
Unreserved:			
Unreserved, reported in:			
General Fund	16,710,818	-	-
Special revenue funds	-	744,777	-
Capital projects funds	-	-	3,509,770
<b>Total Fund Balances</b>	<b>18,329,769</b>	<b>1,950,115</b>	<b>5,353,818</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 22,575,822</b>	<b>\$ 2,009,840</b>	<b>\$ 5,632,787</b>

See Notes to Financial Statements

CITY OF MANHATTAN BEACH

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2009**

	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>		
Pooled cash and investments	\$ 4,473,866	\$ 28,180,660
Receivables:		
Accounts	7,052	431,728
Taxes	-	2,680,785
Notes and loans	-	32,674
Accrued interest	-	485,714
Prepaid costs	-	20,613
Due from other governments	182,794	501,094
Due from other funds	-	72,478
Restricted assets:		
Cash and investments with fiscal agents	390,878	2,867,293
<b>Total Assets</b>	<b><u>\$ 5,054,590</u></b>	<b><u>\$ 35,273,039</u></b>
 <b>Liabilities and Fund Balances:</b>		
<b>Liabilities:</b>		
Accounts payable	\$ 425,272	\$ 1,338,180
Accrued liabilities	-	1,144,906
Deferred revenues	72,932	674,992
Unearned revenues	-	835,803
Deposits payable	5,289	680,093
Due to other funds	72,478	72,478
Interest payable	-	414,266
<b>Total Liabilities</b>	<b><u>575,971</u></b>	<b><u>5,160,718</u></b>
 <b>Fund Balances:</b>		
Reserved:		
Reserved for encumbrances	39,213	392,580
Reserved for prepaid costs	-	20,613
Reserved for notes and loans	-	32,674
Continuing projects	2,419,058	4,618,592
Debt service	-	2,062,149
Unreserved:		
Unreserved, reported in:		
General Fund	-	16,710,818
Special revenue funds	1,595,278	2,340,055
Capital projects funds	425,070	3,934,840
<b>Total Fund Balances</b>	<b><u>4,478,619</u></b>	<b><u>30,112,321</u></b>
 <b>Total Liabilities and Fund Balances</b>	<b><u>\$ 5,054,590</u></b>	<b><u>\$ 35,273,039</u></b>

CITY OF MANHATTAN BEACH

**GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2009**

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Fund balances of governmental funds	\$ 30,112,321
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.	114,600,845
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	(29,751,121)
Revenues are reported as deferred revenue in the governmental funds and recognized in the Statement of Activities. These are included in the intergovernmental revenues in the governmental fund activity.	674,993
Prepaid pension benefit obligation is not reported in the governmental funds; however, it is reported in the government-wide statements.	5,901,719
Prepaid other post-retirement benefit obligation is not reported in the governmental funds; however, it is reported in the government-wide statements.	4,391,725
Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net assets.	<u>5,711,906</u>
<b>Net assets of governmental activities</b>	<b><u><u>\$ 131,642,388</u></u></b>



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CITY OF MANHATTAN BEACH

STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2009

		Special Revenue Funds	Capital Projects Funds
	General	Gas Tax	Capital Improvement
<b>Revenues:</b>			
Taxes and assessments	\$ 34,974,508	\$ -	\$ 517,427
Licenses and permits	1,136,934	-	63,595
Intergovernmental	415,905	1,353,771	-
Charges for services	7,519,764	-	477,230
Use of money and property	3,214,404	39,525	38,806
Fines and forfeitures	2,472,306	-	125,247
Miscellaneous	273,099	-	35,000
<b>Total Revenues</b>	<b>50,006,920</b>	<b>1,393,296</b>	<b>1,257,305</b>
<b>Expenditures:</b>			
Current:			
General government	9,339,788	-	39,710
Public safety	29,935,621	-	813,592
Culture and recreation	5,421,585	-	1,186,336
Public works	5,409,598	976,519	76,033
<b>Total Expenditures</b>	<b>50,106,592</b>	<b>976,519</b>	<b>2,115,671</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(99,672)	416,777	(858,366)
<b>Other Financing Sources (Uses):</b>			
Transfers in	160,230	-	-
Transfers out	(170,953)	-	(50,000)
Proceeds from sale of capital asset	3,006	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(7,717)</b>	<b>-</b>	<b>(50,000)</b>
Net Change in Fund Balances	(107,389)	416,777	(908,366)
Fund Balances, Beginning of Year, as previously reported	18,437,158	1,533,338	6,262,184
Restatements	-	-	-
Fund Balances, Beginning of Year, as restated	18,437,158	1,533,338	6,262,184
<b>Fund Balances, End of Year</b>	<b>\$ 18,329,769</b>	<b>\$ 1,950,115</b>	<b>\$ 5,353,818</b>

CITY OF MANHATTAN BEACH

STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2009

	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>		
Taxes and assessments	\$ 1,347,536	\$ 36,839,471
Licenses and permits	-	1,200,529
Intergovernmental	302,984	2,072,660
Charges for services	8,816	8,005,810
Use of money and property	114,099	3,406,834
Fines and forfeitures	-	2,597,553
Miscellaneous	325,709	633,808
<b>Total Revenues</b>	<b>2,099,144</b>	<b>54,756,665</b>
<b>Expenditures:</b>		
Current:		
General government	-	9,379,498
Public safety	158,488	30,907,701
Culture and recreation	729,909	7,337,830
Public works	1,215,180	7,677,330
<b>Total Expenditures</b>	<b>2,103,577</b>	<b>55,302,359</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,433)	(545,694)
<b>Other Financing Sources (Uses):</b>		
Transfers in	170,953	331,183
Transfers out	-	(220,953)
Proceeds from sale of capital asset	-	3,006
<b>Total Other Financing Sources (Uses)</b>	<b>170,953</b>	<b>113,236</b>
Net Change in Fund Balances	166,520	(432,458)
Fund Balances, Beginning of Year, as previously reported	4,332,099	30,564,779
Restatements	(20,000)	(20,000)
Fund Balances, Beginning of Year, as restated	4,312,099	30,544,779
<b>Fund Balances, End of Year</b>	<b>\$ 4,478,619</b>	<b>\$ 30,112,321</b>



**CITY OF MANHATTAN BEACH**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
JUNE 30, 2009**

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Net change in fund balances - total governmental funds \$ (432,458)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense or are allocated to the appropriate functional expense when the cost is below the capitalization threshold. This activity is reconciled as follows:

Cost of assets capitalized	3,124,353
Depreciation expense and loss on disposal	(3,077,029)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	1,235,000
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Bond issuance costs is an expenditure in the governmental funds, but is reported as deferred charges in the statement of net assets: Amortization for the current fiscal year	(46,441)
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Unamortized premium or discounts on bonds issued are revenue or expenditures in the governmental funds, but these are spread to future periods over the life of the new bonds: Amortization for the current fiscal year	7,182
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Compensated absences 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.	(99,356)
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Certain revenues are reported as deferred revenue in the governmental funds and recognized in the Statement of Activities. These are included in the intergovernmental revenues in the governmental fund activity.	9,325
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Amortization of long-term assets is reported only at the government-wide level: Prepaid PERS Prepaid police/fire side fund payoff Prepaid other post-employment benefits	(127,982) (649,898) (386,664)
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Internal service funds are used by management to charge the costs of certain activities, such as equipment management and self-insurance, to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities.	<u>1,026,291</u>
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<b>Change in net assets of governmental activities</b>	<b><u><u>\$ 582,323</u></u></b>
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CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED JUNE 30, 2009**

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Budgetary Fund Balance, July 1	\$ 18,437,158	\$ 18,437,158	\$ 18,437,158	\$ -
<b>Resources (Inflows):</b>				
<b>Estimated Revenues:</b>				
Taxes and assessments	36,069,500	36,069,500	34,974,508	(1,094,992)
Licenses and permits	1,423,094	1,423,094	1,136,934	(286,160)
Intergovernmental	506,000	766,441	415,905	(350,536)
Charges for services	7,557,403	7,557,403	7,519,764	(37,639)
Use of money and property	3,485,422	3,485,422	3,214,404	(271,018)
Fines and forfeitures	2,246,300	2,246,300	2,472,306	226,006
Proceeds from sale of capital asset	1,000	1,000	3,006	2,006
Miscellaneous	524,500	524,500	273,099	(251,401)
Transfers in	74,503	124,503	160,230	35,727
<b>Amounts Available for Appropriation</b>	<b>70,324,880</b>	<b>70,635,321</b>	<b>68,607,314</b>	<b>(2,028,007)</b>
<b>Charges to Appropriation (Outflow):</b>				
<b>Departmental Appropriations:</b>				
General government	10,247,629	10,624,792	9,339,788	1,285,004
Public safety	30,501,783	30,817,454	29,935,621	881,833
Culture and recreation	5,776,491	5,838,506	5,421,585	416,921
Public works	5,795,580	5,826,901	5,409,598	417,303
Transfers out	175,390	175,390	170,953	4,437
<b>Total Charges to Appropriations</b>	<b>52,496,873</b>	<b>53,283,043</b>	<b>50,277,545</b>	<b>3,005,498</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 17,828,007</b>	<b>\$ 17,352,278</b>	<b>\$ 18,329,769</b>	<b>\$ 977,491</b>

CITY OF MANHATTAN BEACH

**BUDGETARY COMPARISON SCHEDULE  
GAS TAX  
YEAR ENDED JUNE 30, 2009**

	<b>Budget Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Budgetary Fund Balance, July 1	\$ 1,533,338	\$ 1,533,338	\$ 1,533,338	\$ -
<b>Resources (Inflows):</b>				
Intergovernmental	1,255,252	1,255,252	1,353,771	98,519
Use of money and property	43,897	43,897	39,525	(4,372)
<b>Amounts Available for Appropriation</b>	<b>2,832,487</b>	<b>2,832,487</b>	<b>2,926,634</b>	<b>94,147</b>
<b>Charges to Appropriation (Outflow):</b>				
Public works	574,700	2,472,319	976,519	1,495,800
<b>Total Charges to Appropriations</b>	<b>574,700</b>	<b>2,472,319</b>	<b>976,519</b>	<b>1,495,800</b>
<b>Budgetary Fund Balance, June 30</b>	<b>\$ 2,257,787</b>	<b>\$ 360,168</b>	<b>\$ 1,950,115</b>	<b>\$ 1,589,947</b>



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CITY OF MANHATTAN BEACH

STATEMENT OF FUND NET ASSETS  
 PROPRIETARY FUNDS  
 YEAR ENDED JUNE 30, 2009

	Business-Type Activities Enterprise Funds			
	Water	Wastewater	Refuse	Parking
<b>Assets:</b>				
Current:				
Cash and investments	\$ 6,437,745	\$ 982,158	\$ 841,336	\$ 1,099,185
Receivables:				
Accounts	419,974	89,134	354,376	495
Due from other governments	-	-	-	90,000
Inventories	95,168	-	-	-
Prepaid OPEB - short-term	17,960	4,245	1,959	1,567
<b>Total Current Assets</b>	<b>6,970,847</b>	<b>1,075,537</b>	<b>1,197,671</b>	<b>1,191,247</b>
Noncurrent:				
Prepaid other post-employment benefits	171,360	40,502	18,695	14,955
Restricted:				
Cash with fiscal agent	229,372	112,577	-	1,154,392
Unamortized debt issuance costs	60,880	29,947	-	207,313
Capital assets - net of accumulated depreciation	13,416,848	5,286,577	-	17,935,842
<b>Total Noncurrent Assets</b>	<b>13,878,460</b>	<b>5,469,603</b>	<b>18,695</b>	<b>19,312,502</b>
<b>Total Assets</b>	<b>\$ 20,849,307</b>	<b>\$ 6,545,140</b>	<b>\$ 1,216,366</b>	<b>\$ 20,503,749</b>
<b>Liabilities and Net Assets:</b>				
<b>Liabilities:</b>				
Current:				
Accounts payable	\$ 428,477	\$ 56,141	\$ 297,140	\$ 24,996
Accrued interest	46,099	22,685	-	282,892
Deposits payable	1,775	-	-	83,334
Workers' compensation claims	-	-	-	-
Lease payable - current	-	-	-	-
Accrued compensated absences	20,244	-	-	-
Accrued claims and judgments	-	-	-	-
Bonds, notes, and capital leases	77,086	37,914	-	285,000
<b>Total Current Liabilities</b>	<b>573,681</b>	<b>116,740</b>	<b>297,140</b>	<b>676,222</b>
Noncurrent:				
Accrued leave long-term	79,592	-	-	-
Workers' compensation claims	-	-	-	-
General liability claims	-	-	-	-
Lease payable	-	-	-	-
Bonds, notes, and capital leases	2,339,160	1,150,840	-	11,735,000
<b>Total Noncurrent Liabilities</b>	<b>2,418,752</b>	<b>1,150,840</b>	<b>-</b>	<b>11,735,000</b>
<b>Total Liabilities</b>	<b>2,992,433</b>	<b>1,267,580</b>	<b>297,140</b>	<b>12,411,222</b>
<b>Net Assets:</b>				
Invested in capital assets, net of related debt	11,000,602	4,097,823	-	5,915,842
Restricted for capital projects	-	-	-	-
Restricted for debt service	229,371	112,577	-	871,500
Restricted for business improvement district	-	-	-	598,329
Unrestricted	6,626,901	1,067,160	919,226	706,856
<b>Total Net Assets</b>	<b>17,856,874</b>	<b>5,277,560</b>	<b>919,226</b>	<b>8,092,527</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 20,849,307</b>	<b>\$ 6,545,140</b>	<b>\$ 1,216,366</b>	<b>\$ 20,503,749</b>

See Notes to Financial Statements

CITY OF MANHATTAN BEACH

STATEMENT OF FUND NET ASSETS  
 PROPRIETARY FUNDS  
 YEAR ENDED JUNE 30, 2009

	Business-Type Activities Enterprise Funds		Governmental Activities- Internal Service Funds
	Other Enterprise Funds	Totals	
<b>Assets:</b>			
Current:			
Cash and investments	\$ 3,672,469	\$ 13,032,893	\$ 10,205,004
Receivables:			
Accounts	8,579	872,558	-
Due from other governments	-	90,000	-
Inventories	-	95,168	110,215
Prepaid OPEB - short-term	2,350	28,081	18,287
<b>Total Current Assets</b>	<b>3,683,398</b>	<b>14,118,700</b>	<b>10,333,506</b>
Noncurrent:			
Prepaid other post-employment benefits	22,433	267,945	174,472
Restricted:			
Cash with fiscal agent	-	1,496,341	-
Unamortized debt issuance costs	-	298,140	-
Capital assets - net of accumulated depreciation	3,953,337	40,592,604	3,299,067
<b>Total Noncurrent Assets</b>	<b>3,975,770</b>	<b>42,655,030</b>	<b>3,473,539</b>
<b>Total Assets</b>	<b>\$ 7,659,168</b>	<b>\$ 56,773,730</b>	<b>\$ 13,807,045</b>
<b>Liabilities and Net Assets:</b>			
<b>Liabilities:</b>			
Current:			
Accounts payable	\$ 350,259	\$ 1,157,013	\$ 390,708
Accrued interest	-	351,676	-
Deposits payable	15,157	100,266	-
Workers' compensation claims	-	-	3,868,922
Lease payable - current	-	-	180,142
Accrued compensated absences	-	20,244	-
Accrued claims and judgments	-	-	919,814
Bonds, notes, and capital leases	-	400,000	-
<b>Total Current Liabilities</b>	<b>365,416</b>	<b>2,029,199</b>	<b>5,359,586</b>
Noncurrent:			
Accrued leave long-term	-	79,592	-
Workers' compensation claims	-	-	2,274,728
General liability claims	-	-	425,016
Lease payable	-	-	35,807
Bonds, notes, and capital leases	-	15,225,000	-
<b>Total Noncurrent Liabilities</b>	<b>-</b>	<b>15,304,592</b>	<b>2,735,551</b>
<b>Total Liabilities</b>	<b>365,416</b>	<b>17,333,791</b>	<b>8,095,137</b>
<b>Net Assets:</b>			
Invested in capital assets, net of related debt	3,953,337	24,967,604	3,083,118
Restricted for capital projects	-	-	10,074
Restricted for debt service	-	1,213,448	-
Restricted for business improvement district	-	598,329	-
Unrestricted	3,340,415	12,660,558	2,618,716
<b>Total Net Assets</b>	<b>7,293,752</b>	<b>39,439,939</b>	<b>5,711,908</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 7,659,168</b>	<b>\$ 56,773,730</b>	<b>\$ 13,807,045</b>

See Notes to Financial Statements

CITY OF MANHATTAN BEACH

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

	Business-Type Activities Enterprise Funds			
	Water	Wastewater	Refuse	Parking
<b>Operating Revenues:</b>				
Sales and service charges	\$ 7,350,744	\$ 1,317,004	\$ 4,081,964	\$ 1,719,484
Miscellaneous	29,311	709	328	16,255
<b>Total Operating Revenues</b>	<b>7,380,055</b>	<b>1,317,713</b>	<b>4,082,292</b>	<b>1,735,739</b>
<b>Operating Expenses:</b>				
Administration and general	819,601	191,441	86,413	35,511
Employee benefits	367,289	66,343	30,224	18,050
Contract and professional services	3,434,910	53,923	3,537,670	236,104
Materials and services	1,065,602	687,815	161,806	192,696
Utilities	305,054	22,519	303	87,627
Administrative service charges	1,352,879	693,000	395,760	94,427
Leases and rents	-	-	-	-
Claims expense	-	-	-	-
Depreciation expense	353,310	151,118	-	212,857
<b>Total Operating Expenses</b>	<b>7,698,645</b>	<b>1,866,159</b>	<b>4,212,176</b>	<b>877,272</b>
Operating Income (Loss)	(318,590)	(548,446)	(129,884)	858,467
<b>Nonoperating Revenues (Expenses):</b>				
Interest revenue	178,675	41,440	24,625	105,371
Interest expense	(146,096)	(72,139)	-	(585,311)
Gain (loss) on disposal of capital assets	-	-	-	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>32,579</b>	<b>(30,699)</b>	<b>24,625</b>	<b>(479,940)</b>
Income (Loss) Before Transfers	(286,011)	(579,145)	(105,259)	378,527
Transfers out	-	-	-	-
Changes in Net Assets	(286,011)	(579,145)	(105,259)	378,527
<b>Net Assets:</b>				
Beginning of Year	18,142,885	5,856,705	1,024,485	7,714,000
<b>End of Fiscal Year</b>	<b>\$ 17,856,874</b>	<b>\$ 5,277,560</b>	<b>\$ 919,226</b>	<b>\$ 8,092,527</b>

CITY OF MANHATTAN BEACH

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

	Business-Type Activities		Governmental Activities- Internal Service Funds
	Enterprise Funds		
	Other Enterprise Funds	Totals	
<b>Operating Revenues:</b>			
Sales and service charges	\$ 1,161,479	\$ 15,630,675	\$ 9,030,514
Miscellaneous	2,892	49,495	72,808
<b>Total Operating Revenues</b>	<b>1,164,371</b>	<b>15,680,170</b>	<b>9,103,322</b>
<b>Operating Expenses:</b>			
Administration and general	80,764	1,213,730	1,045,649
Employee benefits	33,821	515,727	423,198
Contract and professional services	495,527	7,758,134	806,672
Materials and services	78,302	2,186,221	1,944,954
Utilities	50,473	465,976	107,433
Administrative service charges	25,574	2,561,640	157,409
Leases and rents	252,275	252,275	6,014
Claims expense	-	-	2,980,492
Depreciation expense	153,745	871,030	600,167
<b>Total Operating Expenses</b>	<b>1,170,481</b>	<b>15,824,733</b>	<b>8,071,988</b>
Operating Income (Loss)	(6,110)	(144,563)	1,031,334
<b>Nonoperating Revenues (Expenses):</b>			
Interest revenue	89,465	439,576	-
Interest expense	-	(803,546)	(10,689)
Gain (loss) on disposal of capital assets	-	-	5,646
<b>Total Nonoperating Revenues (Expenses)</b>	<b>89,465</b>	<b>(363,970)</b>	<b>(5,043)</b>
Income (Loss) Before Transfers	83,355	(508,533)	1,026,291
Transfers out	(110,230)	(110,230)	-
Changes in Net Assets	(26,875)	(618,763)	1,026,291
<b>Net Assets:</b>			
Beginning of Year	7,320,627	40,058,702	4,685,617
<b>End of Fiscal Year</b>	<b>\$ 7,293,752</b>	<b>\$ 39,439,939</b>	<b>\$ 5,711,908</b>



CITY OF MANHATTAN BEACH

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 YEAR ENDED YEAR ENDED JUNE 30, 2009

	<u>Business-Type Activities - Enterprise Funds</u>			
	<u>Water</u>	<u>Wastewater</u>	<u>Refuse</u>	<u>Parking</u>
<b>Cash Flows from Operating Activities:</b>				
Cash received from customers and users	\$ 7,369,985	\$ 1,310,905	\$ 4,045,321	\$ 2,086,062
Cash received from/(paid to) interfund service provided	(1,829,823)	(771,497)	(482,955)	(72,350)
Cash paid to suppliers for goods and services	(4,749,400)	(649,725)	(3,570,859)	(495,166)
Cash paid to employees for services	(1,023,315)	(236,050)	(106,978)	(46,455)
Cash received from (payments to) others	-	-	-	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>(232,553)</b>	<b>(346,367)</b>	<b>(115,471)</b>	<b>1,472,091</b>
<b>Cash Flows from Non-Capital Financing Activities:</b>				
Cash transfers out				
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Acquisition and construction of capital assets	(462,066)	(38,235)	-	(211,762)
Principal paid on capital debt	(73,727)	(36,273)	-	(290,000)
Interest paid on capital debt	(140,283)	(69,024)	-	(564,184)
Bond administration fee	(2,452)	(1,461)	-	(3,995)
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>(678,528)</b>	<b>(144,993)</b>	<b>-</b>	<b>(1,069,941)</b>
<b>Cash Flows from Investing Activities:</b>				
Interest received	178,675	41,439	24,625	105,370
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>178,675</b>	<b>41,439</b>	<b>24,625</b>	<b>105,370</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(732,406)</b>	<b>(449,921)</b>	<b>(90,846)</b>	<b>507,520</b>
Cash and Cash Equivalents at Beginning of Year	7,399,523	1,544,656	932,182	1,746,057
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 6,667,117</b>	<b>\$ 1,094,735</b>	<b>\$ 841,336</b>	<b>\$ 2,253,577</b>

CITY OF MANHATTAN BEACH

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 YEAR ENDED YEAR ENDED JUNE 30, 2009

Business-Type Activities - Enterprise Funds

	<u>Water</u>	<u>Wastewater</u>	<u>Refuse</u>	<u>Parking</u>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>				
Operating income (loss)	\$ (318,590)	\$ (548,446)	\$ (129,884)	\$ 858,467
<b>Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:</b>				
Depreciation	353,310	151,118	-	212,857
(Increase) decrease in accounts receivable	(24,540)	(6,099)	(36,633)	357,221
(Increase) decrease in prepaid expense	16,668	3,940	1,818	1,455
(Increase) decrease in inventory	(39,795)	-	-	-
Increase (decrease) in accounts payable	(216,133)	53,120	49,228	11,204
Increase (decrease) in deposits payable	860	-	-	30,887
Increase (decrease) in claims and judgments	-	-	-	-
Increase (decrease) in compensated absences	(4,333)	-	-	-
<b>Total Adjustments</b>	<b>86,037</b>	<b>202,079</b>	<b>14,413</b>	<b>613,624</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ (232,553)</b>	<b>\$ (346,367)</b>	<b>\$ (115,471)</b>	<b>\$ 1,472,091</b>

CITY OF MANHATTAN BEACH

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 YEAR ENDED YEAR ENDED JUNE 30, 2009

	<b>Business-Type Activities - Enterprise Funds</b>		<b>Governmental Activities- Internal Service Funds</b>
	<b>Other Enterprise Funds</b>	<b>Totals</b>	
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers and users	\$ 1,169,649	\$ 15,981,922	\$ 80,473
Cash received from/(paid to) interfund service provided	(41,413)	(3,198,038)	1,073,392
Cash paid to suppliers for goods and services	(675,233)	(10,140,383)	(5,659,145)
Cash paid to employees for services	(104,399)	(1,517,197)	(1,271,163)
Cash received from (payments to) others		-	7,501,257
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>348,604</b>	<b>1,126,304</b>	<b>1,724,814</b>
<b>Cash Flows from Non-Capital Financing Activities:</b>			
Cash transfers out	(110,230)	(110,230)	-
<b>Net Cash Provided (Used) by Non-Capital Financing Activities</b>	<b>(110,230)</b>	<b>(110,230)</b>	<b>-</b>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Acquisition and construction of capital assets	-	(712,063)	(978,662)
Principal paid on capital debt	-	(400,000)	(174,059)
Interest paid on capital debt	-	(773,491)	(10,688)
Bond administration fee		(7,908)	
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>-</b>	<b>(1,893,462)</b>	<b>(1,163,409)</b>
<b>Cash Flows from Investing Activities:</b>			
Interest received	89,465	439,574	-
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>89,465</b>	<b>439,574</b>	<b>-</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>327,839</b>	<b>(437,814)</b>	<b>561,405</b>
Cash and Cash Equivalents at Beginning of Year	3,344,630	14,967,048	9,643,599
<b>Cash and Cash Equivalents at End of Year</b>	<b>\$ 3,672,469</b>	<b>\$ 14,529,234</b>	<b>\$ 10,205,004</b>

CITY OF MANHATTAN BEACH

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 YEAR ENDED YEAR ENDED JUNE 30, 2009

	<b>Business-Type Activities - Enterprise Funds</b>		<b>Governmental Activities- Internal Service Funds</b>
	<b>Other Enterprise Funds</b>	<b>Totals</b>	
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>			
Operating income (loss)	\$ (6,109)	\$ (144,562)	\$1,036,980.00
<b>Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities:</b>			
Depreciation	153,745	871,030	600,167
(Increase) decrease in accounts receivable	5,646	295,595	-
(Increase) decrease in prepaid expense	2,182	26,063	16,972
(Increase) decrease in inventory		(39,795)	12,278
Increase (decrease) in accounts payable	193,140	90,559	314,130
Increase (decrease) in deposits payable	-	31,747	-
Increase (decrease) in claims and judgments		-	(255,713)
Increase (decrease) in compensated absences	-	(4,333)	-
<b>Total Adjustments</b>	<b>354,713</b>	<b>1,270,866</b>	<b>687,834</b>
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 348,604</b>	<b>\$ 1,126,304</b>	<b>\$ 1,724,814</b>

CITY OF MANHATTAN BEACH

STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 JUNE 30, 2009

	<u>Agency Funds</u>	<u>Pension Trust Fund</u>
<b>Assets:</b>		
Pooled cash and investments	\$ 1,028,075	\$ 560,499
Receivables:		
Accounts	29,721	39,201
Restricted assets:		
Cash and investments with fiscal agents	<u>2,446,093</u>	<u>-</u>
<b>Total Assets</b>	<b><u>\$ 3,503,889</u></b>	<b><u>\$ 599,700</u></b>
<b>Liabilities:</b>		
Accounts payable	\$ 19,244	\$ -
401 (a) plan deposits	1,360,663	-
Other deposits	92,592	-
Art development fees	251,639	-
Due to bondholders	<u>1,779,751</u>	<u>-</u>
<b>Total Liabilities</b>	<b><u>\$ 3,503,889</u></b>	<b><u>-</u></b>
<b>Net Assets:</b>		
Held in trust for pension benefits		<b><u>\$ 599,700</u></b>

CITY OF MANHATTAN BEACH

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

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	<b>Pension Trust Fund</b>
<b>Additions:</b>	
Refunds of contributions	\$ 39,201
Investment earnings	21,846
<b>Total Additions</b>	<b>61,047</b>
<b>Deductions</b>	
Benefits	116,004
<b>Total Deductions</b>	<b>116,004</b>
Change in Net Assets	<b>(54,957)</b>
Net Assets - Beginning of the Year	654,657
<b>Net Assets - End of the Year</b>	<b>\$ 599,700</b>