City of El Centro
California

Comprehensive Annual Financial Report
For The Year Ended June 30, 2012

Prepared by Finance Department

CITY OF EL CENTRO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2012

TABLE OF CONTENTS

CITY OF EL CENTRO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2012

TABLE OF CONTENTS

CITY OF EL CENTRO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2012

TABLE OF CONTENTS

TABLE OF CONTENTS

CITY OF EL CENTRO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2012

TABLE OF CONTENTS

III. STATISTICAL SECTION (Continued)

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INTRODUCTORY SECTION

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December 21, 2012

To the Honorable Mayor, Members of the Governing Council, and Citizens of the City of El Centro:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States of America by licensed certified public accountants. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of the City of El Centro for the fiscal year ended June 30, 2012.

This report consists of management's representations concerning the finances of the City of El Centro. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide reasonable basis for making these representations, management of the City of El Centro has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of El Centro's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the City of El Centro's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of El Centro's financial statements have been audited by Moss, Levy & Hartzheim, LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of El Centro for the fiscal year ended June 30, 2012, are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of El Centro's financial statements for the fiscal year ended June 30, 2012, are fairly presented in conformity with U.S - GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City of El Centro was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the City of El Centro's separately issued Single Audit Report.

U.S - GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of El Centro's MD&A can be found immediately following the report of the independent auditors.

Finance Department

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Profile of the Government

The City of El Centro is located in the southern part of the State, which is considered to be one of the fastest growth areas in the State. The City currently occupies a land area of approximately 10 square miles and serves a population of approximately 43,396. The City of El Centro is empowered by the State to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the governing Council.

The City was incorporated under the Laws of the State of California in 1908. However on November 3, 2009 voters approved measure G adopting a City Charter. Under the provisions of the charter, the City of El Centro has full authority over its own municipal affairs including; bidding and contracting procedures; regulation of parks; libraries; and other facilities; certain fees; imposition of taxes; municipal zoning; municipal utilities and municipal election procedures.

The City of El Centro operates under a Council-Manager form of Government. The City Council consists of five members elected by the residents of the City. Council terms are four years, elected in November of odd-numbered years. Each November, the City Council selects the Mayor from among its members for a one-year term.

The Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the City Manager, City Attorney, and the Secretary to the Council. The City Manager is responsible for carrying out the policies and ordinances of the governing council, for overseeing the day-to-day operations of the government, and for appointing the heads of the various departments. The Council is elected on an at large non-partisan basis.

The City of El Centro provides a full range of services, including police and fire protection; the construction and maintenance of streets and other infrastructure; recreational activities; and water and sewer services. Solid Waste collection and disposal is contracted out. The City of El Centro also is financially accountable for the El Centro Regional Medical Center (Hospital), which is reported within the Proprietary Funds of the City's financial statements. Additional information on the Hospital can be found in Note 1 and other various notes (Note 3, Note 4, Note 6, Note 7, Note 8, Note 9, Note 11, Note 12, Note 15 and Note 17 in the Notes to the Financial Statements and page 97 in the Required Supplementary Information section of the financial statements.

The Annual Budget serves as the foundation for the City of El Centro Financial Planning and Control. Prior to June 30 of each year 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. Public hearings are conducted and prior to June 30, the budget is adopted by motion of the City Council. The appropriated budget is prepared by Fund, Function (e.g. Public Safety) and Department (e.g. Police). Department Heads may request transfers of appropriations within their departmental budgets. Transfers of appropriations between departments, however require the authorization of the City Manager. Any revision that increases the total appropriations of any fund must be approved by the City Council. The City maintains an encumbrance accounting system of purchase orders and contracts as a means of accomplishing budgetary control. Purchase orders are reviewed to ensure that funds are available and that requests are properly authorized prior to being released to vendors.

Budget-to-actual comparisons are provided in this report for each individual governmental fund, for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on Page 100 as part of the basic financial statements for the governmental funds.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City of El Centro operates.

Local Economy

The County of Imperial consists of seven cities and an unincorporated area with a countywide population of approximately 177,441. The City of El Centro is the largest City in the County, with a population of approximately 43,396 (per Department of Finance). Among the many attributes that makes Imperial County attractive to both commercial and residential development is the abundance of inexpensive water, energy, and land. Additionally, the County serves as the Gateway to the United States for the City of Mexicali, Mexico, the capital of Baja California. Mexicali has a population in excess of 1,000,000 and a significant number of maquiladoras (A maquiladora is an assembly plant in Mexico, especially one along the border between the United States and Mexico, to which foreign materials and parts are shipped and from which the finished product is returned to the original market). These factors and others resulted in a discernible trend toward significant growth in both residential and commercial development.

This was the case during the three fiscal years of 2004-05, 2005-06 and 2006-07 when the City of El Centro experienced unprecedented growth in both commercial and residential development. A 766,333 square foot regional mall and a strip mall were built in the City. These two projects helped further diversify the City's economy and attracted residents of surrounding cities as well as from Mexicali, Mexico. Some of the major retailers included are Macy's, Dillard's, BestBuy, Ross, Burlington Coat Factory, Marshall's, Michael's, Bed & Bath, Old Navy, DSW, Kohl's, and others.

The commercial development brought a substantial increase in retail opportunities to the City as well as an increase in sales and sales tax revenue during these years. The economic expansion slowed down during fiscal year 2008, severely contracted during fiscal year 2010. During the period of economic contraction (FY 2008 to FY 2010), total revenues for the general fund declined by $4.2 million (15%). Sales taxes which is the general fund's major revenue source declined by 22%. Other revenues sources that experienced major declines were building related fees, property taxes and interest earnings.

Revenues improved slightly in fiscal year 2011 but remained approximately $2.8 million below the high of fiscal year 2007. In fiscal year 2012 sales tax revenues increased and reached pre-recession levels. However total combined revenues for the general fund remain low as result of the continued slump in construction related revenues, decline in motor vehicle-in-lieu tax, low level of interest earnings, low level of property taxes and decline in other revenues. The City will remain cautious with regards to financial budgets and forecasts, as the major causes for the economic slowdown continue to exist; recession, drop in real estate prices, high unemployment.

In regards to construction activity, this also experienced a significant decline. For fiscal year 2009-10 single family building permits totaled 8 units while just 3 years ago the City issued 92 permits. Four permits were issued in fiscal year 2011 and 19 were issued in fiscal year 2012. Building related fees totaled $381,975 in fiscal year 2009-10, $697,227 in fiscal year 2010-11 and $573,816 in fiscal year 2011-12. This amount is significantly lower than in fiscal year 2007 and 2008 ($1.4 million and $1.2 million).

The City of El Centro's assessed property tax values decreased for the first time in fiscal year 2010-11 and continued to decline through fiscal year 2011-12. The decline was 2.03% in fiscal year 2010-11 and 2.88% in fiscal year 2011-12. Local property values continue to be affected by the depressed economy and the assessed value is expected to decrease as property owners continue filing assessment appeals. As a result of the decline in values and slowdown in construction, property taxes have declined 20% from $3.6 million in 2008 to $2.9 million in fiscal year 2012.

It was in fiscal year 2010 that the City developed various cost cutting measures in order to reduce expenditures and meet the decline in revenues. Some of the cost cutting measures including the reduction to the allocation for operations and capital for all departments continued through fiscal year 2011-12.

The City continues to operate within the reduced levels of allocations as well as with a reduced workforce. As mentioned above the City remains cautious and is diligently assessing how to best meet current needs as well as how to prepare for upcoming challenges. Some of the challenges the City will face in the future will be the cost associated with the cleanup of the Cruickshank road Disposal Site (cost estimated at $4 million to $6 million) construction of an aquatic center, and construction of a sports complex. The

construction of the aquatic center and the sports complex will be financed by grants, impact fees, donations and proceeds from bonds issued by the former redevelopment agency (RDA) of the City. However it is yet to be seen whether or not the State will allow the use of these redevelopment agency bond proceeds. If the State challenges the use of these funds then the City will have to cover the costs associated with these projects or desist from construction.

A potential challenge to future City finances is the projected increase in retirement cost at Cal-Pers. Based on an actuarial study conducted it is estimated that these costs will increase by approximately $3.5 million within the next four years. Another challenge the City is facing is the construction of a new library building. As a result of the 7.2 magnitude earthquake that was experience in 2010, the library building was deemed unsuitable for occupancy and the City will have to demolish and construct a new library facility at an initial projected cost of $1.5 million.

While the City is being faced with multiple challenges at a time when the economy has contracted it is expected that the City of El Centro will be successful in weathering these tough times. The City council has, over a number of years, through cost cutting measures and planning accumulated strong reserves and designations for potential liabilities. In addition, there are the following factors that will help contribute to the outlook for financial improvement and stability:

- More diverse economy with per capita sales at 155% of national averages
- The regional mall and the continued interest for increased commercial development surrounding the mall.
- Proximity to the economy of Mexicali, Mexico and the continued inflow of consumers from this country.

Long-Term Financial Planning

As discussed in this financial report, the City was significantly impacted by the economic recession. While some revenue sources have started to improve total combined revenues are still well below the pre-recession levels. Some of the cost cutting measures first implemented in fiscal year 2010 continued through fiscal year 2012.

The fund balance in the general fund as of June 30, 2012 is $17.9 million. However $9 million has been assigned for other post-employment benefit liability (OPEB). The other post-employment benefit liability was calculated through an actuarial analysis. GASB 45 requires the recording of this liability for other post-employment benefits on the Government Wide Financial Statements. Total unassigned fund balance is $8.9 million and represents 41% of total General Fund operating expenditures. This falls within the policy guidelines set by the City for budgetary and planning purposes. The City has maintained a conservative approach to fiscal matters by managing ongoing expenditures and tracking revenues

The City's financial condition is consistently being monitored. Reports are presented periodically to the City Council regarding the financial performance of all major funds. Revenue and expenditure trends are closely tracked and analyzed in order to position the City's finance in a manner that will weather the economic downturn with minimal impact on service levels.

The City has approved additional revenue sources in the form of Landscape/Lighting Districts, Community Facilities Districts and Service Districts. The City has updated various fees, such as development impact fees, to aid in financing the additional services that the City is required to provide. In order to continue to provide a high level of water and wastewater services to existing residents, businesses, and new residences the City has also reviewed rates and capacity fees. The City obtained necessary debt financing for updating and expanding facilities, delivery and collection systems by issuing $65 million in water and wastewater revenue bonds in 2006.

GASB 45

Much attention has been given to the unfunded liability of "Other Post-Employment Benefits" (OPEB) of government employees. In response the Governmental Accounting Standards Board (GASB) issued statement #45 which is an effort for governments to identify their obligations for expenses associated with

post-employment other than pensions. Governments have pension obligations to their current and retired employees and these are calculated and accounted for. However, other post-employment benefits such as health insurance have not been accounted for by most governments. As these expenses can represent a huge future liability of the government, identification of their costs is essential. GASB 45 requires the government to have an actuarial study done in order to identify the cost of other post-employment benefits.

The City of El Centro provides post-retirement health and dental care benefits, as provided for in various collective bargaining agreements for retirees that meet certain criteria. The City of El Centro implemented its GASB 45 requirement with the FY ended June 30, 2009 and recognized a net pension liability relative to OPEB at the end of the fiscal year. Per GASB 45 the City obtained the firm of Bartell & Associates to perform an actuarial valuation to determine the unfunded actuarial accrued liability and the annual required contribution. The results of this actuarial valuation can be found in note 14 to the financial statements in this report. The ongoing annual required contribution to address this liability is $1,008,000 for the fiscal year ending June 30, 2012, of which $430,000 is to amortize the unfunded liability. However as of June 30, 2012 the City has assigned an amount for this liability that equals or exceeds 100% of the unfunded liability.

GASB 54

This is the second year the City is required to produce its financial statements in conformity with GASB 54. This new GASB requirement concerns mainly the categories and terminology used to describe the components that compose fund balance. In addition, Statement 54 clarifies how rainy-day amounts can be reported by treating stabilization arrangements as a specified purpose. Consequently, amounts constrained to stabilization are to be reported as restricted or committed fund balance in the General Fund if they meet the other criteria for those classifications. As a result the CAFR can no longer list the Reserve for Economic Unknowns separately. The City has a policy to maintain, for economic uncertainties, not less than 10% of expenditures. The General Fund balance of $17,929,655 includes an unassigned balance of $8,851,696. Of this unassigned amount $2,171,486 is for economic uncertainties per the City's policy.

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 El Centro for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2011. This was the fifth consecutive year the City of El Centro has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the Finance and Administration Department. Credit also must be given to the Mayor and the City Council for their support and direction in maintaining the highest standards of professionalism in the management of the City of El Centro finances.

Respectfully submitted,

Ruben Duran
City Manager

Leticia Salcido
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of El Centro California

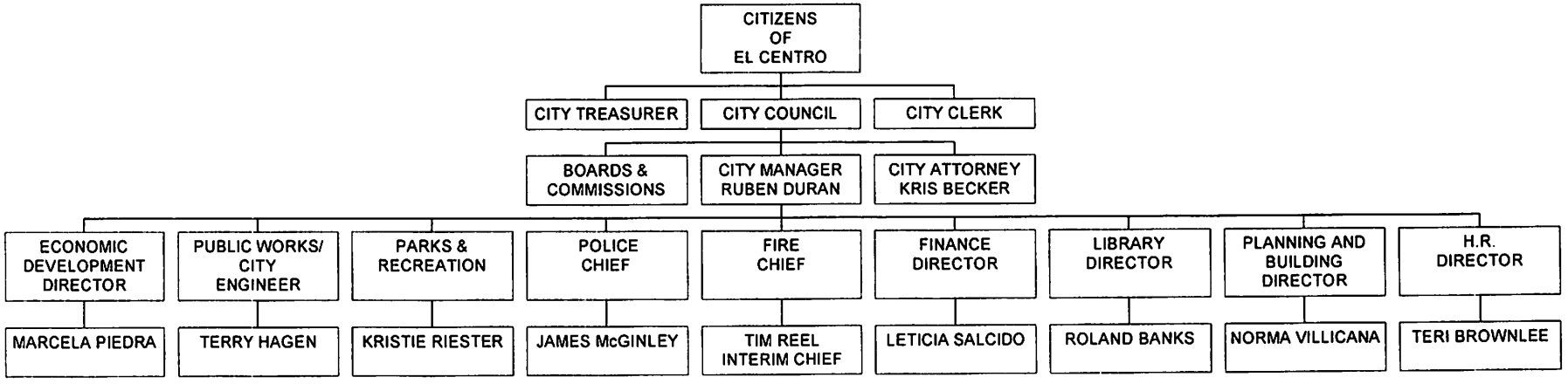
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

President

Executive Director

City of El Centro
Organizational Chart



CITY OF EL CENTRO

Efrain Silva
Mayor

Ben Solomon
Council Member

Cheryl V. Walker
Council Member

Sedalia Sanders
Council Member

Jason Jackson
Council Member

Diane Caldwell
City Clerk

Ruben A. Duran
City Manager

Kris Becker
City Attorney

Roland Banks	**Library Director**
Terry Hagen	**Director of Public Works/City Engineer**
James McGinley	**Police Chief**
Tim Reel	**Interim Fire Chief**
Marcela Piedra	**Director of Economic Development**
Norma Villicana	**Director of Community Development**
Teri Brownlee	**Director of Human Resources**

Prepared By:
Leticia Salcido - Director of Finance

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Financial/UB Assistant

FINANCIAL SECTION

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Independent Auditor's Report

The Members of the City Council of the
City of El Centro
El Centro, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of El Centro, California (City) as of and for the fiscal year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Hospital Fund. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Hospital Fund, is based on the report of the other auditors.

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

As discussed in note 1 of the notes to basic financial statements effective July 1, 2011, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 64, *Derivative Instruments: Application of Hedge Accounting Termination Provisions.*

In our opinion, based on our audit and the report of other auditors, 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 of El Centro, California, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated December 21, 2012, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our

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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 and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 11 through 24, the Schedule of Revenues Expenditures, and Changes in Fund Balance – Budget to Actual – General Fund, the Note to Required Supplementary Information, the Schedule of Funding Progress of the California Public Employees Retirement System, the Schedule of Funding Progress-Other Post-employment Benefits, and the Schedule of Funding Progress-Hospital Retirement Income Plan on pages 95 through 100 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The introductory section, combining nonmajor fund financial statements, nonmajor funds budgetary comparison schedules, combining nonmajor proprietary fund financial statements, combining internal service fund financial statements, trust and agency fund financial statements, and the statistical section are presented for purposes of additional analysis and are not required parts of the basic financial statements. The combining nonmajor fund financial statements, nonmajor funds budgetary comparison schedules, combining nonmajor proprietary fund financial statements, combining internal service fund financial statements, and trust and agency fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 information is fairly stated in all material respects in relation to the basic financial statements as a whole. The information included in the introductory section and statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Moss, Levy & Hartzheim, LLP
Culver City, California
December 21, 2012

Management's Discussion and Analysis

As management of the City of El Centro, we offer readers of the City of El Centro's financial statements this narrative overview and analysis of the financial activities of the City of El Centro for the fiscal year ended June 30, 2012. 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 1-5 of this report. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

I. Statement of Net Assets and Statement of Activities

- The assets of the City of El Centro exceeded its liabilities at the close of the most recent fiscal year by $252,282. Of this amount, $79,575 may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets before extraordinary item (loss on transfer of assets and liabilities to RDA Successor trust funds) increased by $15,223. Through current fiscal year's transaction, the governmental activities increased the City's net assets by $2,522. Business-type activities net asset increased by $12,701. The government's total net assets, after the extraordinary item, increased by $6,239.

II. Balance Sheet-Governmental Funds

- As of the close of the current fiscal year, the City of El Centro's governmental funds reported combined ending fund balances of $94,844. Approximately 8% or $7,680 is available for spending (Unassigned Fund Balance). See additional discussion in the Financial Analysis of the City's Funds on Pages 25 to 35.
- At the end of the current fiscal year, unassigned fund balance for the general fund was $8,852, or approximately 40 percent of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of El Centro's basic financial statements. The City of El Centro'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 El Centro's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City of El Centro's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether financial position of the City of El Centro is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City of El Centro 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 El Centro include general government, public safety, community development, public works, and parks and recreation. The business-type activities of the City of El Centro include water, sewer (wastewater), solid waste, transit and a community hospital.

The government-wide financial statements can be found on pages 25-26 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of El Centro, 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 El Centro 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 fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* that are available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

The City of El Centro maintains 65 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the 2011 C Bonds City and 2011 A/B Projects, all three of which are considered to be major funds. Data from the other 62 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 City of El Centro adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 27-30 of this report.

Proprietary Funds. The City of El Centro 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 El Centro uses enterprise funds to account for its water, wastewater, solid waste, and transit operations as well as the community hospital, El Centro Regional Medical Center. *Internal service funds*

are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City of El Centro on a cost reimbursement basis. The City of El Centro uses internal service funds to account for its fleet of vehicles, workers compensation program, group health insurance, and post employment benefits. Because 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, wastewater, and hospital operations, all of which are considered to be *Major Funds* of the City of El Centro. Conversely, *Internal service funds* are combined into a single aggregated presentation, in proprietary fund financial statements. Individual fund data for the internal service and non-major enterprise funds is provided in the form of combining statements elsewhere in this report.

The proprietary fund financial statements can be found on pages 31-33 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 El Centro'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 34 of this report. The statement of changes in assets and liabilities of the fiduciary fund can be found on page 187.

Notes to the Financial Statements. The notes provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37-93 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of El Centro's Schedule of Funding Progress- California Public Employees Retirement System, Schedule of Funding Progress-Other Postemployment Benefits, Schedule of Funding Progress – Hospital Retirement Income Plan, notes to Required Supplementary Information and Schedule of Revenues, Expenditures, and Changes in Fund Balance (Final Budget, Original Budget, and Actual Amount) for the General Fund. Required supplementary information can be found on pages 95-97 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and proprietary funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 100-187 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of El Centro, assets exceeded liabilities by $252,282 (see table 1, page 14) at the close of the most recent fiscal year.

The City of El Centro's net assets in the amount of $118,224 (approximately 47 percent) reflects its investment in capital assets (e.g., land, infrastructure, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Of this amount $42,635 is related to business type activities with approximately $29,610 in the hospital fund and $13,025 in the water and wastewater funds. The City of El Centro uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City of El Centro's investment in its capital assets is reported net of related debt, it should be noted that the resources to repay this debt must be provided from other sources, since the capital assets themselves normally are not used to liquidate these liabilities.

An additional portion of the City of El Centro's net assets in the amount of $54,483 (approximately 22 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets,* $79,575, may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City of El Centro is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

Table 1 – City of El Centro Net Assets
June 30, 2012 (Thousands)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Current Assets and Other Assets	129,293	159,934	119,600	106,407	248,893	266,341
Capital Assets	84,845	96,208	124,133	121,098	208,978	217,306
Total Assets	214,138	256,142	243,733	227,505	457,871	483,647
Current and Other Liabilities	8,577	13,462	21,905	16,090	30,482	29,552
Long-term Liabilities	64,396	94,958	110,711	112,999	175,107	207,957
Total Liabilities	72,973	108,420	132,616	129,089	205,589	237,509
Net Assets:						
Invested in Capital Assets, net of related debt	75,589	80,274	42,635	36,281	118,224	116,555
Restricted	47,901	47,897	6,582	7,862	54,483	55,759
Unrestricted	17,675	19,551	61,900	54,273	79,575	73,824
Total Net Assets	141,165	147,722	111,117	98,416	252,282	246,138

As shown in Table 2 (below), the City of El Centro's Net Assets increased by $15,223 before extraordinary loss in the amount of $8,984. Governmental Activities Net Assets increased by $2,522, thereby accounting for 17 percent of the total increase in Net Assets.

Table 2 – City of El Centro's Changes in Net Assets
For the Fiscal Year Ended June 30, 2012 (Thousands)

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
Revenues:						
Program Revenues:						
Charges for Service	1,766	1,501	151,550	133,051	153,316	134,552
Operating Grants & Contributions	4,730	4,582	877	1,077	5,607	5,659
Capital Grants & Contributions	8,945	8,238	1,119	329	10,064	8,567
General Revenues:						
Property Tax	5,673	9,024	-	-	5,673	9,024
Sales Tax	11,183	10,094	-	-	11,183	10,094
Motor Vehicle in Lieu of Taxes	3,791	3,940	-	-	3,791	3,940
Investment Earnings	102	528	412	402	514	930
Other	2,408	3,929	150	635	2,558	4,564
Total Revenue	38,598	41,836	154,108	135,494	192,706	177,330
Expenses:						
General Government	3,785	3,319	-	-	3,785	3,319
Public Protection	14,771	15,695	-	-	14,771	15,695
Community Development	6,138	5,464	-	-	6,138	5,464
Public Works	5,296	5,911	-	-	5,296	5,911
Parks and Recreation	3,072	3,170	-	-	3,072	3,170
Interest on Long-Term Liabilities	3,256	4,181	-	-	3,256	4,181
Water	-	-	8,265	8,374	8,265	8,374
Wastewater	-	-	7,846	7,505	7,846	7,505
Hospital	-	-	123,011	112,031	123,011	112,031
Other	-	-	2,043	2,003	2,043	2,003
Total Expenses	36,318	37,740	141,165	129,913	177,483	167,653
Transfers	242	204	(242)	(204)	-	-
Increase (Decrease) in Net Assets	2,522	4,300	12,701	5,377	15,223	9,677

Governmental Activities

The change in Net Assets for Governmental Activities was an increase of $2,522 (before extraordinary loss) for the fiscal year ended June 30, 2012. The following were the key elements in the change in net assets:

- Total revenues and transfers were $38,839 and expenses totaled $36,318. This was a decrease of 8 percent and 4 percent respectively.
- Total revenues and transfers decreased from previous year due to the following decreases and increases
    - The increases in revenues from the previous year were primarily due to the following reasons;
        1. LTA sales tax increase $210

2. Grant funding in the following funds; Police grants $190, EDA Grant $84, Dept of Conservation $82, IID $41
3. General fund in the following areas Sales Tax $1,195, TOT $217, Federal Grants $84, other taxes $2
4. Co-op Agreement $1,500
5. Increase in Home program income $22

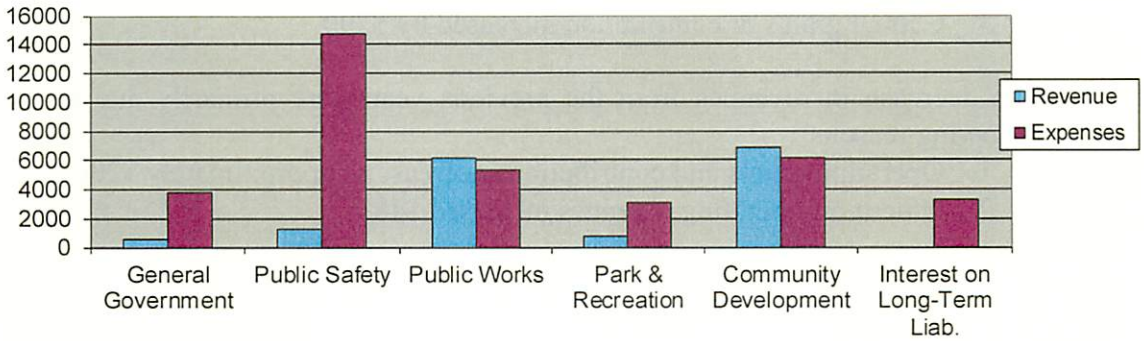
- The decrease in revenues from the previous year were primarily due to the following reasons;
  1. Decrease in interest earned $607
  2. Decrease in capital contributions by developers $61
  3. Decrease in RDA DS property tax in the amount of $2,184
  4. Decrease in RDA Housing property tax in the amount of $535
  5. General fund in the following areas; Charges for services $52, Motor Vehicle in lieu tax $149, Other Agencies $206, licenses & permits $69, court fines $68, other income $68.
  6. Decrease in grant funding in the following areas; OTS grant $68, HUD entitlement $296, Household Hazardous Waste $35, Colonia El Dorado Grant $11, Cal-home $447, Federal Highway Grants $2,824, Used oil grant $102, Tire clean up grant $30, Federal grant for terminal station $15, FEMA $109
  7. CDBG Program Income $16
  8. Decrease in asset forfeiture funds $1,906
  9. Decrease in LTA revenue the amount of $125
  10. Decrease in Development impact fee $184
  11. IVWMTF membership fees $127
  12. RDA Housing Program income $20

- Total Expenses decreased from previous years due to the following decreases and increases:
  - The decreases in expenses from the previous year were primarily due to the following reason:
    1. General Fund decreased in the following areas; salaries and benefits $1,111, Professional fees $245,
    2. Household Hazardous waste grant $35
    3. RDA debt service decrease in the following areas; SERAF payment to State $417, pass through $1,002
    4. CDBG PI decrease of $22 in materials & supplies
    5. Used Oil Grant $48
    6. Tire Clean-up Grant $30
    7. OTS Grant $64
    8. RDA Housing decrease in salaries $187
    9. Interest in long term liabilities decreased $925
    10. Department of Conservation Grant $5

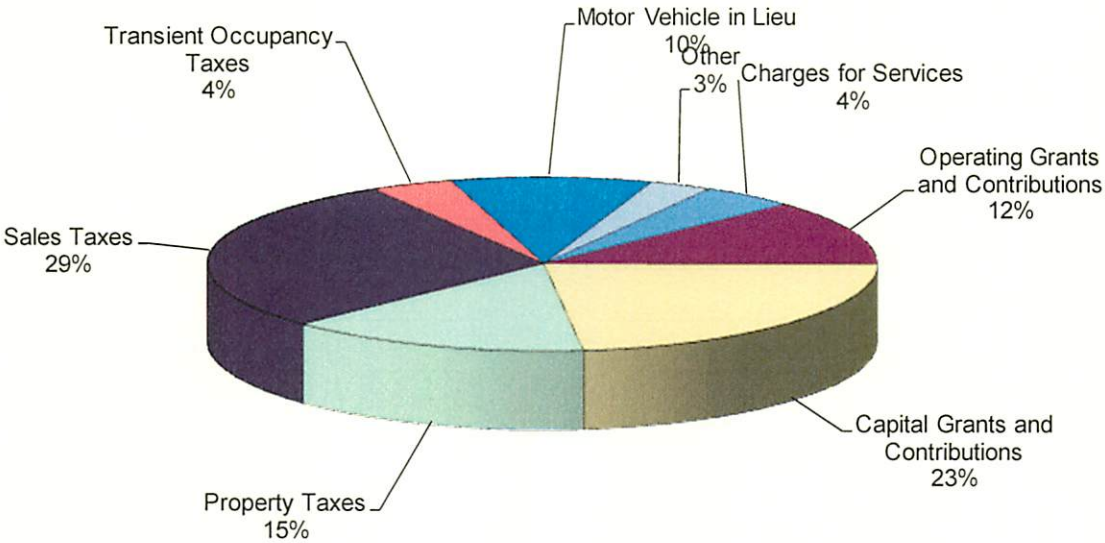
  - The increase in expenses from the previous year was primarily due to the following reasons;
    1. Home PI Administration increased in salaries $9
    2. RDA Housing increase in other expense $73

3. State Cops SLESF increased in salaries and supplies $69
4. Police grants $108
5. Successor Agency-Housing increase in salaries $103
6. Other post-employment benefits current year liability accrual increase of $604
7. Depreciation expense increased by $65

Expenses and Program Revenues-Governmental Activities
(Amounts expressed in Thousands)



Revenues and Transfers by Source-Governmental Activities



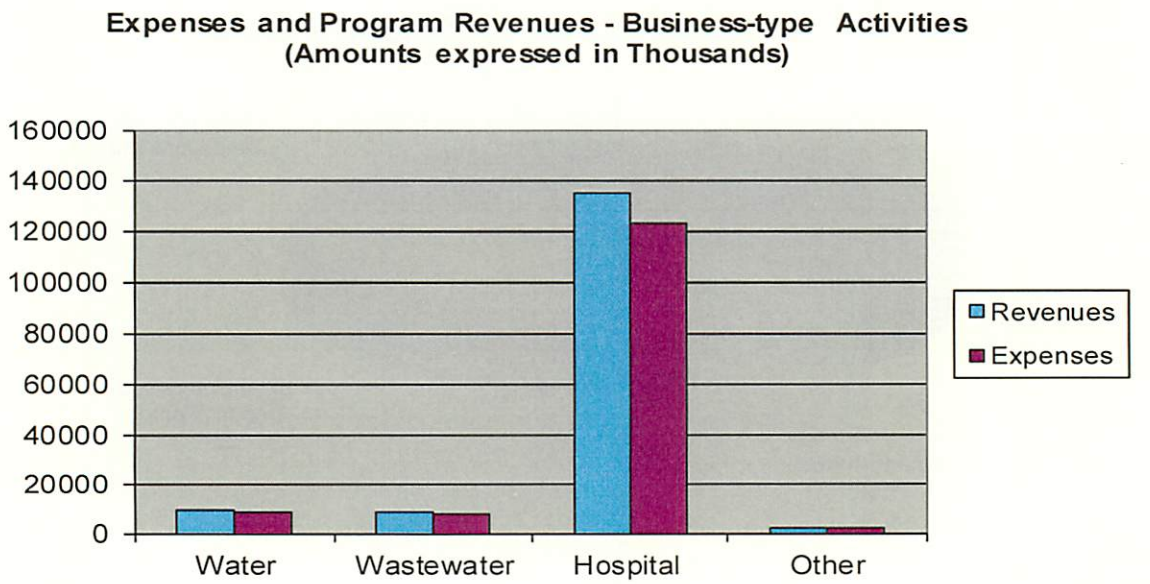
Business-type activities

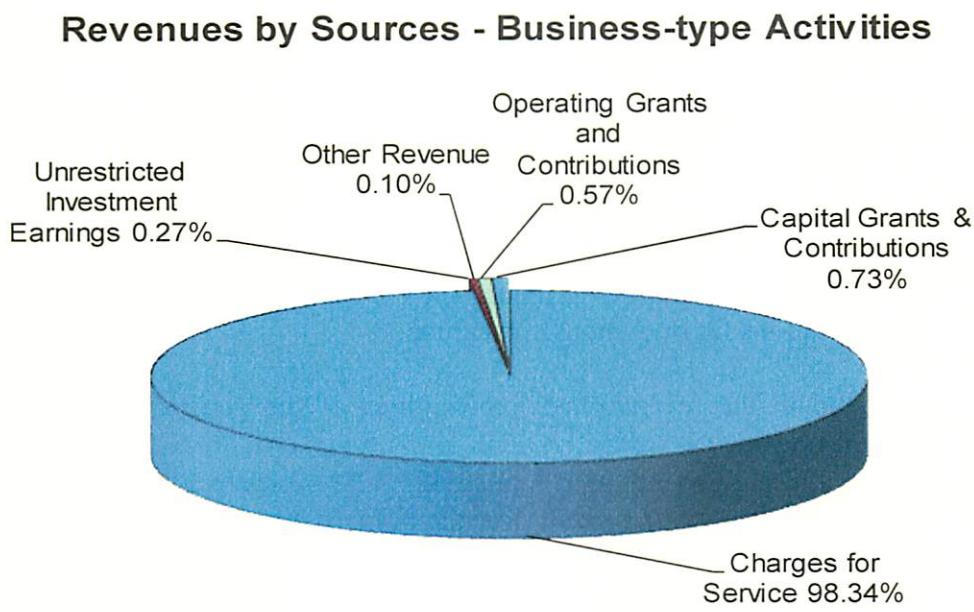
Business-type activities net assets increased by $12,701. In fiscal year 2012 revenues increased by 14 percent and expenses and transfers increased by 9 percent.

- Total revenues increased from previous year due to the following increases and decreases:
  - The increases in revenues from the previous year were primarily due to the following;
    1. Charges for services increase in the amount of $18.5 million
    2. Investment earnings increased approximately $9
    3. Capital grants & contribution increased by $790

  - The decrease in revenues from the previous year were primarily due to the following reasons;
    1. Operating grants and contributions decrease of approximately $200
    2. Other non-operating revenues increased $485

- The expenses increased from previous years due to the following decreases and increases:
  - The increase in expenses from the previous year was primarily due to the following:
    1. Personnel services increase of $3.7 million
    2. Supplies and Services increase of $7 million
    3. Depreciation increase of $171
    4. General & Administrative expense increase of $348
    5. Interest Expense increase of $24





Financial Analysis of the Government's Funds

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

Governmental Funds. The focus of the City of El Centro'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 El Centro'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 El Centro's governmental funds reported combined ending fund balances of $94,844, a decrease of $25,775 in comparison with the prior year. The decrease was in the Redevelopment Agency Capital Projects fund as a result of the elimination of the Redevelopment Agency by the State of California. After the date of dissolution, the assets and activities of the dissolved redevelopment agency were transferred and are reported in a fiduciary fund (private-purpose trust fund) in the financial statements of the City.

Approximately 8% of the total ending fund balance in the amount or $7,680 constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is restricted, non-spendable, committed, or assigned.

The general fund is the chief operating fund of the City of El Centro. At the end of the current fiscal year, unassigned *fund balance* in the general fund was $8.9 million and the amount of assigned fund balance for other post-employment benefit liability is $9.1 million (GASB 45 requires the recording of a liability for OPEB on the government wide financial

statements). Total fund balance as of June 30, 2012 was $17.9 million. 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 40 percent of total general fund expenditures, while total fund balance represents 83 percent of the total general fund expenditures.

The various cost cutting measures that were first implemented in fiscal year 2010 continued through fiscal year 2012. Those measures included the freezing of funding for various key management positions in order to reduce the expenses for salaries and benefits and reductions to the allocations for operations and capital.

Significant factors related to the revenue and expenditures of the general fund for the current fiscal year are as follows:

- Revenues for the general fund totaled $23,629, which was an increase of $898 or approximately 4 percent over the prior fiscal year. Taxes increased by $300 or 2%. Intergovernmental revenues increased by $846 due to sales tax in lieu tax. Motor vehicle in lieu tax declined by $200 from last year.
- Expenditures for the general fund totaled $21,715. This is a decrease of $1,045 or approximately 5 percent over the prior fiscal year. General government increased by $595 (due to one-time retro payment for liability insurance), Public Safety decreased by $835, Parks & Recreation decreased by $605, Community Development increased by $63 (due to absorption by the general fund of economic development and blight elimination which was previously in the RDA budget), Public Works decreased by $354, and capital purchases decreased by $237.
- The amount assigned for post-employment liability was only $556. GASB 45 requires the recording of a liability for OPEB on the government wide financial statements.

Proprietary Funds

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

Net assets of the proprietary (enterprise) funds at the end of the fiscal year amounted to $111,117. The total growth in net assets for all enterprise funds was $12,701. Other factors concerning the finances of these funds have already been addressed in the discussion of the City of El Centro's business-type activities.

General Fund Budgetary Highlights

The City made revisions to the original appropriations approved by the City Council. Overall these changes resulted in an increase in budgeted expenditures from the original budget of 5.2% or $1.2 million. Approximately $575 was due to adjustments in capital for splash pad, Bucklin Park, restoration of parks light poles and equipment for various departments. Approximately $429 was due to adjustment for supplies and services for economic development and blight elimination. These two divisions were previously

reflected in the now dissolved redevelopment agency of the City. This increase was covered by general fund revenues.

Actual expenditures for the year in the amount of $21,715 were $2,674 (11%) below the final budgeted amounts. Expenditures were lower than the revised budgeted amount for the following reasons: decline in capital expenses for recreation as a result of continuing the splash pad project to fiscal year 2013; salary savings due to vacant safety positions; lower retirement expenditures; lower personnel and operational expenditures for the economic development and blight elimination departments.

Capital Asset and Debt Administration

As of June 30, 2012 the City's investment in capital assets for its governmental and business-type activities amounted to $205,548 (net of accumulated depreciation). The investments in capital assets are comprised of land, building and improvements, infrastructure, vehicles, furniture and equipment, and construction in progress. The City, according to GASB 34 guidelines has elected retroactively to include all infrastructure assets dating back to 1980.

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

- Land acquisition of $115 for Waterman Avenue extension.
- Vehicle acquisition of $82 for public safety.
- Street improvements of $3,364.
- Third fire station construction $5,237.
- Sidewalk project $358.
- Bucklin Park Pathway $217.
- 14th & State Restroom project $112
- Water and Wastewater system infrastructure improvements totaling $1,125 and vehicles totaling $16
- Public Safety Equipment $95
- Park shade structure $162

Table 3 – City of El Centro's Capital Assets
(Net of Accumulated Depreciation)
June 30, 2012 (Thousands)

	Governmental Activities	Business-Type Activities	Total
Land	2,140	1,748	3,888
Building and Improvements	43,029	97,793	140,822
Infrastructure	36,332	-	36,332
Vehicles	1,494	452	1,946
Furniture and Equipment	1,791	10,085	11,876
Construction in Progress	-	10,684	10,684
Total	84,786	120,762	205,548

Additional information on the City of El Centro's capital assets can be found in Note 6 on pages 57-59 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had total long-term debt outstanding of $175,108. The composition of long-term debt is outlined in Table-4 below.

Table 4 – The City's Outstanding Debt
June 30, 2012 (Thousands)

	Governmental Activities	Business-Type Activities	Totals
Advances from Successor Agency	36,205		36,205
Tax Allocation Bonds	-	-	-
Revenue Bonds and Installment Sales	23,327	101,023	124,350
Capital Leases	-	8,525	8,525
Note Payable	-	752	752
Other Post-Employment Benefits	2,918	-	2,918
Compensated Absences	1,946	412	2,358
Total	64,396	110,712	175,108

The majority of the long-term debt is comprised as follows:

- Insured Hospital Revenue Bonds in the amount of $28,586. El Centro Regional Medical Center issued $39,300 in Insured Hospital Revenue Bonds in 2001. The proceeds are being used to finance the construction and equipping of the Medical Center's expansion project.

- Revenue Bonds in the amount of $64,602. The City of El Centro issued $65 million in revenue bonds in 2006 for the construction of a new water treatment plant and wastewater plant improvements.
- Advance from successor agency in the amount of $36,205 due to issuance of the 2011 successor bonds series A & B.
- Revenue Bonds in the amount of $13,070. The City of El Centro issued $14,740 in revenue bonds in 2010 for transportation related improvements.
- Revenue Bonds in the amount of $10,257. The El Centro Financing Authority issued the Revenue Bonds Series 2011. The bonds were issued to finance the acquisition of the Redevelopment Agency of the City of El Centro, El Centro Redevelopment Project Tax Allocation Bonds Series 2011C.
- Revenue Bonds in the amount of $7.8 million. The City of El Centro issued $7.8 million in revenue bonds in 2012 to refund the 1997 wastewater revenue bonds.

Additional information on the City of El Centro's long-term debt can be found in Note 8, on pages 60-69 of this report.

Economic Factors

The improvement in the economy and the cost cutting measures first implemented in 2010 and continued through fiscal year 2012 have allowed the City to improve the fund balance position for the general fund. The City is faced with the following challenges which demand adequate levels of reserves. The reserves are required in order to be able to absorb future costs should revenues drop again or not increase to the levels required for a full level of operations. The variables that can negatively impact City finances include the following; high levels of local unemployment, drop in real estate prices, State budget troubles, continued recession at the federal and state level, future municipal projects; $4 million to $6 million for disposal site cleanup; rebuilding of library building which was deemed unsuitable for occupancy as a result of the earthquake of 2010, increase in retirement Cal-Pers cost (estimated at $3.5 million).

As background it should be noted that during the three fiscal years of 2004-05, 2005-06 and 2006-07 the City of El Centro experienced unprecedented growth in both commercial and residential development. It was during this time that a regional mall with 766,333 square feet of shopping opportunities and a strip mall were built in the City. These two projects helped diversify the City's economy and attracted residents of surrounding cities as well as from Mexicali, Mexico.

Mexicali, Mexico is the capital of Baja California and has a population in excess of 1,000,000 and a significant number of maquiladoras. A maquiladora is an assembly plant in Mexico, especially one along the border between the United States and Mexico, to which foreign materials and parts are shipped and from which the finished product is returned to the original market.

The commercial development brought a substantial increase in retail opportunities to the City as well as an increase in sales and sales tax revenue during these years. However the economic expansion slowed down during fiscal year 2008 and severely contracted during

fiscal year 2010. The economic activity dropped and the decline affected all major sources of City revenues.

In fiscal year 2010 as a result of the precipitous decline in revenue the City developed various cost cutting measures in order to reduce expenditures and meet the decline in revenues. Some of the cost cutting measures included the following: reduction to the allocation for operations and capital for all departments; freezing of funding for vacant key management positions; postponement of projects; use of volunteer services; reduction to the amount set aside for other post-employment benefits

The City council has, over a number of years, through cost cutting measures and planning accumulated strong reserves for potential liabilities. However as was seen by the precipitous loss of revenues of the past few years and the natural disaster of 2010 (7.2 Earthquake) it is essential to have those reserves in place in order to be able to absorb unforeseen expenditures such as the ones needed to rebuild as a result of the earthquake as well as to cover expenditures while the recession ends and the economy recovers. It is also imperative that the City continue to build the reserves necessary to fund the clean-up of the disposal site at Cruickshank estimated at between $4 to $6 million dollars and to build a new library.

It is expected that the following factors will contribute to the continued improvement in the local economy:

- More diverse economy with per capita sales at 155% of national averages
- The regional mall and the continued interest for increased commercial development surrounding the mall.
- Proximity to the economy of Mexicali, Mexico and the continued inflow of consumers from this country.

The City will continue to proceed with caution with regards to expenditures in spite of the economic improvement. It continues to position its finances for the possible challenges that can be associated with a continued economic slowdown. The City continues to fund reserves and continues to enforce revenue enhancement and cost containment measures.

Requests for Information

This financial report is designed to provide a general overview of the City of El Centro's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Director of Finance, 1275 Main Street, City of El Centro, California, 92243.

CITY OF EL CENTRO

Statement of Net Assets

June 30, 2012

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Investments	$ 91,891,060	$ 40,652,785	$ 132,543,845
Restricted Assets:			
Cash and Investments with Fiscal Agent	16,049,132	48,453,958	64,503,090
Receivables (net of allowances for uncollectibles)			
Accounts	65,522	20,104,247	20,169,769
Taxes	1,329,346		1,329,346
Interest	914,125	5,917	920,042
Grants	1,420,216		1,420,216
Notes	15,674,632	1,983,140	17,657,772
Other	1,061,919	95,458	1,157,377
Internal Balances	197,019	(197,019)	
Inventories		1,442,198	1,442,198
Deferred Charges, Net of Accumulated Amortization	689,731	1,699,833	2,389,564
Net Pension Obligation - Overfunded		1,094,500	1,094,500
Prepaid Items		1,752,664	1,752,664
Investment in Joint Venture		2,512,001	2,512,001
Land Held for Resale	59,089		59,089
Capital Assets Not Being Depreciated	2,139,889	12,432,670	14,572,559
Capital Assets, Net of Accumulated Depreciation	82,646,386	108,330,010	190,976,396
Goodwill		3,370,409	3,370,409
Total Assets	214,138,066	243,732,771	457,870,837
Liabilities:			
Accounts Payable	2,307,351	12,213,539	14,520,890
Salaries/Benefits Payable	358,236	4,163,064	4,521,300
Interest Payable	340,171	827,263	1,167,434
Unearned Revenue	65,410	4,953	70,363
Deposits	5,506,079	161,913	5,667,992
Line of Credit		4,500,000	4,500,000
Due to Third Party Payors		33,601	33,601
Non-Current Liabilities:			
Due Within One Year	2,144,540	6,955,138	9,099,678
Due in More Than One Year	62,251,587	103,756,444	166,008,031
Total Liabilities	72,973,374	132,615,915	205,589,289
Net Assets:			
Invested in Capital Assets, Net of Related Debt	75,589,062	42,634,667	118,223,729
Restricted for:			
Housing	6,502,988		6,502,988
Special Projects	140,872		140,872
Debt Service	10,970,633	6,582,559	17,553,192
Community Development	13,905,883		13,905,883
Asset Forfeiture	2,010,865		2,010,865
Public Safety	852,079		852,079
Street and Roads	12,455,200		12,455,200
Waste and Clean Up	563,663		563,663
Landscaping	498,011		498,011
Unrestricted	17,675,436	61,899,630	79,575,066
Total Net Assets	$ 141,164,692	$ 111,116,856	$ 252,281,548

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

CITY OF EL CENTRO

Statement of Activities

For the Fiscal Year Ended June 30, 2012

Functions	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Assets: Governmental Activities	Net (Expenses) Revenues and Changes in Net Assets: Business-Type Activities	Net (Expenses) Revenues and Changes in Net Assets: Total
Primary Government:							
Governmental Activities							
General Government	$ 3,784,511	$ 538,072	$ -	$ -	$ (3,246,439)	$ -	$ (3,246,439)
Public Protection	14,771,179	489,902	759,810		(13,521,467)		(13,521,467)
Community Development	6,138,138	582,900	1,427,246	4,777,268	649,276		649,276
Public Works	5,296,310	46,475	2,339,945	3,690,590	780,700		780,700
Parks and Recreation	3,071,913	108,676	202,859	477,526	(2,282,852)		(2,282,852)
Interest on Long-Term Liabilities	3,256,048				(3,256,048)		(3,256,048)
Total Governmental Activities	36,318,099	1,766,025	4,729,860	8,945,384	(20,876,830)		(20,876,830)
Business-Type Activities							
Water	8,264,815	8,345,593		459,201		539,979	539,979
Wastewater	7,845,792	7,622,341		542,349		318,898	318,898
Hospital	123,010,972	133,547,434	846,773	117,183		11,500,418	11,500,418
Transit	211,598	252,665	30,000			71,067	71,067
Solid Waste	1,831,381	1,782,171				(49,210)	(49,210)
Total Business-Type Activities	141,164,558	151,550,204	876,773	1,118,733		12,381,152	12,381,152
Total Primary Government	$ 177,482,657	$ 153,316,229	$ 5,606,633	$ 10,064,117	(20,876,830)	12,381,152	(8,495,678)
General Revenues:							
Taxes							
Property Taxes					5,672,650		5,672,650
Sales Taxes					11,182,621		11,182,621
Transient Occupancy Taxes					1,560,794		1,560,794
Franchise Taxes					337,263		337,263
Other Taxes					415,851		415,851
Motor Vehicle in Lieu, unrestricted					3,790,879		3,790,879
Investment Earnings					101,500	411,992	513,492
Miscellaneous Revenue					94,848	150,016	244,864
Transfers					241,920	(241,920)	
Total General Revenues and Transfers					23,398,326	320,088	23,718,414
Change in Net Assets before Extraordinary Item					2,521,496	12,701,240	15,222,736
Extraordinary item - Loss on Transfer of Assets and Liabilities to RDA Successor Trust Funds					(8,983,573)		(8,983,573)
Change in Net Assets					(6,462,077)	12,701,240	6,239,163
Net Assets - Beginning of Fiscal Year					147,722,186	98,415,616	246,137,802
Prior Period Adjustments					(95,417)		(95,417)
Net Assets - Beginning of Fiscal Year (restated)					147,626,769	98,415,616	246,042,385
Net Assets - End of Fiscal Year					$ 141,164,692	$ 111,116,856	$ 252,281,548

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

CITY OF EL CENTRO
Balance Sheet
Governmental Funds
June 30, 2012

	General	2011C Bonds City	2011 A & B Projects	Nonmajor Governmental Funds	Total Governmental Funds
Assets:					
Cash and Investments	$ 14,784,260	$ 8,346	$ 27,582,007	$ 40,579,080	$ 82,953,693
Receivables (Net of Allowances for Uncollectibles):					
Accounts	65,522				65,522
Taxes	1,328,803			543	1,329,346
Interest	5,243		733	8,468	14,444
Grants	276,247			1,143,969	1,420,216
Notes				15,674,632	15,674,632
Other	538,850			352,505	891,355
Due from Other Funds	2,303,165				2,303,165
Advances to Other Funds		1,681,545			1,681,545
Restricted Assets:					
Investments with Fiscal Agent		9,488,622		6,526,009	16,014,631
Other Assets:					
Land Held for Resale				59,089	59,089
Total Assets	$ 19,302,090	$ 11,178,513	$ 27,582,740	$ 64,344,295	$ 122,407,638
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	$ 518,498	$ -	$ -	$ 1,607,266	$ 2,125,764
Salaries/Benefits Payable	329,829			5,134	334,963
Deferred Revenue	134,913			15,674,632	15,809,545
Deposits	389,195			5,116,884	5,506,079
Due to Other Funds				2,106,146	2,106,146
Advances from Other Funds				1,681,545	1,681,545
Total Liabilities	1,372,435			26,191,607	27,564,042
Fund Balances:					
Restricted		11,178,513	27,582,740	37,541,358	76,302,611
Committed				1,783,003	1,783,003
Assigned	9,077,959				9,077,959
Unassigned	8,851,696			(1,171,673)	7,680,023
Total Fund Balances	17,929,655	11,178,513	27,582,740	38,152,688	94,843,596
Total Liabilities and Fund Balances	$ 19,302,090	$ 11,178,513	$ 27,582,740	$ 64,344,295	$ 122,407,638

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

CITY OF EL CENTRO
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets
June 30, 2012

Total fund balances - governmental funds		$ 94,843,596
In governmental funds, only current assets are reported. In the statement of net assets, all assets are reported, including capital assets and accumulated depreciation.		
Capital assets at historical cost	$ 158,191,497	
Accumulated depreciation	(73,405,222)	84,786,275
Certain taxes and fees will be collected after year end, but are not available soon enough to pay for current period's expenditures, and therefore are reported as deferred revenue in the governmental funds.		69,503
In governmental funds, debt issuance costs are recognized as expenditures in the period they are incurred. In the government-wide statements, debt issuance costs are capitalized and amortized over the life of the debt.		
Deferred Charges, net of accumulated amortization		689,731
In governmental funds, certain notes receivable are not available to pay for current period expenditures and, therefore, are offset by deferred revenue.		15,674,632
In governmental funds, certain accrued interest receivables on notes receivable are not available to pay for current period expenditures and, therefore, are not reported in the governmental funds.		897,009
In governmental funds, only current liabilities are reported. In the statement of net assets, all liabilities, including long-term liabilities, are reported. Long-term liabilities relating to governmental activities consist of:		
Advances from Successor Agency	$ (36,205,000)	
Revenue bonds (net of original issue discount)	(10,257,393)	
Lease revenue bonds (net of original issue discount)	(13,069,406)	
Other post-employment benefits	(2,917,771)	
Compensated absences payable	(1,946,557)	(64,396,127)
Accrued interest payable from the current portion of interest due on long-term debt has not been reported in the governmental funds.		(340,171)
Internal service funds are used by management to charge the costs of certain activities, such as self-insurance, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net assets.		8,940,244
Total net assets - governmental activities		$ 141,164,692

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

CITY OF EL CENTRO

Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2012

	General	2011C Bonds City	2011 A & B Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Taxes	$ 13,080,699	$ -	$ -	$ 2,809,918	$ 15,890,617
Licenses and Permits	302,210				302,210
Intergovernmental	8,332,691			7,899,452	16,232,143
Charges for Services	659,969			284,184	944,153
Fines and Forfeitures	159,331			119,121	278,452
Interest	68,032	83,513	11,969	856,735	1,020,249
Other	1,026,080		2,401,661	474,700	3,902,441
Total Revenues	23,629,012	83,513	2,413,630	12,444,110	38,570,265
Expenditures					
Current					
General Government	3,464,573				3,464,573
Public Safety	13,238,914			394,559	13,633,473
Public Works	1,202,792			442,232	1,645,024
Parks and Recreation	2,144,830			327,690	2,472,520
Community Development	1,316,986		3,950	3,760,816	5,081,752
Capital Outlay	346,763			9,928,286	10,275,049
Debt Service					
Principal				2,155,000	2,155,000
Interest and Fiscal Charges				3,941,012	3,941,012
Total Expenditures	21,714,858		3,950	20,949,595	42,668,403
Excess (Deficiency) of Revenues over (under) Expenditures	1,914,154	83,513	2,409,680	(8,505,485)	(4,098,138)
Other Financing Sources (Uses):					
Transfers In	2,005,205			2,575,919	4,581,124
Transfers Out	(559,814)			(3,779,390)	(4,339,204)
Total Other Financing Sources (Uses)	1,445,391			(1,203,471)	241,920
Net Change in Fund Balances before Extraordinary Items	3,359,545	83,513	2,409,680	(9,708,956)	(3,856,218)
EXTRAORDINARY ITEM					
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds		11,095,000	25,110,000	(58,028,412)	(21,823,412)
Net Changes in Fund Balances	3,359,545	11,178,513	27,519,680	(67,737,368)	(25,679,630)
Fund Balances - July 1, 2011	14,665,527		63,060	105,890,056	120,618,643
Prior Period Adjustments	(95,417)				(95,417)
Fund Balances - July 1, 2011, Restated	14,570,110		63,060	105,890,056	120,523,226
Fund Balances - June 30, 2012	$ 17,929,655	$ 11,178,513	$ 27,582,740	$ 38,152,688	$ 94,843,596

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

CITY OF EL CENTRO
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2012

Amounts reported for governmental activities in the statement of activities are different because:		
Net change in fund balance-total governmental funds		$ (25,679,630)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those capital assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.		
Capital outlay	$ 9,983,335	
Depreciation expense	(6,595,472)	3,387,863
Certain taxes and fees in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds		69,503
Certain notes receivable are reported in the governmental funds as expenditures and then offset by a deferred revenue as they are not available to pay current expenditures. Likewise, when the note is collected it is reflected in revenue. This is the net change between notes receivable collected and issued. (Collected $202,435) (Issued $950,634)		748,199
Certain accrued interest revenue of notes receivable reported in the statement of activities are not available to pay for current period expenditures, and therefore, are not reported as revenues in a governmental fund. This is the net change in interest receivable for the current period.		142,051
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Issuance of bond principal is an other financing source and repayment of bond principal is an expenditure in governmental funds, but the issuance increases long-term liabilities and the repayment reduces long-term liabilities in the statement of net assets.		
Tax allocation bonds	$ 1,145,000	
Revenue bonds (net of original issue discount)	668,182	
Lease revenue bonds (net of original issue discount)	318,109	2,131,291
Other post-employment benefits payable was added to the statement of net assets due to the implementation of GASB Statement No. 45. This is the amount of the change in the payable in the current period.		(604,469)
Compensated absence expenditures reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in a governmental fund. This is the net change in compensated absences for the current period.		45,264
Debt issuance costs are expenditures in the governmental funds, but these costs are capitalized in the statement of net assets. This is the amount of amortization in the current period.		(81,071)
Accrued interest is interest due on long-term debt payable. This is the net change in accrued interest for the current period.		789,744
Difference in the gain/loss on transfer of assets and liabilities to RDA successor trust funds between the governmental activities and the fund financial statements.		12,839,839
Internal service funds are used by management to charge the costs of certain activities, such as self-insurance, to individual funds. The net revenues (expenses) of the internal service funds are reported with governmental activities.		(250,661)
Change in net assets of governmental activities		$ (6,462,077)

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

CITY OF EL CENTRO

Statement of Net Assets
Proprietary Funds
June 30, 2012

	Business-type Activities-Enterprise Funds					Governmental Activities
	Water Fund	Wastewater Fund	Hospital Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
Assets						
Current Assets:						
Cash and Investments	$ 12,174,383	$ 7,562,618	$ 20,706,581	$ 209,203	$ 40,652,785	$ 8,937,367
Cash and Investments with Fiscal Agent	3,235,375	27,312,915			30,548,290	34,501
Receivables (Net of Allowances for Uncollectibles):						
Accounts	1,447,745	1,193,143	17,178,032	285,327	20,104,247	
Notes	157,560		1,825,580		1,983,140	
Other			95,458		95,458	170,564
Interest	3,617	2,245		55	5,917	2,672
Inventories			1,442,198		1,442,198	
Net Pension Obligation - overfunded			1,094,500		1,094,500	
Prepaid Expenses			1,752,664		1,752,664	
Total Current Assets	17,018,680	36,070,921	44,095,013	494,585	97,679,199	9,145,104
Noncurrent Assets:						
Unamortized Bond Costs	675,499	1,024,334			1,699,833	
Investment in Joint Venture			2,512,001		2,512,001	
Restricted Assets						
Investments with Fiscal Agents			17,905,668		17,905,668	
Capital Assets:						
Land	181,547	78,560	1,488,395		1,748,502	
Buildings	920,335	835,015	62,365,485		64,120,835	
Improvements other than Buildings	66,093,144	53,973,135			120,066,279	
Machinery and Equipment	3,156,004	1,190,279	50,901,034		55,247,317	
Furniture and Fixtures	34,477	46,515			80,992	
Vehicles	1,162,983	980,356			2,143,339	
Construction in Progress			10,684,168		10,684,168	
Less						
Accumulated Depreciation	(35,068,451)	(33,956,783)	(64,303,518)		(133,328,752)	
Goodwill			3,370,409		3,370,409	
Total Noncurrent Assets	37,155,538	24,171,411	84,923,642		146,250,591	
Total Assets	54,174,218	60,242,332	129,018,655	494,585	243,929,790	9,145,104
Liabilities						
Current Liabilities:						
Accounts Payable	175,941	950,550	10,847,080	239,968	12,213,539	181,587
Salaries/Benefits Payable	24,967	27,874	4,110,223		4,163,064	23,273
Interest Payable	374,256	453,007			827,263	
Customer Deposits	89,913			72,000	161,913	
Due to Other Funds				197,019	197,019	
Due to Third-Party Payors			33,601		33,601	
Unearned Revenue	4,953				4,953	
Line of Credit			4,500,000		4,500,000	
Compensated Absences	88,489	88,414			176,903	
Current Portion of Long-term Obligations	741,831	788,470	5,247,934		6,778,235	
Total Current Liabilities	1,500,350	2,308,315	24,738,838	508,987	29,056,490	204,860
Noncurrent Liabilities:						
Compensated Absences	108,893	125,895			234,788	
Capital Lease Obligations			4,946,834		4,946,834	
Long-term Debt	31,068,948	39,837,533	27,668,341		98,574,822	
Total Noncurrent Liabilities	31,177,841	39,963,428	32,615,175		103,756,444	
Total Liabilities	32,678,191	42,271,743	57,354,013	508,987	132,812,934	204,860
Net Assets						
Invested in Capital Assets, Net of Related Debt	5,344,759	7,680,382	29,609,526		42,634,667	
Restricted For:						
Debt Service	2,861,119	2,724,934	996,506		6,582,559	
Unrestricted	13,290,149	7,565,273	41,058,610	(14,402)	61,899,630	8,940,244
Total Net Assets (Deficit)	$ 21,496,027	$ 17,970,589	$ 71,664,642	$ (14,402)	$ 111,116,856	$ 8,940,244

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

CITY OF EL CENTRO

Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2012

	Business-type Activities - Enterprise funds					Governmental Activities
	Water Fund	Wastewater Fund	Hospital Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
Operating Revenues:						
Charges for Services	$ 8,119,442	$ 7,472,448	$ 124,086,148	$ 2,034,836	$ 141,712,874	$ 4,820,439
Other Revenues	226,151	149,893	9,461,286		9,837,330	389,441
Total Operating Revenues	8,345,593	7,622,341	133,547,434	2,034,836	151,550,204	5,209,880
Operating Expenses:						
Personnel Services	1,639,881	1,778,188	59,172,457		62,590,526	561,606
Contractual Services				211,598	211,598	
Supplies and Services	2,142,765	1,686,722	56,068,461	1,651,660	61,549,608	4,917,226
General and Administrative	1,036,006	874,604		179,721	2,090,331	
Depreciation	1,923,068	1,369,060	5,754,789		9,046,917	
Total Operating Expenses	6,741,720	5,708,574	120,995,707	2,042,979	135,488,980	5,478,832
Operating Income (loss)	1,603,873	1,913,767	12,551,727	(8,143)	16,061,224	(268,952)
Non-operating Revenues (Expenses):						
Interest Revenue	194,609	180,639	36,387	357	411,992	18,291
Interest Expense	(1,523,095)	(2,137,218)	(2,015,265)		(5,675,578)	
Grant Revenue			846,773	30,000	876,773	
Other Non-Operating Revenues			150,016		150,016	
Total Non-Operating Revenue (Expenses)	(1,328,486)	(1,956,579)	(982,089)	30,357	(4,236,797)	18,291
Income (Loss) before capital contributions	275,387	(42,812)	11,569,638	22,214	11,824,427	(250,661)
Capital Contributions	459,201	542,349	117,183		1,118,733	
Income (Loss) Before Transfers	734,588	499,537	11,686,821	22,214	12,943,160	(250,661)
Transfers Out	(120,960)	(120,960)			(241,920)	
Change in Net Assets	613,628	378,577	11,686,821	22,214	12,701,240	(250,661)
Net Assets (Deficit) - Beginning of Fiscal Year	20,882,399	17,592,012	59,977,821	(36,616)	98,415,616	9,190,905
Net Assets (Deficit)- End of Fiscal Year	$ 21,496,027	$ 17,970,589	$ 71,664,642	$ (14,402)	$ 111,116,856	$ 8,940,244

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

CITY OF EL CENTRO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds					Governmental Activities
	Water	Wastewater	Hospital	Nonmajor Enterprise Funds	Totals	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash Received from Patients and Third Parties on Behalf of Patients	$ -	$ -	$ 124,956,348	$ -	$ 124,956,348	$ -
Cash Received from Operations, other than Patient Services			9,461,286		9,461,286	
Cash Received from Users	8,285,138	7,723,156		2,048,603	18,056,897	5,072,510
Cash Payments to Suppliers and Contractors	(2,165,737)	(942,625)	(55,637,433)	(2,090,266)	(60,836,061)	(5,109,641)
Cash Payments for General and Administrative Expenses	(1,036,006)	(874,604)		(179,721)	(2,090,331)	
Cash Payments for Employees and Benefit Programs	(1,695,744)	(1,820,258)	(59,343,517)		(62,859,519)	(549,223)
Net Cash Provided (Used) By Operating Activities	3,387,651	4,085,669	19,436,684	(221,384)	26,688,620	(586,354)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Due to/from other funds				197,019	197,019	
Transfers out	(120,960)	(120,960)			(241,920)	
Grants			846,773	30,000	876,773	
Note Receivable	79,158				79,158	
Settlement Agreement	550,000				550,000	
Other Non-Operating Revenues			150,016		150,016	
Net Cash Provided (Used) By Noncapital Financing Activities	508,198	(120,960)	996,789	227,019	1,611,046	
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest Received	196,961	182,328	36,387	393	416,069	21,413
Proceeds from Sales and Maturities of Investments			178,776		178,776	
Purchases of Investments			(3,224,863)		(3,224,863)	
Net Cash Provided (Used) in Investing Activities	196,961	182,328	(3,009,700)	393	(2,630,018)	21,413
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Proceeds from Debt Borrowings		7,835,000	8,956,278		16,791,278	
Principal Payments on Debt Borrowings	(714,593)	(8,462,544)	(5,438,663)		(14,615,800)	
Capital Contributions	459,201	542,349	117,183		1,118,733	
Interest Paid	(1,501,534)	(2,293,356)	(2,018,965)		(5,813,855)	
Acquisition of Property, Plant, and Equipment	(22,039)	(1,119,492)	(7,570,018)		(8,711,549)	
Net Cash Provided (Used) In Capital and Related Financing Activities	(1,778,965)	(3,498,043)	(5,954,185)		(11,231,193)	
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,313,845	648,994	11,469,588	6,028	14,438,455	(564,941)
CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR	13,095,913	34,226,539	9,236,993	203,175	56,762,620	9,536,809
CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR	$ 15,409,758	$ 34,875,533	$ 20,706,581	$ 209,203	$ 71,201,075	$ 8,971,868
Reconciliation to Statement of Net Assets:						
Cash and Investments	$ 12,174,383	$ 7,562,618	$ 20,706,581	$ 209,203	$ 40,652,785	$ 8,937,367
Restricted Cash and Investments with Fiscal Agents	3,235,375	27,312,915	17,905,668		48,453,958	34,501
Less investments not meeting definition of cash equivalents			(17,905,668)		(17,905,668)	
	$ 15,409,758	$ 34,875,533	$ 20,706,581	$ 209,203	$ 71,201,075	$ 8,971,868
CASH FLOWS FROM OPERATING ACTIVITIES:						
Operating Income (Loss)	$ 1,603,873	$ 1,913,767	$ 12,551,727	$ (8,143)	$ 16,061,224	$ (268,952)
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities						
Depreciation and Amortization	1,923,068	1,369,060	5,754,789		9,046,917	
Changes in Assets and Liabilities						
(Increase) Decrease in Accounts Receivable	(56,727)	100,815	(1,103,344)	13,767	(1,045,489)	
(Increase) Decrease in Inventories, Prepaid Expenses, Other Receivables, and Other Assets			(488,842)		(488,842)	(137,370)
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(22,972)	744,097	986,127	(227,008)	1,480,244	(180,032)
Increase (Decrease) in Salary/Benefits Payable	(55,187)	(58,919)			(114,106)	
Increase (Decrease) in Net Pension Obligation - Overfunded			(246,600)		(246,600)	
Increase (Decrease) in Estimated Third Party Payor Settlements			1,982,827		1,982,827	
Increase (Decrease) in Deposit Payable	(8,681)				(8,681)	
Increase (Decrease) in Unearned Revenue	4,953				4,953	
Increase (Decrease) in Long-Term Compensated Absences	(676)	16,849			16,173	
Total Adjustments	1,783,778	2,171,902	6,884,957	(213,241)	10,627,396	(317,402)
Net Cash Provided (Used) By Operating Activities	$ 3,387,651	$ 4,085,669	$ 19,436,684	$ (221,384)	$ 26,688,620	$ (586,354)

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

CITY OF EL CENTRO
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	Private-Purpose Trust Funds	Agency Fund Legacy Ranch CFD
Assets:		
Cash and Investments	$ 5,264,047	$ 89,741
Cash and Investments with Fiscal Agent	14,031,514	140,981
Taxes Receivable		256
Interest Receivable	1,811	26
Notes Receivable	62,655	
Other Receivable	17,030	
Deferred Charges, Net of Accumulated Amortization	1,247,301	
Advances to City of El Centro	36,205,000	
Capital Assets, Not Being Depreciated	5,763,861	
Capital Assets, Net of Accumulated Depreciation	11,565,327	
Total Assets	$ 74,158,546	$ 231,004
Liabilities:		
Accounts Payable	1,748,935	
Salaries/Benefits Payable	2,150	
Interest Payable	694,548	
Unearned Revenue	1,558,312	
Deposits		6,808
Due to Bondholders		224,196
Noncurrent Liabilties:		
Due within One Year	1,220,000	
Due in More than One Year	63,975,000	
Total Liabilities	69,198,945	$ 231,004
Net Assets:		
Unrestricted	4,959,601	
Total Net Assets	$ 4,959,601	

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

CITY OF EL CENTRO

STATEMENT OF CHANGES IN NET ASSETS

PRIVATE-PURPOSE TRUST FUNDS

For the Fiscal Year Ending June 30, 2012

	Private-Purpose Trust Funds
Additions:	
Investment Revenue	$ 38,341
Net Assets Received upon Dissolution of Redevelopment Agency	8,983,573
Intergovernmental	42,943
Other Revenue	9,437
Total Additions	9,074,294
Deductions:	
Administration	76,950
Community Development	294,192
Depreciation	561,945
Interest Expense	2,845,856
Property Taxes Refunded	335,750
Total Deductions	4,114,693
Change in Net Assets	4,959,601
Net Assets, July 1, 2011	
Net Assets, June 30, 2012	$ 4,959,601

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

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City of El Centro

Incorporated
1908

Shining with Opportunity

NOTES TO

BASIC FINANCIAL STATEMENTS

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of El Centro was incorporated under the laws of the State of California in 1908 and is governed by an elected five-member council. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component unit, an entity for which the City is considered to be financially accountable. The El Centro Regional Medical Center (Hospital) is an operating department of the City and is reported within the proprietary fund type.

Blended component units, although legally separate entities are, in substance, part of the City's operations, and so data from these units are combined with data of the City. The City and its component unit have a June 30 year-end.

Blended Component Unit. The Redevelopment Agency of the City of El Centro (Agency) serves the citizens of the City and is a blended component unit of the City since it is governed by a board comprised of the City Council. The Agency is reported in the special revenue, debt service, and capital projects funds. The activities of the Agency were transferred to the Redevelopment Agency's Successor Agency on February 1, 2012. See Note 19 for more information.

B. Basis of Presentation

Government-wide Financial Statements

The statement of net assets and statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. These statements distinguish between the governmental and business-type activities of the City and between the City and its blended component unit. Governmental activities, which normally are supported by taxes and inter-governmental revenues, 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) 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. When both restricted and unrestricted net assets are available, unrestricted resources are used only after the restricted resources are depleted.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

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 nonmajor funds.

Proprietary funds distinguish *operating* revenues, such as charges for services, and result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The City reports three major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the City that are not accounted for through other funds. For the City, the General Fund includes activities such as public protection, public works and facilities, parks and recreation, and community development.

- The *2011C Bonds City Capital Projects Fund* is used to account for capital projects based on the debt issuances of the 2011C Tax Allocation Bonds.

- The *2011 A & B Projects Fund* is used to account for revenues and expenditures related to the redevelopment capital projects based on the debt issuances of the Redevelopment Agency and the agreements between the City and the Redevelopment Agency that occurred in the 2010/2011 fiscal year.

The City reports the following major enterprise funds:

- The *Hospital Fund* accounts for the operations of the El Centro Regional Medical Center, which provides health care services to the community and surrounding area.

- The *Water Fund* accounts for revenues and expenses associated with the treatment and distribution of potable water.

- The *Wastewater Fund* accounts for revenues and expenses associated with the collection and treatment of wastewater.

The City reports the following additional fund types:

Internal Service Funds account for operations that provide services to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis, such as motor vehicle maintenance, worker's compensation, post employment benefits, and group health insurance.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other government units, and/or other funds. An agency fund such as *Legacy Ranch CFD* is purely custodial in nature (assets equal liabilities) and, thus, does not involve measurement of results of operations. Trust funds use the flow of economic resources measurement focus and the accrual basis of accounting, except for the recognition of certain liabilities of defined benefit pension plans.

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and along with the fiduciary fund use the full accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, 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 eligible 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 susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within 60 days after fiscal year-end. Expenditures are recorded when the related fund liability is incurred, except for debt service expenditures, which are recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and capital leases are reported as other financing sources.

Property taxes, transient occupancy taxes, and interest are susceptible to accrual. Sales taxes collected and held by the state at fiscal year-end on behalf of the City are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting and Measurement Focus (Continued)

For its business-type activities and enterprise funds, the City has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board, or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes (GAAP) for government units. The Hospital has elected to apply all FASB Statements and Interpretations, APB Opinions and ARBs issued after November 30, 1989, except for those that conflict with or contradict GASB pronouncements.

D. Assets, Liabilities, and Equity

1. Deposits and Investments

In order to maximize the flexibility of its investment program and to aid in cash budgeting, the City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represents that fund's equity share of the City's cash and investment pool. As the City places no restrictions on the deposit or withdrawal of a particular fund's equity in the pool, the pool operates like a demand deposit account for the participating funds.

Interest income earned on pooled cash and investments is allocated monthly to the various funds based on month-end balances and is adjusted at fiscal year-end. Interest income on restricted cash and investments with fiscal agents is credited directly to the related fund.

In accordance with the State of California Government Code, the City adopts an investment policy annually that, among other things, authorizes types and concentrations of investments and maximum investment terms.

The City's investments are carried at fair value. The fair value of equity and debt securities is determined based on sales prices or bid-and-asked quotations from SEC-registered securities exchanges or NASDAQ dealers. LAIF determines the fair value of its portfolio quarterly and reports a factor to the City; the City applies that factor to convert its share of LAIF from amortized cost to fair value. Changes in fair value are allocated to each participating fund.

For purposes of the statement of cash flows, the City has defined cash and cash equivalents to be change and petty cash funds, equity in the City's cash and investment pool, and restricted non-pooled investments with initial maturities of three months or less.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

1. Deposits and Investments (Continued)

Investments are stated at fair value in accordance with GASB 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Short-term investments are reported at cost, which approximates fair value. The fair values are based on quoted market prices, if available, or estimated using quoted market prices for similar securities. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Interest, dividends, and realized and unrealized gains and losses, based on the specific identification method, are included in interest revenue when earned.

2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds." Any residual balances outstanding between the governmental activities and 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 expendable available financial resources.

Trade receivables, including those for the Hospital, are shown net of an allowance for uncollectible accounts.

For each fiscal year beginning July 1, taxes are levied on taxable real (secured) and personal (unsecured) property located within the City as of the preceding January 1. Secured property taxes are payable in two installments on November 1, and February 1 of each fiscal year, and become delinquent after December 10 and April 10, respectively. Taxes on unsecured property become delinquent if not paid by August 31. A 10 percent penalty attaches to delinquent taxes, which have been levied on property on the secured roll. Such property may thereafter be redeemed by payment of the delinquent taxes and the delinquency penalty, plus a redemption penalty of 1 ½ percent per month to the time of redemption. If taxes are unpaid for a period of five years or more, the property is deeded to the State and is subject to sale by the County Tax Collector.

The only concentrated group of credit risks is Hospital receivables from government agencies. Hospital management does not believe that there is a significant credit risk associated with these government agencies. Management continuously monitors and adjusts reserves and allowances associated with these receivables.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

3. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

4. Restricted Assets

Restricted funds are the portion of a fund balance that reflects constraints placed on the use of resources that are either (a) externally imposed by creditors (such as through debt covenants, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation. See below for descriptions of some restricted funds of the City. For additional information regarding Restricted Funds, see Note 16.

Certain assets of special revenue/capital project grant funds are classified as restricted assets because their use is restricted by grant agreements.

Certain resources of the LTA Lease Revenue Bonds Capital Projects Fund is set aside for the capital projects and are classified as restricted assets because their use is restricted by applicable bond covenants.

Certain resources of the LTA Lease Revenue Bonds Debt Service Fund, and the Water and Wastewater funds are set aside for the repayment of bonds and certificates of participation and are classified as restricted assets on the balance sheet/statement of net assets because their use is limited by applicable bond covenants.

Certain resources of the Group Health Insurance internal service fund is classified as restricted because its use is limited by the provisions of plan documents.

Certain resources of the Hospital set aside for the repayment of bonds are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants.

Certain Hospital assets limited as to use primarily include assets held by trustees under indenture agreements and designated assets set aside by the Hospital Board of Trustees for future capital improvements over which the Board retains control and may, at its discretion, subsequently use for other purposes.

Certain restricted resources consist of funds limited as to use by donors. Restricted gifts, bequests, and grants are reported as restricted funds until expenditures are made for the donor's intended purpose.

The government-wide statement of net assets reports $54,482,753 of restricted net assets.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

5. 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 value on the date contributed. Capital assets include public domain (infrastructure) general capital assets which consist of certain improvements including roads, bridges, pavements in progress, and right of way. The City defines capital assets as assets with initial, individual costs of more than $5,000 and an estimated useful life in excess of one year. The Hospital defines capital assets as assets with initial, individual costs of more than $500 and an estimated useful life of at least three years. 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.

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.

Property, plant, and equipment of the City and Hospital are recorded at cost. Property, plant, and equipment donated are recorded at their estimated fair value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Net interest cost during construction is capitalized when the effects of capitalization materially impact the financial statements.

Property, plant, and equipment are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years	
	City	Hospital
Buildings	5-70	5-40
Building Improvements	5-30	5-40
Equipment	3-20	3-15
Office Furniture	5	3-15
Vehicles	3-15	3-15
Infrastructure	20-50	Not Applicable

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

5. Capital Assets (Continued)

The Hospital classifies intangible assets as definite-lived or indefinite lived intangible assets. These assets are stated at cost. Definite-lived intangibles include non-complete covenants. These assets are amortized on a straight-line basis over the lives of the related agreement over four years. The Hospital periodically reviews the appropriateness of the amortization periods related to its definite-lived assets. Indefinite-lived intangibles consist of goodwill arising from the Hospital's purchase of an Oncology Center. In accordance with GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets,* indefinite lived assets are not amortized, but instead are evaluated annually for impairment. To date, the Hospital has not recorded any impairment.

Goodwill for the Hospital represents the excess of purchase price of acquired businesses over the net tangible and identifiable intangible assets acquired and liabilities assumed in connection with the acquisition of an oncology practice in fiscal year 2011. At June 30, 2012, goodwill associated with this transaction was $3,370,409. The Hospital evaluates goodwill for impairment at least annually or whenever events or changes in circumstances require an interim impairment assessment. The Hospital compares the fair value of each reporting unit to its carrying amount to determine if there is potential goodwill impairment. If the fair value of a reporting unit is less than its carrying value, an impairment loss is recorded to the extent that the fair value of the goodwill within the reporting unit is less than the carrying value of its goodwill. The Hospital performs its annual test for goodwill and intangible assets as of December 31st using a present value technique (discounted cash flow). The Hospital's management determined that there was no impairment of goodwill as of June 30, 2012.

6. Charity Care and Community Benefits

The Hospital provides care to patients who meet certain criteria under its charity care policy without charge or at amounts less than its established rates. The Hospital accepts all patients regardless of their ability to pay. Partial payments to which the Hospital is entitled from public assistance programs on behalf of patients that meet the Hospital's charity care criteria are reported as patient service revenue. Charity care, which is excluded from recognition as receivables or revenue in the financial statements, provided in 2012, measured on the basis of uncompensated charges was $21,404,000.

7. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacation and sick pay is accrued when incurred in proprietary funds and reported as a fund liability. The City accrues for compensated absences in the government-wide and proprietary fund financial statements for which they are liable to make a payment directly.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

7. Compensated Absences (Continued)

Vacation, sick, and/or annual leave is dependent on the respective employee's bargaining group agreement. Leave provided is to be utilized as sick leave, to attend medical appointments, vacation, etc. Sick leave payoff is available for accumulated sick leave hours over 288 hours. Hospital employees are not paid for accumulated sick leave if they leave before retirement.

Compensated absences in governmental activities have been liquidated in the past fiscal year in the general fund, redevelopment agency, and enterprise funds.

8. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the 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 type statement of net assets.

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method or the straight-line method. Bonds payable are reported net of the applicable bond discount in the Hospital Fund. Bond issuance costs are reported as deferred charges and amortized 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. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

9. Net Assets and Fund Equity

In the Government-wide financial statements and proprietary fund financial statements, net assets are reported in three categories: net assets invested in capital assets, net of related debt; restricted net assets, and unrestricted net assets. Restricted net assets represent net assets restricted by parties outside of the City (such as creditors, grantors, contributors, laws, and regulations of other governments) and include unspent proceeds of bonds issued to acquire or construct capital assets. The City's other restricted net assets are temporarily restricted (ultimately expendable assets). All other net assets are considered unrestricted.

In the fund financial statements with the implementation of GASB Statement No. 54, governmental funds report fund balance is either non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, or unassigned fund balance. See Note 16 for additional information regarding the governmental fund balances.

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

10. Net Patient Service Revenue

Hospital net patient service revenue is reported at estimated net realizable amounts from patients, governmental programs, health maintenance, and preferred provider organizations and insurance contracts under applicable laws, regulations, and program instructions. In some cases, reimbursement is based on formulas, which cannot be determined until after cost reports are filed and audited or otherwise settled by the various programs. Estimation differences between final settlements and amounts accrued in previous years are reflected in net patient service revenue.

11. Land held for resale or exchange

Cost of project land and improvements held for resale or exchange are recorded in the Redevelopment Agency Special Revenue Fund as inventory at the lower of acquisition cost or net realizable value. The fund balance is restricted in an amount equal to the carrying value of land held for resale or exchange.

E. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

F. New Accounting Pronouncements

Governmental Accounting Standards Board Statement No. 64 - *Derivative Instruments: Application of Hedge Accounting Termination Provisions*

For the fiscal year ended June 30, 2012, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 64, *("Derivative Instruments: Application of Hedge Accounting Termination Provisions.")* This statement is effective for periods beginning after June 15, 2011. The objective of this statement is to clarify whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. Implementation of the GASB Statement No. 64, did not have an impact on the City's financial statements for the fiscal year ended June 30, 2012.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all governmental funds. Budgets are adopted annually and all annual appropriations lapse at the fiscal year end.

The City utilizes the following procedures when establishing the budgetary data reflected in the financial statements:

Prior to June 30 of each fiscal year, 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.

Public hearings are conducted at City Hall to obtain citizen input. Prior to July 1, the budget is adopted by motion of the City Council.

The City Manager is authorized to transfer budgeted amounts between departments within any fund. However, any revision that increases the total appropriations of any fund must be approved by the City Council. The appropriated budget is prepared by fund, function, and department.

Formal budgetary integration is employed as a management control device during the year for all funds.

There were no budgets prepared for the 2011 A & B Projects Capital Projects Fund, CDBG Special Revenue Fund, Cooperative Agreement Special Revenue Fund, Household Hazardous Waste Special Revenue Fund, Park Development Capital Projects Fund, Proposition 1B Capital Projects Fund, La Brucherie Green Belt Capital Projects Fund, 2011C Bonds – City Capital Projects Fund, and Financing Authority Debt Service Fund.

B. Budget/GAAP Reconciliation

No funds adopted project-length or budgetary basis budgets and, therefore, no schedule reconciling the amounts on the Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget to Actual to the amounts on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances has been prepared.

C. Excess of Expenditures over Appropriations

For the fiscal year ended June 30, 2012, expenditures exceeded appropriations in the following funds:

Fund	Final Appropriation	Expenditures	Excess
Nonmajor Funds:			
Home Program Income Admin Special Revenue Fund	$ 4,500	$ 10,256	$ 5,756
State COPS SLESF Special Revenue Fund	99,063	123,750	24,687

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

D. Deficit Fund Equity

At June 30, 2012, the following funds had an accumulated deficit:

Fund	Amount
Nonmajor Fund:	
2010 Earthquake Special Revenue Fund	$ 1,171,673
Nonmajor Proprietary Fund:	
Solid Waste Fund	92,898

These fund balance deficits are primarily due to the City incurring costs in excess of revenues. The City will alleviate these deficits as revenues are received. In regards to the 2010 Earthquake Special Revenue Fund, the City has applied for additional grants in regards to the incurred expenditures.

NOTE 3 – CASH AND INVESTMENTS

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

Statement of net assets:	
Cash and investments	$ 132,543,845
Restricted Cash and investments with fiscal agents	64,503,090
Fiduciary funds:	
Cash and investments	5,353,788
Cash and investments with fiscal agents	14,172,495
Total cash and investments	$ 216,573,218

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

Cash on hand	$ 3,725
Deposits with financial institutions	26,474,159
Investments	190,095,334
Total cash and investments	$ 216,573,218

NOTE 3 – CASH AND INVESTMENTS (Continued)

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

The table below identifies the investment types that are authorized for the City of El Centro (City) by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City rather than the general provisions of the California government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds	10 years	None	None
U.S. Treasury Obligations	10 years	None	None
U.S. Government Agency Issues	10 years	None	None
Bankers Acceptances	180 days	40%	None
Commercial Paper	270 days	25%	None
Certificates of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Medium-Term Notes	5 years	30%	None
Mutual Funds	N/A	None	None
Money Market Mutual Funds	N/A	None	None
Time Deposits	5 years	None	None
Cal-Trust JPA	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	$50 million

The investment policy allows for the above investments, which have equal safety and liquidity as all other allowed investments. Maturity depends on the cash needs of the City.

B. Investments Authorized by Debt Agreements

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

NOTE 3 – CASH AND INVESTMENTS (Continued)

B. Investments Authorized by Debt Agreements (Continued)

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds	N/A	None	None
U.S. Treasury Obligations	N/A	None	None
State Obligations	N/A	None	None
U.S. Government Agency Issues	N/A	None	None
Money Market Mutual Fund	N/A	None	None
Bankers Acceptances	N/A	None	None
Commercial Paper	270 days	None	None
Certificates of Deposit	N/A	None	None
Repurchase Agreements	N/A	None	None
Investment Agreements	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None

C. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

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

NOTE 3 – CASH AND INVESTMENTS (Continued)

C. Disclosures Relating to Interest Rate Risk (Continued)

		Remaining maturity (in Months)			
Investment Type	Totals	12 Months or Less	13 to 24 Months	25-60 Months	More Than 60 Months
State Investment Pool (LAIF)	$ 29,995,790	$ 29,995,790	$ -	$ -	$ -
Mutual Fund	40,000,000	40,000,000			
U.S. Treasury Notes	5,144,032	1,021,543	4,122,489		
Money Market Funds	11,015,426	11,015,426			
Local Agency Issuances	35,525,000				35,525,000
Medium Term Notes	2,435,635	1,494,318	941,317		
Certificates of Deposit	5,244,036	5,244,036			
Held by Bond Trustees:					
U.S. Treasury Notes	2,805,265			2,805,265	
Money Market Funds	38,680,145	38,680,145			
Investment Agreements	12,723,997				12,723,997
Repurchase Agreements	6,526,008		6,526,008		
	$ 190,095,334	$127,451,258	$ 11,589,814	$ 2,805,265	$ 48,248,997

D. Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The City has no investments (including investments held by bond trustees) that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above).

E. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented on the next page is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of fiscal year end for each investment type.

NOTE 3 – CASH AND INVESTMENTS (Continued)

E. Disclosures Relating to Credit Risk (Continued)

				Rating as of Fiscal Year End			
Investment Type	Amount	Minimum Legal Rating	Exempt From Disclosure	AAA	AA	A	Not Rated
State Investment Pool	$ 29,995,790	N/A	$ -	$ -	$ -	$ -	$ 29,995,790
Mutual Fund	40,000,000	N/A			40,000,000		
U.S. Treasury Notes	5,144,032	N/A	5,144,032				
Money Market Funds	11,015,426	N/A					11,015,426
Local Agency Issuance	35,525,000	N/A					35,525,000
Medium Term Notes	2,435,635	N/A			2,435,635		
Certificates of Deposit	5,244,036	N/A					5,244,036
Held by Bond Trustee:							
U.S. Treasury Notes	2,805,265	N/A	2,805,265				
Money Market Funds	38,680,145	Aam		38,680,145			
Investment Agreements	12,723,997	AA			12,723,997		
Repurchase Agreements	6,526,008	A				6,526,008	
Total	$ 190,095,334		$ 7,949,297	$ 38,680,145	$ 55,159,632	$ 6,526,008	$ 81,780,252

F. Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments are as follows:

Issuer	Investment Type	Reported Amount
City of El Centro RDA	Tax Allocation Bonds	$ 35,525,000

Investments in any one issuer that represent 5% or more of total investments (other than U.S. Treasury Securities, Mutual Funds, and extend investment pools) by reporting unit (primary government, governmental activities, business type activities, fiduciary funds, major funds, nonmajor funds in the aggregate, etc.) are as follows:

Governmental Activities:

Issuer	Investment Type	Reported Amount
City of El Centro RDA	Tax Allocation Bonds	$ 35,525,000

NOTE 3 – CASH AND INVESTMENTS (Continued)

F. Concentration of Credit Risk (Continued)

2011 A & B Projects Fund (Major Governmental Fund):

Issuer	Investment Type	Reported Amount
City of El Centro RDA	Tax Allocation Bonds	$ 25,110,000

Financing Authority (Nonmajor Governmental Fund)

Issuer	Investment Type	Reported Amount
City of El Centro RDA	Tax Allocation Bonds	$ 10,415,000

G. Custodial Credit Risk

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

As of June 30, 2012, $23,215,073 of the City's deposits with financial institutions in excess of federal depository insurance limits was held in collateralized accounts. As of June 30, 2012, City investments in the following investment types were held by the same broker-dealer (counterparty) that was used by the City to buy the securities:

NOTE 3 – CASH AND INVESTMENTS (Continued)

G. Custodial Credit Risk (Continued)

Investment Type	Reported Amount
Mutual Fund	$ 40,000,000
U.S. Treasury Notes	7,949,297
Medium Term Notes	505,215
Certificates of Deposit	5,244,036
Money Market Funds	49,695,571
Investment Agreements	12,723,997
Repurchase Agreements	6,526,008

H. Investment in State Investment Pool

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

NOTE 4 – RECEIVABLES

A. Receivables

Accounts, taxes, interest, grants, and other receivable balances of the General, Special Revenue, Capital Projects, Debt Service, Proprietary, and Fiduciary Funds are stated net of allowances for uncollectible accounts. The following is a schedule of receivables at June 30, 2012:

	Receivable	Allowance	Net
Governmental Activities -			
Accounts	$ 65,522	$ -	$ 65,522
Taxes	1,329,346		1,329,346
Interest	914,125		914,125
Grants	1,420,216		1,420,216
Others	1,061,919		1,061,919
	$ 4,791,128	$ -	$ 4,791,128

NOTE 4 – RECEIVABLES (Continued)

A. Receivables (Continued)

	Receivable	Allowance	Net
Business-type Activities -			
Accounts	$ 105,765,043	$ 85,660,796	$ 20,104,247
Interest	5,917		5,917
Others	95,458		95,458
	$ 105,866,418	$ 85,660,796	$ 20,205,622
Fiduciary Funds			
Taxes	$ 256	$ -	$ 256
Interest	1,837		1,837
Others	17,030		17,030
	$ 19,123	$ -	$ 19,123

B. Notes Receivable

The City administers a residential rehabilitation program, a commercial micro-enterprise program, and a First Time Home Buyer Program. A committee approves the loans, and the funds are disbursed to the contractor awarded the bid upon review of the building inspector, the administrating City, the homeowner and the City. The programs are designed to encourage construction or improvement in low-to-moderate income housing or other projects. Under these programs, loans are provided under favorable terms to homeowners or developers who agree to spend these funds in accordance with the City's terms. As of February 1, 2012, notes receivable reported under the former redevelopment agency low and moderate income housing fund were transferred to the City successor agency housing fund.

The balance of the loans receivable arising from these programs was $15,737,287, including $62,655, and were reported under private purpose trust fund.

The Hospital notes receivable consists of amounts due from doctors that were issued loans. The loans are to be forgiven per the loan agreement (either 18 months or 2 years). 1099 forms were issued for the loans and 1099 forms will be issued for any new loans. The balance of the notes receivable for the Hospital was $1,825,580.

The Water Fund notes receivable consists of amounts due from homeowners for the installation of water lines. The balance of the notes receivable for the Water Fund is $157,560.

NOTE 5 – INTERFUND TRANSACTIONS

A. Interfund Receivables and Payables

During the course of normal operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds". The following presents a summary of current interfund balances at June 30, 2012.

Receivable Fund	Amount	Payable Fund	Amount
Major Fund:		Nonmajor Governmental Funds:	
General	$ 2,303,165	Recreation Projects	$ 164,189
		CALHOME Program	90,231
Totals	$ 2,303,165	Tire Clean-Up Grant	86,492
		7th and State Bus Terminal	124,431
		2010 Earthquake	1,171,673
		Police Grant	139,674
		EDA Grant	195,345
		Federal Highway Administration	134,111
		Nonmajor Proprietary Fund:	
		Solid Waste	197,019
		Totals	$ 2,303,165

B. Long-term Interfund Advances

At June 30, 2012, the funds below have made/received advances that were not expected to be repaid within one year. The $1,681,545 was in regards to the former RDA debt issuances that occurred in the fiscal year 2010/2011.

Receivable Fund	Amount	Payable Fund	Amount
Nonmajor Governmental Fund:		Nonmajor Governmental Fund:	
2011C Bonds - City	$ 1,681,545	Financing Authority	$ 1,681,545

Advances from Successor Agency

As of February 1, 2012, the redevelopment agency ceased operations as a component unit of the City and all the assets and liabilities were transferred to a private purpose trust fund except for housing assets. The $36,205,000 in advances were related to the issuance of the redevelopment agency tax allocation bonds series 2011 A, B, and C. As no money was transferred between former redevelopment agency and the City, advances receivable and payable have been set up. Repayment of advances will occur when the City begins to pay for project costs. The advances from Successor Agency have been reclassified as long-term debt.

NOTE 5 – INTERFUND TRANSACTIONS (Continued)

C. Transfers between Funds

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations, re-allocations of special revenues, debt service transfers to pay principal and interest payments on bonds, and other post employment benefits. All interfund transfers between individual government funds have been eliminated on the government-wide statements.

The following schedule briefly summarizes the City's transfer activity for the fiscal year ended June 30, 2012:

Fund	Transfers-in	Transfers-out
Major Fund:		
General	$ 2,005,205	$ 559,814
Nonmajor Governmental Funds:		
Gas Tax		1,180,971
Local Transportation Authority		1,298,419
Redevelopment Agency Capital Projects	1,300,000	
Redevelopment Agency Debt Service		1,300,000
LTA Lease Revenue Bonds Debt Service	1,275,919	
Major Proprietary Funds:		
Water		120,960
Wastewater		120,960
Totals	$ 4,581,124	$ 4,581,124

NOTE 6 – CAPITAL ASSETS

Capital Asset activity for the fiscal year ended June 30, 2012 was as follows:

	Balance at July 1, 2011	Additions	Deletions	Transfers to RDA Successor	Balance at June 30, 2012
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 7,788,250	$ 115,500	$ -	$ (5,763,861)	$ 2,139,889
Total capital assets, not being depreciated	7,788,250	115,500		(5,763,861)	2,139,889
Capital assets, being depreciated:					
Infrastructure	79,530,204				79,530,204
Structures and improvements	63,523,573	9,651,068		(13,998,845)	59,175,796
Vehicles	6,754,694	81,566	(507,077)	(79,772)	6,249,411
Furniture, equipment, and books	11,406,346	135,201	(20,222)	(425,128)	11,096,197
Total capital assets being depreciated	161,214,817	9,867,835	(527,299)	(14,503,745)	156,051,608

NOTE 6 – CAPITAL ASSETS (Continued)

Capital Asset activity for the fiscal year ended June 30, 2012 was as follows: (Continued)

	Balance at July 1, 2011	Additions	Deletions	Transfers to RDA Successor	Balance at June 30, 2012
Governmental activities:					
Less accumulated depreciation for:					
Infrastructure	$ (40,522,478)	$ (2,676,237)	$ -	$ -	$ (43,198,715)
Structures and improvements	(18,310,651)	(2,964,196)		5,128,488	(16,146,359)
Vehicles	(4,896,511)	(413,755)	507,077	48,104	(4,755,085)
Furniture, equipment, and books	(9,065,631)	(541,284)	20,222	281,630	(9,305,063)
Total accumulated depreciation	(72,795,271)	(6,595,472)	527,299	5,458,222	(73,405,222)
Total capital assets, being depreciated, net	88,419,546	3,272,363		(9,045,523)	82,646,386
Governmental activities capital assets, net	$ 96,207,796	$ 3,387,863	$ -	$ (14,809,384)	$ 84,786,275

	Balance at July 1, 2011	Additions	Deletions	Transfers	Balance at June 30, 2012
Business-type activities:					
Capital assets, not being depreciated:					
Land	$ 1,748,502	$ -	$ -	$ -	$ 1,748,502
Construction in progress	11,901,781	6,237,365		(7,454,978)	10,684,168
Total capital assets, not being depreciated	13,650,283	6,237,365		(7,454,978)	12,432,670
Capital assets, being depreciated:					
Structures and improvements	175,995,801	1,125,489		7,065,824	184,187,114
Vehicles	2,127,297	16,042			2,143,339
Equipment	53,606,502	1,332,653		389,154	55,328,309
Total capital assets, being depreciated	231,729,600	2,474,184		7,454,978	241,658,762
Less accumulated depreciation for:					
Structures and improvements	(81,496,904)	(4,896,769)			(86,393,673)
Vehicles	(1,610,475)	(80,932)			(1,691,407)
Equipment	(41,174,456)	(4,069,216)			(45,243,672)
Total accumulated depreciation	(124,281,835)	(9,046,917)			(133,328,752)
Total capital assets, being depreciated, net	107,447,765	(6,572,733)		7,454,978	108,330,010
Business-type activities capital assets, net	$ 121,098,048	$ (335,368)	$ -	$ -	$ 120,762,680

Depreciation

Depreciation expense was charged to governmental functions as follows:

General Government	$ 224,117
Public Safety	587,327
Public Works	3,327,824
Community Development	1,919,971
Parks and Recreation	536,233
Total depreciation expense - governmental activities	$ 6,595,472

NOTE 6 – CAPITAL ASSETS (Continued)

Depreciation (Continued)

Depreciation expense was charged to business-type functions as follows:

Water	$ 1,923,068
Wastewater	1,369,060
Hospital	5,754,789
Total depreciation expense - business-type activities	$ 9,046,917

NOTE 7 – COMMITMENTS

A. Construction Contracts

As of June 30, 2012, the Hospital has projects in progress to construct, improve, and equip various routine, ancillary, and support services. The Hospital had recorded $10,684,168 as construction in progress representing cost capitalized for major repairs and expansion projects on the Hospital's premises. The remaining commitments of the Hospital for future payments on these projects total approximately $3,026,000 at June 30, 2012.

B. Operating Leases

The Hospital leases equipment under various noncancelable operating lease arrangements. The various leases expire over the next eight years. Lease expenses amounted to approximately $2,012,000 in 2012.

Future minimum payments, by fiscal year and in the aggregate, required under noncancelable operating lease obligations consist of the following:

Fiscal Year Ending June 30,	Amount
2013	$ 572,658
2014	454,314
2015	307,063
2016	246,576
2017	246,576
Thereafter	246,576
Total minimum lease payments	$ 2,073,763

NOTE 8 – LONG-TERM LIABILITIES

The following is a schedule of long-term liabilities for Governmental Activities and Business-type Activities for the fiscal year ended June 30, 2012:

	Balance at July 1, 2011	Additions	Reductions	Due to RDA Ceased Operations	Successor Agency	Balance at June 30, 2012	Due Within One Year
Governmental Activities:							
Compensated absences	$ 1,991,821	$ 1,001,243	$ (1,046,507)	$ -	$ -	$ 1,946,557	$ 1,143,249
Advances from Successor Agency				36,205,000		36,205,000	
Other post-employment benefits	2,313,302	935,000	(330,531)			2,917,771	
Lease revenue bonds	13,625,000		(330,000)			13,295,000	335,000
Unamortized discount	(237,485)		11,891			(225,594)	(11,891)
Revenue bonds	11,095,000		(680,000)			10,415,000	690,000
Unamortized discount	(169,425)		11,818			(157,607)	(11,818)
Tax allocation bonds (2007)	30,135,000		(465,000)		(29,670,000)		
Tax allocation bonds (2011)	36,205,000		(680,000)		(35,525,000)		
Total	$ 94,958,213	$ 1,936,243	$ (3,508,329)	$ 36,205,000	$ (65,195,000)	$ 64,396,127	$ 2,144,540

	Balance at July 1, 2011	Additions	Reductions	Balance at June 30, 2012	Due Within One Year
Business-type Activities:					
Water Fund:					
Compensated absences	$ 198,058	$ 71,399	$ (72,075)	$ 197,382	$ 88,489
Revenue bonds (2006)	31,570,000		(640,000)	30,930,000	665,000
Installment sale	955,372		(74,593)	880,779	76,831
Sewer Fund:					
Compensated absences	197,460	105,263	(88,414)	214,309	88,414
Revenue bonds (1997)	7,700,000		(7,700,000)		
Revenue bonds (2006)	30,750,000		(565,000)	30,185,000	585,000
Revenue refunding bonds (2012A)		7,835,000		7,835,000	
Installment sale	2,803,547		(197,544)	2,606,003	203,470
Hospital Fund:					
Capital leases	7,887,666	4,456,278	(3,818,663)	8,525,281	3,578,447
Notes	1,003,300		(251,000)	752,300	251,000
Hospital revenue bonds	30,240,000		(1,369,000)	28,871,000	1,439,000
Unamortized discount	(305,985)		20,513	(285,472)	(20,513)
Total	$ 112,999,418	$ 12,467,940	$ (14,755,776)	$ 110,711,582	$ 6,955,138

A. Governmental Activities – Lease Revenue Bonds Payable

Lease Revenue Bonds. On December 16, 2009, the City issued its $4,615,000 Lease Revenue Bonds 2009 Series A and $10,125,000 Lease Revenue Bonds 2009 Series B. The bond funds are to be used for the acquisition, construction, and installation of certain transportation-related improvements within the City. The Series A bonds have a stated interest rate from 2.00% to 4.625% and are payable over a period of twenty years maturing in fiscal year ending 2020. The Series B bonds have a stated interest rate of 8.250% and mature in the fiscal year ending 2032. The Lease Revenue Bonds maturing on or after October 1, 2020, are subject to redemption prior to maturity. The original issue discount on these bonds is being amortized over the life of the bonds and is included with long-term debt on the balance sheet. The principal balance outstanding at June 30, 2012 is $13,069,406, which is net of the $225,594 of unamortized original bond discount.

NOTE 8 – LONG-TERM LIABILITIES (Continued)

B. Governmental Activities – Revenue Bonds Payable

On May 3, 2011, the El Centro Financing Authority issued the Revenue Bonds Series 2011. The Bonds are being issued to (i) finance the acquisition of the Redevelopment Agency of the City of the City of El Centro, El Centro Redevelopment Project, Tax Allocation Bonds Series 2011C, (ii) fund the Reserve Fund, and (iii) pay costs of issuing the Bonds and the Local Obligations. The Bonds have a stated interest rate from 6.000% to 6.625% and have a maturity date of November 1, 2025. The original issue discount on these bonds is being amortized over the life of the bonds and is included with long-term debt on the balance sheet. The principal balance outstanding at June 30, 2012 is $10,257,393, which is net of the $157,607 of unamortized original bond discount. See Note 18 for additional information in regards to the Bonds.

C. Long-Term Debt Amortization – Governmental Activities

The annual requirements to amortize long-term debt outstanding at June 30, 2012 (other than compensated absences and other post-employment benefits) are as follows:

Fiscal Year	2009 Series A Lease Revenue Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 335,000	$ 118,378	$ 453,378
2014	345,000	109,015	454,015
2015	355,000	97,627	452,627
2016	370,000	84,015	454,015
2017	385,000	68,915	453,915
2018-2020	1,380,000	97,098	1,477,098
	3,170,000	575,048	3,745,048
Less bond discount	(1,993)		(1,993)
	$ 3,168,007	$ 575,048	$ 3,743,055

Fiscal Year	2009 Series B Lease Revenue Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ -	$ 835,312	$ 835,312
2014		835,313	835,313
2015		835,312	835,312
2016		835,313	835,313
2017		835,312	835,312
2018-2022	1,155,000	4,083,545	5,238,545
2023-2027	3,745,000	2,970,206	6,715,206
2028-2032	5,225,000	1,133,343	6,358,343
	10,125,000	12,363,656	22,488,656
Less bond discount	(223,601)		(223,601)
	$ 9,901,399	$ 12,363,656	$ 22,265,055

NOTE 8 – LONG-TERM LIABILITIES (Continued)

C. Long-Term Debt Amortization – Governmental Activities (Continued)

The annual requirements to amortize long-term debt outstanding at June 30, 2012 (other than compensated absences and other post-employment benefits) are as follows (Continued):

Fiscal Year	Series 2011 Revenue Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 690,000	$ 621,012	$ 1,311,012
2014	715,000	578,862	1,293,862
2015	725,000	535,662	1,260,662
2016	740,000	491,712	1,231,712
2017	765,000	446,562	1,211,562
2018-2022	4,090,000	1,517,460	5,607,460
2023-2026	2,690,000	355,764	3,045,764
	10,415,000	4,547,034	14,962,034
Less bond discount	(157,607)		(157,607)
	$ 10,257,393	$ 4,547,034	$ 14,804,427

Fiscal Year	Total Governmental Activities		
Ended June 30,	Principal	Interest	Total
2013	$ 1,025,000	$ 1,574,702	$ 2,599,702
2014	1,060,000	1,523,190	2,583,190
2015	1,080,000	1,468,601	2,548,601
2016	1,110,000	1,411,040	2,521,040
2017	1,150,000	1,350,789	2,500,789
2018-2022	6,625,000	5,698,103	12,323,103
2023-2027	6,435,000	3,325,970	9,760,970
2028-2032	5,225,000	1,133,343	6,358,343
	23,710,000	17,485,738	41,195,738
Less bond discount	(383,201)		(383,201)
	$ 23,326,799	$ 17,485,738	$ 40,812,537

NOTE 8 – LONG-TERM LIABILITIES (Continued)

D. Business -type Activities – Revenue Bonds

1997 Series A Water and Wastewater Revenue Bonds. On October 22, 1997, the City issued its $11,195,000 (par value) Water and Wastewater Revenue Bonds, 1997 Series A, dated October 1, 1997.

A portion of the proceeds of the bonds, together with other available funds, have been applied to refund all of the outstanding $4,150,000 original principal amount of the 1989 Water and Wastewater Certificates of Participation which had interest rates of 6.3% to 6.8%. The 1989 Certificates matured on June 1, 2004 and were callable on December 1, 1997. Additionally, the Revenue Bonds were issued to advance refund the 1994 Wastewater Certificates of Participation which had interest rates of 4.50% to 6.70% and an original par value of $4,460,000. The 1994 Certificates were to mature between June 1, 2014 and June 1, 2019, and were callable on June 1, 2002. The 1989 Certificates were outstanding in the amount of $3,095,000 and the 1994 Certificates were outstanding in the amount of $4,405,000 at October 22, 1997. The balance of the proceeds from the Bonds was used for additional Wastewater System improvements. The Revenue Bonds were issued at 96.83% of par and after paying issuance costs of $530,111, the net proceeds were $10,664,889.

The City has covenanted and agreed to fix, prescribe, and collect rates, fees and charges for the Water Service and the Wastewater Service so that net revenues are at least 1.15 times the installment purchase payments of the 1997 certificates and all parity of obligations due and payable in the Certificate Year following the date of such calculation.

The bonds have a stated interest rate from 4.00% to 5.125% and are payable over a period of thirty years maturing in 2028. The 1997 Series A Water and Wastewater Revenue Bonds maturing on or after October 1, 2008, are subject to redemption prior to maturity. The principal balance outstanding at June 30, 2012 is $0, as these were refunded by the 2012 Wastewater Revenue Refunding Bonds Series A

2012 Wastewater Revenue Refunding Bonds Series A. On February 16, 2012 the City issued its $7,835,000 Wastewater Revenue Refunding Bonds (par value).

The proceeds of the sale of the Wastewater Refunding Bonds will be used to refund all of the outstanding portion of the 1997 Series A Water and Wastewater Revenue Bonds, fund a reserve account for the bonds, and pay costs of issuance.

The City advance refunded the 1997 Series A Water and Wastewater Revenue Bonds to reduce its total debt service over the next sixteen years by $964,302 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $719,153.

The 1997 Series A Water and Wastewater Revenue Bonds were defeased by placing a portion of proceeds from 2012 Wastewater Revenue Refunding Bonds Series A in an irrevocable trust to provide for all future debt service payments on the defeased bonds. Accordingly, the trust account and the defeased bonds are not included in the financial statements. As of June 30, 2012, the unpaid principal balance for the defeased bonds was $0 as they were fully called on March 12, 2012

NOTE 8 – LONG-TERM LIABILITIES (Continued)

D. Business-type Activities – Revenue Bonds (Continued)

2012 Wastewater Revenue Refunding Bonds Series A (Continued)

The City has covenanted and agreed to fix, prescribe, and collect rates, fees and charges for the Water Service and the Wastewater Service so that net revenues are at least 1.15 times the installment purchase payments of the 2012 bonds and all parity of obligations due and payable in the fiscal year following the date of such calculation.

The bonds have a stated interest from 2.00% to 3.625% and are payable over a period of 16 years maturing in 2028. The principal balance outstanding at June 30, 2012 is $7,835,000.

2006 Series A Water and Wastewater Revenue Bonds. On June 21, 2006, the City issued its $33,120,000 (par value) Water Revenue Bonds, 2006 Series A and $32,500,000 (par value) Wastewater Revenue Bonds, 2006 Series A.

The proceeds of the sale of the Water and Wastewater Bonds will be used to finance the design, engineering, acquisition, and construction of certain repairs, renovations, extension, betterments and improvements to the City's municipal water and wastewater system.

The City has covenanted and agreed to fix, prescribe, and collect rates and charges for the Water Service and the Wastewater Service so that net revenues are at least 1.15 times the installment purchase payments of the 2006 bonds and all parity of obligations due and payable in the Certificate Year following the date of such calculation.

The bonds have a stated interest from 4.00% to 5.25% and are payable over a period of 30 years maturing in 2036. The 2006 Series Bonds maturing on or before October 1, 2016 are not subject to optional redemption prior to their maturities. The Bonds maturing on or after October 1, 2017 shall be subject to redemption prior to their respective maturities. The principal balance outstanding at June 30, 2012 is $61,115,000.

E. Business-type Activities – Installment Sale Payable

2003 Enterprise Fund Installment Sale. On December 17, 2002, the City entered into an agreement with the California Infrastructure and Economic Development Bank to sell water and wastewater bonds, the bonds were issued on March 18, 2004.

The proceeds from the issuance of these bonds, $5,880,100, were used to fund the Alder water/sewer project.

The City has covenanted and agreed to fix, prescribe, and collect rates, fees and charges for the Water Service and the Wastewater Service so that net revenues are at least 1.10 times the installment purchase payments of the 2003 bonds and all Debt Service obligations due and payable in the fiscal year.

The bonds have a stated interest rate of 3.00% and are payable over a period of twenty years maturing in 2022. The 2003 Enterprise bonds maturing on or after October 1, 2014, are subject to redemption prior to maturity. The principal balance outstanding at June 30, 2012 is $3,486,782.

NOTE 8 – LONG-TERM LIABILITIES (Continued)

F. Business-type Activities – Hospital Long Term Debt

El Centro Financing Authority Insured Hospital Revenue Bonds, Series 2001. On April 26, 2001, the Hospital issued $39,300,000 in revenue bonds. The proceeds of the Bonds were used to finance the construction of the Hospital's expansion project and the acquisition of equipment.

The bonds have a stated interest rate from 4.25% to 5.375% and are payable over a period of twenty six years maturing in 2026. The principal balance outstanding at June 30, 2012 is $28,871,000.

G. Business-type Activities – Capital Leases Payable

Capital Leases. Between 2011 and 2012 fiscal year, the Hospital entered into a capital lease transaction for approximately $9,500,000. As of June 30, 2012, the Hospital has purchased approximately $3,300,000 of equipment under this capital lease agreement. The remaining dollar amount of approximately $6,300,000 is invested in a restricted cash account.

The Hospital has entered into various equipment capital leases for the purpose of financing equipment acquisitions. The lease obligations will be repaid in monthly installments of principal and interest with various maturity dates between January 2011 and October 2015. These leases are secured by the security interest in the equipment to be purchased with the use of the lease proceeds. These capital leases are reflected in the statement of net assets and the amortization of assets held under capital leases is included with the depreciation expenses. At June 30, 2012, the gross amount of capital assets and related accumulated amortization recorded under the capital leases were $10,267,000 and $3,672,000, respectively.

Lease commitments on these leases, including interest, are as follows:

Fiscal Year Ending June 30,	Principal
2013	$ 3,768,784
2014	2,362,439
2015	2,241,722
2016	650,359
Total minimum lease payments	9,023,304
Less amount representing interest	(498,023)
Present value of minimum lease payments	$ 8,525,281

NOTE 8 – LONG-TERM LIABILITIES (Continued)

H. Business-type Activities – Loans Payable

Notes Payable. In connection with the acquisition of the oncology practice, the Hospital entered into two promissory notes totaling $1,004,000 payable to the settler at an interest rate of 4.99% with both notes maturing in December 2014. These notes are unsecured. As of June 30, 2012, the amount due on the Notes Payable was $752,300.

The Hospital entered into a revolving line of credit agreement with a financial institution on December 22, 2011 for $5,000,000, maturing on November 30, 2012. The line of credit bears interest at LIBOR plus 4.00%. The effective interest rate was 4.25% as of June 30, 2012. As of June 30, 2012, $4,500,000 was outstanding maturing on this line of credit.

I. Long-Term Debt Amortization - Business-type Activities

The annual requirements to amortize long-term debt outstanding at June 30, 2012 (other than compensated absences) are as follows:

Fiscal Year	2006 Series A Water Revenue Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 665,000	$ 1,474,918	$ 2,139,918
2014	695,000	1,447,718	2,142,718
2015	720,000	1,419,418	2,139,418
2016	750,000	1,390,018	2,140,018
2017	785,000	1,358,828	2,143,828
2018-2022	4,480,000	6,238,181	10,718,181
2023-2027	6,435,000	4,936,875	11,371,875
2028-2032	8,200,000	3,163,062	11,363,062
2033-2036	8,200,000	889,349	9,089,349
	$ 30,930,000	$ 22,318,367	$ 53,248,367

Fiscal Year	2006 Series A Wastewater Revenue Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 585,000	$ 1,445,762	$ 2,030,762
2014	615,000	1,421,762	2,036,762
2015	640,000	1,396,662	2,036,662
2016	665,000	1,370,562	2,035,562
2017	700,000	1,342,825	2,042,825
2018-2022	3,995,000	6,218,349	10,213,349
2023-2027	6,305,000	5,016,375	11,321,375
2028-2032	8,340,000	3,217,150	11,557,150
2033-2036	8,340,000	904,050	9,244,050
	$ 30,185,000	$ 22,333,497	$ 52,518,497

NOTE 8 – LONG-TERM LIABILITIES (Continued)

I. Long-Term Debt Amortization - Business-type Activities (Continued)

The annual requirements to amortize long-term debt outstanding at June 30, 2012 (other than compensated absences) are as follows (Continued):

Fiscal Year	2012 Series A Wastewater Refunding Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ -	$ 224,248	$ 224,248
2014	440,000	219,868	659,868
2015	445,000	211,018	656,018
2016	455,000	202,018	657,018
2017	460,000	191,718	651,718
2018-2022	2,495,000	775,714	3,270,714
2023-2027	2,900,000	372,398	3,272,398
2028	640,000	11,600	651,600
	$ 7,835,000	$ 2,208,582	$ 10,043,582

Fiscal Year	2003 Installment Sale - Water		
Ended June 30,	Principal	Interest	Total
2013	$ 76,831	$ 26,424	$ 103,255
2014	79,135	24,118	103,253
2015	81,510	21,744	103,254
2016	83,955	19,299	103,254
2017	86,474	16,780	103,254
2018-2022	472,874	43,398	516,272
	$ 880,779	$ 151,763	$ 1,032,542

Fiscal Year	2003 Installment Sale - Wastewater		
Ended June 30,	Principal	Interest	Total
2013	$ 203,470	$ 75,128	$ 278,598
2014	209,574	68,933	278,507
2015	215,861	62,551	278,412
2016	222,337	55,978	278,315
2017	229,007	49,207	278,214
2018-2022	1,252,307	137,160	1,389,467
2023	273,447	4,102	277,549
	$ 2,606,003	$ 453,059	$ 3,059,062

NOTE 8 – LONG-TERM LIABILITIES (Continued)

I. Long-Term Debt Amortization - Business-type Activities (Continued)

The annual requirements to amortize long-term debt outstanding at June 30, 2012 (other than compensated absences) are as follows (Continued):

Fiscal Year	Hospital Revenue Bonds, Series 2001		
Ended June 30,	Principal	Interest	Total
2013	$ 1,439,000	$ 1,537,460	$ 2,976,460
2014	1,519,000	1,461,051	2,980,051
2015	1,599,000	1,380,348	2,979,348
2016	1,684,000	1,295,340	2,979,340
2017	1,774,000	1,205,763	2,979,763
2018-2022	10,375,000	4,513,038	14,888,038
2023-2026	10,481,000	1,435,738	11,916,738
	28,871,000	12,828,738	41,699,738
Less bond discount	(285,472)		(285,472)
	$ 28,585,528	$ 12,828,738	$ 41,414,266

Fiscal Year	Capital Leases Payable		
Ended June 30,	Principal	Interest	Total
2013	$ 3,578,447	$ 190,338	$ 3,768,785
2014	2,209,195	96,045	2,305,240
2015	2,202,231	39,491	2,241,722
2016	535,408	18,069	553,477
	$ 8,525,281	$ 343,943	$ 8,869,224

Fiscal Year	Notes Payable		
Ended June 30,	Principal	Interest	Total
2013	$ 251,000	$ 24,473	$ 275,473
2014	251,000	16,315	267,315
2015	250,300	8,158	258,458
	$ 752,300	$ 48,946	$ 801,246

NOTE 8 – LONG-TERM LIABILITIES (Continued)

I. Long-Term Debt Amortization - Business-type Activities (Continued)

The annual requirements to amortize long-term debt outstanding at June 30, 2012 (other than compensated absences) are as follows (Continued):

Fiscal Year	Total Business-type Activities		
Ended June 30,	Principal	Interest	Total
2013	$ 6,798,748	$ 4,998,751	$ 11,797,499
2014	6,017,904	4,755,810	10,773,714
2015	6,153,902	4,539,390	10,693,292
2016	4,395,700	4,351,284	8,746,984
2017	4,034,481	4,165,121	8,199,602
2018-2022	23,070,181	17,925,840	40,996,021
2023-2027	26,394,447	11,765,488	38,159,935
2028-2032	17,180,000	6,391,812	23,571,812
2033-2036	16,540,000	1,793,399	18,333,399
	110,585,363	60,686,895	171,272,258
Less bond discount	(285,472)		(285,472)
	$ 110,299,891	$ 60,686,895	$ 170,986,786

NOTE 9 – RISK MANAGEMENT

The City is exposed to various risks of loss related to workers' compensation claims, torts, the theft of, damage to, and destruction of assets, errors and omission, natural disasters, and group health insurance claims. To deal with these risks, the City has adopted a formal risk management program. As part of this program, various risk control techniques, including employee accident prevention training, are being implemented to minimize accident-related losses. An integral part of the program, however, continues to be insuring arrangements.

A. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 114 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group-purchased insurance for property and other lines of coverage. The Authority began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

Audited financial statements for the Authority are available from Assistant Executive Officer, at California Joint Powers Insurance Authority, 8081 Moody Street, La Palma, California 90623.

NOTE 9 – RISK MANAGEMENT (Continued)

B. Insurance Programs of the Authority

A revised cost allocation methodology was introduced in 2010-11, however it retains many elements of the previous cost allocation methodology. Each member pays an annual contribution (formerly called the primary deposit) to cover estimated losses for the coverage period. This initial funding is paid at the beginning of the coverage period. After the close of the coverage period, outstanding claims are valued. A retrospective deposit computation is then conducted annually thereafter until all claims incurred during the coverage period are closed on a pool-wide basis. This subsequent cost re-allocation among members based on actual claim development can result in adjustments of either refunds or additional deposits required.

The total funding requirement for self-insurance programs is estimated using actuarial models and pre-funded through the annual contribution. Costs are allocated to individual agencies based on exposure (payroll) and experience (claims) relative to other members of the risk-sharing pool. Additional information regarding the cost allocation methodology is provided below.

Liability

In the liability program claims are pooled separately between police and non-police exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to $30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from $30,000 to $750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess of $750,000 up to the reinsurance attachment point of $5 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from $5 million to $10 million are paid under a reinsurance contract subject to a $2.5 million annual aggregate deductible. Costs of covered claims from $10 million to $15 million are paid under two reinsurance contracts subject to a combined $3 million annual aggregate deductible. On a cumulative basis for all 2011-12 reinsurance contracts the annual aggregate deductible is $5.5 million. (6) Costs of covered claims from $15 million up to $50 million are covered through excess insurance policies. The overall coverage limit for each member including all layers of coverage is $50 million per occurrence.

Costs of covered claims for subsidence losses are paid by reinsurance and excess insurance with a pooled sub-limit of $35 million per occurrence. This $35 million subsidence sub-limit is composed of (a) $5 million retained within the pool's SIR, (b) $10 million in reinsurance, and (c) $20 million in excess insurance. The excess insurance layer has a $20 million annual aggregate.

Payments to the Authority for property and casualty coverage are recorded as expenditures in the General Fund.

NOTE 9 – RISK MANAGEMENT (Continued)

B. Insurance Programs of the Authority (Continued)

Workers Compensation

The City also participates in the workers' compensation pool administered by the Authority. In the workers' compensation program, claims are pooled separately between public safety (police and fire) and non-public safety exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to $50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from $50,000 to $100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs in excess of $100,000 up to the reinsurance attachment point of $2 million are distributed based on the outcome of cost allocation within the first and second loss layers. (5) Costs of covered claims from $2 million up to statutory limits are paid under a reinsurance policy. Protection is provided per statutory liability under California Workers' Compensation Law. Employer's Liability losses are pooled among members to $2 million. Coverage from $2 million to $4 million is purchased as part of a reinsurance policy, and Employer's Liability losses from $4 million to $10 million are pooled among members.

The City is responsible for workers' compensation claims incurred before July 1, 1997, under its self-insured program. Estimated unpaid claims reflect the maximum probable outcome of all claims without regard to the City's self-insured retention level. Reserves are assessed for indemnity, medical, and expense categories. Indemnity claims are estimated on the basis of computations, which will develop the probable total future cost of compensation and medical benefits due or potentially due. Medical-only claims are estimated on the basis of computations, which will develop the total future cost of medical benefits due or potentially due. Liability estimates are not reduced for third party recoveries, subrogation recoveries, or aggregate excess insurance coverage.

Payments for workers' compensation coverage are recorded as an expense to Workers' Compensation Internal Service Fund. No changes in workers' compensation liability for the current fiscal year.

Purchased Insurance

Pollution Legal Liability Insurance

The City participates in the pollution legal liability and remediation legal liability insurance which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City. Coverage is on a claims-made basis. There is a $50,000 deductible. The Authority has a limit of $50 million for the 3-year period from July 1, 2011 through July 1, 2014. Each member of the Authority has a $10 million sub-limit during the 3-year term of the policy.

NOTE 9 – RISK MANAGEMENT (Continued)

B. Insurance Programs of the Authority (Continued)

Property Insurance

The City participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City property is currently insured according to a schedule of covered property submitted by the City to the Authority. The City property currently has all-risk property insurance protection in the amount of $42,758,040. There is a $5,000 deductible per occurrence except for non-emergency vehicle insurance which has a $1,000 deductible. Premiums for the coverage are paid annually and are not subject to retrospective adjustments.

Crime Insurance

The City purchases crime insurance coverage in the amount of $3,000,000 with a $2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retrospective adjustments.

The City did not purchase *Earthquake and Flood Insurance.*

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2011-12.

C. Additional Insurance Programs

Group Health Insurance

The "Risks of Loss" to the City under the City sponsored group health insurance plans include major medical, dental, and vision claims. Prior to August 1, 1999, the City contracted with Pacific Mutual Insurance Company for a fully insured plan for medical and dental coverage.

On August 1, 1999, the City implemented a self-funded plan providing for the same benefits as the Pacific Mutual plan. The City's liability is limited to $100,000 per employee with an overall cap of 125% of projected medical claims and 100% of dental and vision claims.

The Hospital self-insures against medical costs for its employees and dependents. The Hospital has purchased supplemental coverage for losses in excess of $175,000 per incident and $2,000,000 in aggregate. The related liability is reported in accounts payable and accrued expenses on the statement of net assets.

The Hospital's accrued health insurance losses also include an estimate of possible losses attributable to incidents that may have occurred but not been identified under the incident reporting system. Historically, the actual liabilities incurred have not been materially different than the recorded estimates.

NOTE 9 – RISK MANAGEMENT (Continued)

C. Additional Insurance Programs (Continued)

Workers' Compensation Self-Insurance

The Hospital self-insures against workers' compensation losses. The related liability is reported in accounts payable and accrued expenses on the statement of net assets. Losses from asserted and unasserted claims identified under the Hospital's incident reporting system are accrued based on estimates that incorporate the Hospital's past experience, as well as other consideration including the nature of each claim or incident and relevant trend factors. Historically, the actual losses incurred have not been materially different than the recorded estimates. The amount of liability recorded for Workers' Compensation in 2011-12 was $1,873,701 and the amount recorded as a liability in 2010-11 was $1,217,304 which resulted in a net change in accrued liabilities between the fiscal year ended June 30, 2012 and the fiscal year ended June 30, 2011 of $656,397.

Medical Malpractice Insurance Coverage

The Hospital maintains medical malpractice insurance on a claims-made basis. The policy provides for a per claim deductible of $5,000 with per occurrence coverage of $20 million and aggregate annual coverage limits of $20 million. In management's opinion, the Hospital has sufficiently accrued an estimated liability for claims incurred prior to June 30, 2012 that are expected to be subsequently reported to the insurance company. The related liability is reported in accounts payable and accrued expenses on the statement of net assets.

NOTE 10 – PROPRIETARY FUNDS INFORMATION

The City maintains five enterprise funds. The Water and Wastewater funds account for the provision of basic utility services to all citizens. The Transit fund provides demand-response transit services. The Solid waste fund accounts for trash collection throughout the City. The Hospital is an acute care facility providing health care to the community and surrounding area.

NOTE 11 – CONTINGENT LIABILITIES

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government and the State of California. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by grantors cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

There are pending lawsuits involving complaints and cross complaints with the City involving performance of action and for damages incurred but a decision/settlement has not been reached.

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of management, that the ultimate disposition of these lawsuits and proceedings will not have a material adverse effect on the financial condition of the City.

NOTE 11 – CONTINGENT LIABILITIES (Continued)

Malpractice, workers' compensation, and medical benefits claims have been asserted against the Hospital by various claimants. The claims are in various stages of processing and some may ultimately be brought to trial. There are also known incidents that have occurred through June 30, 2012, that may result in the assertion of additional claims. The Hospital management has accrued their best estimate of these contingent losses.

With changes now made to the pilot and permanent RAC (Recovery Audit Contractor) program, it is expected that RAC program review activities will resume by early next year. It is possible the Hospital has a contingent repayment liability for claims not previously reviewed. However, the Hospital has not received any notice from either the pilot RAC or the new permanent RAC regarding any intent to resume a RAC audit.

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. Compliance with these laws and regulations can be subject to government review and interpretation, as well as regulatory actions unknown and unasserted at this time. Over the last several years, government activity has increased with respect to investigations and allegations concerning possible violations of regulations by health care providers which could result in the imposition of significant fines and penalties as well as significant repayment of previously billed and collected revenue for patient services. Other than the issue discussed above, Hospital's management believes that the Hospital is in substantial compliance with current laws and regulations and that any potential liability arising from compliance issues have been properly reflected in the financial statements or are not considered to be material to the Hospital's financial position and results of operations as of and for the year ended June 30, 2012.

The Medicare and Medi-Cal government reimbursement programs account for a substantial amount of the Hospital's net patient service revenue. Expenditure reduction efforts and budget concerns within the United States and California legislature continue to create uncertainty over the volume of future health care funding. It is at least reasonably possible that future reimbursements for patient services under these programs could be negatively impacted.

NOTE 12 – NET PATIENT REVENUE

The Hospital has arrangements with third-party payors that provide payments to the Hospital at amounts different from its established rates. A summary of the basis of reimbursement with major third-party payor categories follows:

Medicare - Inpatient acute-care services rendered to Medicare program beneficiaries are paid at prospectively determined rates per discharge. These rates vary according to a patient classification system that is based on clinical, diagnostic, and other factors. Medicare reimburses the Company for covered outpatient services rendered to Medicare beneficiaries by way of an outpatient prospective payment system based on ambulatory payment classifications.

NOTE 12 – NET PATIENT REVENUE (Continued)

Medicare (Continued)

Inpatient non-acute services, certain outpatient services, and defined capital costs related to Medicare beneficiaries are paid based, in part, on a cost reimbursement methodology. The Company is reimbursed for cost reimbursable items at a tentative rate with final settlement determined after submission of annual cost reports and audits thereof by the Medicare fiscal intermediary. The estimated amounts due to or from the program are reviewed and adjusted annually based on the status of such audits and any subsequent appeals. Differences between final settlements and amounts accrued in previous years are reported as adjustments to net patient service revenue in the year examination is substantially completed.

MediCal - Inpatient services rendered to Medi-Cal program beneficiaries are reimbursed under noncontracted payment arrangements. The Hospital is reimbursed using a cost reimbursement methodology. Interim payments are based on a cost to charge ratio with final settlement determined after submission of annual cost reports and audits thereof by the Department of Health Care Services ("DHCS"). The estimated amounts due to or from DHCS are reviewed and adjusted annually based on the status of such audits and any subsequent appeals. Differences between final settlements and amounts accrued in previous years are reported as adjustments to net patient service revenue in the year examination is substantially complete.

Net Medicare and Medi-Cal program patient service revenue amounted to approximately $85,396,000 and $81,677,000, in fiscal years 2012 and 2011, respectively. In fiscal years 2012 and 2011, the Hospital recognized in the statements of revenue, expenses, and changes in net assets, an increase of approximately $204,000 and $616,000, respectively, in net patient service revenue pertaining to the settlement of prior years' cost reports.

Commercial Insurance, Health Maintenance Organizations, and Preferred Provider Organizations - The Company has also entered into agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to the Company under these agreements includes prospectively determined rates per discharge, discounts from established charges and prospectively determined daily rates.

Other - The Company also provides its services to patients enrolled in programs of commercial insurance carriers, health maintenance organizations and preferred provider organizations under which the Company does not have agreements. The Company recognizes revenue for these patients based on its usual customary rates for these services adjusted for historical trends in the Company's reimbursement for similar services.

Laws and regulations governing the third party payor arrangements are extremely complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term.

NOTE 12 – NET PATIENT REVENUE (Continued)

Significant concentrations of gross patient accounts receivable at June 30 were as follows:

	2012	2011
Medicare	$ 34,988,611	$ 34,782,200
Medi-Cal	31,352,258	35,932,370
Insurance, third party payors and self pay	36,439,595	27,303,187
Gross patient accounts receivable	102,780,464	98,017,757
Less: Allowances for contractual and bad debt adjustments	(85,602,432)	(81,943,069)
Net patient accounts receivable	$ 17,178,032	$ 16,074,688

Significant concentrations of gross patient accounts receivable at June 30, 2012 and 2011 include Medicare, 34% and 36%, respectively, and Medi-Cal, 31% and 37%, respectively.

At June 30, 2012 and 2011, the Medical Center provided allowances for losses on amounts receivable directly from patients totaling $85,602,000 and $ 81,943,000, respectively. Amounts written off to bad debt expense included in net patient service revenue totaled approximately $12,861,000 and $9,364,000 for the fiscal years ended June 30, 2012 and 2011, respectively.

Management continually monitors and adjusts the reserves associated with receivables, and does not require collateral. Normal estimation differences between subsequent cash collections on patient accounts receivable and net patient accounts receivable estimated in the prior year are reported as adjustments to net patient service revenue in the current period. These differences increased net patient service revenue by approximately $1,967,000 and $1,868,000 for the fiscal years ended June 30, 2012 and 2011, respectively.

NOTE 13 – DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation program created in accordance with Internal Revenue Code Section 457. The program, available to all full-time City employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the program, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held for the exclusive benefit of the participants.

NOTE 14 – OTHER POST EMPLOYMENT BENEFITS

The postemployment benefit plan is a single-employer defined healthcare plan administered by the City. The City provides postretirement health, dental, vision, and life insurance benefits, as provided for in various collective bargaining agreements for retirees that meet certain criteria. The City pays 100 percent of the employee's premium for benefit coverage for qualifying management employees and elected & contract employees until age 65 and a portion of the employee's premium for qualifying non-management employees. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans.

Funding Policy

The City's adopted policy is to contribute an amount sufficient to pay the current fiscal year's premium. For fiscal year 2011/2012, the City contributed $221,531, which consisted of current premiums, but did not include any additional prefunding of benefits and $109,000 as implied subsidy.

Annual OPEB and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), and an amount actuarially determined in accordance with the parameters of GASB Statement No.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's annual OPEB cost for the fiscal year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation.

Annual required contribution	$ 1,008,000
Interest on net OPEB obligation	98,000
Adjustment to annual required contribution	(171,000)
Annual OPEB cost (expense)	935,000
Contributions made	(221,531)
Implied subsidy	(109,000)
Increase in net OPEB obligation	604,469
Net OPEB obligation - beginning of fiscal year	2,313,302
Net OPEB obligation - end of fiscal year	$ 2,917,771

The City 's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2012 and the two preceding fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contribution	Net OPEB Obligation (Asset)
6/30/2010	$ 972,882	18.5%	$ 1,557,936
6/30/2011	$ 932,000	19.0%	$ 2,313,302
6/30/2012	$ 935,000	35.4%	$ 2,917,771

The Plan does not issue a separate audited GAAP-basis postemployment benefit plan report.

NOTE 14 – OTHER POST EMPLOYMENT BENEFITS (Continued)

Funded Status and Funding Progress

As of June 30, 2008, the most recent actuarial valuation date for fiscal year 10/11 and 11/12, the plan was zero percent funded. The actuarial accrued liability for benefits was $8,031,000, and the actuarial value of assets was $0, resulting in an unfunded actuarial accrued liability (UAAL) of $8,031,000. The covered payroll (annual payroll of active employees covered by the plan) was $13,927,000, and the ratio of the UAAL to the covered payroll was 57.7%. The City has assigned an amount of $8,254,825 that is included in the General Fund to be used to fund the other post-employment benefits. These monies were not placed into a trust account.

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

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between 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 June 30, 2008 actuarial valuation, the entry age normal cost method was used. The actuarial assumptions included a 4.25 percent investment rate of return, which is the expected long-term investment returns on plan assets invested in General Fund, not prefunded, a projected salary increase assumption rate of 3.25 percent, an inflation rate of 3%, and an annual healthcare cost trend rate of 9% initially for Non-Medicare (9.3% for Medicare), reduced by decrements to an ultimate rate of 4.5% (both Non-Medicare and Medicare) after 6 years. The actuarial value of assets is not applicable (no assets as of the initial valuation date). The UAAL is being amortized under the level percent of payroll amortization method over thirty years and the amortization period used is closed. The remaining amortization period at June 30, 2008 was twenty-eight years.

NOTE 15 – DEFINED BENEFIT PENSION PLANS

A. Public Employees Retirement System (PERS)

Plan Description

The City of El Centro defined benefit pension plan, (the Plan), provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The Plan is part of the Public Agency portion of the California Public Employees Retirement System (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. A menu of benefit provisions as well as other requirements is established by State statutes within the Public Employee's Retirement Law. The City of El Centro has adopted various optional benefits. CalPERS issues a separate comprehensive annual financial report. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

Funding Policy

Active Plan members are required to contribute 7% (9% for safety employees) of their annual covered salary. The City makes the contributions required of City employees on their behalf and for their account. The City of El Centro is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The required employer contribution rate for fiscal 2011/2012 was 8.541% (47.552% for safety employees). The contribution requirements of the plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS.

Annual Pension Cost

For the fiscal year 2011/2012, the City's annual pension cost of $3,376,045 for PERS was equal to the City's required and actual contributions. This includes the employee's contribution portion amount of $481,575 which is paid by the City. The required contribution was determined as part of the June 30, 2009, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses), (b) overall payroll growth of 3.25% compounded annually; and (c) an inflation rate of 3.0% compounded annually. The actuarial value of PERS was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a fifteen-year period (smoothed market value). PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period as of valuation date was 18 years for safety, and 21 years for miscellaneous.

Funded Status and Funding Progress

As of June 30, 2010, the most recent actuarial valuation date, the miscellaneous plan was 97.1 percent funded. The actual accrued liability for benefits were 52.3 million (miscellaneous), and the actual value of assets were 50.8 million (miscellaneous), resulting in unfunded actuarial accrued liabilities (UAAL) of 1.5 million (miscellaneous). The covered payroll (annual payroll of active employees covered by the plans) were 7.9 million for miscellaneous. The rate of the UAAL to the cover payroll was 19.0%. The safety plan for the City is part of a risk pool and so the actuarial amounts are not included in this note disclosure.

NOTE 15 – DEFINED BENEFIT PENSION PLANS (Continued)

A. Public Employees Retirement System (PERS) (Continued)

The schedules of funding progress, presented as Required Supplementary Information (RSI) following the notes to the financial statements present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Three-Year Trend Information for Miscellaneous Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2010	$ 532,863	100%	$ -
6/30/2011	$ 585,904	100%	$ -
6/30/2012	$ 654,171	100%	$ -

Three-Year Trend Information for Safety Plan

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2010	$ 2,616,827	100%	$ -
6/30/2011	$ 2,548,433	100%	$ -
6/30/2012	$ 2,240,299	100%	$ -

B. El Centro Regional Medical Center Retirement Income Plan

Plan Description

The El Centro Regional Medical Center Retirement Income Plan (the Plan) is a single-employer defined benefit pension plan established to provide retirement benefits for Hospital employees based on length of service and the average of the highest consecutive three years of earnings. The Plan is administered by a retirement plan committee appointed by the Board of Directors of the Hospital. The Retirement Plan issues a separate financial report that includes financial statements and required supplemental information. Additional information may be obtained from El Centro Regional Medical Center, 1415 Ross Ave, El Centro, CA 92243.

Employees are eligible to participate on their date of hire. Employees' retirement benefits vest 100% at sixty years of age and after twenty-five years of completed service.

NOTE 15 – DEFINED BENEFIT PENSION PLANS (Continued)

B. El Centro Regional Medical Center Retirement Income Plan (Continued)

Funding Policy

The Retirement Plan complies with the Internal Revenue Code as it applies to governmental plans. Plan members were required to contribute 3.50% of their annual covered salary in lieu of paying social security retirement income contributions through July 16, 2011. Effective July 17, 2011, members' contribution rate was increased to 3.75%. The Retirement Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as a percentage of annual covered payroll, are sufficient to accumulate assets to pay benefits when due. The Medical Center contributed 9%, 6.6%, and 6.6% of annual covered payroll totaling $3,301,000, $2,394,000, and $2,895,000 during the fiscal years ended June 30, 2012, 2011, and 2010 respectively.

Annual Pension Cost and Net Pension Obligation

The Hospital's annual pension cost and net pension obligation to the Plan as of and for the years ended June 30, were as follows:

	2012	2011	2010
Annual required contribution	$ 3,021,900	$ 2,667,300	$ 2,406,300
Interest on net pension obligation	(63,600)	(87,400)	(52,700)
Adjustment to annual required contribution	96,100	132,100	79,700
Annual pension cost	3,054,400	2,712,000	2,433,300
Contributions made	3,301,000	2,394,100	2,895,400
Increase (decrease) in net pension obligation	(246,600)	317,900	(462,100)
Net pension obligation (asset) beginning of fiscal year	(847,900)	(1,165,800)	(703,700)
Net pension obligation (asset) end of fiscal year	$ (1,094,500)	$ (847,900)	$ (1,165,800)

The annual required contribution for the year ended June 30, 2012 was determined as part of January 1, 2012 and January 1, 2011 actuarial valuations using the entry age actuarial cost method. The actuarial assumptions included (a) 7.5% investment rate of return (net of administrative expenses) and (b) projected salary increases of 3.5% per year. Both assumptions included an inflation component of 2.5%. The actuarial value of assets for both valuations was determined using market value adjusted to recognize market value gains and losses over five years. The unfunded actuarial accrued liability is amortized using the level dollar method on a closed basis. The remaining equivalent single amortization period at December 31, 2011 was 10 years.

Funded Status and Funding Progress

As of January 1, 2012, the most recent actuarial valuation date, the plan was 66.5 percent funded. The actual accrued liability for benefits were 65.7 million, and the actual value of assets were 43.7 million, resulting in unfunded actuarial accrued liabilities (UAAL) of 22.0 million. The covered payroll (annual payroll of active employees covered by the plan) was 34.3 million. The rate of the UAAL to the covered payroll was 64.1%.

NOTE 15 – DEFINED BENEFIT PENSION PLANS (Continued)

B. El Centro Regional Medical Center Retirement Income Plan (Continued)

Funded Status and Funding Progress (Continued)

The following information (which has not been audited by independent auditors) was provided to the Hospital by the Plan's actuaries, Creative Benefit Strategies, Inc., per their actuarial valuations dated January 1, 2012, January 1, 2011, and January 1, 2010.

	Three-Year Trend Information		
Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2010	$ 2,433,300	119%	$ (1,165,800)
6/30/2011	$ 2,712,000	88%	$ (847,900)
6/30/2012	$ 3,054,400	108%	$ (1,094,500)

The Schedule of Funding Progress Hospital Retirement Income Plan presented as Required Supplementary Information (RSI) following the notes to the financial statements present multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Beginning January 2010, the Hospital changed the Employees' Retirement Plan for all employees hired after January 1, 2010. All employees hired after this date will be enrolled in a Defined Contribution Plan, 401(a). Employees enrolled in this plan contribute 3.5% of their gross payroll and the Hospital matches 4%. The Hospital's contributions to this plan were approximately $342,000 and $181,000 for the fiscal years ended June 30, 2012 and 2011, respectively.

NOTE 16 – NET ASSETS AND FUND BALANCES

GASB Statement No. 34 adds the concept of Net Assets, which is measured on the full accrual basis, to the concept of Fund Balance, which is measured on the modified accrual basis.

A. Net Assets

Net Assets are divided into three captions under GASB Statement No. 34. These captions apply only to net assets as determined at the government-wide level and are described below:

Invested in Capital Assets, net of related debt describes the portion of net assets which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of net assets which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These principally include debt service requirements, and redevelopment funds restricted to low and moderate income housing purposes.

Unrestricted describes the portion of net assets which is not restricted as to use.

NOTE 16 – NET ASSETS AND FUND BALANCES (Continued)

A. Net Assets (Continued)

The government-wide statement of net assets reports $47,900,194 of restricted net assets.

None of the restricted net assets in the government-wide statement of net assets is restricted by enabling legislation.

B. Fund Balances

As of June 30, 2012, fund balances of the governmental funds are classified as follows:

Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

Committed – amounts that can be used only for specific purposes determined by a formal action of the governing board in the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through resolutions approved by the governing board.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the City's adopted policy, only the City Manager may assign amounts for specific purposes.

Unassigned – all other spendable amounts.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the governing board (or City Manager for assignments) has provided otherwise in its commitment or assignment actions.

The governing board adopted a minimum fund balance policy for the General Fund in order to establish, dedicate, and maintain reserves annually to meet known and estimated future obligations. The General Fund policy is to have not less than 10% of total expenditures in the unassigned fund balance for economic uncertainties.

NOTE 16 – NET ASSETS AND FUND BALANCES (Continued)

B. Fund Balances (Continued)

A detailed schedule of fund balances as of June 30, 2012 is presented below.

	General	2011C Bonds City	2011 A & B Projects Fund	Other Governmental Funds	Total Governmental Funds
Restricted for:					
Housing	$ -	$ -	$ -	$ 1,301,624	$ 1,301,624
Special projects				140,872	140,872
Debt service				11,310,804	11,310,804
Community development				2,535,606	2,535,606
Asset forfeiture				2,010,865	2,010,865
Public safety				852,079	852,079
Streets and roads				12,455,200	12,455,200
Waste and clean up				563,663	563,663
Landscaping & community facilities district				498,011	498,011
Capital projects		11,178,513	27,582,740	5,872,634	44,633,887
Total restricted fund balances		11,178,513	27,582,740	37,541,358	76,302,611
Committed to:					
Parks and recreation				292,163	292,163
Streets and roads				468,322	468,322
Capital projects				1,022,518	1,022,518
Total committed fund balances				1,783,003	1,783,003
Assigned to:					
Other post employment benefits	9,077,959				9,077,959
Total assigned fund balances	9,077,959				9,077,959
Unassigned	8,851,696			(1,171,673)	7,680,023
Total unassigned fund balances	8,851,696			(1,171,673)	7,680,023
Total fund balances	$ 17,929,655	$ 11,178,513	$ 27,582,740	$ 38,152,688	$ 94,843,596

NOTE 17 – HOSPITAL FEE

The California Hospital Fee Program (Program) was signed into law by the Governor of California and became effective on January 1, 2010. Amending legislation to conform to changes requested by the Centers for Medicare and Medicaid Services ("CMS") during the approval process was signed into law on September 8, 2010 by the Governor of California. The Program required a "hospital fee" or "Quality Assurance Fee" (QA Fee) to be paid by certain hospitals to a State fund established to accumulate the assessed QA Fees and receive matching federal funds. QA Fees and corresponding matching federal funds are then paid to participating hospitals in two supplemental payment methodologies, a fee-for-service methodology and a managed care plan methodology.

NOTE 17 – HOSPITAL FEE (Continued)

CMS approved California's State Plan Amendment and Waiver, as of October 7, 2010, allowing the State to implement the QA Fee and the fee-for-service Supplemental Payment methodology of the legislation. Final approval of the program was effective December 30, 2010, and expense and revenue is recognized for retroactive periods in this period.

The period covered by the Program included a substantial retroactive federal matching component, including all or a portion of the 2008-2009 and 2009-2010 federal fiscal years. The QA Fee assessment and fee-for-service Supplemental Payments for approved periods were assessed and paid in installments through December 2010.

Based on formulas contained in the legislation as well as modeling done by the California Hospital Association, the Hospital recognized approximately $2,098,000 in revenue and no expense related to the program for the fiscal year ended June 30, 2011.

Additional legislation in March 2011 ("SB 90") extended the Program for the period from January 1, 2011 through June 30, 2011; however, the extension under SB 90 included only private hospitals and thus excluded the Medical Center. As an alternative, the Non-designated Public Intergovernmental Transfer Program was established under AB 113 in 2011 to allow non-designated public hospitals to access additional federal funds. Under this legislation, intergovernmental transfers ("IGT") of approximately $1,480,000 were made by the Medical Center to the State during the year ended June 30, 2011. However, the funds were returned to the Medical Center subsequent to year end because final CMS approval required to enact the legislation was not received at June 30, 2011 (CMS approved subsequent to year end). No matching federal funds revenue has been accrued at June 30, 2011; however, the Medical Center has accrued a receivable for the initial IGT that was returned subsequent to year end.

The Medical Center, as a non-designated public hospital in California, was not subject to the QA Fee assessments during the fiscal year ended June 30, 2012 according to the legislation but rather received net supplemental payments through the Non-designated Public Intergovernmental Transfer Program. For the fiscal year end June 30, 2012, the Medical Center recognized approximately $2,535,000, which is included in charges for service revenue on the statements of revenues, expenses and changes in net assets.

NOTE 18 – RELATED PARTY TRANSACTIONS

On February 23, 2011, the City and former Redevelopment Agency (RDA) entered into a Reimbursement Agreement. The former RDA desired to provide funds to finance the cost of the acquisition, installation, construction and/or reimbursement of public infrastructure improvements within or outside the Project Area owned by the City and located in the City. The former RDA entered into a Reimbursement Agreement in which the former RDA agreed to reimburse the City for all costs of the Project Improvements that have been or will be paid or provided for initially by the City either directly or through reimbursement in an amount not to exceed $4.2 million (amended to $162 million in an amendment to the agreement). The reimbursement agreement stated that the reimbursement obligation shall constitute an indebtedness of the former RDA to the City which would be payable out of taxes levied in the Project Area and out of any other available funds. The former RDA pledged and granted the City a security interest in and lien on the Tax Revenues, except such pledge is subordinate to any existing bonds, notes, or other forms of indebtedness incurred by the former RDA or as otherwise agreed between the City and the former RDA.

NOTE 18 – RELATED PARTY TRANSACTIONS (Continued)

On March 8, 2011, the former RDA issued the El Centro Redevelopment Project Tax Allocation Bonds Series 2011A to the City in the amount of $5,110,000 to partially satisfy the Reimbursement Agreement between the City and RDA.

On April 7, 2011, the former RDA issued the El Centro Redevelopment Project Tax Allocation Bonds Series 2011B in the amount of $20,000,000 and the El Centro Redevelopment Project Tax Allocation Bonds Series 2011C in the amount of $11,095,000 to the City to partially satisfy the Reimbursement Agreement between the City and RDA.

The Tax Allocation Bonds Series 2011A are junior and subordinate to the payment of the Tax Allocation Bonds 2007A&B and the Tax Allocation Bonds Series 2011C.

The Tax Allocation Bonds Series 2011B are secured on a basis subordinate to the Tax Allocation Bonds 2007A&B, the Tax Allocation Bonds Series 2011A, and the Tax Allocation Bonds Series 2011C. Under the Indenture of Trust, there will be no event of default if the former RDA does not pay principal or interest on the Tax Allocation Bonds Series 2011B while the City is the sole holder of the bonds unless the City declares such event of default in a written notice to the Trustee.

The Tax Allocation Bonds Series 2011C are subordinate to the Tax Allocation Bonds 2007 A&B.

The City entered into a commitment agreement and purchase contract with the El Centro Financing Authority (Authority) for the purchase and sale of the Tax Allocation Bonds Series 2011C to the Authority. For the purpose of acquiring the bonds, the Authority issued the El Centro Financing Authority Revenue Bonds Series 2011. A portion of the proceeds of the Authority Bonds were used by the Authority to purchase the Tax Allocation Bonds Series 2011C in the amount of $11,095,000 from the City. The El Centro Financing Authority issued the Revenue Bonds Series 2011 on May 3, 2011. The remaining proceeds were used to fund the Reserve Fund, and pay costs of issuing the Bonds and the Local Obligations.

The former RDA delivered the Tax Allocation Bonds Series 2011C to the City and the City transferred the Tax Allocation Bonds Series 2011C to the Authority. The Tax Allocation Bonds Series 2011A and 2011B are shown as investments in the City's capital projects fund (major fund) and the Tax Allocation Bonds Series 2011C is shown as an investment in the Financing Authority fund. As no money was transferred between the former RDA and City for the Tax Allocation Bonds (2011A, 2011B, and 2011C), advances receivable and payable have been set up in the financial statements for the amounts of the Tax Allocation Bonds.

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

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

The Bill provides that upon dissolution of a redevelopment agency, either the city or other 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 17, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of the City resolution number 12.

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (Continued)

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

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of 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 review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the state Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill.

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.

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

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

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

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (Continued)

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

Total extraordinary (gain)/loss reported in governmental fund – increase to net assets of the Successor Agency Trust Funds	$ 21,823,412
Capital assets recorded in the government-wide financial statements – increase of net assets of the Successor Agency Trust Funds	14,809,384
Notes receivable recorded in the government-wide financial statements – increase of net assets of the Successor Agency Trust Funds	72,118
Deferred charges reported in the government-wide financial statements – increase of net assets of the Successor Agency Trust Funds	1,268,659
Long-term debt reported in the government-wide financial statements – decrease to net assets of the Successor Agency Trust Funds	(28,990,000)
Net increase to net assets of the Successor Agency Trust Funds as a result of initial transfers (equal to amount of extraordinary loss reported in the government-wide financial statements of the City)	$ 8,983,573

Capital Asset activity for the fiscal year ended June 30, 2012 was as follows:

	Balance at July 1, 2011	Transfers from RDA	Additions	Deletions	Balance at June 30, 2012
Capital assets, not being depreciated:					
Land	$ -	$ 5,763,861	$ -	$ -	$ 5,763,861
Total capital assets, not being depreciated		5,763,861			5,763,861
Capital assets, being depreciated:					
Structures and improvements		13,998,845	3,081,749		17,080,594
Vehicles		79,772			79,772
Furniture, equipment, and books		425,128			425,128
Total capital assets being depreciated		14,503,745	3,081,749		17,585,494
Less accumulated depreciation for:					
Structures and improvements		(5,128,488)	(528,523)		(5,657,011)
Vehicles		(48,104)	(8,855)		(56,959)
Furniture, equipment, and books		(281,630)	(24,567)		(306,197)
Total accumulated depreciation		(5,458,222)	(561,945)		(6,020,167)
Total capital assets, being depreciated, net		9,045,523	2,519,804		11,565,327
Successor Agency activities capital assets, net	$ -	$ 14,809,384	$ 2,519,804	$ -	$ 17,329,188

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (Continued)

The following is a schedule of long-term liabilities for the fiscal year ended June 30, 2012:

	Balance at July 1, 2011	Transfers from RDA	Additions	Reductions	Balance at June 30, 2012	Due Within One Year
Tax allocation bonds payable (2007)	$ -	$ 29,670,000	$ -	$ -	$ 29,670,000	$ 530,000
Tax allocation bonds payable (2011)		35,525,000			35,525,000	690,000
Total	$ -	$ 65,195,000	$ -	$ -	$ 65,195,000	$ 1,220,000

Tax Allocation Bonds Payable

Tax Allocation Bonds (2007). On May 16, 2007, the former Redevelopment Agency of the City of El Centro issued its $25,790,000 Tax Allocation Bonds, Series 2007A and $5,405,000 Tax Allocation Bonds, Series 2007B. A portion of these Series 2007A and Series B Bonds was used to redeem all of the $7,810,000 1996 bonds outstanding at June 30, 2007. The balance of the bond funds were used to finance public improvements, which constitute redevelopment activity within the Project Area, and finance low and moderate income housing projects of the Agency within the Project Area. The bonds have a stated interest rate from 4.00% to 5.75% and are payable over a period of thirty years maturing in 2036. The principal balance outstanding at June 30, 2012 is $29,670,000.

Tax Allocation Bonds (2011). During the fiscal year 2010/2011, the former Redevelopment Agency of the City of El Centro (RDA) issued three tax allocation bonds: El Centro Redevelopment Project Tax Allocation Bonds Series 2011A in the amount of $5,110,000 on March 8, 2011, the El Centro Redevelopment Project Tax Allocation Bonds Series 2011B in the amount of $20,000,000 on April 7, 2011, and the El Centro Redevelopment Project Tax Allocation Bonds Series 2011C in the amount of $11,095,000 on April 7, 2011. Each of the three tax allocation bonds was issued to partially satisfy a Reimbursement Agreement between the City and the former RDA. The Reimbursement Agreement was entered into by the City and RDA to provide funds to the City from the former RDA to finance the cost of the acquisition, installation, construction and/or reimbursement of public infrastructure improvements within or outside of the Project Area owned by the City and located within the City. The Reimbursement Agreement originally stated an amount not to exceed $4,200,000, but was amended to $162,000,000 subsequent to the original Reimbursement Agreement. For additional information, see Note 18.

The Series 2011A Tax Allocation Bonds are junior and subordinate to the payment of the 2007A&B Tax Allocation Bonds and the Series 2011C Tax Allocation Bonds. The Series 2011A Tax Allocation Bonds have a stated interest rate from 4.20% to 9.25% and have a maturity date of November 1, 2025. The principal balance outstanding at June 30, 2012 is $5,110,000.

The Series 2011B Tax Allocation Bonds are secured on a basis subordinate to the 2007A&B Tax Allocation Bonds, the Series 2011A Tax Allocation Bonds, and the Series 2011C Tax Allocation Bonds. Under the Indenture of Trust, there will be no event of default if the RDA does not pay principal or interest on the Series 2011B Tax Allocation Bonds while the City is the sole holder of the bonds unless the City declares such event of default in a written notice to the Trustee. The Series 2011B Tax Allocation Bonds have a stated interest amount due of 1,048,333 on 11/1/2011 and have interest amounts due of $925,000 every May 1 and November 1 (subsequent to 11/1/11) until November 1, 2039. The bonds mature on November 1, 2039. The principal balance outstanding at June 30, 2012 is $20,000,000.

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (Continued)

Tax Allocation Bonds Payable (Continued)

The Series 2011C Tax Allocation Bonds are subordinate to the 2007 A/B Tax Allocation Bonds. The Series 2011C Tax Allocation Bonds have a stated interest rate from 6.000% to 6.625% and have a maturity date of November 1, 2025. The principal balance outstanding at June 30, 2012 is $10,415,000.

The annual requirements to amortize long-term debt outstanding at June 30, 2012 are as follows:

Fiscal Year	2007 Series A Tax Allocation Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 465,000	$ 1,030,837	$ 1,495,837
2014	515,000	1,011,237	1,526,237
2015	550,000	989,937	1,539,937
2016	600,000	966,937	1,566,937
2017	655,000	941,837	1,596,837
2018-2022	4,045,000	4,261,585	8,306,585
2023-2027	6,525,000	3,205,228	9,730,228
2028-2032	6,660,000	1,597,640	8,257,640
2033-2037	4,405,000	520,087	4,925,087
	$ 24,420,000	$ 14,525,325	$ 38,945,325

Fiscal Year	2007 Series B Tax Allocation Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 65,000	$ 297,902	$ 362,902
2014	80,000	293,842	373,842
2015	90,000	289,082	379,082
2016	100,000	283,762	383,762
2017	115,000	277,742	392,742
2018-2022	780,000	1,272,370	2,052,370
2023-2027	1,485,000	963,976	2,448,976
2028-2032	1,580,000	456,837	2,036,837
2033-2037	955,000	145,331	1,100,331
	$ 5,250,000	$ 4,280,844	$ 9,530,844

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (Continued)

Tax Allocation Bonds Payable (Continued)

The annual requirements to amortize long-term debt outstanding at June 30, 2012 are as follows: (Continued)

Fiscal Year	Series 2011A Tax Allocation Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ -	$ 428,328	$ 428,328
2014	55,000	427,173	482,173
2015	110,000	423,158	533,158
2016	160,000	415,418	575,418
2017	220,000	403,168	623,168
2018-2022	2,170,000	1,621,344	3,791,344
2023-2026	2,395,000	496,955	2,891,955
	$ 5,110,000	$ 4,215,544	$ 9,325,544

Fiscal Year	Series 2011B Tax Allocation Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ -	$ 1,850,000	$ 1,850,000
2014		1,850,000	1,850,000
2015		1,850,000	1,850,000
2016		1,850,000	1,850,000
2017		1,850,000	1,850,000
2018-2022		9,250,000	9,250,000
2023-2027		9,250,000	9,250,000
2028-2032		9,250,000	9,250,000
2033-2037		9,250,000	9,250,000
2038-2040	20,000,000	4,625,000	24,625,000
	$ 20,000,000	$ 50,875,000	$ 70,875,000

NOTE 19 – SUCCESSORY AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (Continued)

Tax Allocation Bonds Payable (Continued)

The annual requirements to amortize long-term debt outstanding at June 30, 2012 are as follows: (Continued)

Fiscal Year	Series 2011C Tax Allocation Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 690,000	$ 621,012	$ 1,311,012
2014	715,000	578,862	1,293,862
2015	725,000	535,662	1,260,662
2016	740,000	491,712	1,231,712
2017	765,000	446,562	1,211,562
2018-2022	4,090,000	1,517,460	5,607,460
2023-2026	2,690,000	355,764	3,045,764
	$ 10,415,000	$ 4,547,034	$ 14,962,034

Fiscal Year	Total Tax Allocation Bonds		
Ended June 30,	Principal	Interest	Total
2013	$ 1,220,000	$ 4,228,079	$ 5,448,079
2014	1,365,000	4,161,114	5,526,114
2015	1,475,000	4,087,839	5,562,839
2016	1,600,000	4,007,829	5,607,829
2017	1,755,000	3,919,309	5,674,309
2018-2022	11,085,000	17,922,759	29,007,759
2023-2027	13,095,000	14,271,923	27,366,923
2028-2032	8,240,000	11,304,477	19,544,477
2033-2037	5,360,000	9,915,418	15,275,418
2038-2040	20,000,000	4,625,000	24,625,000
	$ 65,195,000	$ 78,443,747	$ 143,638,747

NOTE 20 – SPECIAL ITEM

On February 1, 2012, all the assets from the former Redevelopment Agency Low and Moderate Income Housing fund were transfer to the City Successor Housing Agency fund. The transfer in an amount of $2,072,397 was report as special item in the accompanying combining statement of revenue, expenditures, and changes in fund balances – nonmajor governmental funds.

NOTE 20 – PRIOR PERIOD ADJUSTMENTS

Prior period adjustments of $95,417 made to the General Fund and Government-wide statements were due to overstatement of accounts receivable.

NOTE 21 – SUBSEQUENT EVENTS

Management of the City has evaluated subsequent events through December 21, 2012, the date these financial statements were available to be issued, and has determined there were no material events requiring disclosure.

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CITY OF EL CENTRO
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2012

Schedule of Funding Progress –California Public Employees Retirement System Miscellaneous Plan

Actuarial Valuation Date	Entry Age Normal Cost Actuarial Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratio	Annual Covered Payroll	UAAL as a % of Payroll
6/30/2008	$ 46,055,317	$ 47,355,141	$ (1,299,824)	102.8%	$ 7,626,917	(17.0%)
6/30/2009	$ 49,656,558	$ 49,096,238	$ 560,320	98.9%	$ 8,571,048	6.5%
6/30/2010	$ 52,263,861	$ 50,765,092	$ 1,498,769	97.1%	$ 7,908,271	19.0%

The Schedule of Funding Progress for the Safety Plan is not included in this schedule because the City's Safety Plan is part of a risk pool.

CITY OF EL CENTRO
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2012

Schedule of Funding Progress – Other Post-employment Benefits

Actuarial Valuation Date	Entry Age Normal Cost Actuarial Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratio	Annual Covered Payroll	UAAL as a % of Payroll
6/30/2006	$ 8,373,000	$ -	$ 8,373,000	0%	$ 10,237,000	81.8%
6/30/2008	$ 8,031,000	$ -	$ 8,031,000	0%	$ 13,927,000	57.7%

CITY OF EL CENTRO
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2012

Schedule of Funding Progress – Hospital Retirement Income Plan

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age Actuarial Cost Method	Unfunded AAL (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as a % of Covered Payroll
1/1/2004	$ 22,753,400	$ 31,306,900	$ 8,553,500	72.7%	$ 23,952,700	35.7%
1/1/2005	$ 25,025,400	$ 35,461,800	$ 10,436,400	70.6%	$ 28,350,300	36.8%
1/1/2006	$ 27,469,900	$ 36,390,100	$ 8,920,200	75.5%	$ 29,306,900	30.4%
1/1/2007	$ 30,369,400	$ 40,490,200	$ 10,120,800	75.0%	$ 29,477,500	34.3%
1/1/2008	$ 34,366,200	$ 44,730,800	$ 10,364,600	76.8%	$ 30,954,900	33.5%
1/1/2009 (a)	$ 36,061,300	$ 50,385,100	$ 14,323,800	71.6%	$ 34,847,700	41.1%
1/1/2009 (b)	$ 36,061,300	$ 49,707,200	$ 13,645,900	72.5%	$ 34,847,700	39.2%
1/1/2010 (c)	$ 38,240,600	$ 54,130,200	$ 15,889,600	70.6%	$ 36,240,000	43.8%
1/1/2010 (d)	$ 38,240,600	$ 54,786,200	$ 16,545,600	69.8%	$ 36,240,000	45.7%
1/1/2011	$ 41,756,400	$ 61,275,400	$ 19,519,000	68.1%	$ 37,228,700	52.4%
1/1/2012	$ 43,675,800	$ 65,673,800	$ 21,998,000	66.5%	$ 34,343,900	64.1%

(a) Before change in interest crediting rate for mandatory employee contributions.
(b) After change in interest crediting rate for mandatory employee contributions.
(c) Before amendment to change members' contribution percentage and benefit formula.
(d) After amendment to change members' contribution percentage and benefit formula.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Budgetary Data

Through the budget, the City Council sets the direction of the City, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective uses of the City's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves from July 1 to June 30, and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning, performance measures and controls that permit the evaluation and adjustment of the City's performance.

The City collects and records revenue and expenditures within the following categories:

- Governmental Activities
- Business-Type Activities

The Governmental Funds include the General Fund, Special Revenue, Debt Service and Capital Projects funds. All funding sources are kept separate for both reporting and the use of money. The General Fund is where most City services are funded that are not required to be segregated.

Budgets and Budgetary Accounting

The City uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to June 30 of each fiscal year, 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 at the City Hall to obtain citizen input.

3. Prior to July 1, the budget is adopted through passage of a resolution and is not included herein but is published separately.

4. The City Manager is authorized to transfer budgeted amounts between departments within any fund. However, any revision that increases the total appropriations of any fund must be approved by the City Council. The appropriated budget is prepared by fund, function, and department.

5. Formal budgetary integration is employed as a management control device during the year for all funds.

6. Budgets for General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Budgetary Data (Continued)

There were no budgets prepared for the 2011 A&B Projects Capital Projects Fund, CDBG Special Revenue Fund, Cooperative Agreement Special Revenue Fund, Household Hazardous Waste Special Revenue Fund, Park Development Capital Projects Fund, Proposition 1B Capital Projects Fund, La Brucherie Green Belt Capital Projects Fund, 2011C Bonds – City Capital Projects Fund, and Financing Authority Debt Service Fund.

CITY OF EL CENTRO
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues				
Taxes	$ 12,347,000	$ 12,347,000	$ 13,080,699	$ 733,699
Licenses and Permits	156,053	156,053	302,210	146,157
Intergovernmental	7,728,920	7,891,949	8,332,691	440,742
Charges for Services	556,710	556,710	659,969	103,259
Fines and Forfeitures	175,000	175,000	159,331	(15,669)
Interest	96,000	96,000	68,032	(27,968)
Other	944,500	944,500	1,026,080	81,580
Total Revenues	22,004,183	22,167,212	23,629,012	1,461,800
Expenditures				
Current				
General Government	2,781,134	2,892,534	3,464,573	(572,039)
Public Safety	14,723,878	14,826,028	13,238,914	1,587,114
Public Works	1,594,629	1,594,629	1,202,792	391,837
Parks and Recreation	2,478,286	2,476,536	2,144,830	331,706
Community Development	1,334,386	1,763,134	1,316,986	446,148
Capital Outlay	261,000	835,593	346,763	488,830
Total Expenditures	23,173,313	24,388,454	21,714,858	2,673,596
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,169,130)	(2,221,242)	1,914,154	4,135,396
Other Financing Sources (uses):				
Transfers In	2,583,678	2,583,678	2,005,205	(578,473)
Transfers Out	(566,814)	(559,814)	(559,814)	
Total Other Financing Sources (Uses)	2,016,864	2,023,864	1,445,391	(578,473)
Net Change in Fund Balance	847,734	(197,378)	3,359,545	3,556,923
Fund Balance - July 1, 2011	14,665,527	14,665,527	14,665,527	
Prior Period Adjustments			(95,417)	(95,417)
Fund Balance - July 1, 2011, Restated	14,665,527	14,665,527	14,570,110	(95,417)
Fund Balance - June 30, 2012	$ 15,513,261	$ 14,468,149	$ 17,929,655	$ 3,461,506

See Note to Required Supplementary Information

City of El Centro

Incorporated
1908

Shining with Opportunity

OTHER SUPPLEMENTARY

INFORMATION

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COMBINING STATEMENTS
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Gas Tax - This fund is used to account for the City's share of California State gas tax revenue expended for street improvements and maintenance.

Community Development Block Grant (CDBG) - This fund is used to account for revenues and expenditures under the State of California CDBG program.

Library Assistance - This fund is used to account for the expenditure of private donations and grants from the State of California Public Library Fund.

Bus Shelter - This fund is used to account for revenues and expenditures that will be utilized in the maintenance of the Bus Shelters within the City.

Transportation Article 3 - This fund is used to account for State of California Transportation Development Act Funds expended for bicycle and pedestrian projects.

Home Program - This fund is used to account for the expenditure of grant funds received under the California Department of Housing and Community Development Investment Partnership Program.

Rental Rehab HUD - This fund is used to account for revenues and expenditures associated with the California Department of Housing and Urban Development rental rehabilitation program.

Traffic Safety - This fund is used to account for traffic fines and forfeitures received by the City and used for traffic control supplies and equipment.

Home Program Income Admin - This fund is used to account for the administrative expenditures of the HOME program.

Recreation Projects - This fund is used to account for grants and contributions received by the City and used for recreational projects.

Wake Ave Extension - This fund is used for the collection and disbursement of mitigation fees for the construction of Wake Ave.

Special Events - This fund is used to account for activity (revenues and expenditures) related to events held by the City.

Asset Forfeiture - This fund is used to account for revenues distributed by the Department of Justice from drug related seizures.

Local Transportation Authority - This fund is used to account for the revenues and expenditures of funds generated by a one-half cent voter approved sales tax earmarked for street improvements.

Home Grants - This fund is used to account for revenues and expenditures associated with the Home program.

OTS Grant - This fund is used to account for the expenditures of grant funds received from the State of California, Office of Traffic Safety.

State COPS SLESF - This fund is used to account for the revenue and expenditure of funds from the Supplemental Law Enforcement Services Fund (SLESF) pursuant to Section 30061 of the California Government Code (AB 3229).

Annexation Fees - This fund is used to account for the collection and expenditures of annexation fees earmarked for public improvements.

HUD Entitlement - This fund is used to account for all revenues and expenditures authorized using the Entitlement guidelines.

CDBG Program Income - This fund is used to account for the collection of Community Development Block Grant loans made from program income.

Housing Enabled by Local Partnership – This program was set up to provide for a source of funds from which to make mortgage loans to first time home buyers.

CALHOME Program - This program provides mortgage assistance loans to first time home-buyers.

Development Impact Fees - This fund is used to account for the collection and expenditure of development impact fees earmarked for public infrastructure improvements made necessary because of growth.

FHWA Grants - This fund is used to account for the expenditures of grant funds from the FHWA received through the California Department of Transportation.

Soft Drink Franchise - This fund is used to supplement Parks and Recreation activities.

Integrated Waste Management – This fund was set up for the purpose of solid waste management and source reduction recycling.

Used Oil Grant - This fund is used for the establishment and maintenance of local used oil collection programs.

Department of Conservation - This fund is used to administer recycling activities through collection and public education.

Tire Clean-up Grant - This grant provides funds for the clean-up of tires that have been illegally dumped in our communities.

Household Hazardous Waste - This program is to establish a permanent household hazardous waste collection facility and providing mobile collection events to service remote and underserved residents.

I-8 Imperial Ave. Overpass - This fund is used to account for fees charged on new developments for the overpass project.

EDA Revolving - This fund is used to hold excess EDA Loan funds collected and is not currently used for loans.

Police and Fire Operational - This fund was set up to collect fees to mitigate impact to police and fire services from new developments.

7th and State Bus Terminal - This fund is used to account for the activity of the development of the new bus terminal.

Legacy Ranch L&LD - This fund is used to account for the activity related to the landscape & lighting district.

IV Commons - This fund is used to account for the activity related to the deposits received for the IV Commons.

Fire Mitigation - This fund is used to account for funds used for fire mitigation.

2010 Earthquake – This fund is used to account for activity related to the earthquake that occurred during the fiscal year 2009/2010.

Redevelopment Housing - This fund is established to account for 20% of the redevelopment tax increment receipts, which are required to be set aside for low and moderate income housing.

IID Project – This fund is account for grant from IID to help business affected by fallowing and assist them in getting into the business incubator.

Police Grant – This fund is used to account for various police grants from Imperial County.

Successor Agency Housing - Fund set up to account for administrator of the Low Mod program previously administered by the Redevelopment Agency Low Mod fund.

Cooperative Agreement - This fund is used to account for the revenues generated from the coop-agreement related to the construction of Fire Station No. 3.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

Orange Ave Regional Lift Station - This fund is used to account for revenues and expenditures charged for the development of the lift station.

Park Development - This fund is used to account for fees charged on new development for the development and maintenance of parks.

Drainage Facility - This fund is used to account for the fees charged on new development for drainage facilities.

Post Office Grant - This grant will be used for the renovation of the Old Post Office Pavilion.

EDA Grant - This grant will be used to help construct infrastructure improvements to serve the commercial development of the El Centro Town Center II, the El Centro Town Village industrial site, and the 8th Street industrial site.

Lotus Parallel - This fund is used to account for revenues and expenditures incurred in the development of the future water and sewer trunk from water and wastewater plants to I-8.

IID Facility Crossing - This fund is used to collect monies from developers for the installation of siphon pipes to allow for the Orange and Hamilton Avenue crossing.

8th Street Overpass Bridge - This fund is used to collect monies from developers for the lighting of the bridge.

Bridge/Road Improvements - This fund is used to collect monies from developers for the bridge and road improvements on Dogwood Rd and related areas.

Federal Highway Administration - This fund is used to account for expenditures of grant funds from the FHWA received through the California Department of Transportation used on miscellaneous projects.

Proposition 1B - This grant provides funds used for safety improvements and repairs to state highways, upgrades to freeways to reduce congestion, repairs to local streets and roads, upgrades to highways along major transportation corridors, improvement to seismic safety of local bridges, expansion of public transit, and reduction of air pollution.

La Brucherie Green Belt - This fund is used to account for the construction of a non-motorized pathway along La Brucherie Road.

Colonia-El Dorado Street - This fund is used to account for grant funds received under the State Community Development grant program for street improvements in the El Dorado Colonia.

LTA Lease Revenue Bonds – This fund is used to account for the funds received from the bond issuance and use of the funds which will be used for the acquisition, construction, and installation of certain transportation-related improvements within the City.

Buena Vista Landscaping & Lighting District - This fund is used to account for the activity related to the new district.

Redevelopment Agency Capital Projects Fund – This fund is used to account for revitalization and redevelopment through the acquisition and development of real property within the Redevelopment Project Area.

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources and repayment of debt from governmental resources.

Redevelopment Agency - This fund is used to account for debt service payments for the outstanding bonds issued by the Redevelopment Agency.

Financing Authority – This fund is used to account for the debt service related activity which includes the issuance of the Revenue Bonds Series 2011 and purchase of the Tax Allocation Bonds Series 2011C.

LTA Lease Revenue Bonds - This fund is used to account for debt service payments for the outstanding lease revenue bonds.

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CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Special Revenue Funds									
	Gas Tax	CDBG	Library Assistance	Bus Shelter	Transportation Article 3	Home Program	Rental Rehab-HUD	Traffic Safety	Home Program Income Admin	Recreation Projects
Assets										
Cash and investments	$ 128,396	$ -	$ 52,289	$ 214,927	$ 155,349	$ 113,943	$ 295,049	$ 35,156	$ 24,275	$ -
Receivables										
Taxes										
Interest	92		16	62	43	34	88	12	7	
Grants										177,272
Notes		1,956,266				4,421,350				
Other						30,874				
Restricted cash and investment with fiscal agent										
Land held for resale										
Total Assets	$ 128,488	$ 1,956,266	$ 52,305	$ 214,989	$ 155,392	$ 4,566,201	$ 295,137	$ 35,168	$ 24,282	$ 177,272
Liabilities										
Accounts payable	$ -	$ -	$ 2,301	$ 435	$ -	$ -	$ -	$ -	$ 344	$ 13,083
Salaries/benefits payable										
Deferred revenue		1,956,266				4,421,350				
Deposits										
Due to other funds										164,189
Advances from other funds										
Total Liabilities		1,956,266	2,301	435		4,421,350			344	177,272
Fund Balances										
Restricted	128,488		50,004	214,554	155,392	144,851	295,137	35,168	23,938	
Committed										
Assigned										
Unassigned										
Total Fund Balances (Deficits)	128,488		50,004	214,554	155,392	144,851	295,137	35,168	23,938	
Total Liabilities and Fund Balances	$ 128,488	$ 1,956,266	$ 52,305	$ 214,989	$ 155,392	$ 4,566,201	$ 295,137	$ 35,168	$ 24,282	$ 177,272

(Continued)

CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Special Revenue Funds									
	Wake Ave Extension	Special Events	Asset Forfeiture	Local Transportation Authority	Home Grants	OTS Grant	State COPS SLESF	Annexation Fees	HUD Entitlement Program	CDBG Program Income
Assets										
Cash and investments	$ 299,329	$ 42,164	$ 2,036,448	$ 4,462,578	$ 19,115	$ 3,917	$ 153,282	$ 104,268	$ 635,238	$ 803,207
Receivables										
Taxes										
Interest	88	13	640	1,280	6		52	32	188	240
Grants				134,936	43,437	14,931			32,648	
Notes					1,643,293				701,258	679,448
Other							42,266		(11)	16,826
Restricted cash and investment with fiscal agent										
Land held for resale										
Total Assets	$ 299,417	$ 42,177	$ 2,037,088	$ 4,598,794	$ 1,705,851	$ 18,848	$ 195,600	$ 104,300	$ 1,369,321	$ 1,499,721
Liabilities										
Accounts payable	$ -	$ 150	$ 26,223	$ 37,967	$ -	$ 9,480	$ 37,303	$ -	$ 73,792	$ 21,017
Salaries/benefits payable						894	813			
Deferred revenue					1,643,293				701,258	679,448
Deposits										
Due to other funds										
Advances from other funds										
Total Liabilities		150	26,223	37,967	1,643,293	10,374	38,116		775,050	700,465
Fund Balances										
Restricted		42,027	2,010,865	4,560,827	62,558	8,474	157,484		594,271	799,256
Committed	299,417							104,300		
Assigned										
Unassigned										
Total Fund Balances (Deficits)	299,417	42,027	2,010,865	4,560,827	62,558	8,474	157,484	104,300	594,271	799,256
Total Liabilities and Fund Balances	$ 299,417	$ 42,177	$ 2,037,088	$ 4,598,794	$ 1,705,851	$ 18,848	$ 195,600	$ 104,300	$ 1,369,321	$ 1,499,721

(Continued)

CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Special Revenue Funds									
	Housing Enabled by Local Partnership	CALHOME Program	Development Impact Fee	FHWA Grants	Soft Drink Franchise	Integrated Waste Management	Used Oil Grant	Department of Conservation	Tire Clean-Up Grant	Household Hazardous Waste
Assets										
Cash and investments	$ 467,075	$ -	$ 7,630,192	$ 59,935	$ 187	$ 333,703	$ 47,816	$ 148,329	$ -	$ 6,093
Receivables										
Taxes										
Interest	137		2,351	18		100	16	35		2
Grants		125,931							137,637	
Notes	51,309	1,020,344								
Other		(47)								
Restricted cash and investment with fiscal agent										
Land held for resale										
Total Assets	$ 518,521	$ 1,146,228	$ 7,632,543	$ 59,953	$ 187	$ 333,803	$ 47,832	$ 148,364	$ 137,637	$ 6,095
Liabilities										
Accounts payable	$ -	$ -	$ 423,318	$ -	$ -	$ 3,206	$ 9,236	$ 637	$ 10,497	$ -
Salaries/benefits payable										
Deferred revenue	51,309	1,020,344								
Deposits										
Due to other funds		90,231							86,492	
Advances from other funds										
Total Liabilities	51,309	1,110,575	423,318			3,206	9,236	637	96,989	
Fund Balances										
Restricted	467,212	35,653	7,209,225	59,953	187	330,597	38,596	147,727	40,648	6,095
Committed										
Assigned										
Unassigned										
Total Fund Balances (Deficits)	467,212	35,653	7,209,225	59,953	187	330,597	38,596	147,727	40,648	6,095
Total Liabilities and Fund Balances	$ 518,521	$ 1,146,228	$ 7,632,543	$ 59,953	$ 187	$ 333,803	$ 47,832	$ 148,364	$ 137,637	$ 6,095

(Continued)

CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Special Revenue Funds									
	I-8 Imperial Ave Overpass	EDA Revolving Fund	Police & Fire Operational Fund	7th and State Bus Terminal	Legacy Ranch Lighting and Landscape District	IV Commons	Fire Mitigation	2010 Earthquake	Redevelopment Housing	IID Projects
Assets										
Cash and investments	$ 576,090	$ 55,733	$ 431,086	$ -	$ 211,660	$ 66,581	$ 203,249	$ -	$ -	$ 43,565
Receivables										
Taxes					229					
Interest	171	16	128		64	20	60			12
Grants				126,211						
Notes										
Other										
Restricted cash and investment with fiscal agent										
Land held for resale										
Total Assets	$ 576,261	$ 55,749	$ 431,214	$ 126,211	$ 211,953	$ 66,601	$ 203,309	$ -	$ -	$ 43,577
Liabilities										
Accounts payable	$ -	$ -	$ -	$ 614	$ 141	$ -	$ -	$ -	$ -	$ 1,237
Salaries/benefits payable										
Deferred revenue										
Deposits	487,200					61,840				
Due to other funds				124,431				1,171,673		
Advances from other funds										
Total Liabilities	487,200			125,045	141	61,840		1,171,673		1,237
Fund Balances										
Restricted		55,749	431,214	1,166	211,812	4,761	203,309			42,340
Committed	89,061									
Assigned										
Unassigned								(1,171,673)		
Total Fund Balances (Deficits)	89,061	55,749	431,214	1,166	211,812	4,761	203,309	(1,171,673)		42,340
Total Liabilities and Fund Balances	$ 576,261	$ 55,749	$ 431,214	$ 126,211	$ 211,953	$ 66,601	$ 203,309	$ -	$ -	$ 43,577

(Continued)

CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Special Revenue Funds			Capital Projects Funds						
	Police Grant	Successor Agency Housing	Cooperative Agreement	Orange Ave Regional Lift	Park Development	Drainage Facility	Post Office Grant	EDA Grant	Lotus Parallel	IID Facility Crossing
Assets										
Cash and investments	$ -	$ 1,921,987	$ 1,500,000	$ 227,454	$ 292,077	$ 326,658	$ 48,639	$ -	$ 286,205	$ 154,949
Receivables										
Taxes										
Interest		606		67	86	97	15		85	46
Grants								110,664		
Notes		5,201,364								
Other	162,297	978						99,322		
Restricted cash and investment with fiscal agent										
Land held for resale		59,089								
Total Assets	$ 162,297	$ 7,184,024	$ 1,500,000	$ 227,521	$ 292,163	$ 326,755	$ 48,654	$ 209,986	$ 286,290	$ 154,995
Liabilities										
Accounts payable	$ 4,877	$ 678,925	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Salaries/benefits payable	1,316	2,111								
Deferred revenue		5,201,364								
Deposits									243,800	132,960
Due to other funds	139,674							195,345		
Advances from other funds										
Total Liabilities	145,867	5,882,400						195,345	243,800	132,960
Fund Balances										
Restricted	16,430	1,301,624	1,500,000				48,654	14,641		
Committed				227,521	292,163	326,755			42,490	22,035
Assigned										
Unassigned										
Total Fund Balances (Deficits)	16,430	1,301,624	1,500,000	227,521	292,163	326,755	48,654	14,641	42,490	22,035
Total Liabilities and Fund Balances	$ 162,297	$ 7,184,024	$ 1,500,000	$ 227,521	$ 292,163	$ 326,755	$ 48,654	$ 209,986	$ 286,290	$ 154,995

(Continued)

CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Capital Projects Funds								
	8th St Overpass Bridge	Bridge/Road Improvement	Federal Highway Administration	Proposition 1B	La Brucherie Green Belt	Colonia-El Dorado Street	LTA Lease Revenue Bonds	Buena Vista Landscaping	Redevelopment Agency Capital Projects
Assets									
Cash and investments	$ 17,932	$ 4,551,060	$ -	$ 8,435	$ 7,430	$ 8,179	$ 666,182	$ 281,072	$ -
Receivables									
Taxes								314	
Interest	6	1,347		2	2	1		83	
Grants			229,854			10,448			
Notes									
Other									
Restricted cash and investment with fiscal agent							3,951,233		
Land held for resale									
Total Assets	$ 17,938	$ 4,552,407	$ 229,854	$ 8,437	$ 7,432	$ 18,628	$ 4,617,415	$ 281,469	$ -
Liabilities									
Accounts payable	$ -	$ -	$ 4,645	$ -	$ -	$ -	$ 244,781	$ 31	$ -
Salaries/benefits payable									
Deferred revenue									
Deposits	15,000	4,176,084							
Due to other funds			134,111						
Advances from other funds									
Total Liabilities	15,000	4,176,084	138,756				244,781	31	
Fund Balances									
Restricted			91,098	8,437	7,432	18,628	4,372,634	281,438	
Committed	2,938	376,323							
Assigned									
Unassigned									
Total Fund Balances (Deficits)	2,938	376,323	91,098	8,437	7,432	18,628	4,372,634	281,438	
Total Liabilities and Fund Balances	$ 17,938	$ 4,552,407	$ 229,854	$ 8,437	$ 7,432	$ 18,628	$ 4,617,415	$ 281,469	$ -

(Continued)

CITY OF EL CENTRO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2012

	Debt Service Funds			Total Nonmajor Governmental Funds
	Redevelopment Agency	Financing Authority	LTA Lease Revenue Bonds	
Assets				
Cash and investments	$ -	$ 10,420,597	$ -	$ 40,579,080
Receivables				
Taxes				543
Interest		2		8,468
Grants				1,143,969
Notes				15,674,632
Other				352,505
Restricted cash and investment with fiscal agent		1,118,573	1,456,203	6,526,009
Land held for resale				59,089
Total Assets	$ -	$ 11,539,172	$ 1,456,203	$ 64,344,295
Liabilities				
Accounts payable	$ -	$ 3,026	$ -	$ 1,607,266
Salaries/benefits payable				5,134
Deferred revenue				15,674,632
Deposits				5,116,884
Due to other funds				2,106,146
Advances from other funds		1,681,545		1,681,545
Total Liabilities		1,684,571		26,191,607
Fund Balances				
Restricted		9,854,601	1,456,203	37,541,358
Committed				1,783,003
Assigned				
Unassigned				(1,171,673)
Total Fund Balances (Deficits)		9,854,601	1,456,203	38,152,688
Total Liabilities and Fund Balances	$ -	$ 11,539,172	$ 1,456,203	$ 64,344,295

CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012
Special Revenue Funds

	Gas Tax	CDBG	Library Assistance	Bus Shelter	Transportation Article 3	Home Program	Rental Rehab-HUD	Traffic Safety	Home Program Income Admin
Revenues:									
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	1,247,991		1,125	17,796	22,540				6,885
Charges for services			1,835						
Fines and Forfeitures								4,904	
Interest	850		140	446	271	203	689	97	48
Other						92,489			
Total Revenues	1,248,841		3,100	18,242	22,811	92,692	689	5,001	6,933
Expenditures:									
Current:									
Public safety								15,007	
Public works				994					
Parks and recreation			42,070						
Community development						6,885			10,256
Capital outlay				15,558					
Debt Service:									
Principal									
Interest and fiscal charges									
Total Expenditures			42,070	16,552		6,885		15,007	10,256
Excess (Deficiency) of Revenues over (Under) Expenditures	1,248,841		(38,970)	1,690	22,811	85,807	689	(10,006)	(3,323)
Other Financing Sources (Uses):									
Transfers In									
Transfers Out	(1,180,971)								
Total Other Financing Sources (Uses)	(1,180,971)								
Net Change in Fund Balances before Special Items and Extraordinary Items	67,870		(38,970)	1,690	22,811	85,807	689	(10,006)	(3,323)
Special Item									
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets									
Extraordinary Item									
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds									
Net Change in Fund Balances	67,870		(38,970)	1,690	22,811	85,807	689	(10,006)	(3,323)
Fund Balances (Deficits) - July 1, 2011	60,618		88,974	212,864	132,581	59,044	294,448	45,174	27,261
Fund Balances (Deficits) - June 30, 2012	$ 128,488	$ -	$ 50,004	$ 214,554	$ 155,392	$ 144,851	$ 295,137	$ 35,168	$ 23,938

(Continued)

CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012
Special Revenue Funds

	Recreation Projects	Wake Ave Extension	Special Events	Asset Forfeiture	Local Transportation Authority	Home Grants	OTS Grant	State COPS SLESF	Annexation Fees
Revenues									
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	192,649		40,000		2,331,098		58,370	117,266	
Charges for services									
Fines and Forfeitures				114,217					
Interest		662	78	4,204	10,237	36		364	231
Other			39,224		134,936	467			
Total Revenues	192,649	662	79,302	118,421	2,476,271	503	58,370	117,630	231
Expenditures									
Current:									
Public safety				87,723			61,895	122,080	
Public works					31,770				
Parks and recreation	192,649		67,166						
Community development									
Capital outlay				130,254	631,667			1,670	
Debt Service									
Principal									
Interest and fiscal charges									
Total Expenditures	192,649		67,166	217,977	663,437		61,895	123,750	
Excess (Deficiency) of Revenues over (Under) Expenditures		662	12,136	(99,556)	1,812,834	503	(3,525)	(6,120)	231
Other Financing Sources (Uses)									
Transfers In									
Transfers Out					(1,298,419)				
Total Other Financing Sources (Uses)					(1,298,419)				
Net Change in Fund Balances before Special Items and Extraordinary Items		662	12,136	(99,556)	514,415	503	(3,525)	(6,120)	231
Special Item									
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets									
Extraordinary Item									
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds									
Net Change in Fund Balances		662	12,136	(99,556)	514,415	503	(3,525)	(6,120)	231
Fund Balances (Deficits) - July 1, 2011		298,755	29,891	2,110,421	4,046,412	62,055	11,999	163,604	104,069
Fund Balances (Deficits) - June 30, 2012	$ -	$ 299,417	$ 42,027	$ 2,010,865	$ 4,560,827	$ 62,558	$ 8,474	$ 157,484	$ 104,300

(Continued)

CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012
Special Revenue Funds

	HUD Entitlement Program	CDBG Program Income	Housing Enabled by Local Partnership	CALHOME Program	Development Impact Fee	FHWA Grants	Soft Drink Franchise	Integrated Waste Management	Used Oil Grant
Revenues									
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental	840,183							124,368	62,566
Charges for services					277,774				
Fines and Forfeitures									
Interest	1,171	1,784	1,259	7	18,170	154	(1)	835	78
Other	(67)	90,615		(563)			177	7,315	
Total Revenues	841,287	92,399	1,259	(556)	295,944	154	176	132,518	62,644
Expenditures									
Current:									
Public safety									
Public works					4,659			187,438	69,781
Parks and recreation									
Community development	159,021	27,136							
Capital outlay	439,307	16,253			811,983			2,541	
Debt Service:									
Principal									
Interest and fiscal charges									
Total Expenditures	598,328	43,389			816,642			189,979	69,781
Excess (Deficiency) of Revenues over (Under) Expenditures	242,959	49,010	1,259	(556)	(520,698)	154	176	(57,461)	(7,137)
Other Financing Sources (Uses)									
Transfers In									
Transfers Out									
Total Other Financing Sources (Uses)									
Net Change in Fund Balances before Special Items and Extraordinary Items	242,959	49,010	1,259	(556)	(520,698)	154	176	(57,461)	(7,137)
Special Item									
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets									
Extraordinary Item									
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds									
Net Change in Fund Balances	242,959	49,010	1,259	(556)	(520,698)	154	176	(57,461)	(7,137)
Fund Balances (Deficits) - July 1, 2011	351,312	750,246	465,953	36,209	7,729,923	59,799	11	388,058	45,733
Fund Balances (Deficits) - June 30, 2012	$ 594,271	$ 799,256	$ 467,212	$ 35,653	$ 7,209,225	$ 59,953	$ 187	$ 330,597	$ 38,596

(Continued)

CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012

	Special Revenue Funds									
	Department of Conservation	Tire Clean-Up Grant	Household Hazardous Waste	I-8 Imperial Ave Overpass	EDA Revolving	Police & Fire Operational	7th and State Bus Terminal	Legacy Ranch Lighting and Landscape District	IV Commons	Fire Mitigation
Revenues										
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 60,402	$ -	$ -
Intergovernmental	121,774	137,636					126,211			
Charges for services										
Fines and Forfeitures										
Interest	233		17	1,275	122	954		365	147	543
Other	285									
Total Revenues	122,292	137,636	17	1,275	122	954	126,211	60,767	147	543
Expenditures										
Current										
Public safety										
Public works		137,644								
Parks and recreation	13,700									
Community development								14,366		
Capital outlay							80,704			
Debt Service										
Principal										
Interest and fiscal charges										
Total Expenditures	13,700	137,644					80,704	14,366		
Excess (Deficiency) of Revenues over (Under) Expenditures	108,592	(8)	17	1,275	122	954	45,507	46,401	147	543
Other Financing Sources (Uses)										
Transfers In										
Transfers Out										
Total Other Financing Sources (Uses)										
Net Change in Fund Balances before Special Items and Extraordinary Items	108,592	(8)	17	1,275	122	954	45,507	46,401	147	543
Special Item										
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets										
Extraordinary Item										
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds										
Net Change in Fund Balances	108,592	(8)	17	1,275	122	954	45,507	46,401	147	543
Fund Balances (Deficits) - July 1, 2011	39,135	40,656	6,078	87,786	55,627	430,260	(44,341)	165,411	4,614	202,766
Fund Balances (Deficits) - June 30, 2012	$ 147,727	$ 40,648	$ 6,095	$ 89,061	$ 55,749	$ 431,214	$ 1,166	$ 211,812	$ 4,761	$ 203,309

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CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012

	Special Revenue Funds						Capital Project Funds		
	2010 Earthquake	Redevelopment Housing	IID Project	Police Grant	Successor Agency Housing	Cooperative Agreement	Orange Ave Regional Lift	Park Development	Drainage Facility
Revenues									
Taxes	$ -	$ 678,925	$ -	$ -	$ (678,925)	$ -	$ -	$ -	$ -
Intergovernmental			41,616	190,327		1,500,000			
Charges for services									4,575
Fines and Forfeitures									
Interest		1,909	30		3,150		495	646	703
Other		17,976			8,137				
Total Revenues		698,810	41,646	190,327	(667,638)	1,500,000	495	646	5,278
Expenditures									
Current:									
Public safety				107,854					
Public works	10								
Parks and recreation	12,105								
Community development		1,172,013	(694)		103,135				
Capital outlay	256,159			66,043					
Debt Service									
Principal									
Interest and fiscal charges									
Total Expenditures	268,274	1,172,013	(694)	173,897	103,135				
Excess (Deficiency) of Revenues over (Under) Expenditures	(268,274)	(473,203)	42,340	16,430	(770,773)	1,500,000	495	646	5,278
Other Financing Sources (Uses)									
Transfers In									
Transfers Out									
Total Other Financing Sources (Uses)									
Net Change in Fund Balances before Special Items and Extraordinary Items	(268,274)	(473,203)	42,340	16,430	(770,773)	1,500,000	495	646	5,278
Special Item									
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets		(2,072,397)			2,072,397				
Extraordinary Item									
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds									
Net Change in Fund Balances	(268,274)	(2,545,600)	42,340	16,430	1,301,624	1,500,000	495	646	5,278
Fund Balances (Deficits) - July 1, 2011	(903,399)	2,545,600					227,026	291,517	321,477
Fund Balances (Deficits) - June 30, 2012	$ (1,171,673)	$ -	$ 42,340	$ 16,430	$ 1,301,624	$ 1,500,000	$ 227,521	$ 292,163	$ 326,755

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CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012
Capital Project Funds

	Post Office Grant	EDA Grant	Lotus Parallel	IID Facility Crossing	8th St Overpass Bridge	Bridge/Road Improvement	Federal Highway Administration	Proposition 1B	La Brucherie Green Belt
Revenues									
Taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Intergovernmental		84,022					265,859		
Charges for services									
Fines and Forfeitures									
Interest	94		632	343	40	10,585		16	16
Other		14,641							
Total Revenues	94	98,663	632	343	40	10,585	265,859	16	16
Expenditures									
Current									
Public safety									
Public works									
Parks and recreation									
Community development									
Capital outlay		84,022					268,470		
Debt Service									
Principal									
Interest and fiscal charges									
Total Expenditures		84,022					268,470		
Excess (Deficiency) of Revenues over (Under) Expenditures	94	14,641	632	343	40	10,585	(2,611)	16	16
Other Financing Sources (Uses)									
Transfers In									
Transfers Out									
Total Other Financing Sources (Uses)									
Net Change in Fund Balances before Special Items and Extraordinary Items	94	14,641	632	343	40	10,585	(2,611)	16	16
Special Item									
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets									
Extraordinary Item									
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds									
Net Change in Fund Balances	94	14,641	632	343	40	10,585	(2,611)	16	16
Fund Balances (Deficits) - July 1, 2011	48,560		41,858	21,692	2,898	365,738	93,709	8,421	7,416
Fund Balances (Deficits) - June 30, 2012	$ 48,654	$ 14,641	$ 42,490	$ 22,035	$ 2,938	$ 376,323	$ 91,098	$ 8,437	$ 7,432

(Continued)

CITY OF EL CENTRO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2012

	Capital Project Funds				Debt Service Funds			Total
	Colonia-El Dorado Street	LTA Lease Revenue Bonds	Buena Vista Landscaping	Redevelopment Agency Capital Projects	Redevelopment Agency	Financing Authority	LTA Lease Revenue Bonds	Nonmajor Governmental Funds
Revenues								
Taxes	$ -	$ -	$ 33,816	$ -	$ 2,715,700	$ -	$ -	$ 2,809,918
Intergovernmental	1,686	292,359		1,752	73,373			7,899,452
Charges for services								284,184
Fines and Forfeitures								119,121
Interest	11	77,382	571	8,567	22,668	668,031	15,177	856,735
Other				69,068				474,700
Total Revenues	1,697	369,741	34,387	79,387	2,811,741	668,031	15,177	12,444,110
Expenditures								
Current								
Public safety								394,559
Public works	1,686	8,250						442,232
Parks and recreation								327,690
Community development			11,326	757,372	1,500,000			3,760,816
Capital outlay		4,037,390		3,086,265				9,928,286
Debt Service								
Principal					1,145,000	680,000	330,000	2,155,000
Interest and fiscal charges					2,320,590	659,244	961,178	3,941,012
Total Expenditures	1,686	4,045,640	11,326	3,843,637	4,965,590	1,339,244	1,291,178	20,949,595
Excess (Deficiency) of Revenues over (Under) Expenditures	11	(3,675,899)	23,061	(3,764,250)	(2,153,849)	(671,213)	(1,276,001)	(8,505,485)
Other Financing Sources (Uses)								
Transfers In				1,300,000			1,275,919	2,575,919
Transfers Out					(1,300,000)			(3,779,390)
Total Other Financing Sources (Uses)				1,300,000	(1,300,000)		1,275,919	(1,203,471)
Net Change in Fund Balances before Special Items and Extraordinary Items	11	(3,675,899)	23,061	(2,464,250)	(3,453,849)	(671,213)	(82)	(9,708,956)
Special Item								
Gain/(Loss) on Transfer of Revelopment Agency Housing Assets								
Extraordinary Item								
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds				(48,114,072)	(9,914,340)			(58,028,412)
Net Change in Fund Balances	11	(3,675,899)	23,061	(50,578,322)	(13,368,189)	(671,213)	(82)	(67,737,368)
Fund Balances (Deficits) - July 1, 2011	18,617	8,048,533	258,377	50,578,322	13,368,189	10,525,814	1,456,285	105,890,056
Fund Balances (Deficits) - June 30, 2012	$ 18,628	$ 4,372,634	$ 281,438	$ -	$ -	$ 9,854,601	$ 1,456,203	$ 38,152,688

SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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CITY OF EL CENTRO
GAS TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 1,194,939	$ 1,247,991	$ 53,052
Interest		850	850
Total Revenues	1,194,939	1,248,841	53,902
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,194,939	1,248,841	53,902
Other Financing Sources (Uses)			
Transfers Out	(502,561)	(1,180,971)	(678,410)
Total Other Financing Sources (Uses)	(502,561)	(1,180,971)	(678,410)
Net Change in Fund Balance	692,378	67,870	(624,508)
Fund Balance - July 1	60,618	60,618	
Fund Balance - June 30	$ 752,996	$ 128,488	$ (624,508)

CITY OF EL CENTRO
LIBRARY ASSISTANCE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ -	$ 1,125	$ 1,125
Charges for services		1,835	1,835
Interest		140	140
Other	500		(500)
Total Revenue	500	3,100	2,600
Expenditures:			
Current:			
Parks and Recreation	82,130	42,070	40,060
Total Expenditures	82,130	42,070	40,060
Net Change in Fund Balance	(81,630)	(38,970)	42,660
Fund Balance - July 1	88,974	88,974	
Fund Balance - June 30	$ 7,344	$ 50,004	$ 42,660

CITY OF EL CENTRO
BUS SHELTER SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 11,480	$ 17,796	$ 6,316
Interest	1,000	446	(554)
Total Revenue	12,480	18,242	5,762
Expenditures:			
Current:			
Public Works	78,000	994	77,006
Capital Outlay	420,000	15,558	404,442
Total Expenditures	498,000	16,552	481,448
Net Change in Fund Balance	(485,520)	1,690	487,210
Fund Balance - July 1	212,864	212,864	
Fund Balance - June 30	$ (272,656)	$ 214,554	$ 487,210

CITY OF EL CENTRO
TRANSPORTATION ARTICLE 3 SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 22,700	$ 22,540	$ (160)
Interest	300	271	(29)
Total Revenue	23,000	22,811	(189)
Expenditures:			
Capital Outlay	140,000		140,000
Total Expenditures	140,000		140,000
Net Change in Fund Balance	(117,000)	22,811	139,811
Fund Balance - July 1	132,581	132,581	
Fund Balance - June 30	$ 15,581	$ 155,392	$ 139,811

CITY OF EL CENTRO
HOME PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 150	$ 203	$ 53
Other	59,150	92,489	33,339
Total Revenue	59,300	92,692	33,392
Expenditures:			
Current:			
Community Development	66,000	6,885	59,115
Total Expenditures	66,000	6,885	59,115
Net Change in Fund Balance	(6,700)	85,807	92,507
Fund Balance - July 1	59,044	59,044	
Fund Balance - June 30	$ 52,344	$ 144,851	$ 92,507

CITY OF EL CENTRO
RENTAL REHAB - HUD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 700	$ 689	$ (11)
Total Revenue	700	689	(11)
Expenditures:			
Current:			
Community Development	280,000		280,000
Total Expenditures	280,000		280,000
Net Change in Fund Balance	(279,300)	689	279,989
Fund Balance - July 1	294,448	294,448	
Fund Balance - June 30	$ 15,148	$ 295,137	$ 279,989

CITY OF EL CENTRO
TRAFFIC SAFETY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Fines and Foreitures	$ 12,000	$ 4,904	(7,096)
Interest	100	97	(3)
Total Revenue	12,100	5,001	(7,099)
Expenditures:			
Current:			
Public Safety	15,007	15,007	
Total Expenditures	15,007	15,007	
Net Change in Fund Balance	(2,907)	(10,006)	(7,099)
Fund Balance - July 1	45,174	45,174	
Fund Balance - June 30	$ 42,267	$ 35,168	$ (7,099)

CITY OF EL CENTRO
HOME PROGRAM INCOME ADMIN SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 5,900	$ 6,885	$ 985
Interest	50	48	(2)
Total Revenue	5,950	6,933	983
Expenditures:			
Current:			
Community Development	4,500	10,256	(5,756)
Total Expenditures	4,500	10,256	(5,756)
Net Change in Fund Balance	1,450	(3,323)	(4,773)
Fund Balance - July 1	27,261	27,261	
Fund Balance - June 30	$ 28,711	$ 23,938	$ (4,773)

CITY OF EL CENTRO
RECREATION PROJECTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 208,142	$ 192,649	$ (15,493)
Total Revenue	208,142	192,649	(15,493)
Expenditures:			
Current:			
Parks and recreation	208,142	192,649	15,493
Total Expenditures	208,142	192,649	15,493
Net Change in Fund Balance			
Fund Balance - July 1			
Fund Balance - June 30	$ -	$ -	$ -

CITY OF EL CENTRO
WAKE AVE EXTENSION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 1,100	$ 662	$ (438)
Total Revenue	1,100	662	(438)
Net Change in Fund Balance	1,100	662	(438)
Fund Balance - July 1	298,755	298,755	
Fund Balance - June 30	$ 299,855	$ 299,417	$ (438)

CITY OF EL CENTRO
SPECIAL EVENTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 40,000	$ 40,000	$ -
Interest		78	78
Other	15,000	39,224	24,224
Total Revenue	55,000	79,302	24,302
Expenditures:			
Current:			
Parks and Recreation	70,000	67,166	2,834
Total Expenditures	70,000	67,166	2,834
Net Change in Fund Balance	(15,000)	12,136	27,136
Fund Balance - July 1	29,891	29,891	
Fund Balance - June 30	$ 14,891	$ 42,027	$ 27,136

CITY OF EL CENTRO
ASSET FORFEITURE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Fines and Forfeitures	$ 700,000	$ 114,217	$ (585,783)
Interest	2,000	4,204	2,204
Total Revenue	702,000	118,421	(583,579)
Expenditures:			
Current:			
Public Safety	163,500	87,723	75,777
Capital Outlay	216,500	130,254	86,246
Total Expenditures	380,000	217,977	162,023
Net Change in Fund Balance	322,000	(99,556)	(421,556)
Fund Balance - July 1	2,110,421	2,110,421	
Fund Balance - June 30	$ 2,432,421	$ 2,010,865	$ (421,556)

CITY OF EL CENTRO
LOCAL TRANSPORTATION AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 2,030,000	$ 2,331,098	$ 301,098
Interest	18,000	10,237	(7,763)
Other		134,936	134,936
Total Revenue	2,048,000	2,476,271	428,271
Expenditures:			
Current:			
Public Works	30,000	31,770	(1,770)
Capital Outlay	3,631,900	631,667	3,000,233
Total Expenditures	3,661,900	663,437	2,998,463
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,613,900)	1,812,834	3,426,734
Other Financing Sources (Uses):			
Transfers Out	(1,676,183)	(1,298,419)	377,764
Total Other Financing Sources (Uses)	(1,676,183)	(1,298,419)	377,764
Net Change in Fund Balance	(3,290,083)	514,415	3,804,498
Fund Balance - July 1	4,046,412	4,046,412	
Fund Balance - June 30	$ 756,329	$ 4,560,827	$ 3,804,498

CITY OF EL CENTRO
HOME GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 4,900,000	$ -	$ (4,900,000)
Interest		36	36
Other		467	467
Total Revenue	4,900,000	503	(4,899,497)
Expenditures:			
Current:			
Community Development	4,900,000		4,900,000
Total Expenditures	4,900,000		4,900,000
Net Change in Fund Balance		503	503
Fund Balance - July 1	62,055	62,055	
Fund Balance - June 30	$ 62,055	$ 62,558	$ 503

CITY OF EL CENTRO
OTS GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 218,319	$ 58,370	$ (159,949)
Total Revenue	218,319	58,370	(159,949)
Expenditures:			
Current:			
Public Safety	213,624	61,895	151,729
Capital Outlay	4,695		4,695
Total Expenditures	218,319	61,895	156,424
Net Change in Fund Balance		(3,525)	(3,525)
Fund Balance - July 1	11,999	11,999	
Fund Balance - June 30	$ 11,999	$ 8,474	$ (3,525)

CITY OF EL CENTRO
STATE COPS SLESF SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 100,447	$ 117,266	$ 16,819
Interest		364	364
Total Revenue	100,447	117,630	17,183
Expenditures:			
Current:			
Public Safety	95,563	122,080	(26,517)
Capital Outlay	3,500	1,670	1,830
Total Expenditures	99,063	123,750	(24,687)
Net Change in Fund Balance	1,384	(6,120)	(7,504)
Fund Balance - July 1	163,604	163,604	
Fund Balance - June 30	$ 164,988	$ 157,484	$ (7,504)

CITY OF EL CENTRO
ANNEXATION FEES SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 500	$ 231	$ (269)
Total Revenue	500	231	(269)
Net Change in Fund Balance	500	231	(269)
Fund Balance - July 1	104,069	104,069	
Fund Balance - June 30	$ 104,569	$ 104,300	$ (269)

CITY OF EL CENTRO
HUD ENTITLEMENT PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 700,000	$ 840,183	$ 140,183
Interest	1,500	1,171	(329)
Other		(67)	(67)
Total Revenue	701,500	841,287	139,787
Expenditures:			
Current:			
Community Development	280,963	159,021	121,942
Capital Outlay	936,290	439,307	496,983
Total Expenditures	1,217,253	598,328	618,925
Net Change in Fund Balance	(515,753)	242,959	758,712
Fund Balance - July 1	351,312	351,312	
Fund Balance - June 30	$ (164,441)	$ 594,271	$ 758,712

CITY OF EL CENTRO
CDBG PROGRAM INCOME SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 2,000	$ 1,784	$ (216)
Other	62,400	90,615	28,215
Total Revenue	64,400	92,399	27,999
Expenditures:			
Current:			
Community Development	38,900	27,136	11,764
Capital Outlay	669,700	16,253	653,447
Total Expenditures	708,600	43,389	665,211
Net Change in Fund Balance	(644,200)	49,010	693,210
Fund Balance - July 1	750,246	750,246	
Fund Balance - June 30	$ 106,046	$ 799,256	$ 693,210

CITY OF EL CENTRO
HOUSING ENABLED BY LOCAL PARTNERSHIP SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 1,200	$ 1,259	$ 59
Total Revenue	1,200	1,259	59
Expenditures:			
Current:			
Community Development	450,000		450,000
Total Expenditures	450,000		450,000
Net Change in Fund Balance	(448,800)	1,259	450,059
Fund Balance - July 1	465,953	465,953	
Fund Balance - June 30	$ 17,153	$ 467,212	$ 450,059

CITY OF EL CENTRO
CALHOME PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 1,053,549	$ -	$ (1,053,549)
Interest		7	7
Other	1,000	(563)	(1,563)
Total Revenue	1,054,549	(556)	(1,055,105)
Expenditures:			
Current:			
Community Development	1,078,049		1,078,049
Total Expenditures	1,078,049		1,078,049
Net Change in Fund Balance	(23,500)	(556)	22,944
Fund Balance - July 1	36,209	36,209	
Fund Balance - June 30	$ 12,709	$ 35,653	$ 22,944

CITY OF EL CENTRO
DEVELOPMENT IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Charges for services	$ 210,000	$ 277,774	$ 67,774
Interest	23,000	18,170	(4,830)
Total Revenue	233,000	295,944	62,944
Expenditures:			
Current:			
Public Safety	14,654		14,654
Public Works		4,659	(4,659)
Capital Outlay	4,310,447	811,983	3,498,464
Total Expenditures	4,325,101	816,642	3,508,459
Net Change in Fund Balance	(4,092,101)	(520,698)	3,571,403
Fund Balance - July 1	7,729,923	7,729,923	
Fund Balance - June 30	$ 3,637,822	$ 7,209,225	$ 3,571,403

CITY OF EL CENTRO
FHWA GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 170	$ 154	$ (16)
Total Revenue	170	154	(16)
Net Change in Fund Balance	170	154	(16)
Fund Balance - July 1	59,799	59,799	
Fund Balance - June 30	$ 59,969	$ 59,953	$ (16)

CITY OF EL CENTRO
SOFT DRINK FRANCHISE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ -	$ (1)	$ (1)
Other	300	177	(123)
Total Revenue	300	176	(124)
Expenditures:			
Current:			
Parks and recreation	2,500		2,500
Total Expenditures	2,500		2,500
Net Change in Fund Balance	(2,200)	176	2,376
Fund Balance - July 1	11	11	
Fund Balance - June 30	$ (2,189)	$ 187	$ 2,376

CITY OF EL CENTRO
INTEGRATED WASTE MANAGEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 249,000	$ 124,368	$ (124,632)
Interest	1,000	835	(165)
Other		7,315	7,315
Total Revenue	250,000	132,518	(117,482)
Expenditures:			
Current:			
Public Works	243,000	187,438	55,562
Capital Outlay	5,000	2,541	2,459
Total Expenditures	248,000	189,979	58,021
Net Change in Fund Balance	2,000	(57,461)	(59,461)
Fund Balance - July 1	388,058	388,058	
Fund Balance - June 30	$ 390,058	$ 330,597	$ (59,461)

CITY OF EL CENTRO
USED OIL GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 154,450	$ 62,566	$ (91,884)
Interest		78	78
Total Revenue	154,450	62,644	(91,806)
Expenditures:			
Current:			
Public Works	154,450	69,781	84,669
Total Expenditures	154,450	69,781	84,669
Net Change in Fund Balance		(7,137)	(7,137)
Fund Balance - July 1	45,733	45,733	
Fund Balance - June 30	$ 45,733	$ 38,596	$ (7,137)

CITY OF EL CENTRO
DEPARTMENT OF CONSERVATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 86,753	$ 121,774	$ 35,021
Interest		233	233
Other		285	285
Total Revenue	86,753	122,292	35,539
Expenditures:			
Current:			
Parks and Recreation	86,753	13,700	73,053
Total Expenditures	86,753	13,700	73,053
Net Change in Fund Balance		108,592	108,592
Fund Balance - July 1	39,135	39,135	
Fund Balance - June 30	$ 39,135	$ 147,727	$ 108,592

CITY OF EL CENTRO
TIRE CLEAN-UP GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 157,196	$ 137,636	$ (19,560)
Total Revenue	157,196	137,636	(19,560)
Expenditures:			
Current:			
Public Works	157,196	137,644	19,552
Total Expenditures	157,196	137,644	19,552
Net Change in Fund Balance		(8)	(8)
Fund Balance - July 1	40,656	40,656	
Fund Balance - June 30	$ 40,656	$ 40,648	$ (8)

CITY OF EL CENTRO
I-8 IMPERIAL AVE OVERPASS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 1,000	$ 1,275	$ 275
Total Revenue	1,000	1,275	275
Net Change in Fund Balance	1,000	1,275	275
Fund Balance - July 1	87,786	87,786	
Fund Balance - June 30	$ 88,786	$ 89,061	$ 275

CITY OF EL CENTRO
EDA REVOLVING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 13,000	$ -	$ (13,000)
Interest	100	122	22
Total Revenue	13,100	122	(12,978)
Expenditures:			
Current:			
Community Development	13,100		13,100
Total Expenditures	13,100		13,100
Net Change in Fund Balance		122	122
Fund Balance - July 1	55,627	55,627	
Fund Balance - June 30	$ 55,627	$ 55,749	$ 122

CITY OF EL CENTRO
POLICE & FIRE OPERATIONAL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 1,200	$ 954	$ (246)
Total Revenue	1,200	954	(246)
Net Change in Fund Balance	1,200	954	(246)
Fund Balance - July 1	430,260	430,260	
Fund Balance - June 30	$ 431,460	$ 431,214	$ (246)

CITY OF EL CENTRO
7TH AND STATE BUS TERMINAL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 2,040,000	$ 126,211	$ (1,913,789)
Total Revenue	2,040,000	126,211	(1,913,789)
Expenditures:			
Capital Outlay	2,040,000	80,704	1,959,296
Total Expenditures	2,040,000	80,704	1,959,296
Net Change in Fund Balance		45,507	45,507
Fund Balance (Deficit) - July 1	(44,341)	(44,341)	
Fund Balance (Deficit) - June 30	$ (44,341)	$ 1,166	$ 45,507

CITY OF EL CENTRO
LEGACY RANCH LIGHTING AND LANDSCAPING DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Taxes	$ 60,000	$ 60,402	$ 402
Interest	300	365	65
Total Revenue	60,300	60,767	467
Expenditures:			
Current:			
Community Development	50,700	14,366	36,334
Total Expenditures	50,700	14,366	36,334
Net Change in Fund Balance	9,600	46,401	36,801
Fund Balance - July 1	165,411	165,411	
Fund Balance - June 30	$ 175,011	$ 211,812	$ 36,801

CITY OF EL CENTRO
IV COMMONS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 200	$ 147	$ (53)
Total Revenue	200	147	(53)
Expenditures:			
Current:			
Community Development	1,000		1,000
Total Expenditures	1,000		1,000
Net Change in Fund Balance	(800)	147	947
Fund Balance - July 1	4,614	4,614	
Fund Balance - June 30	$ 3,814	$ 4,761	$ 947

CITY OF EL CENTRO
FIRE MITIGATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ -	$ 543	$ 543
Total Revenue		543	543
Other Financing Sources (Uses)			
Transfers Out	(202,000)		202,000
Total Other Financing Sources (Uses)	(202,000)		202,000
Net Change in Fund Balance	(202,000)	543	202,543
Fund Balance - July 1	202,766	202,766	
Fund Balance - June 30	$ 766	$ 203,309	$ 202,543

CITY OF EL CENTRO
2010 EARTHQUAKE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 228,820	$ -	$ (228,820)
Total Revenue	228,820		(228,820)
Expenditures:			
Current:			
Public Works		10	(10)
Parks and Recreation	18,000	12,105	5,895
Capital Outlay	884,010	256,159	627,851
Total Expenditures	902,010	268,274	633,736
Net Change in Fund Balance	(673,190)	(268,274)	404,916
Fund Balance (Deficit) - July 1	(903,399)	(903,399)	
Fund Balance (Deficit) - June 30	$ (1,576,589)	$ (1,171,673)	$ 404,916

CITY OF EL CENTRO
REDEVELOPMENT AGENCY HOUSING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Property Tax Increment	$ 1,260,000	$ 678,925	$ (581,075)
Interest	9,000	1,909	(7,091)
Other	13,400	17,976	4,576
Total Revenues	1,282,400	698,810	(583,590)
Expenditures:			
Current:			
Community Development	2,046,595	1,172,013	874,582
Total Expenditures	2,046,595	1,172,013	874,582
Excess (Deficiency) of Revenues Over (Under) Expenditures	(764,195)	(473,203)	290,992
Other Financing Sources (Uses)			
Transfers out	(1,260,000)		1,260,000
Total Other Financing Sources (Uses)	(1,260,000)		1,260,000
Net Change in Fund Balance before Special Items	(2,024,195)	(473,203)	1,550,992
SPECIAL ITEM			
Gain/(Loss) on Transfer of Redevelopment Agency Housing Assets		(2,072,397)	(2,072,397)
Net Changes in Fund Balance	(2,024,195)	(2,545,600)	(521,405)
Fund Balance - July 1	2,545,600	2,545,600	
Fund Balance - June 30	$ 521,405	$ -	$ (521,405)

CITY OF EL CENTRO
IID Project Special Revenue Fund
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 138,720	$ 41,616	$ (97,104)
Interest		30	30
Total Revenues	138,720	41,646	(97,074)
Expenditures:			
Current:			
Community Development	138,720	(694)	139,414
Total Expenditures	138,720	(694)	139,414
Net Changes in Fund Balance		42,340	42,340
Fund Balance - July 1			
Fund Balance - June 30	$ -	$ 42,340	$ 42,340

CITY OF EL CENTRO
POLICE GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 220,056	$ 190,327	$ (29,729)
Total Revenues	220,056	190,327	(29,729)
Expenditures:			
Current:			
Public Safety	153,780	107,854	45,926
Capital Outlay	66,276	66,043	233
Total Expenditures	220,056	173,897	46,159
Net Changes in Fund Balance		16,430	16,430
Fund Balance - July 1			
Fund Balance - June 30	$ -	$ 16,430	$ 16,430

CITY OF EL CENTRO
SUCCESSOR AGENCY HOUSING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Property Tax Increment	$ -	$ (678,925)	$ (678,925)
Interest		3,150	3,150
Other		8,137	8,137
Total Revenues		(667,638)	(667,638)
Expenditures:			
Current:			
Community Development	217,263	103,135	114,128
Total Expenditures	217,263	103,135	114,128
Net Change in Fund Balance before Special Items	(217,263)	(770,773)	(553,510)
SPECIAL ITEM			
Gain/(Loss) on Transfer of Redevelopment Agency Housing Assets		2,072,397	2,072,397
Net Changes in Fund Balance	(217,263)	1,301,624	1,518,887
Fund Balance - July 1			
Fund Balance - June 30	$ (217,263)	$ 1,301,624	$ 1,518,887

CITY OF EL CENTRO
ORANGE AVE REGIONAL LIFT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 600	$ 495	$ (105)
Total Revenues	600	495	(105)
Net Change in Fund Balance	600	495	(105)
Fund Balance - July 1	227,026	227,026	
Fund Balance - June 30	$ 227,626	$ 227,521	$ (105)

CITY OF EL CENTRO
DRAINAGE FACILITY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Charges for services	$ -	$ 4,575	$ 4,575
Interest	800	703	(97)
Total Revenues	800	5,278	4,478
Expenditures:			
Capital Outlay	100,000		100,000
Total Expenditures	100,000		100,000
Net Change in Fund Balance	(99,200)	5,278	104,478
Fund Balance - July 1	321,477	321,477	
Fund Balance - June 30	$ 222,277	$ 326,755	$ 104,478

CITY OF EL CENTRO
POST OFFICE GRANT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 130	$ 94	$ (36)
Total Revenues	130	94	(36)
Net Change in Fund Balance	130	94	(36)
Fund Balance - July 1	48,560	48,560	
Fund Balance - June 30	$ 48,690	$ 48,654	$ (36)

CITY OF EL CENTRO
EDA GRANT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 3,199,933	$ 84,022	$ (3,115,911)
Other		14,641	14,641
Total Revenues	3,199,933	98,663	(3,101,270)
Expenditures:			
Capital Outlay	3,199,933	84,022	3,115,911
Total Expenditures	3,199,933	84,022	3,115,911
Net Change in Fund Balance		14,641	14,641
Fund Balance - July 1			
Fund Balance - June 30	$ -	$ 14,641	$ 14,641

CITY OF EL CENTRO
LOTUS PARALLEL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 800	$ 632	$ (168)
Total Revenues	800	632	(168)
Net Change in Fund Balance	800	632	(168)
Fund Balance - July 1	41,858	41,858	
Fund Balance - June 30	$ 42,658	$ 42,490	$ (168)

CITY OF EL CENTRO
IID FACILITY CROSSING CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 450	$ 343	$ (107)
Total Revenues	450	343	(107)
Net Change in Fund Balance	450	343	(107)
Fund Balance - July 1	21,692	21,692	
Fund Balance - June 30	$ 22,142	$ 22,035	$ (107)

CITY OF EL CENTRO
8TH STREET OVERPASS BRIDGE CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 50	$ 40	$ (10)
Total Revenues	50	40	(10)
Net Change in Fund Balance	50	40	(10)
Fund Balance - July 1	2,898	2,898	
Fund Balance - June 30	$ 2,948	$ 2,938	$ (10)

CITY OF EL CENTRO
BRIDGE/ROAD IMPROVEMENT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 12,000	$ 10,585	$ (1,415)
Total Revenues	12,000	10,585	(1,415)
Net Change in Fund Balance	12,000	10,585	(1,415)
Fund Balance - July 1	365,738	365,738	
Fund Balance - June 30	$ 377,738	$ 376,323	$ (1,415)

CITY OF EL CENTRO
FEDERAL HIGHWAY ADMINISTRATION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 970,000	$ 265,859	$ (704,141)
Total Revenues	970,000	265,859	(704,141)
Expenditures:			
Capital Outlay	970,000	268,470	701,530
Total Expenditures	970,000	268,470	701,530
Net Change in Fund Balance		(2,611)	(2,611)
Fund Balance - July 1	93,709	93,709	
Fund Balance - June 30	$ 93,709	$ 91,098	$ (2,611)

CITY OF EL CENTRO
COLONIA -EL DORADO STREET CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 800,000	$ 1,686	$ (798,314)
Interest		11	11
Total Revenues	800,000	1,697	(798,303)
Expenditures:			
Current:			
Public Works	77,950	1,686	76,264
Capital Outlay	722,050		722,050
Total Expenditures	800,000	1,686	798,314
Net Change in Fund Balance		11	11
Fund Balance - July 1	18,617	18,617	
Fund Balance - June 30	$ 18,617	$ 18,628	$ 11

CITY OF EL CENTRO
LTA REVENUE BONDS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	$ 292,360	$ 292,359	$ (1)
Interest	44,000	77,382	33,382
Total Revenues	336,360	369,741	33,381
Expenditures:			
Current:			
Public Works		8,250	(8,250)
Capital Outlay	10,170,000	4,037,390	6,132,610
Total Expenditures	10,170,000	4,045,640	6,124,360
Net Change in Fund Balance	(9,833,640)	(3,675,899)	6,157,741
Fund Balance - July 1	8,048,533	8,048,533	
Fund Balance - June 30	$ (1,785,107)	$ 4,372,634	$ 6,157,741

CITY OF EL CENTRO
BUENA VISTA LANDSCAPING AND LIGHTING DISTRICT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Taxes	$ 33,200	$ 33,816	$ 616
Interest	700	571	(129)
Total Revenues	33,900	34,387	487
Expenditures:			
Current:			
Community Development	35,900	11,326	24,574
Total Expenditures	35,900	11,326	24,574
Net Change in Fund Balance	(2,000)	23,061	25,061
Fund Balance - July 1	258,377	258,377	
Fund Balance - June 30	$ 256,377	$ 281,438	$ 25,061

CITY OF EL CENTRO
REDEVELOPMENT AGENCY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	$ -	$ 1,752	$ 1,752
Interest	23,100	8,567	(14,533)
Other	1,315,000	69,068	(1,245,932)
Total Revenues	1,338,100	79,387	(1,258,713)
Expenditures			
Current:			
Community development	1,790,210	757,372	1,032,838
Capital outlay	11,832,895	3,086,265	8,746,630
Total Expenditures	13,623,105	3,843,637	9,779,468
Excess (deficiency) of Revenues over (under) Expenditures	(12,285,005)	(3,764,250)	8,520,755
Other Financing Sources (uses):			
Transfers in		1,300,000	1,300,000
Total Other Financing Sources (Uses)		1,300,000	1,300,000
Net Change in Fund Balances before Extraordinary Items	(12,285,005)	(2,464,250)	9,820,755
Extraordinary Item			
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds		(48,114,072)	(48,114,072)
Net Changes in Fund Balances	(12,285,005)	(50,578,322)	(38,293,317)
Fund Balance - July 1	50,578,322	50,578,322	
Fund Balance - June 30	$ 38,293,317	$ -	$ (38,293,317)

CITY OF EL CENTRO
REDEVELOPMENT AGENCY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Property Tax Increment	$ 5,040,000	$ 2,715,700	$ (2,324,300)
Intergovernmental	116,316	73,373	(42,943)
Interest	30,000	22,668	(7,332)
Total Revenues	5,186,316	2,811,741	(2,374,575)
Expenditures:			
Current:			
Community Development	6,039,592	1,500,000	4,539,592
Debt Service:			
Principal	2,445,000	1,145,000	1,300,000
Interest and Fiscal Charges	2,154,443	2,320,590	(166,147)
Total Expenditures	10,639,035	4,965,590	5,673,445
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,452,719)	(2,153,849)	3,298,870
Other Financing Sources (Uses):			
Transfers In	1,260,000		(1,260,000)
Transfers Out		(1,300,000)	(1,300,000)
Total Other Financing Sources (Uses)	1,260,000	(1,300,000)	(2,560,000)
Net Change in Fund Balances before Extraordinary Items	(4,192,719)	(3,453,849)	738,870
Extraordinary Item			
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds		(9,914,340)	(9,914,340)
Net Change in Fund Balances	(4,192,719)	(13,368,189)	(9,175,470)
Fund Balance - July 1	13,368,189	13,368,189	
Fund Balance - June 30	$ 9,175,470	$ -	$ (9,175,470)

CITY OF EL CENTRO
LTA REVENUE BONDS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2012

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	$ 10,000	$ 15,177	$ 5,177
Total Revenues	10,000	15,177	5,177
Expenditures:			
Debt Service:			
Principal	330,000	330,000	
Interest and Fiscal Charges	961,178	961,178	
Total Expenditures	1,291,178	1,291,178	
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,281,178)	(1,276,001)	5,177
Other Financing Sources (Uses)			
Transfers In	1,291,178	1,275,919	(15,259)
Total Other Financing Sources (Uses)	1,291,178	1,275,919	(15,259)
Net Change in Fund Balance	10,000	(82)	(10,082)
Fund Balance - July 1	1,456,285	1,456,285	
Fund Balance - June 30	$ 1,466,285	$ 1,456,203	$ (10,082)

COMBINING STATEMENTS
NONMAJOR PROPRIETARY FUNDS

PROPRIETARY FUNDS

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - for these funds, it is the intent of the City Council that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Transit - This fund is used to account for revenues and expenses associated with a demand response public transportation service.

Solid Waste - This fund is used to account for revenue and expenditures associated with the collection and disposal of solid waste.

CITY OF EL CENTRO
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2012

	Transit	Solid Waste	Totals
ASSETS			
Current Assets:			
Cash and Investments	$ 111,884	$ 97,319	$ 209,203
Receivables			
Accounts Receivable (Net of Allowance for Uncollectibles)		285,327	285,327
Interest Receivable	26	29	55
Total Current Assets	111,910	382,675	494,585
Total Assets	111,910	382,675	494,585
Liabilities:			
Current Liabilities:			
Accounts Payable	33,414	206,554	239,968
Due to Other Funds		197,019	197,019
Deposits Payable		72,000	72,000
Total Current Liabilities	33,414	475,573	508,987
Total Liabilities	33,414	475,573	508,987
Net Assets (Deficit)			
Unrestricted	78,496	(92,898)	(14,402)
Net Assets (Deficit)	$ 78,496	$ (92,898)	$ (14,402)

CITY OF EL CENTRO
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Transit	Solid Waste	Totals
Operating Revenues			
Charges for Services	$ 252,665	$ 1,782,171	$ 2,034,836
Total Operating Revenues	252,665	1,782,171	2,034,836
Operating Expenses			
Contractual Services	211,598		211,598
Supplies and Services		1,651,660	1,651,660
General and Administrative		179,721	179,721
Total Operating Expenses	211,598	1,831,381	2,042,979
Operating Income (Loss)	41,067	(49,210)	(8,143)
Non-Operating Revenue (Expenses)			
Intergovernmental	30,000		30,000
Interest Revenue	86	271	357
Total Non-Operating Revenue (Expenses)	30,086	271	30,357
Changes in Net Assets	71,153	(48,939)	22,214
Net Assets (Deficit) - Beginning of Fiscal Year	7,343	(43,959)	(36,616)
Net Assets (Deficit) - End of Fiscal Year	$ 78,496	$ (92,898)	$ (14,402)

CITY OF EL CENTRO
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2012

	Transit	Solid Waste	Total
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Users	$ 252,665	$ 1,795,938	$ 2,048,603
Cash Payments to Suppliers and Contractors	(228,735)	(1,861,531)	(2,090,266)
Cash Payments for General and Administrative Expenses		(179,721)	(179,721)
Net Cash Provided (Used) By Operating Activities	23,930	(245,314)	(221,384)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Due to/from Other Funds		197,019	197,019
Intergovernmental Revenue	30,000		30,000
Net Cash Provided (Used) By Noncapital Financing Activities	30,000	197,019	227,019
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Received	60	333	393
Net Cash Provided (Used) in Investing Activities	60	333	393
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	53,990	(47,962)	6,028
CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR	57,894	145,281	203,175
CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR	$ 111,884	$ 97,319	$ 209,203
Reconciliation to Statement of Net Assets:			
Cash and Cash Equivalents	$ 111,884	$ 97,319	$ 209,203
CASH FLOWS FROM OPERATING ACTIVITIES:			
Operating Income (Loss)	$ 41,067	$ (49,210)	$ (8,143)
Changes in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable		13,767	13,767
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(17,137)	(209,871)	(227,008)
Total Adjustments	(17,137)	(196,104)	(213,241)
Net Cash Provided (Used) By Operating Activities	$ 23,930	$ (245,314)	$ (221,384)

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

Workers' Compensation - This fund is used to account for the revenue and expenses associated with providing Workers' Compensation benefits.

Post Employment Benefits - This fund is used to account for the revenue and expenses associated with providing unemployment benefits.

Group Health Insurance - This fund is used to account for the revenue and expenses associated with providing group health benefits.

Motor Vehicle - This fund is used to account for costs of operating and maintaining automotive equipment used by City departments.

CITY OF EL CENTRO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2012

	Workers' Compensation	Post Employment Benefits	Group Health Insurance	Motor Vehicle	Totals
ASSETS:					
Cash and Investments	$ 6,132,725	$ 1,740,322	$ 894,466	$ 169,854	$ 8,937,367
Cash and Investments with Fiscal Agent			34,501		34,501
Other Receivables			170,564		170,564
Interest Receivable	1,804	511	297	60	2,672
Total Assets	6,134,529	1,740,833	1,099,828	169,914	9,145,104
LIABILITIES:					
Accounts Payable	151,145	(5,028)	2,692	32,778	181,587
Salaries/Benefits Payable			20,099	3,174	23,273
Total Liabilities	151,145	(5,028)	22,791	35,952	204,860
NET ASSETS					
Unrestricted	5,983,384	1,745,861	1,077,037	133,962	8,940,244
Net Assets	$ 5,983,384	$ 1,745,861	$ 1,077,037	$ 133,962	$ 8,940,244

CITY OF EL CENTRO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
For the Fiscal Year Ended June 30, 2012

	Workers' Compensation	Post Employment Benefits	Group Health Insurance	Motor Vehicle	Totals
Revenues:					
Charges for Services	$ 680,167	$ 399,188	$ 3,270,084	$ 471,000	$ 4,820,439
Other	43,216		346,225		389,441
Total Operating Revenues	723,383	399,188	3,616,309	471,000	5,209,880
Operating Expenses:					
Personnel Services		362,650		198,956	561,606
Supplies and Services	1,032,260	87,658	3,584,985	212,323	4,917,226
Total Operating Expenses	1,032,260	450,308	3,584,985	411,279	5,478,832
Operating Income (Loss)	(308,877)	(51,120)	31,324	59,721	(268,952)
Non-Operating Revenue:					
Interest Revenue	12,022	3,951	2,059	259	18,291
Total Non-Operating Revenue	12,022	3,951	2,059	259	18,291
Change in Net Assets	(296,855)	(47,169)	33,383	59,980	(250,661)
Net Assets - Beginning of Fiscal Year	6,280,239	1,793,030	1,043,654	73,982	9,190,905
Net Assets - End of Fiscal Year	$ 5,983,384	$ 1,745,861	$ 1,077,037	$ 133,962	$ 8,940,244

CITY OF EL CENTRO
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For the Fiscal Year Ended June 30, 2012

	Workers' Compensation	Post Employment Benefits	Group Health Insurance	Motor Vehicle	Totals
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash Received from Users	$ 723,383	$ 399,188	$ 3,478,939	$ 471,000	$ 5,072,510
Cash Payments to Suppliers and Contractors	(1,191,130)	(92,686)	(3,624,402)	(201,423)	(5,109,641)
Cash Payments for Employees and Benefit Programs		(362,650)	20,099	(206,672)	(549,223)
Net Cash Provided (Used) By Operating Activities	(467,747)	(56,148)	(125,364)	62,905	(586,354)
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest Received	14,115	4,542	2,487	269	21,413
Net Cash Provided (Used) In Investing Activities	14,115	4,542	2,487	269	21,413
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(453,632)	(51,606)	(122,877)	63,174	(564,941)
CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR	6,586,357	1,791,928	1,051,844	106,680	9,536,809
CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR	$ 6,132,725	$ 1,740,322	$ 928,967	$ 169,854	$ 8,971,868
Reconciliation with Statement of Net Assets					
Cash and Investments	$ 6,132,725	$ 1,740,322	$ 894,466	$ 169,854	$ 8,937,367
Cash and Investments with Fiscal Agent			34,501		34,501
CASH AND CASH EQUIVALENTS	$ 6,132,725	$ 1,740,322	$ 928,967	$ 169,854	$ 8,971,868
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	$ (308,877)	$ (51,120)	$ 31,324	$ 59,721	$ (268,952)
Changes in Assets and Liabilities:					
(Increase) Decrease in Other Receivables			(137,370)		(137,370)
Increase (Decrease) Accounts Payable and Accrued Liabilities	(158,870)	(5,028)	(19,318)	3,184	(180,032)
Total Adjustments	(158,870)	(5,028)	(156,688)	3,184	(317,402)
Net Cash Provided (Used) By Operating Activities	$ (467,747)	$ (56,148)	$ (125,364)	$ 62,905	$ (586,354)

FIDUCIARY FUNDS

Fiduciary funds are used to account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the City, acting in the capacity of an agent for distribution to other governmental units or other organizations.

Trust Funds

Successor Agency Administration – This fund set up to account for revenue and expenses incurred in the dissolution of the Redevelopment Agency.

Successor Agency Capital Project – This fund set up to administer the completion of projects previously administered by the Redevelopment Agency Capital Project Fund.

Successor Agency Debt Service – This fund set up to account for debt service payment previously paid the Redevelopment Agency Debt Service Fund.

Successor Agency Revolving Loan – This fund set up to account for revolving business loans previously administered by the Redevelopment Agency.

Agency Fund

Legacy Ranch CFD - This fund collects assessments and pays costs and debt service for the CFD within the City.

CITY OF EL CENTRO
PRIVATE-PURPOSE TRUST FUNDS
COMBINING STATEMENT OF NET ASSETS
For the Fiscal Year Ending June 30, 2012

	Successor Agency Administration	Successor Agency Capital Project	Successor Agency Debt Service	Successor Agency Revolving Loan	Totals
Assets:					
Cash and Investments	$ 416,395	$ -	$ 4,801,743	$ 45,909	$ 5,264,047
Cash and Investments with Fiscal Agent, Restricted		11,376,145	2,655,369		14,031,514
Interest Receivable	110	1,281	407	13	1,811
Notes Receivable				62,655	62,655
Other Receivable	16,508			522	17,030
Deferred Charges, Net of Accumulated Amortization			1,247,301		1,247,301
Due from Other Funds			1,950,709		1,950,709
Advances to City of El Centro		36,205,000			36,205,000
Capital Assets, Not Being Depreciated		5,763,861			5,763,861
Capital Assets, Net of Accumulated Depreciation		11,565,327			11,565,327
Total Assets	433,013	64,911,614	10,655,529	109,099	76,109,255
Liabilities:					
Accounts Payable	5,608	1,407,577	335,750		1,748,935
Salaries/Benefits Payable	2,150				2,150
Interest Payable			694,548		694,548
Due to Other Funds		1,950,709			1,950,709
Unearned Revenue			1,558,312		1,558,312
Noncurrent Liabilties:					
Due within One Year			1,220,000		1,220,000
Due in More than One Year			63,975,000		63,975,000
Total Liabilities	7,758	3,358,286	67,783,610		71,149,654
Net Assets:					
Unrestricted	425,255	61,553,328	(57,128,081)	109,099	4,959,601
Total Net Assets (Deficit)	$ 425,255	$ 61,553,328	$ (57,128,081)	$ 109,099	$ 4,959,601

CITY OF EL CENTRO
PRIVATE-PURPOSE TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN NET ASSETS
For the Fiscal Year Ended June 30, 2012

	Successor Agency Administration	Successor Agency Capital Project	Successor Agency Debt Service	Successor Agency Revolving Loan	Totals
Additions:					
Investment Revenue	$ 524	$ 8,923	$ 28,821	$ 73	$ 38,341
Net Assets Received upon Dissolution of Redevelopment Agency	501,681	62,384,867	(54,012,001)	109,026	8,983,573
Intergovernmental			42,943		42,943
Other Revenue			9,437		9,437
Total Additions	502,205	62,393,790	(53,930,800)	109,099	9,074,294
Deductions:					
Administration	76,950				76,950
Community Development		278,517	15,675		294,192
Depreciation		561,945			561,945
Interest Expense			2,845,856		2,845,856
Property Taxes Refunded			335,750		335,750
Total Deductions	76,950	840,462	3,197,281		4,114,693
Change in Net Assets	425,255	61,553,328	(57,128,081)	109,099	4,959,601
Net Assets, July 1					
Net Assets (Deficit), June 30	$ 425,255	$ 61,553,328	$ (57,128,081)	$ 109,099	$ 4,959,601

CITY OF EL CENTRO
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended June 30, 2012

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
LEGACY RANCH CFD				
ASSETS				
Cash and Investments	$ 88,201	$ 76,677	$ 75,137	$ 89,741
Cash and Investments with Fiscal Agent	140,492	77,174	76,685	140,981
Taxes Receivable	256			256
Interest Receivable	52	26	52	26
Total Assets	$ 229,001	$ 153,877	$ 151,874	$ 231,004
LIABILITIES				
Deposits Payable	$ 6,808	$ -	$ -	$ 6,808
Due to Bondholders	222,193	153,877	151,874	224,196
Total Liabilities	$ 229,001	$ 153,877	$ 151,874	$ 231,004

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STATISTICAL SECTION

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Statistical Section

This part of the City of El Centro's Comprehensive Annual Financial Report presents detailed information in a context for understanding what the information in the financial statements, note disclosures, and supplemental information says about the City's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparison over time and with other governments.

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activites it performs.

Sources:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year. The City implemented GASB Statement No. 34 as of June 30, 2004; schedules presenting government-wide information, include information beginning in that year.

CITY OF EL CENTRO
NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities									
Invested In Capital Assets, net of related debt	$28,583,648	$30,361,354	$28,870,122	$45,474,580	$57,566,767	$56,294,632	$70,520,225	$80,273,979	$75,589,062
Restricted	20,371,749	23,267,909	26,804,255	52,414,019	58,137,871	63,571,786	41,225,983	47,896,901	47,900,194
Unrestricted	7,486,620	8,709,680	11,369,288	8,789,396	8,367,919	10,662,812	31,497,877	19,551,306	17,675,436
Total Governmental Activities Net Assets	56,442,017	62,338,943	67,043,665	106,677,995	124,072,557	130,529,230	143,244,085	147,722,186	141,164,692
Business-Type Activities									
Invested In Capital Assets, net of related debt	5,906,071	22,378,738	25,531,455	20,471,742	45,118,649	42,269,911	35,257,570	36,280,810	42,634,667
Restricted	-	-	-	7,715,631	7,697,555	7,752,240	7,699,379	7,861,774	6,582,559
Unrestricted	49,852,783	37,142,597	36,265,244	39,036,994	26,600,045	35,624,898	49,575,758	54,273,032	61,899,630
Total Business-Type Activities Net Assets	55,758,854	59,521,335	61,796,699	67,224,367	79,416,249	85,647,049	92,532,707	98,415,616	111,116,856
Primary Government									
Invested In Capital Assets, net of related debt	34,489,719	52,740,092	54,401,577	65,946,322	102,685,416	98,564,543	105,777,795	116,554,789	118,223,729
Restricted	20,371,749	23,267,909	26,804,255	60,129,650	65,835,426	71,324,026	48,925,362	55,758,675	54,482,753
Unrestricted	57,339,403	45,852,277	47,634,532	47,826,390	34,967,964	46,287,710	81,073,635	73,824,338	79,575,066
Total Primary Government Net Assets	$112,200,871	$121,860,278	$128,840,364	$173,902,362	$203,488,806	$216,176,279	$235,776,792	$246,137,802	$252,281,548

Source: City of El Centro Finance Department

CITY OF EL CENTRO
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS
(Accrual Basis of Accounting)

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses									
Governmental Activities									
General Government	$1,921,870	($7,430)	$3,938,201	$2,975,649	$3,105,885	$3,078,888	$2,606,739	$3,319,001	$3,784,511
Public Safety	10,548,732	12,018,667	13,132,377	13,951,000	15,709,050	15,437,278	15,886,783	15,694,697	14,771,179
Community Development	7,426,721	8,605,549	9,635,722	5,703,142	3,745,060	2,641,010	7,597,064	5,463,849	6,138,138
Public Works	6,190,449	9,719,760	4,338,732	5,317,733	6,401,722	5,294,860	5,650,308	5,911,481	5,296,310
Parks and Recreation	1,952,488	1,835,819	2,373,475	2,628,335	3,027,847	4,985,269	3,148,584	3,169,837	3,071,913
Interest on Long-Term Debt	522,402	510,811	525,529	1,453,682	1,970,229	2,508,942	3,558,649	4,180,951	3,256,048
Total Governmental Activities Expenses	28,562,662	32,683,176	33,944,036	32,029,541	33,959,793	33,946,247	38,448,127	37,739,816	36,318,099
Business-Type Activities									
Water	3,707,932	4,075,849	5,165,290	7,185,564	7,123,415	8,008,232	8,334,638	8,373,968	8,264,815
Wastewater	4,871,774	5,475,935	5,655,157	7,098,821	7,220,805	7,499,465	7,359,109	7,505,317	7,845,792
Hospital	74,435,726	79,361,120	83,840,216	75,338,605	81,947,795	91,148,549	101,101,558	112,030,838	123,010,972
Transit	106,203	125,325	171,223	213,357	227,407	223,058	205,103	181,972	211,598
Solid Waste	3,381,666	3,485,757	3,712,450	3,654,427	3,690,879	1,871,739	1,579,127	1,821,142	1,831,381
Total Business-Type Activities Expenses	86,503,301	92,523,986	98,544,336	93,490,774	100,210,301	108,751,043	118,579,535	129,913,237	141,164,558
Total Primary Government Net Expenses	$115,065,963	$125,207,162	$132,488,372	$125,520,315	$134,170,094	$142,697,290	$157,027,662	$167,653,053	$177,482,657
Program Revenues									
Governmental Activities									
Charges for Services									
General Government	$ -	$359,682	$295,775	$2,244,273	$323,057	$42,040	$20,865	$14,710	$538,072
Public Safety	-	-	-	288,595	1,337,987	971,735	1,542,554	623,511	489,902
Community Development	-	-	-	-	1,432,847	542,958	383,973	707,417	582,900
Public Works	3,849,689	4,506,380	3,500,346	2,723,312	87,305	25,222	-	25,140	46,475
Parks and Recreation	-	-	-	33,886	103,138	123,396	141,894	130,407	108,676
Operating Contributions and Grants	5,276,337	6,784,641	4,350,197	4,936,244	7,614,490	6,837,298	3,294,055	4,581,713	4,729,860
Capital Contributions and Grants	-	2,013,947	2,539,094	3,110,778	9,952,116	1,570,007	16,769,881	8,238,107	8,945,384
Total Governmental Activities Program Revenues	9,126,026	13,664,650	10,685,412	13,337,088	20,850,940	10,112,656	22,153,222	14,321,005	15,441,269
Business-Type Activities									
Charges for Services									
Water	4,158,011	4,336,235	4,975,974	6,692,648	7,045,506	8,060,343	8,009,824	8,096,551	8,345,593
Wastewater	4,631,299	5,024,280	5,667,928	6,317,205	7,003,379	7,369,120	7,400,961	7,419,760	7,622,341
Hospital	75,348,464	79,882,779	83,311,387	75,492,941	84,339,214	94,771,491	106,897,444	115,799,592	133,547,434
Transit	117,459	123,918	177,257	32,065	31,911	31,901	32,145	28,953	252,665
Solid Waste	3,381,666	3,485,757	3,712,450	3,803,323	3,737,471	1,664,720	1,623,364	1,706,670	1,782,171
Operating Contributions and Grants	567,553	599,429	671,001	414,689	623,509	634,668	636,347	1,076,707	876,773
Capital Contributions and Grants	1,982,392	2,156,278	1,750,619	2,890,620	1,882,104	2,256,806	358,962	328,911	1,118,733
Total Business-Type Activities Program Revenues	90,186,844	95,608,676	100,266,616	95,643,491	104,663,094	114,789,049	124,959,047	134,457,144	153,545,710
Total Primary Government Program Revenues	$99,312,870	$109,273,326	$110,952,028	$108,980,579	$125,514,034	$124,901,705	$147,112,269	$148,778,149	$168,986,979

CITY OF EL CENTRO
CHANGES IN NET ASSETS
LAST NINE FISCAL YEARS

(Accrual Basis of Accounting)

	Fiscal Year								
	2004	2005	2006	2007	2008	2009	2010	2011	2012
Net (Expense)/Revenue									
Governmental Activities	($19,436,636)	($19,018,526)	($23,258,624)	($18,692,453)	($13,108,853)	($23,833,591)	($16,294,905)	($23,418,811)	($20,876,830)
Business-Type Activities	3,683,543	3,084,690	1,722,280	2,152,717	4,452,793	6,038,006	6,379,512	4,543,907	12,381,152
Total Primary Government Net Expense	($15,753,093)	($15,933,836)	($21,536,344)	($16,539,736)	($8,656,060)	($17,795,585)	($9,915,393)	($18,874,904)	($8,495,678)
General Revenues and Other Changes in Net Assets									
Governmental Activities									
Taxes									
Property Taxes	$5,171,397	$5,284,655	$6,127,471	$8,631,946	$9,220,182	$10,350,487	$9,834,917	$9,023,918	$5,672,650
Sales Taxes	7,053,567	6,332,845	7,612,804	7,508,267	10,199,467	9,843,655	8,485,869	10,094,376	11,182,621
Transit Occupancy Taxes	1,027,706	1,166,416	1,200,186	1,324,156	1,471,568	1,198,977	1,235,027	1,343,477	1,560,794
Franchise Taxes	351,091	331,614	363,598	454,036	380,085	393,958	337,914	356,688	337,263
Other Taxes	2,428,314	1,658,315	2,745,709	2,889,719	416,006	332,272	336,024	394,573	415,851
License & Permits	637,015	1,127,931	627,032	356,737	-	-	-	-	-
Fines & Forfeitures	101,186	98,483	308,777	245,420	-	-	-	-	-
Motor Vehicle in Lieu, unrestriced	1,781,480	2,600,576	2,981,075	3,391,770	3,832,539	3,998,996	4,010,814	3,939,780	3,790,879
Revenue From Other Agencies	4,127,411	5,028,182	4,116,950	8,866,645	997,746	981,896	1,222,246	1,176,331	-
Litigation Settlement	-	-	-	-	-	-	-	-	-
Bond/Loan Proceeds less increase in debt	-	-	850,000	-	-	-	-	-	-
Miscellaneous Revenue	-	-	-	-	281,781	280,353	758,889	657,329	94,848
Gain on Sales of Property	250,928	-	-	296,130	-	-	-	-	-
Transfers	-	-	-	-	-	1,778,540	-	203,680	241,920
Loss on Transfer of Assets and Liabilities to RDA Successor Trust Fund	-	-	-	-	-	-	-	-	(8,983,573)
Investment Earnings	1,196,210	1,291,073	1,029,744	2,687,724	3,575,397	1,603,352	595,245	528,188	101,500
Total Governmental Activities	24,126,305	24,920,090	27,963,346	36,652,550	30,374,771	30,762,486	26,816,945	27,718,340	14,414,753
Business-Type Activities									
Investment Earnings	455,959	664,824	876,849	1,742,045	7,128,138	1,971,334	506,146	402,506	411,992
Litigation Settlement	-	-	-	-	-	-	-	550,000	0
Transfers	-	-	-	-	-	(1,778,540)	-	(203,680)	(241,920)
Miscellaneous Revenue	259,105	32,967	(313,868)	-	23,653	-	-	84,765	150,016
Total Business-Type Activities	715,064	697,791	562,981	1,742,045	7,151,791	192,794	506,146	833,591	320,088
Total Primary Government	$24,841,369	$25,617,881	$28,526,327	$38,394,595	$37,526,562	$30,955,280	$27,323,091	$28,551,931	$14,734,841
Change in Net Assets									
Governmental Activities	$4,689,669	$5,901,564	$4,704,722	$17,960,097	$17,265,918	$6,928,895	$10,522,040	$4,299,529	($6,462,077)
Business-Type Activities	4,398,607	3,782,481	2,285,261	3,894,762	11,604,584	6,230,800	6,885,658	5,377,498	12,701,240
Total Primary Government	$9,088,276	$9,684,045	$6,989,983	$21,854,859	$28,870,502	$13,159,695	$17,407,698	$9,677,027	$6,239,163

Source: City of El Centro Finance Department

CITY OF EL CENTRO
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	2									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	$5,000	$5,000	$5,000	$5,000	$5,000	$1,305,150	$1,305,150	$955,150	-	-
Unreserved	2,801,472	3,971,954	5,776,391	8,140,224	12,545,736	11,688,308	5,259,635	4,621,322	-	-
Total General Fund	$2,806,472	$3,976,954	$5,781,391	$8,145,224	$12,550,736	$12,993,458	$6,564,785	$5,576,472	-	-
All Other Governmental Funds										
Reserved Reported In:										
Special Revenue Funds	$35,215	$35,215	$16,267,256	$17,749,096	$24,983,896	$25,355,720	$26,814,384	$23,948,681	-	-
Debt Service Funds	1,847,583	2,867,705	3,644,551	4,865,171	9,649,468	2,765,955	2,657,808	4,117,612	-	-
Capital Projects Funds	-	30,132	$3,356,102	4,189,988	21,228,925	22,559,905	23,353,322	31,894,909	-	-
Unreserved, Reported In:									-	-
Special Revenue Funds	12,550,748	17,433,697	-	-	(5,265)	-	6,951,167	7,006,271	-	-
Debt Service Funds	-	-	-	-	-	8,928,134	10,828,295	9,648,639	-	-
Capital Projects Funds	3,201,568	941,456	-	-	-	(73,380)	38,217	-	-	-
Total All Other Governmental Funds	$17,635,114	$21,308,205	$23,267,909	$26,804,255	$55,857,024	$59,536,334	$70,643,193	$76,616,112	-	-
General Fund										
Nonspendable	-	-	-	-	-	-	-	-	$1,300,000	$0
Committed	-	-	-	-	-	-	-	-	8,259,370	9,077,959
Unassigned	-	-	-	-	-	-	-	-	5,106,157	8,851,696
Total General Fund	$0	$0	$0	$0	$0	$0	$0	$0	$14,665,527	$17,929,655
All Other Governmental Funds										
Restricted Reported In:										
Special Revenue Funds	-	-	-	-	-	-	-	-	$20,662,737	$21,387,592
Debt Service Funds	-	-	-	-	-	-	-	-	25,350,288	11,310,804
Capital Projects Funds	-	-	-	-	-	-	-	-	59,125,015	43,604,215
Committed Reported In:										
Special Revenue Funds	-	-	-	-	-	-	-	-	490,610	492,778
Capital Projects Funds	-	-	-	-	-	-	-	-	1,272,206	1,290,225
Unassigned, Reported In:										
Special Revenue Funds	-	-	-	-	-	-	-	-	(947,740)	(1,171,673)
Total All Other Governmental Funds	$0	$0	$0	$0	$0	$0	$0	$0	$105,953,116	$76,913,941
Total Governmental Funds	$20,441,586	$25,285,159	$29,049,300	$34,949,479	$68,407,760	$72,529,792	$77,207,978	$82,192,584	$120,618,643	$94,843,596

Source: City of El Centro Finance Department

Note: With the implementatin of GASB 54 in fiscal year 2011, the classification of fund balance has been revised.

CITY OF EL CENTRO
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified Accrual Basis of Accounting)

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	$12,134,443	$13,886,789	$13,418,119	$15,737,431	$17,443,206	$19,015,210	$19,339,300	$18,130,565	$18,946,072	$15,890,617
Licenses and Permits	241,692	637,015	1,127,931	627,032	356,737	481,803	168,708	187,286	371,608	302,210
From Other Agencies (Intergovernmental)	9,237,179	11,299,035	13,008,047	13,987,316	21,342,682	14,857,094	15,415,033	14,535,601	19,077,784	16,232,143
Charges for Services	608,583	3,849,689	1,958,357	3,500,346	3,317,257	3,077,913	1,207,941	734,107	1,239,003	944,153
Fines and Forfeitures	125,553	101,186	98,483	308,777	245,420	219,396	220,262	231,871	227,122	278,452
Interest	888,570	450,520	591,073	1,029,744	2,687,724	3,346,291	1,499,315	419,452	383,826	1,020,249
Other	2,289,766	2,282,407	7,323,048	2,312,337	3,380,088	3,202,070	1,399,334	4,802,438	1,671,738	3,902,441
Total Revenues	25,525,786	32,506,641	37,525,058	37,502,983	48,773,114	44,199,777	39,249,893	39,041,320	41,917,153	38,570,265
Expenditures										
Current										
General Government	2,040,425	1,597,453	1,770,274	2,406,970	2,724,653	2,977,024	2,893,665	2,479,476	2,869,602	3,464,573
Public Safety	10,034,059	11,029,835	12,018,704	13,234,287	13,488,447	15,488,462	15,700,953	15,683,668	14,344,787	13,633,473
Public Works	3,249,750	4,563,253	9,719,760	6,200,384	2,970,548	3,802,853	2,426,909	2,381,628	2,559,744	1,645,024
Parks and Recreation	2,499,734	7,467,088	1,835,819	2,357,737	2,283,911	2,910,524	4,621,233	2,702,213	2,548,518	2,472,520
Community Development	4,428,673	2,053,904	6,896,060	5,780,631	5,619,056	5,721,596	5,144,726	8,023,357	5,091,505	5,081,752
Capital Outlay	-	-	-	-	9,300,478	7,147,457	2,714,767	12,850,526	18,946,489	10,275,049
Debt Service										
Principal Retirement	1,065,271	831,862	1,040,944	1,176,114	458,136	152,846	329,520	1,155,000	740,000	2,155,000
Interest and Fiscal Charges	548,867	522,402	510,811	525,529	854,985	1,876,983	2,459,603	3,247,874	3,430,028	3,941,012
Other	658,600	297,271	668,545	771,153	1,512,139	-	-	383,961	397,937	0
Total Expenditures	24,525,379	28,363,068	34,460,917	32,452,805	39,212,353	40,077,745	36,291,376	48,907,703	50,928,610	42,668,403
Excess of Revenues Over (Under) Expenditures	1,000,407	4,143,573	3,064,141	5,050,178	9,560,761	4,122,032	2,958,517	(9,866,383)	(9,011,457)	(4,098,138)
Other Financing Sources (Uses)										
Transfers In	1,670,057	1,179,738	1,204,278	1,731,448	2,065,655	3,289,784	10,145,354	5,493,537	4,740,384	4,581,124
Transfers Out	(1,670,057)	(1,179,738)	(1,204,278)	(1,731,448)	(2,065,655)	(3,289,784)	(8,366,814)	(5,493,537)	(4,536,704)	(4,339,204)
Sales of Property	-	-	-	-	562,002	-	-	266,806	-	-
Issuance of Long Term Debt	-	-	-	-	31,195,000	-	-	14,740,000	47,300,000	0
Original Issue Discount	-	-	-	-	-	-	-	(255,817)	(171,331)	0
Payment of Refunded Bond Escrow Agent	-	-	-	-	(7,785,011)	-	-	-	-	-
Lease Proceeds/Short Term Debt	500,000	700,000	700,000	850,000	-	-	-	-	-	-
Total Other Financing Sources (Uses)	500,000	700,000	700,000	850,000	23,971,991	-	1,778,540	14,750,989	47,332,349	241,920
Extraordinary Item										
Gain/(Loss) on Transfer of Assets and Liabilities to RDA Successor Trust Funds	-	-	-	-	-	-	-	-	-	(21,823,412)
Net Change In Fund Balances	$1,500,407	$4,843,573	$3,764,141	$5,900,178	$33,532,752	$4,122,032	$4,737,057	$4,884,606	$38,320,892	($25,679,630)
Debt Service as a percentage of non-capital expenditures	10.8%	6.1%	6.6%	7.9%	7.6%	6.3%	8.2%	13.3%	14.3%	18.8%

Source: City of El Centro Finance Department

CITY OF EL CENTRO
PROPERTY AD VALOREM TAX ASSESSED VALUES [1]
LAST TEN FISCAL YEARS

Year Ended June 30	Assessed Value [2]	County Tax Rate Per $100	City: Portion of Assessed Value	City: Tax Rate	City: Tax Levy	Redevelopment Agency: Portion of Assessed Value	Redevelopment Agency: Tax Rate	Redevelopment Agency: Tax Levy
2003	994,699,617	1.0000	747,762,354	0.286%	2,136,239	246,937,263	1.010%	2,493,721
2004	1,103,479,034	1.0000	792,816,755	0.279%	2,210,900	310,662,279	1.017%	3,158,365
2005	1,108,588,170	1.0000	767,451,350	0.246%	1,890,762	341,136,820	1.023%	3,488,725
2006	1,367,498,876	1.0000	971,264,895	0.225%	2,182,924	396,233,981	0.820%	3,994,402
2007	1,680,383,466	1.0000	1,253,770,313	0.262%	3,283,938	426,613,153	1.049%	4,474,239
2008	2,008,968,596	1.0000	1,509,497,358	0.214%	3,230,297	499,471,238	1.030%	5,144,949
2009	2,147,314,680	1.0000	1,519,039,128	0.210%	3,184,742	628,275,552	1.019%	6,403,531
2010	2,151,397,593	1.0000	1,481,883,898	0.207%	3,071,242	669,513,695	1.057%	7,074,488
2011	2,103,422,232	1.0000	1,471,969,889	0.208%	3,056,868	631,452,343	1.013%	6,397,159
2012	2,036,731,983	1.0000	1,431,557,030	0.210%	2,999,316	605,174,953	1.016%	6,145,821

[1] Estimated Actual Value of Taxable Property is not available since passage of Proposition 13 in 1978. Property assessed values may rise only to a maximum of 2% per year unless there is new construction or when the property is sold. Consequently, estimated values are not available.

[2] Pursuant to chapter 1207 of the statutes of 1978, "Assessed Value" means 100% of full taxable value.

Source: Imperial County Auditor's/Controller's Office

CITY OF EL CENTRO
DIRECT AND OVERLAPPING PROPERTY TAX RATES
(Rate per $100 of Assessed Value)
LAST TEN FISCAL YEARS

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
City Direct Rates:										
City basic rate	$0.285	$0.278	$0.246	$0.224	$0.261	$0.214	$0.209	$0.207	$0.207	$0.207
Redevelopment Agency	1.012	1.018	1.024	0.820	1.048	1.030	1.019	1.057	1.013	1.013
Total City Direct Rate	1.297	1.296	1.270	1.044	1.309	1.244	1.228	1.264	1.220	1.220
Overlapping Rates:										
Imperial County	0.256	0.254	0.252	0.252	0.254	0.260	0.260	0.260	0.260	0.260
El Centro Elementary District	0.215	0.210	0.206	0.206	0.206	0.214	0.214	0.214	0.214	0.214
Central Union High School	0.216	0.213	0.213	0.213	0.214	0.177	0.177	0.177	0.177	0.177
Imperial Valley College District	0.065	0.087	0.087	0.087	0.087	0.087	0.087	0.087	0.087	0.087
Imperial County School Service	0.019	0.018	0.018	0.018	0.018	0.019	0.019	0.019	0.019	0.019
Central Cemetery District	0.017	0.016	0.016	0.016	0.017	0.017	0.017	0.017	0.017	0.017
Total Direct Rate	2.085	2.096	2.063	1.836	2.105	2.018	2.002	2.038	1.994	1.994

NOTE: In 1978, California voters passed Proposition 13, which sets the property tax rate at a 1.000% fixed amount. This 1.000% is shared by all taxing agencies for which the subject property resides within. In addition to the fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of bonded debt service on the voter-approved School District and Community College bonds.

Source: Imperial County Auditor/Controller's Office

CITY OF EL CENTRO
PRINCIPAL PROPERTY TAXPAYERS
AS OF JUNE 30, 2012 AND 2003

	Fiscal Year 2012			Fiscal Year 2003		
Taxpayer	Assessed Valuation	Percent Of Total Assessed Valuation	Rank	Assessed Valuation	Percent Of Total Assessed Valuation	Rank
I V Plaza LLC (RJFP LLC)	$ 41,743,080	2.05%	1		0.00%	
Imperial Valley Mall II, LP	41,688,231	2.05%	2		0.00%	
RJ Development Co. LLC	19,473,211	0.96%	3	14,810,633	1.49%	1
Wal-Mart Stores Inc.	17,673,882	0.87%	4		0.00%	
Auto Plaza Apartments LLC	16,515,326	0.81%	5		0.00%	
Dillard Stores Services Inc	13,444,860	0.66%	6		0.00%	
Target Corporation	12,997,820	0.64%	7		0.00%	
West Courthouse LLC	11,572,886	0.57%	8		0.00%	
Costco Wholesale Corp	10,310,489	0.51%	9	9,611,051	0.97%	2
Town Center Village LLC	10,197,080	0.50%	10			
CT - El Centro LLC				9,250,000	0.93%	3
Safeway Stores 23 Inc.				6,502,413	0.65%	9
El Centro Motors				7,702,167	0.77%	4
Food 4 Less of California				7,126,383	0.72%	5
Reicher - Lengfeld Limited Partnership				7,054,516	0.71%	6
RRFF Aquistion Company LLC				6,966,600	0.70%	7
Nueva Posada Limited Partnership				6,757,500	0.68%	8
Crown Investments				6,190,377	0.62%	10
	$195,616,865	9.60%		$81,971,640	8.24%	

Source: Imperial County Assessor's Office

CITY OF EL CENTRO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of Levy		Delinquent Tax Collection	Total Collections to Date	
		Total Amount	Percent of Levy		Amount	Percent of Levy
2003	4,629,960	4,485,142	96.87%	-	4,485,142	96.87%
2004	5,369,265	5,171,397	96.31%	-	5,171,397	96.31%
2005	5,379,487	5,284,655	98.24%	-	5,284,655	98.24%
2006	6,177,326	6,127,471	99.19%	-	6,127,471	99.19%
2007	7,758,177	8,631,946	111.26%	-	8,631,946	111.26%
2008	8,375,246	9,107,247	108.74%	-	9,107,247	108.74%
2009	9,588,273	10,262,937	107.04%	-	10,262,937	107.04%
2010	10,145,730	9,744,862	96.05%	-	9,744,862	96.05%
2011	9,454,027	8,929,915	94.46%	-	8,929,915	94.46%
2012	9,145,137	7,745,877	84.70%	-	7,745,877	84.70%

Note: The amounts presented include City property taxes and Redevelopment Agency tax increment.

Source: Imperial County Auditor's/Controller Office

CITY OF EL CENTRO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

	Governmental Activities				Business-Type Activities				
Fiscal Year	General Bonded Debt Outstanding	Capital Leases	Tax Allocation Loan Payable	Total Governmental Activities	Certificates Of Participation	Capital Leases	Revenue Bonds	Notes Payable	Total Business-Type Activities
2003	6,512,417	772,546	500,000	7,784,963	10,509,529	1,953,040	38,831,621	-	51,294,190
2004	5,317,295	615,684	700,000	6,632,979	16,137,416	3,120,163	37,877,134	-	57,134,713
2005	4,355,449	459,739	700,000	5,515,188	15,464,602	3,076,112	36,882,647	-	55,423,361
2006	2,944,829	784,061	850,000	4,578,890	80,392,387	2,816,616	35,843,159	-	119,052,162
2007	21,546,773	202,366	950,000	22,699,139	79,480,477	2,530,211	34,763,672	-	116,774,360
2008	19,500,911	49,520	1,300,000	20,850,431	78,598,687	3,073,735	33,634,185	-	115,306,607
2009	17,428,897	-	1,300,000	18,728,897	77,109,643	4,566,340	32,452,989	-	114,128,972
2010	30,484,373	-	950,000	31,434,373	75,478,128	5,272,848	31,223,502	-	111,974,478
2011	65,302,802	-	1,300,000	66,602,802	73,778,919	7,887,666	29,934,015	1,003,300	112,603,900
2012	10,331,426	-	-	10,331,426	72,436,782	8,525,281	28,585,528	752,300	110,299,891

Fiscal Year	Total Primary Government	Percentage Of Personal Income [1]	Per Capita [1]
2003	$59,079,153	7.1%	$1,493
2004	63,767,692	7.3%	1,592
2005	60,938,549	6.8%	1,487
2006	123,631,052	12.9%	2,943
2007	139,473,499	14.0%	3,315
2008	136,157,038	11.0%	3,143
2009	132,857,869	10.5%	2,999
2010	143,408,851	12.3%	3,376
2011	179,206,702	15.2%	4,166
2012	120,631,317	10.2%	2,780

Note: Details regarding the City's outstanding debt can be found in the Notes to the Financial Statements.

[1] See the table of Population and Unemployment Rate later in this section for personal income and population data.

Source: City of El Centro Finance Department

CITY OF EL CENTRO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	Redevelopment Agency Tax Allocation Bonds	Lease Revenue Bonds	Financing Authority Revenue Bonds	Less: Amounts Available in Debt Service Funds	Total General Bonded Debt Outstanding	Percentage of Assessed Value of Property [1]	Per Capita
2003	8,360,000	0		1,847,583	6,512,417	0.7%	165
2004	8,185,000	0		2,867,705	5,317,295	0.5%	133
2005	8,000,000	0		3,644,551	4,355,449	0.4%	106
2006	7,810,000	0		4,865,171	2,944,829	0.2%	70
2007	31,195,000	0		9,648,227	21,546,773	1.3%	512
2008	31,195,000	0		11,694,089	19,500,911	1.0%	450
2009	30,915,000	0		13,486,103	17,428,897	0.8%	393
2010	30,555,000	13,695,624		13,766,251	30,484,373	1.4%	718
2011	66,340,000	13,387,515	10,925,575	25,350,288	65,302,802	3.1%	1,518
2012	[2]	13,069,406	10,257,393	12,995,375	10,331,426	0.5%	238

[1] Estimated Actual Value of Taxable Property is not available since passage of Proposition 13 in 1978. Property assessed values may rise only to a maximum of 2% per year unless there is new construction or when the property is sold. Consequently, estimated values are not available.

2 Related debt for the Redevelopment Agency has been transferred to the Successor Agency.

Source: City of El Centro Finance Department

CITY OF EL CENTRO
STATEMENT OF DIRECT AND OVERLAPPING DEBT
As of June 30, 2012

2011 - 2012 Assessed Valuation:	$2,036,731,983
Redevelopment Incremental Valuation:	605,174,953
City Adjusted Assessed Valuation	$1,431,557,030

	OUTSTANDING DEBT 6/30/2012	% APPLICABLE	ESTIMATED SHARE OF OUTSTANDING DEBT
OVERLAPPING TAX AND ASSESSMENT DEBT			
El Centro Elementary School District 1992 & 2002 Bonds	$6,160,000	87.00%	$5,359,200
Centro Union High School 1993 Bond	13,375,000	47.00%	6,286,250
Imperial Valley College 2004 Bond	39,173,698	15.00%	5,876,055
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT	58,708,698		17,521,505
TOTAL OVERLAPPING DEBT	$58,708,698		$17,521,505
CITY DIRECT DEBT [1]			10,331,426
TOTAL DIRECT AND OVERLAPPING DEBT [1]			**$27,852,931**

[1] Excludes enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Source: Imperial County Auditor/Controller's Office

CITY OF EL CENTRO
COMPUTATION OF LEGAL DEBT MARGIN
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Total Assessed Valuation	$2,036,731,983
Debt Limit - 15% of Total Assessed Valuation	$305,509,797
Amount of Debt Applicable to the Limit	120,631,317
Legal Debt Margin	$184,878,480

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Debt Limit	Total Debt Applicable	Legal Debt Margin	Total Debt Applicable As A Percentage Of Debt Limit
2003	$149,204,943	59,079,153	$90,125,790	39.6%
2004	165,521,855	63,767,692	101,754,163	38.5%
2005	166,288,226	60,938,549	105,349,677	36.6%
2006	205,124,831	123,631,052	81,493,779	60.3%
2007	252,057,520	139,473,499	112,584,021	55.3%
2008	301,345,289	136,157,038	165,188,251	45.2%
2009	322,097,202	132,857,869	189,239,333	41.2%
2010	322,709,639	143,408,851	179,300,788	44.4%
2011	315,513,335	179,206,702	136,306,633	56.8%
2012	305,509,797	120,631,315	184,878,482	39.5%

Source: City of El Centro Finance Department

CITY OF EL CENTRO
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS

	Certificates of Participation (Water Fund)							Certificates of Participation (Wastewater Fund)						
Year Ended June 30	Water Revenue [1]	Less: Operating Expenses [2]	Net Available Revenue	Principal	Interest	Total Debt Service	Debt Service Coverage	Wastewater Revenue [1]	Less: Operating Expenses [2]	Net Available Revenue	Principal	Interest	Total Debt Service	Debt Service Coverage
2003	3,700,394	3,333,506	366,888	205,446	63,494	268,940	1.36	4,368,951	2,906,375	1,462,576	185,000	485,545	670,545	2.18
2004	4,207,837	3,249,082	958,755	287,619	63,989	351,608	2.73	4,671,759	3,348,581	1,323,178	200,000	477,396	677,396	1.95
2005	4,408,200	3,519,539	888,661	302,192	94,583	396,775	2.24	5,115,277	3,867,372	1,247,905	370,621	571,398	942,019	1.32
2006	5,071,728	4,533,498	538,230	301,775	75,158	376,933	1.43	5,767,446	4,274,172	1,493,274	390,440	572,734	963,174	1.55
2007	7,077,791	4,586,429	2,491,362	169,345	1,252,492	1,421,837	1.75	6,710,963	4,204,570	2,506,393	405,403	1,732,866	2,138,269	1.17
2008	10,258,815	4,772,739	5,486,076	176,275	1,625,062	1,801,337	3.05	10,111,441	4,291,305	5,820,136	705,515	2,077,794	2,783,309	2.09
2009	8,746,874	5,259,361	3,487,513	648,263	1,603,802	2,252,065	1.55	8,233,782	4,439,283	3,794,499	840,780	2,045,574	2,886,354	1.31
2010	8,239,919	4,912,938	3,326,981	660,311	1,577,325	2,237,636	1.49	7,656,046	4,022,221	3,633,825	971,204	2,007,813	2,979,017	1.22
2011	8,279,438	4,857,400	3,422,038	687,420	1,550,621	2,238,041	1.53	7,591,025	4,162,870	3,428,155	1,011,790	1,967,316	2,979,106	1.15
2012	8,540,202	4,818,652	3,721,550	714,592	1,523,095	2,237,687	1.66	7,802,980	4,339,514	3,463,466	1,057,544	1,904,434	2,961,978	1.17

	Revenue Bonds (Hospital Fund)							[3] Redevelopment Agency Tax Allocation Bond				
Year Ended June 30	Hospital Revenue	Less: Operating Expenses [2]	Net Available Revenue	Principal	Interest	Total Debt Service	Debt Service Coverage	Property Tax Increment	Principal	Interest	Total Debt Service	Debt Service Coverage
2003	62,405,258	59,125,882	3,279,376	-	2,980,235	2,980,235	1.10	1,937,498	165,000	476,861	641,861	3.02
2004	75,348,464	69,259,700	6,088,764	975,000	2,005,235	2,980,235	2.04	2,439,386	175,000	468,869	643,869	3.79
2005	79,882,779	73,387,230	6,495,549	1,015,000	1,963,798	2,978,798	2.18	2,752,499	185,000	460,226	645,226	4.27
2006	83,992,429	77,748,347	6,244,082	1,060,000	1,920,000	2,980,000	2.10	3,239,705	190,000	450,990	640,990	5.05
2007	75,492,941	69,726,995	5,765,946	1,100,000	1,875,610	2,975,610	1.94	4,148,981	200,000	653,901	853,901	4.86
2008	84,339,214	76,521,688	7,817,526	1,150,000	1,828,860	2,978,860	2.62	4,417,356	0	1,344,868	1,344,868	3.28
2009	94,771,491	84,101,568	10,669,923	1,200,000	1,796,969	2,996,969	3.56	5,597,472	280,000	1,397,580	1,677,580	3.34
2010	106,897,444	94,597,611	12,299,833	1,250,000	1,726,610	2,976,610	4.13	5,410,352	360,000	1,384,340	1,744,340	3.10
2011	115,799,592	104,595,194	11,204,398	1,310,000	1,670,360	2,980,360	3.76	4,854,230	420,000	1,431,159	1,851,159	2.62
2012	133,547,434	120,995,707	12,551,727	1,369,000	1,610,100	2,979,100	4.21	[3]	[3]	[3]	[3]	[3]

[1] Interest Revenue and Grant Revenue is included for this calculation

[2] Depreciation is eliminated for this calculation.

[3] Redevelopment Agency Tax Allocation Bonds were transferred to the Successor Agency

Source: City of El Centro Finance Department

CITY OF EL CENTRO
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population [1]	Personal Income [2]		Unemployment Rate [2]	Elementary School Enrollment [3]
		Total	Per Capita		
2003	39,567	836,802,483	21,149	18.0%	6,239
2004	40,047	872,784,318	21,794	17.0%	3,277
2005	40,982	893,161,708	21,794	18.0%	6,200
2006	42,002	960,627,742	22,871	15.0%	5,821
2007	42,071	999,480,747	23,757	17.0%	5,732
2008	43,316	1,240,613,556	28,641	22.5%	5,769
2009	44,303	1,270,654,343	28,681	29.4%	5,517
2010	42,480	1,161,488,160	27,342	32.1%	5,352
2011	43,013	1,176,061,446	27,342	29.7%	5,200
2012	43,396	1,186,533,432	27,342	29.4%	5,022

[1] Source: California Department of Finance

[2] Source: California Employement Development Department

[3] Source: El Centro Elementary School District

CITY OF EL CENTRO
PRINCIPAL EMPLOYERS
AS OF JUNE 30, 2012 AND 2001

		Fiscal Year 2012			Fiscal Year 2001 [2]		
Employer	Type Of Business	Employees	Percent of Total Employment	Rank	Employees	Percent of Total Employment	Rank
County of Imperial [1]	Governmental	2,000	3.65%	1	1,350	2.33%	1
Imperial Irrigation District	Water and Power	1,400	2.55%	2	1,135	1.96%	4
Calipatria State Prison	Prison	1,299	2.37%	3	1,190	2.06%	3
Centinela State Prison	Prison	1,268	2.31%	4	1,200	2.07%	2
El Centro School System [1]	Education	1,485	2.71%	5	638	1.10%	7
Homeland Security/U.S. Border Patrol [1]	Government	1,200	2.19%	6	630	1.09%	8
El Centro Regional Medical Center [1]	Hospital	936	1.71%	7	647	1.12%	6
Naval Air Facility	Military	597	1.09%	8	1,100	1.90%	5
Imperial Valley College	Education	502	0.92%	9	521	0.90%	9
Wal Mart [1]	Retail	376	0.69%	10	304	0.53%	10
Costco [1]	Retail	214	0.39%	11	156	0.27%	11
J. C. Penney [1]	Retail	165	0.30%	12			
Cal Energy Operating Co./Ormat	Power	145	0.26%	13			
Lowe's [1]	Retail	120	0.22%	14			
		11,707	21.36%		8,871	15.32%	

"Total Employment" as used above represents the total employment within the County of Imperial

[1] Employers within or near the geographical boundaries of the City of El Centro

[2] Data for the year 2003 is not available and the year 2001 data is the closest data that is available to the year 2003

Source: City of El Centro Economic Development Department

CITY OF EL CENTRO
EMPLOYEES BY FUNCTION (FULL TIME EQUIVALENTS)
LAST TEN FISCAL YEARS

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities										
General Government	21.5	21.5	20.0	23.0	24.0	28.0	28.0	28.0	28.0	25.0
Public Safety	114.0	114.0	109.0	114.5	121.5	127.0	124.0	124.0	124.0	123.0
Public Works	22.3	22.3	12.0	13.3	13.3	13.0	13.0	13.0	13.0	12.2
Parks and Recreation	16.0	16.0	13.0	14.0	15.0	15.0	16.0	16.0	16.0	16.0
Community Development	17.0	17.0	20.0	20.5	21.5	21.0	21.0	23.0	23.0	21.0
Water	24.2	24.2	23.7	22.8	22.8	23.0	23.0	23.0	23.0	20.7
Sewer	19.5	19.5	24.3	23.9	23.9	24.0	24.0	24.0	24.0	23.1
Total Government-Wide Employees	234.5	234.5	222.0	232.0	242.0	251.0	249.0	251.0	251.0	241.0

Source: City of El Centro Finance Department

CITY OF EL CENTRO
CONSTRUCTION ACTIVITY AND BANK DEPOSITS
LAST TEN FISCAL YEARS

			Commercial and Office [1]		Residential Construction [1]		Other Additions and Alterations [1]		
Fiscal Year	Total Permits	Total Valuation	Number Permits	Valuation	Number Permits	Valuation	Number Permits	Valuation	Bank Deposits [2*]
2003	492	37,894,994	125	21,627,094	330	15,882,762	37	385,138	498,353
2004	763	130,863,059	164	78,785,477	543	51,350,427	56	727,155	485,797
2005	1,432	180,074,779	261	48,624,137	1080	130,333,180	91	1,117,462	651,243
2006	787	77,837,746	180	26,717,271	501	47,358,435	106	3,762,040	995,491
2007	698	55,021,009	186	34,921,521	126	$16,510,363	386	3,589,125	1,148,186
2008	701	73,238,974	280	39,305,493	153	$31,561,282	268	2,372,199	808,801
2009	519	19,422,765	157	11,195,149	131	$5,879,269	231	2,348,347	721,134
2010	517	18,162,590	201	14,655,090	103	$2,081,888	213	1,425,612	720,046
2011	463	54,155,698	170	50,808,067	179	$2,532,493	114	815,138	592,763
2012	431	25,073,302	203	17,378,318	161	$7,149,231	67	545,753	632,842

* Amounts expressed in thousands

[1] Source: City of El Centro Building Department

[2] Source: Federal Deposit Insurance Corporation

CITY OF EL CENTRO
CAPITAL ASSETS STATISTICS
BY FUNCTION
LAST TEN FISCAL YEARS

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Number of Police Officers	49	49	48	48	55	58	55	52	52	52
Fire:										
Stations	2	2	2	2	2	2	2	2	2	3
Number of Firefighters	36	36	33	33	37	40	40	40	40	40
Parks and Recreation:										
Parks	12	13	13	13	13	14	14	14	14	14
Community Centers	1	1	1	1	1	1	1	1	1	1
Library	1	1	1	1	1	1	1	1	1	1
Water:										
Number of customers	8,092	8,175	8,775	9,404	9,514	9,519	9,574	9,523	9,674	9,699
Maximum pumping capacity (thousands of gallons)	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	17,000	21,000
Average daily consumption (thousands of gallons)	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Miles of lines and mains	127	131	131	131	131	131	131	131	131	131
Wastewater:										
Maximum treatment capactiy (thousands of gallons)	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000
Average daily flow (thousands of gallons)	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000
Miles of lines and mains	122	129	129	129	129	129	129	129	129	129
Other:										
City Land Area (Square Miles)	9.80	9.80	10.05	10.05	10.05	10.05	10.05	10.05	10.05	10.05
Miles of Storm Drain	26.0	26.0	17.0	26.0	26.0	26.0	26.0	26.0	26.0	26.0
Miles of City Streets	105.0	105.0	105.0	105.0	105.0	105.0	105.0	105.0	105.0	105.0

Source: City of El Centro Finance Department

CITY OF EL CENTRO
DEMANDS FOR CITY SERVICES
LAST TEN FISCAL YEARS

Fiscal Year	Population	Number of Utility Customers	Number of Police Calls - Total	Number of 911 Emergency Calls	Number of Sworn Officers	Number of Fire Calls [1]	Number of Fire Fighters
2003	39,567	8,092	50,368	15,657	49	[2]	36
2004	40,047	8,175	53,846	15,033	49	3,134	36
2005	40,982	8,775	46,830	15,120	48	3,184	33
2006	42,002	9,404	49,274	13,975	48	3,394	33
2007	42,071	9,514	57,034	15,956	55	3,301	37
2008	43,316	9,519	42,832	17,712	58	3,353	40
2009	44,259	9,574	42,781	17,402	55	3,384	40
2010	45,365	9,523	50,302	21,208	52	3,590	40
2011	43,013	9,674	47,302	21,052	52	2,726	40
2012	43,396	9,699	37,249	23,233	52	3,745	40

[1] Includes calls for fires, medical calls, traffic accidents and hazardous conditions.

[2] This information is not available.

Source: City of El Centro Finance Department, Fire Department, and Police Department

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