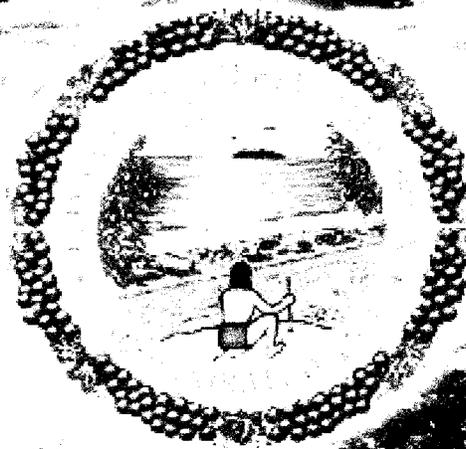


# COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF

**CARPINTERIA**



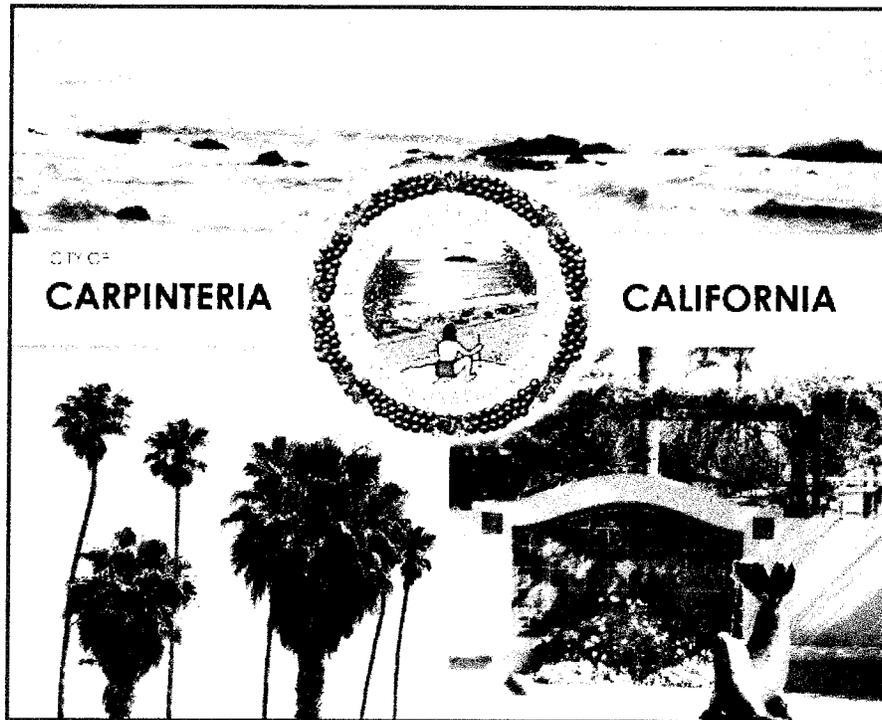
**CALIFORNIA**



FINANCIAL REPORT  
JUNE 30, 2011

**CITY OF CARPINTERIA, CALIFORNIA**  
**Comprehensive Annual Financial Report**  
**for the**  
**Fiscal Year Ended June 30, 2011**

**Prepared By the Department of Administrative Services**



# Introductory Section



**CITY OF CARPINTERIA**  
**Comprehensive Annual Financial Report**  
**for the**  
**Fiscal Year Ended June 30, 2011**

**Table of Contents**

	<b><u>Page</u></b>
<b>INTRODUCTORY SECTION</b>	
Table of Contents	i
Letter of Transmittal	v
List of Principal Officials	viii
Organization chart	ix
Certificate of Achievement for Excellence in Financial Reporting	x
<b>FINANCIAL SECTION</b>	
Report of Independent Accountants	1
Management's Discussion and Analysis	2
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet Governmental Funds	15
Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds	16
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities	17
Notes to the Basic Financial Statements	18

**CITY OF CARPINTERIA**  
**Comprehensive Annual Financial Report**  
**for the**  
**Fiscal Year Ended June 30, 2011**

**Table of Contents**

**REQUIRED SUPPLEMENTAL INFORMATION SECTION**

Budgetary Comparison Schedule - General Fund	32
Note to RSI: Note A - Explanation of Differences Between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures	33
Budgetary Comparison Schedule- Development Impact Fee Special Revenue Fund	34
Budgetary Comparison Schedule- Revolving Special Revenue Fund	35
Schedule of Funding Progress - Other Post Employment Benefits	36

**SUPPLEMENTAL SECTION**

Combining Statements and Individual Fund Schedules:

Combining Balance Sheet Nonmajor Governmental Funds	37
Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds	39
Schedules of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Budgetary Basis) Nonmajor Governmental Funds	
Traffic Safety Fund	41
Equipment Replacement Fund	42
Park Development Fund	43
Park Maintenance Fund	44
Gas Tax Fund	45
Local Transportation Fund	46
Tidelands Fund	47
Street Lighting Fund	48
Right of Way Fund	49
Parking and Business Improvement Fund	50

**CITY OF CARPINTERIA  
Comprehensive Annual Financial Report  
for the  
Fiscal Year Ended June 30, 2011**

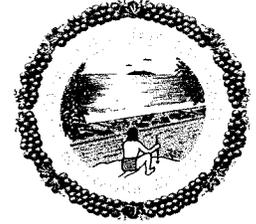
**Table of Contents**

<b>SUPPLEMENTAL SECTION(Continued)</b>	<b>Page</b>
Schedules of Revenues, Expenditures and Changes in Fund Balances Budget and Actual(Budgetary Basis) Nonmajor Governmental Funds	
AB939 Fund	51
Measure D Fund	52
Measure A Fund	53
Recreation Programs Fund	54
Capital Assets Used in Operation of Governmental Funds	
Comparative Schedule of General Capital Assets By Source	55
Schedule of Changes in General Capital Assets By Source	56
Schedule of General Capital Assets By Function and Activity.	57
 <b>STATISTICAL SECTION</b>	 <b><u>Schedule</u></b>
<i>Financial Trends Information</i>	
Schedule of Net Assets by Component - Last Nine Fiscal Years	1 58
Schedule of Changes in Net Assets - Last Nine Fiscal Years	2 59-60
Schedule of Fund Balances All Governmental Funds - Last Nine Fiscal Years	3 61
Schedule of Revenues, Expenditures and Changes in Fund Balances and Debt Service Ratio - Last Ten Fiscal Years	4 62
<i>Revenue Capacity Information</i>	
Assessed and Estimated Actual Value of Property - Last Ten Fiscal Years	5 63
Direct and Overlapping Tax Rates - Last Ten Fiscal Years	6 64
Principal Property Tax Payers - Last Ten Fiscal Years	7 65
Property Tax Levies and Collections - Last ten Fiscal Years	8 66

**CITY OF CARPINTERIA**  
**Comprehensive Annual Financial Report**  
**for the**  
**Fiscal Year Ended June 30, 2011**

**Table of Contents**

	<u>Schedule</u>	<u>Page</u>
<b>STATISTICAL SECTION(Continued)</b>		
<i>Revenue Capacity Information (continued)</i>		
Principal Sales Tax Generators By Industry - Last Ten Fiscal Years	9	67
Sales Tax Revenue Base Data - Last Ten Fiscal Years	10	68
Transient Occupancy Tax Revenue Base Data - Last Ten Fiscal Years	11	69
Principal Transient Occupancy Tax Payers By Class-Last Ten Fiscal Years	12	70
Principal Transient Occupancy Tax Payers - Last Ten Fiscal Years	13	71
<i>Debt Capacity Information</i>		
Ratio of Outstanding Debt By Type - Last Ten Fiscal Years	14	72
Ratio of General Bonded Debt -Last Ten Fiscal Years	15	73
Direct and Overlapping Governmental Activities Debt - Current Year	16	74
Legal Debt Margin - Last Ten Fiscal Years	17	75
Pledged Revenue Coverage - Last Ten Fiscal Years	18	76
<i>Demographic and Economic Information</i>		
Demographic and Economic Statistics - Last Ten Fiscal Years	19	77
Principal Employers - Last Four Fiscal Year	20	78
Number of Full-Time Equivalent City Employees - Last Ten Fiscal Years	21	79
Operating Indicators - Last Ten Fiscal Years	22	80
Capital Asset Statistics - Last Ten Fiscal Years	23	81



December 31, 2011

To the Honorable Mayor, Members of  
the City Council and Citizens  
of the City of Carpinteria

The City follows a policy of preparing a complete set of financial statements in conformity with U. S. generally accepted accounting principles after the end of each fiscal year. This report is published to fulfill that policy for the fiscal year ended June 30, 2011.

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

The firm of Terry E. Krieg, Certified Public Accountant, has issued an unqualified independent auditor's report on the City of Carpinteria's financial statements for the fiscal year ended June 30, 2011. The independent auditor's report is located at the front of the financial section of this report.

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

## PROFILE OF THE CITY AND ITS OPERATIONS

The City of Carpinteria was incorporated in 1965. The City is located on the Central Coast of California about 100 miles north of Los Angeles. The City is within about ten minutes of driving time from the downtown area of the City of Santa Barbara which is visited annually by substantial numbers of tourists seeking to enjoy the area's moderate climate, ocean views and sunsets, fine restaurants, and the relaxing atmosphere unique to coastal communities.

The City is home to about 13,100 individuals, and most of the City is residential. The City's population has been growing by a rate of about 2 percent a year. Major commercial and industrial development has been restrained by economic conditions.

The City operates under a council-manager form of government. Policy making and legislative authority are vested in the City Council consisting of the Mayor and four other elected Council members. The Council is responsible, among other matters, for passing ordinances, adopting the City budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the daily operations of the City and for appointing other employees and otherwise managing daily operations of the City. The Council is elected to four year staggered terms.

The City provides a full range of municipal services including police protection; construction and maintenance of City streets, storm drains, bridges and similar infrastructure type assets; park maintenance; community recreation activities.

The City's annual budget serves as the foundation for the City of Carpinteria's financial planning and control system. All departments of the City submit requests for appropriations to the City Manager each year. The Manager uses these requests as a starting point for developing a proposed budget. The Manager presents a proposed budget to the City Council each year. The Council holds public hearings on the proposed budget and then ultimately adopts a formal budget. The budget is adopted by fund, function,

department and object. The Council periodically reviews during the fiscal year the City's actual financial activity in relationship to the original budget, and as necessary amends the original budget to reflect changing conditions.

The General Fund, the Development Impact Fee Fund and the Revolving Fund, all deemed major funds under the new reporting standards, are presented as required supplementary information in a separate section of this report immediately following the notes to the financial statements. For the City's other governmental-type funds a budget to actual comparison schedule is presented as optional information in the section of this report containing combining financial statements and individual fund schedules.

#### Local Economy

The City is located in a beautiful area of the Central Coast and the City limits encompass beaches on the Pacific Ocean. Several lodging establishments, fine restaurants, a downtown with shops reflecting an attractive and enjoyable small City environment, are for the most part within walking distance of the City's beaches on the Pacific Ocean. About 89 percent of the City's general fund revenues come from the local hotel tax, sales tax revenues, franchise and local property taxes. In fiscal 2011 the City experienced about a 6% decrease (about \$458,000) in its general fund revenues. Most of the decline was in the area of lower sales tax, property tax, and investment revenues.

The City expects that hotel tax and sales tax revenues will not grow significantly in the 2012 fiscal year; but we do expect that these revenues will remain stable with modest growth. The City plans to monitor closely these revenue sources in 2012 given recent economic and events at the State level in order to evaluate the viability of the City's 2012 financial plan.

The City is particularly concerned with the financial condition of the State of California. The City has sufficient cash resources to sustain its operations, but this situation might worsen if the State of California's financial situation does not improve in the near future.

#### Long-Term Financial Planning

The City has identified some \$136 million in capital projects to be completed in the foreseeable future. These include about \$ 96 million for Highway 101 interchange projects, \$10 million for community center projects, \$5 million for storm drain improvements, \$16 million for local street projects and \$9 million for other local projects. While the general fund ended fiscal 2010 with about a \$ 7.6 million fund balance, the City believes that some of this can be used for future capital improvements. The City also has about \$2.27 million in the Development Impact Fee Fund which monies will specifically be used for future projects, mainly street infrastructure. While some financial resources are currently available to meet the City's long-range needs, the City will need to evaluate its capital and infrastructure improvement needs and may find it necessary to obtain long-term debt financing to be able to complete the planned projects.

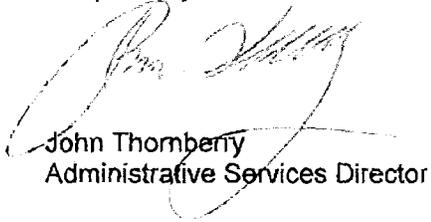
#### Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Carpinteria for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2010. In order to receive this award, the City published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a one year period only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and administration departments. We would like to express our appreciation to

all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the Mayor the Members of the City Council and the City Manager for their continued support for maintaining the highest standards of professionalism in the management of the City of Carpinteria's financial affairs.

Respectfully submitted,



John Thornberry  
Administrative Services Director

**CITY OF CARPINTERIA**

**List of Principal Officials**

**June 30, 2011**

**CITY COUNCIL**

Mayor  
Vice Mayor  
Councilmember  
Councilmember  
Councilmember

Al Clark  
J. Bradley Stein  
Joe Armendariz  
Gregg Carty  
Kathleen Reddington

**APPOINTED OFFICIALS**

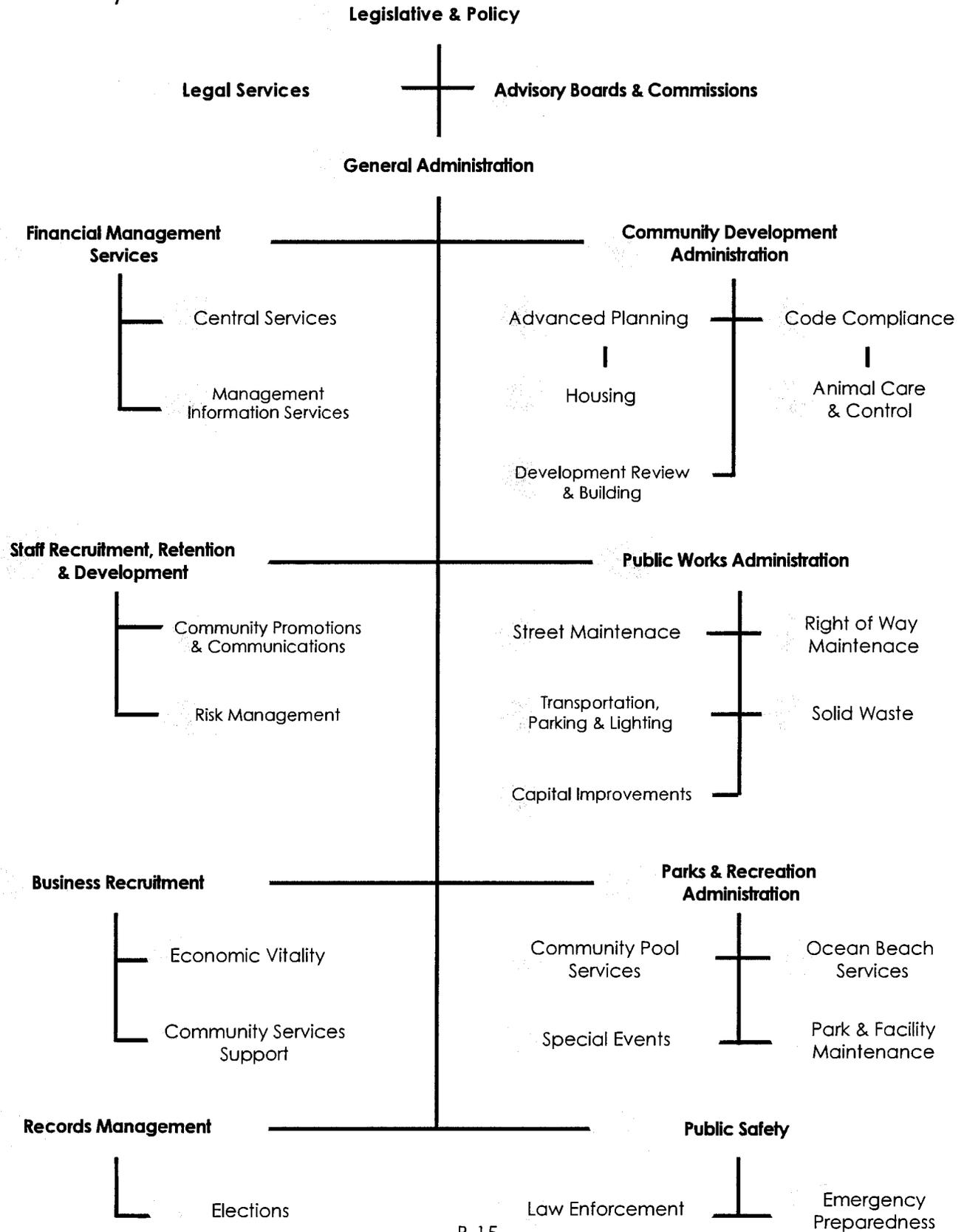
City Manager  
City Attorney  
Administrative Services Director  
City Clerk  
Public Works Director/Engineer  
Parks and Recreation Director  
Community Development Director

Dave Durlinger  
Peter N. Brown  
John Thornberry  
Fidela Garcia  
Charles Ebeling  
Matthew Roberts  
Jackie Campbell

**BOARDS AND COMMISSIONS**

Planning Commission  
Parking and Business Improvement Area  
Architectural Review  
Tree Advisory  
Mobile Home Rent Stabilization  
Personnel

City of Carpinteria  
**Functional Organizational Chart**  
 (2010-11)



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Carpinteria  
California

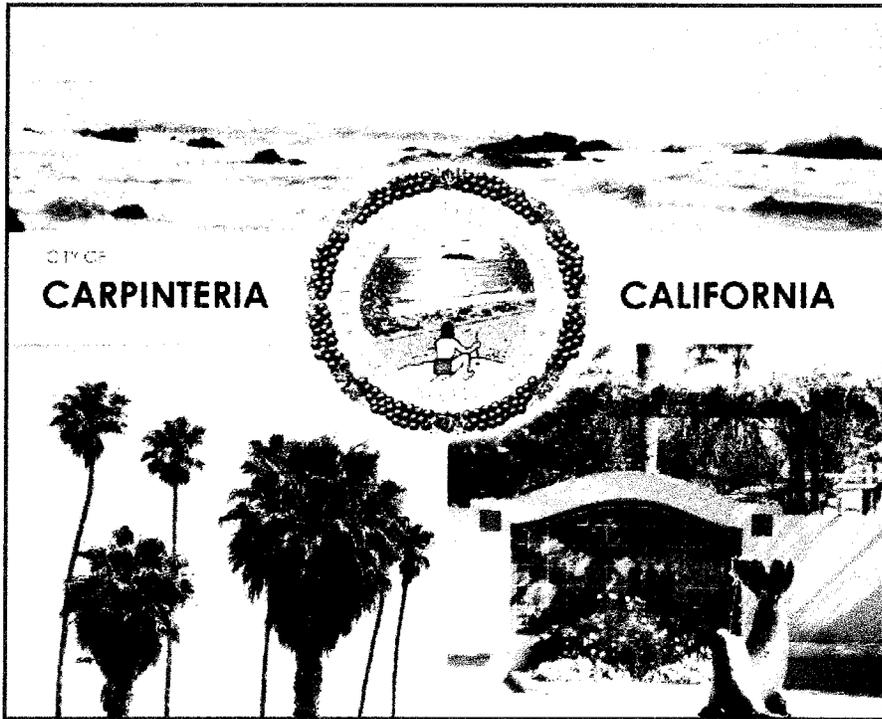
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2010

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



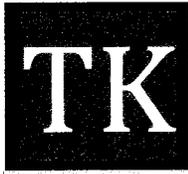
President

Executive Director



# Financial Section





**Terry E. Krieg, CPA**  
**Certified Public Accountant**

Independent Auditor's Report

Honorable Mayor and Members  
of the City Council  
City of Carpinteria  
Carpinteria, California

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Carpinteria, California, as of and for the year ended June 30, 2011 which collectively comprise the City's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the City of Carpinteria's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller of the United States. Those standards require that I 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 significant estimates made by management as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Carpinteria, California, as of June 30, 2011, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

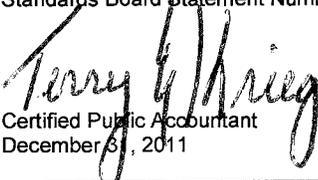
In accordance with Government Auditing Standards, I have also issued my report dated December 31, 2011 on my consideration of the City of Carpinteria's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my 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 my audit.

Accounting principles generally accepted in the United States of America require that the Management Discussion and Analysis, Budgetary Comparison Information, and Schedule of Funding Progress on pages 2 through 11 and pages 32 through 36 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express or provide any assurance.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Carpinteria's basic financial statements. The accompanying combining nonmajor fund financial statements, individual fund schedules, and schedules of capital assets are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Carpinteria's basic financial statements. The accompanying introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, I do not express an opinion or provide any assurance on it.

As discussed in note 5-G to these financial statements, the City in fiscal year 2011, implemented the provisions of Governmental Accounting Standards Board Statement Number 54, titled, Fund Balance Reporting and Governmental Fund Type Definitions.

  
Certified Public Accountant  
December 31, 2011

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131-A Stony Circle, Suite 500, Santa Rosa, California 95401  
P: 707-544-5684 E: Kriegcpa@msn.com

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

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This section of the *City of Carpinteria's* annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended on June 30, 2011. Please read it in conjunction with the City's audited financial statements, which follow this section.

### FINANCIAL HIGHLIGHTS

- The City's total net assets increased by about \$431,000 over the course of this year's operations after conducting all City operations and programs.
- Overall City-wide revenues from all governmental activities decreased by about \$459,000 compared to the 2010 fiscal year. City impact fees, related to development, declined by about \$650,000 in fiscal 2011 and sales tax revenues dropped off by about \$275,000 all reflective of the general economic slowdown. Those revenue declines were offset by a one-time \$596,000 federal stimulus grant for road and street improvements.
- The City's total expense of all programs in fiscal 2011 decreased by a net \$400,000 compared to fiscal 2010.
- The general fund reported a fund balance of about \$ 7.16 million at the end of the 2011 year compared to \$7.61 million at the end of fiscal 2010. General fund expenditures exceeded general fund revenues as did transfers out as subsidies to other special funds resulting in the decrease in fund balance.
- The City also ended the fiscal year with \$1.89 million reported in its major development impact fee fund which monies are set aside for future infrastructure improvements. This was about a \$385,000 net decrease compared to the end of fiscal 2010. The City's other non-major governmental funds ended 2011 with about \$ 3.28 million available for special purposes; an increase of about \$128,000 compared to the end of fiscal 2010.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of five parts – *an introductory section, management's discussion and analysis* (this section), the *basic financial statements, required supplementary information*, and an optional section that presents *combining statements* for nonmajor governmental funds and statistical information. The basic financial statements include two kinds of statements that present different views of the City:

The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the City's *overall* financial status .The remaining statements are *fund financial statements* that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

- The *governmental funds* statements tell how *general government* services like public safety, recreation, public works, parks and general operations were financed in the *short term* as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining statements that provide details about nonmajor funds, each of which are added together and presented in single columns in the basic financial statements.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Figure A-1

<b>Major Features of City of Carpinteria's Government-Wide and Fund Financial Statements</b>		
	Government-Wide Statements	Fund Statements
		Governmental Funds
<u>Scope</u>	Entire City government	The activities of the City that are not proprietary or fiduciary, such as police, parks, public works, streets, recreation programs and general administration
<u>Required financial statements</u>	<ul style="list-style-type: none"> <li>• Statement of net assets</li> <li>• Statement of activities</li> </ul>	<ul style="list-style-type: none"> <li>• Balance sheet</li> <li>• Statement of revenues, expenditures, and changes in fund balances</li> </ul>
<u>Accounting basis and measurement focus</u>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus
<u>Type of asset/liability information</u>	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included
<u>Type of inflow/outflow information</u>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter

**Government-Wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City of Carpinteria's finances in a manner similar to the financial reporting methods used by private-sector businesses. The *statement of net assets* includes *all* the City of Carpinteria's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Carpinteria is improving or deteriorating. The *statement of activities* presents information showing how the City'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 cash flows*.

---

## MANAGEMENT'S DISCUSSION AND ANALYSIS

---

Both of the government-wide financial statements distinguish functions of the City of Carpinteria that are principally supported by taxes and intergovernmental revenues (the governmental activities) from other functions that are designed to recover a significant portion of their costs through user fees (the business-type activities).

The government-wide financial statements of the City are reported in one category:

- *Governmental activities* – All of the City's basic services are included here, such as the police, public works, parks, streets, and general administration. Property taxes, sales taxes, transient occupancy taxes, special and other taxes, user charges and fees and state, local and federal grants finance these activities.

### Fund Financial Statements

The fund financial statements provide more detailed information about the City's most significant funds – not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law such as the State Gas Tax Fund.
- Most other funds are maintained to demonstrate that the City is properly using certain specific taxes and restricted revenues for their intended purpose (such as the City's street lighting tax and landscape maintenance tax funds).
- Other funds are maintained for similar purposes but in addition demonstrate the City's ability to repay its long-term debt obligations such as the certificates of participation debt service fund.

The City has one type of fund:

- *Governmental funds* – The City's basic services are included in governmental funds, which focus on (1) *how cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term view* that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, additional information is provided at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences) between them.

The City of Carpinteria has several 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 City's general fund, development impact fees fund, and the revolving fund all of which are considered to be major funds. Data for the other governmental funds are combined into a single, aggregated presentation. Individual fund data for these other nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

---

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

---

**NOTES TO THE FINANCIAL STATEMENTS**

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes are found immediately after the basic financial statements.

**OTHER INFORMATION**

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City of Carpinteria's adopted and final budgets, compared to actual results, for the City's general fund, development impact fee fund, and revolving fund. The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (The City as a Whole)**

**Net Assets.** The City's *combined* net assets increased about \$ 431,100 between fiscal years 2010 and 2011. (See Table A-1.)

**TABLE A-1  
CITY OF CARPINTERIA'S NET ASSETS (In rounded dollars)**

	Governmental Activities		Percentage Change
	<u>2011</u>	<u>2010</u>	<u>2010-2011</u>
Current and other assets	\$13,454,000	\$ 14,414,400	-6.6%
Capital assets	<u>16,785,100</u>	<u>15,433,700</u>	8.8%
<b>Total assets</b>	<b>30,239,100</b>	<b>29,848,100</b>	<b>1.3%</b>
Long-term debt outstanding	1,035,000	1,155,000	-10.4%
Other liabilities	<u>1,750,500</u>	<u>1,670,600</u>	4.8%
<b>Total liabilities</b>	<b>2,785,500</b>	<b>2,825,600</b>	<b>-1.4%</b>
Net assets			
Invested in capital assets, net of related debt	15,750,100	14,278,700	10.3%
Restricted	5,509,100	5,795,500	-4.9%
Unrestricted	<u>6,194,400</u>	<u>6,948,300</u>	-10.8%
<b>Total net assets</b>	<b><u>\$ 27,453,600</u></b>	<b><u>\$ 27,022,500</u></b>	<b>1.6%</b>

Net assets of the City's governmental activities increased 1.6 percent to \$ 27.45 million. About 57 % of the net assets relating to governmental activities are represented by the City's net investment in its capital assets such as buildings, land, equipment and facilities. The remaining 43% is essentially represented by cash, investments and receivables. About 37% of the City's total liabilities are represented by long-term obligations such as the certificates of participation.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS (The City as a Whole)**

**Changes in net assets.** The City's 2011 total revenues of about \$ 10.9 million decreased by about \$459,000 compared to 2010 as a result of decreases in grants and allocations from other governments, lower tax revenues and lower investment income. (See Table A-2.). About 60 percent of the City's revenue comes from some type of tax including property, sales, and other taxes. The rest comes from fees charged for services, state, local and federal aid, and contributions.

The total cost of all programs and services in fiscal 2011 was about \$ 10.4 million and includes a wide range of services such as police protection, streets, public works, general administration and recreation related services.

The Sources of the City's major types of revenue and the areas where such resources are used is shown below in summary graphic form:



**Governmental Activities**

Revenues from all activities decreased in fiscal 2011 by about \$459,000 while expenses of all City programs decreased by about \$400,000 to about \$10.44 million.

The net decline in total revenues was a combination of about a \$715,000 decline in charges for services (one-time development impact fees) along with about a \$800,000 increase in grant revenues and a \$275,000 decline in sales tax revenues.

As the above graph shows, the City's primary sources of revenue come from some kind of tax. Charges for services account for only about 14 % of the City's total revenue stream. The City depends heavily upon transient occupancy taxes (hotel tax), sales taxes, special local taxes and local property tax revenues to fund the costs of City programs.

The majority of the City's operating expenses are incurred to provide police protection and general operational costs of the City. Combined, safety and administration account for 66 percent of the City's total 2011 operating expenses. Another 34 percent of the City's 2010 operating expenses were incurred to provide street maintenance, landscaping, and lighting.

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS (The City as a Whole)**

**Table A-2  
Changes in City of Carpinteria's Net Assets  
(In rounded dollars)**

	Governmental Activities		Total Percentage Change
	2011	2010	2010-2011
<b>Revenues</b>			
Program revenues			
Charges for services	\$1,556,700	\$ 2,272,600	31.5%
Grants and contributions	2,472,800	1,683,100	46.9%
General revenues			
Property taxes	2,581,800	2,553,700	1.1%
Sales taxes	1,610,900	1,886,300	-14.6%
Hotel tax(TOT)	1,306,000	1,262,400	3.5%
Other	1,346,700	1,675,800	-19.6%
<b>Total revenues</b>	<b>10,874,900</b>	<b>11,333,900</b>	<b>-4.0%</b>
<b>Expenses</b>			
General government	3,519,600	3,723,200	-5.5%
Public safety	3,340,800	3,163,100	5.6%
Recreation and parks	1,548,100	1,588,500	-2.5%
Public works/streets	1,983,500	2,308,900	-14.1%
Other	51,800	60,500	-14.4%
<b>Total expenses</b>	<b>10,443,800</b>	<b>10,844,200</b>	<b>-3.7%</b>
<b>Increase (decrease) in net assets</b>	<b>431,100</b>	<b>489,700</b>	<b>-12.0%</b>
Net assets, beginning	27,022,500	26,532,800	
<b>Net assets, ending</b>	<b>\$ 27,453,600</b>	<b>\$ 27,022,500</b>	<b>1.6%</b>

The increase in the change in net assets for 2011 compared to 2010 was directly related to the decrease in total expenses (spending) being less than the decline in total revenues.

While the hotel tax revenues increased slightly in fiscal 2011, sales tax revenues exceeded budgetary estimates but were still lower than last fiscal year indicating that our local economy has still not recovered from the general economic slowdown.

Table A-3 presents the cost of each of the City's four largest programs – administration or general government, public safety, public works and parks.

- The cost of all *governmental* activities this year was \$ 10,443,800 compared to \$10,844,200 in fiscal 2010.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**GOVERNMENT WIDE FINANCIAL ANALYSIS (The City as a Whole)**

- While users and contributors funded about \$ 4.0 million of the costs of city programs through related program revenues, the City still had to fund the short fall from general revenues such as taxes and this short fall was about an additional \$6.4 million. Major sources of program revenues were:
  - Those who directly benefited from or used the programs (\$ 1.56 million), or
  - Other governments and organizations that subsidized certain programs with grants and contributions (about \$ 2.47 million).
- The City paid for the \$ 6.4 million “public benefit” portion with property taxes, sales taxes, other tax revenues and investment earnings.

**Table A-3  
Cost of City of Carpinteria's Governmental Activities  
(In rounded dollars)**

	Total Cost of Services		Percentage Change
	2011	2010	2010-2011
General Government	3,519,600	\$ 3,723,200	-5.5%
Public Safety	3,340,800	3,163,100	5.6%
Parks and recreation	1,548,400	1,588,500	-2.5%
Public Works/streets	1,983,200	2,308,900	-14.1%
All other	51,800	60,500	-14.4%
<b>Total</b>	<b>\$ 10,443,800</b>	<b>\$ 10,844,200</b>	<b>-3.7%</b>

Overall, spending in total decreased in fiscal 2011 by about 3.7% compared to expenses incurred in fiscal 2010. The largest changes were about \$325,000 less in the street maintenance area and about \$204,000 less in general government costs.

The drop off in general government costs was caused mainly by lower legal fees as a result of an end to the costs of opposing local initiatives relating to coastal oil facilities. Carpinteria is a coastal community and was actively involved in evaluating and assessing the potential impacts of the expansion of oil facilities.

The other most significant expense increase was about \$177,700 in public safety costs as a result of normal cost level increases in this program area.

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

As the City completed the year, its governmental funds reported a *combined* fund balance of about \$12.36 million, compared to about \$13.05 million at the end of fiscal 2010. The City's general fund operations generated \$253,800 less in revenues than was spent on governmental activities. The City transferred a net total of \$ 192,890 out of the general fund and into other funds. Most of this went to pay debt service on the certificates of participation and the remainder was transferred to other special funds to subsidize their operations where revenue generation was insufficient. At year end, the City's general fund had a fund balance of about \$ 7.16 million. Within the general fund balance, the City has designated about \$2.35 million for future projects and public education and contingencies leaving about \$ 4.81 million available to start the next fiscal year.

The City's other major funds, the development impact fee and revolving funds, ended the 2011 year with a fund balance of \$ 1.89 million and \$26,276, respectively. These monies are legally restricted for future infrastructure projects related to streets, bridges, highways, parks and other capital assets projects and cannot be used to pay for general governmental operations. In addition, the City's nonmajor governmental funds ended the 2011 fiscal year with a combined fund balance of \$ 3.28 million. Of this \$3.28 million, about \$2.9 million is in special funds where the monies are to be used for street projects and other special projects.

**General Fund Budgetary Highlights**

Over the course of the year, the City Council revised the City budget several times. The budget amendments fall into two categories: changes made at the midyear budget review for unanticipated revenues and costs and increases in appropriations to prevent budget overruns. Even with these adjustments, actual general fund expenditures (excluding transfers between funds) were less than final budget amounts by about \$ 201,222; as a result of lower than anticipated spending. Major revenue budget changes were a \$359,000 decrease in budgeted sales tax revenues.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of 2011, the City had invested \$ 16.78 million in a broad range of capital assets, including land, equipment, vehicles, buildings, park facilities, the City pool and other assets. (See Table A-4.) This amount represents a net increase (including additions and deductions) of about \$ 1,351,500 over last year.

**Table A-4  
City of Carpinteria -Changes in Capital  
Assets (In rounded dollars)**

	Total		Total Percentage Change
	2011	2010	2010-2011
Land and site improvements	\$ 10,183,600	\$ 10,183,600	0.0%
Buildings and pool	1,430,200	1,518,000	-5.8%
Machinery and equipment	157,300	181,800	-13.5%
Streets and improvements	4,103,200	3,402,700	20.6%
Vehicles	124,200	147,500	-15.8%
Construction in progress	786,600	-	NA
<b>Total</b>	<b>\$ 16,785,100</b>	<b>\$ 15,433,600</b>	<b>8.8%</b>

**This year's major capital assets additions included:**

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

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The City had significant capital asset financial activity in fiscal year 2011 as the City added \$817,627 in completed projects and improvements to City facilities.

Details on capital asset activity are shown on page 25 of this report in the notes to the basic financial statements.

The City in fiscal year 2011 had financial transactions which qualified to be capitalized as a capital asset under the City's Infrastructure Accounting Policy. This policy requires that the City identify, account for, assign depreciable lives, and calculate depreciation on infrastructure type capital assets. The City has determined that infrastructure systems applicable to the City include streets, roads, bridges, and street lighting systems with an initial cost of at least \$ 50,000. Also costs incurred to preserve or expand the capacity of infrastructure installed prior to 2002 will qualify under this policy to be reported as capital assets.

The City has not recaptured or reported the estimated and or historical costs of other major infrastructure assets put in service subsequent to fiscal year 1980 and prior to 2002. The City, as a Phase 3 Implementation Government, is not required to do so under accounting principles generally accepted in the United States.

### **Long - Term Debt**

At the end of 2011, the City's only form of long-term debt securities consisted of \$1,035,000 in certificates of participation issued by the City's Improvement Corporation (a blended component unit) under a leasing arrangement with the City. All required debt service payments have been made as required in fiscal 2011. Details on long-term debt are presented on pages 26 and 27 of this report in the notes to the basic financial statements.

### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

For the 2012 fiscal year, general fund revenue projections have been conservative compared to higher revenue projections in the past years.

- Overall general fund revenues are projected to be \$14,751 more than fiscal year 2011 actual amounts. There are no significant planned changes in tax rates or in other forms of revenue subject to adjustment by the City
- The City expects that general fund revenues will be less than general fund spending in fiscal 2012 by about \$ 202,000. Any spending shortfall will be financed from general fund reserves.

General fund 2012 budgeted appropriations are set at \$ 7.07 million. This is about \$36,900 more than 2011 actual expenditures. In fiscal 2012, total City spending is expected to be about 11,677,934 or about \$106,600 more than 2011 actual.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Administrative Services Director, City of Carpinteria, 5775 Carpinteria Avenue, Carpinteria, California 93013.

**CITY OF CARPINTERIA**  
**Statement of Net Assets**  
**June 30, 2011**

	<u>Governmental Activities</u>
	<u>2011</u>
<b>ASSETS</b>	
Current assets:	
Cash and investments	\$ 12,508,373
Net receivables	687,597
Prepayments	115,392
Inventories	<u>11,136</u>
Total current assets	<u>13,322,498</u>
Noncurrent assets:	
Notes receivable	131,500
Capital assets not being depreciated	10,970,213
Net capital assets being depreciated	<u>5,814,846</u>
Total noncurrent assets	<u>16,916,559</u>
Total assets	<u><u>\$ 30,239,057</u></u>
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	\$ 293,822
Accrued liabilities	64,442
Compensated absences	30,000
Deposits	407,689
Unearned revenue	201,476
Accrued interest payable	16,649
Certificates	<u>125,000</u>
Total current liabilities	<u>1,139,078</u>
Noncurrent liabilities:	
Compensated absences	20,029
Net other post employment benefit obligation	716,363
Certificates due in more than one year	<u>910,000</u>
Total noncurrent liabilities	<u>1,646,392</u>
Total liabilities	<u>2,785,470</u>
<b>NET ASSETS</b>	
Invested in capital assets, net of related debt	15,750,059
Restricted for:	
Capital projects	1,891,292
Public education and communications	324,734
Debt service	188,941
Street maintenance and improvements	2,844,946
Recycling	259,236
Unrestricted	<u>6,194,379</u>
Total net assets	<u>27,453,587</u>
Total liabilities and net assets	<u><u>\$ 30,239,057</u></u>

See accompanying notes to the basic financial statements

**CITY OF CARPINTERIA**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2011**

	<b>Program Revenues</b>			
<b>Functions/Programs</b>	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
City government				
Governmental activities:				
<b>General government</b>	\$ 3,519,612	\$ 399,380	\$ -	\$ 3,546
<b>Public safety:</b>				
Police protection	3,340,770	106,548	-	65,645
<b>Public works:</b>				
Public works administration	397,090	81,571	-	71,810
Streets	1,586,109	230,973	994,191	671,535
<b>Parks and recreation:</b>				
Parks and recreation	1,548,443	738,189	200,000	466,083
<b>Interest on long-term debt</b>	51,822	-	-	-
Total governmental activities	10,443,846	1,556,661	1,194,191	1,278,619
 Total City government	 \$ 10,443,846	 \$1,556,661	 \$ 1,194,191	 \$ 1,278,619

General revenues:

Taxes:

  Property taxes

  Sales taxes

  Franchise taxes

  Park maintenance taxes

  Street lighting taxes

  Transient occupancy taxes

  Other taxes

Motor vehicle in lieu fees not restricted to  
to a specific program

Other general revenues

Unrestricted investment earnings

Total general revenues

**Change in net assets**

Net assets, beginning

Net assets, ending

See accompanying notes to the basic financial statements

**Net (Expenses) Revenue and  
Changes in Net Assets**

**City Government**

<u>Governmental Activities</u>	<u>Total</u>
\$ (3,116,686)	\$ (3,116,686)
(3,168,577)	(3,168,577)
(243,709)	(243,709)
310,590	310,590
(144,171)	(144,171)
<u>(51,822)</u>	<u>(51,822)</u>
<u>(6,414,375)</u>	<u>(6,414,375)</u>
<u>(6,414,375)</u>	<u>(6,414,375)</u>
\$ 2,581,797	\$ 2,581,797
1,610,860	1,610,860
594,460	594,460
149,076	149,076
266,758	266,758
1,306,033	1,306,033
98,737	98,737
50,588	50,588
14,889	14,889
<u>172,236</u>	<u>172,236</u>
<u>6,845,434</u>	<u>6,845,434</u>
431,059	431,059
<u>27,022,528</u>	<u>27,022,528</u>
<u>\$ 27,453,587</u>	<u>\$ 27,453,587</u>

**CITY OF CARPINTERIA**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2011**

	General Fund	Development Impact Fee Fund	Revolving Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and investments	\$6,845,106	\$ 2,299,671	\$ -	\$ 3,363,596	\$ 12,508,373
Taxes receivable	236,914	-	-	-	236,914
Accounts receivable	2,060	-	-	2,535	4,595
Due from other governments	-	-	365,035	32,284	397,319
Accrued interest receivable	48,769	-	-	-	48,769
Prepayments	115,392	-	-	-	115,392
Inventory	-	-	-	11,136	11,136
Internal balances-due from other funds	173,152	-	-	-	173,152
Notes	-	131,500	-	-	131,500
<b>Total assets</b>	<b><u>\$7,421,393</u></b>	<b><u>\$ 2,431,171</u></b>	<b><u>\$ 365,035</u></b>	<b><u>\$ 3,409,551</u></b>	<b><u>\$ 13,627,150</u></b>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 175,575	\$ 690	\$ 27,257	\$ 90,300	\$ 293,822
Accrued liabilities	53,636	-	-	10,806	64,442
Deposits	-	407,689	-	-	407,689
Due to other funds	-	-	173,152	-	173,152
Deferred revenue	31,506	131,500	138,350	31,620	332,976
<b>Total liabilities</b>	<b><u>260,717</u></b>	<b><u>539,879</u></b>	<b><u>338,759</u></b>	<b><u>132,726</u></b>	<b><u>1,272,081</u></b>
<b>Fund balances:</b>					
Nonspendable	173,152	-	-	9,978	183,130
Restricted for PEG	324,734	-	-	-	324,734
Restricted for debt service	-	-	-	188,941	188,941
Restricted for infrastructure	-	1,891,292	-	-	1,891,292
Restricted for streets	-	-	26,276	2,818,670	2,844,946
Restricted for recycling	-	-	-	259,236	259,236
Committed for contingencies	1,856,800	-	-	-	1,856,800
Unassigned	4,805,990	-	-	-	4,805,990
<b>Total fund balances</b>	<b><u>7,160,676</u></b>	<b><u>1,891,292</u></b>	<b><u>26,276</u></b>	<b><u>3,276,825</u></b>	<b><u>12,355,069</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$7,421,393</u></b>	<b><u>\$ 2,431,171</u></b>	<b><u>\$ 365,035</u></b>	<b><u>\$ 3,409,551</u></b>	<b><u>\$ 13,627,150</u></b>
<b>Total Governmental Fund Balances</b>					<b>\$ 12,355,069</b>
Amounts reported for governmental activities in the statement of net assets are different because:					
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds					16,785,059
Some assets such as long-term notes receivable are not available for use and are deferred in the funds until collected in cash					131,500
Some liabilities, including bonds, certificates, compensated absences, claims, and accrued interest are not due and payable in the current period and are therefore not reported in the funds					(1,818,041)
<b>Net Assets of Governmental Activities</b>					<b><u>\$ 27,453,587</u></b>

See accompanying notes to the basic financial statements

**CITY OF CARPINTERIA**  
**Statements of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2011**

	General Fund	Development Impact Fee Fund	Revolving Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>					
Property taxes	\$ 2,581,797	\$ -	\$ -	\$ 415,834	\$ 2,997,631
Sales taxes	1,610,860	-	-	-	1,610,860
Transient occupancy taxes	1,306,033	-	-	-	1,306,033
Other taxes	98,737	-	-	-	98,737
Franchise taxes	594,460	-	-	-	594,460
Special assessments	-	-	-	222,168	222,168
Licenses and permits	123,567	-	-	-	123,567
Fines and forfeits	75,347	-	-	30,896	106,243
Intergovernmental	50,588	75,000	1,207,734	919,781	2,253,103
Interest	144,217	25,335	-	73,063	242,615
Charges for services	255,873	3,421	-	545,297	804,591
Miscellaneous	8,089	-	231,529	275,279	514,897
<b>Total revenues</b>	<b>6,849,568</b>	<b>103,756</b>	<b>1,439,263</b>	<b>2,482,318</b>	<b>10,874,905</b>
<b>EXPENDITURES</b>					
Current:					
General government	3,140,433	-	-	8,684	3,149,117
Public safety	3,208,754	-	-	54,894	3,263,648
Public works and streets	351,432	-	-	1,006,336	1,357,768
Parks and recreation	332,210	-	-	1,044,233	1,376,443
Capital outlay	70,510	35,276	1,730,936	412,254	2,248,976
Debt service:					
Principal	-	-	-	120,000	120,000
Interest	-	-	-	55,346	55,346
<b>Total expenditures</b>	<b>7,103,339</b>	<b>35,276</b>	<b>1,730,936</b>	<b>2,701,747</b>	<b>11,571,298</b>
Excess (deficiency) of revenues over (under)expenditures	(253,771)	68,480	(291,673)	(219,429)	(696,393)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	1,148,505	-	590,754	1,152,535	2,891,794
Transfers out	(1,341,395)	(453,643)	(291,727)	(805,029)	(2,891,794)
<b>Total other financing sources (uses)</b>	<b>(192,890)</b>	<b>(453,643)</b>	<b>299,027</b>	<b>347,506</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(446,661)</b>	<b>(385,163)</b>	<b>7,354</b>	<b>128,077</b>	<b>(696,393)</b>
Fund balances, July 1	7,607,337	2,276,455	18,922	3,148,748	13,051,462
Fund balances, June 30	<u>\$ 7,160,676</u>	<u>\$ 1,891,292</u>	<u>\$ 26,276</u>	<u>\$ 3,276,825</u>	<u>\$ 12,355,069</u>

See accompanying notes to the basic financial statements

**CITY OF CARPINTERIA**  
**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, 2011**

Net Change in Fund Balances - Total Governmental Funds	<u>\$ (696,393)</u>
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$1,604,202) exceed depreciation (\$252,828)	
	1,351,374
Other post employment benefit obligations are liabilities that do not require the use of current financial resources and are therefore not reported in the funds	
	(349,248)
Proceeds of long-term debt provide financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayments of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces liabilities in the statement of net assets. This is the amount of debt repayments during the period on the leases and certificates	
	120,000
Some expenses in the statement of activities for noncurrent liabilities such as long-term compensated absences do not require the use of or provide current financial resources and are therefore not reported as expenditures or revenues in the governmental funds.	
	1,802
Interest accrued on long-term debt is recognized as an expense in the statement of activities, but is reported in the funds when due and payable	
	<u>3,524</u>
Net differences	<u>1,127,452</u>
Change in Net Assets of Governmental Activities	<u>\$ 431,059</u>

See accompanying notes to the basic financial statements

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

The City of Carpinteria is a municipal corporation governed by an elected five-member City Council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable.

The Carpinteria Public Improvement Corporation is a legally separate Corporate Entity for which the City is financially accountable and it is governed by the elected City Council. The Corporation was formed to provide a method of financing public improvements. The financial activities of the Corporation are blended with those of the City and are reported in the City's governmental funds, and as capital assets of the City and debt obligations of the City. A facility and site lease receivable of the Corporation and a corresponding lease payable of the City have been eliminated from the accompanying financial statements.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The City has no functions which are reported as business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**Note 1. Summary of Significant Accounting Policies (continued)**

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)**

Property taxes, sales taxes, transient occupancy taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

The *Development Impact Fee Fund* accounts for development impact fees collected by the City and restricted in use to capital related improvements; primarily infrastructure type assets.

The *Revolving Fund* is used to account for grants and allocations made to the City by Federal, State and County governments for special projects and activities.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance, subject to this same limitation. The government has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

**D. Assets, Liabilities, and Net Assets or Equity**

**1. Deposits and Investments**

The City is authorized by its most recent investment policy to invest in the State of California Local Agency Investment Fund, FDIC insured interest-bearing checking accounts, investments permitted by California Law including U.S. Treasury securities. The City's investment policy specifically prohibits any investment resulting in zero interest accrual if held to maturity. Investments in the debt service fund are permitted to be invested in other investments in accordance with the trust agreement.

Investments of the City are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**D. Assets, Liabilities, and Net Assets or Equity**

**2. Deposits and Investments**

The City is authorized by its most recent investment policy to invest in the State of California Local Agency Investment Fund, FDIC insured interest-bearing checking accounts, investments permitted by California Law including U.S. Treasury securities. The City's investment policy specifically prohibits any investment resulting in zero interest accrual if held to maturity. Investments in the debt service fund are permitted to be invested in other investments in accordance with the trust agreement. Investments of the City are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

**2. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation and are not expendable available financial resources. All trade and property tax receivables are not shown net of an allowance for uncollectibles.

Property taxes are levied as of March 1 on property values assessed as of the same date. State statutes provide that the property tax rate be limited generally to one percent of market value, be levied by only the County, and be shared by applicable jurisdictions. The County of Santa Barbara collects the taxes and distributes them to taxing jurisdictions on the basis of assessed valuations subject to voter-approved debt. Property taxes are due on November 1 and March 1, and become delinquent on December 10 and April 10. The City recognizes property tax revenues in the fiscal year in which they are due to the City.

**3. Inventories and Prepaid Items**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when used or consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**4. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$ 3,000 (\$50,000 for infrastructure type assets) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Under the GASB 34 Implementation Rules, the City is classified as a Phase 3 government and is not required to record infrastructure assets existing or acquired prior to July 1, 2002; and the City has not recorded such assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**Note 1. Summary of Significant Accounting Policies (Continued)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

**4. Capital Assets (Continued)**

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	15 - 40
Public domain infrastructure	50
System infrastructure	50
Vehicles and equipment	5- 10

**5. Compensated Absences and Other Post Employment Benefits**

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is a liability for a portion of unpaid accumulated sick leave since the City does have a policy to pay certain amounts when employees separate from service with the City. All vacation pay and applicable sick leave is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

The City reports as a liability in the government wide financial statements, based upon actuarial computations, an estimate of its obligations for other post employment benefit obligations such as retired employee medical benefits. General fund financial resources are used to reduce/liquidate the City's net other post employment benefit obligations.

**6. Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

**7. Fund Balances – Governmental Funds**

Fund balances for governmental funds are reported in classifications based primarily on the extent to which the City is bound to honor constraints about the specific purposes for which amounts in these funds can be spent. These classifications include (1) nonspendable, (2) restricted, (3) committed, (4) assigned and (5) unassigned amounts. Nonspendable amounts generally are items not expected to be converted into cash such as inventories, prepaid items and certain long-term receivables. Restricted amounts include those amounts where constraints placed on the use of the resources are externally imposed by grantors, contributors, other governments or by laws and regulations. Committed amounts are those that can only be used for a specific purpose as determined by the City Council. Such committed amounts may be redeployed for other uses only by direction of the City Council. Assigned amounts are fund balance amounts constrained by the City's intent to be used for a specific purpose as determined by the Director of Administrative Services or City Manager. Unassigned amounts are the residual amounts reported in the general fund. Committed

When expenditures are incurred for which both restricted and unrestricted (committed, assigned or unassigned) amounts are available, the City considers that restricted amounts to have been spent first. When expenditures are incurred for which any class of unrestricted fund balance could be used, the City considers committed amounts would be reduced first, followed by assigned, and then unassigned amounts.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**8. Comparative Data**

Comparative total data for the prior year have been presented in order to provide an understanding of the changes in net assets. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year presentation.

**2. Reconciliation of Government-wide and Fund Financial Statements**

**A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets**

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statements of net assets. One element of that reconciliation explains that “capital assets are not financial resources and are not reported in the funds.” The details of this \$ 16,785,059 difference are as follows:

Capital assets	\$ 20,232,564
Less: Accumulated depreciation	<u>(3,447,505)</u>
Net adjustment to increase <i>fund balance – total governmental funds</i> to arrive at <i>net assets – governmental activities</i>	<u>\$ 16,785,059</u>

Another element of the reconciliation explains that "long-term liabilities" are not due and payable in the current period and are therefore not reported in the funds. The details of this \$ 1,818,041 difference is as follows:

Long-Term Debt Obligations and Related Interest:	
Certificates of participation	1,035,000
Compensated absences	50,029
Net other post employment benefit obligation	716,363
Accrued interest payable on certificates	<u>16,649</u>
Net adjustment to decrease fund balance total governmental Funds to arrive at net assets - governmental activities	<u>\$ ( 1,818,041 )</u>

**B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. The details of this \$ 1,127,452 difference and other significant components of the difference are as follows:

Capital outlay	\$ 1,604,252
Depreciation expense	(252,828)
Repayment of long-term debt principal	120,000
OPEB expenses	(349,248)
Other items	<u>5,276</u>
Net adjustment to increase <i>net changes in fund balances – total governmental funds</i> to arrive at <i>changes in net assets of governmental activities</i>	<u>\$ 1,127,452</u>

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**3. Stewardship, Compliance, and Accountability**

**A. Budgetary Information**

Annual budgets are adopted on a basis of consistent with generally accepted accounting principles for all governmental funds except debt service funds. Appropriations lapse at fiscal year end. The appropriated budget is prepared by fund, function, and department. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level. Transfers of appropriations between departments require approval of the City Manager. Transfers within departments may be made by department heads. The Council made several supplemental budgetary appropriations throughout the year. The supplemental budgetary appropriations made in the General Fund were material. Encumbrance accounting is not employed in governmental funds. Expenditures and transfers out in the General fund, park maintenance, Tidelands, ROW special revenue funds exceeded their expenditure budgets by \$469,059, \$15,291, \$17,509, \$19,048 respectively. These over expenditures were funded by available fund balances.

**4. Detailed Notes on All Funds**

**A. Deposits and Investments**

Deposits and investments at June 30, 2011 consisted of the following:

Pooled demand deposits	\$ 2,327,688
Pooled investments (State Investment Pool-LAIF)	20,459
Pooled investments (U.S.Treasury Direct)	9,971,284
Investments with trustees	<u>188,942</u>
 Total deposits and investments	 <u>\$ 12,508,373</u>

*Custodial Credit Risk* - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's policy for deposits is that they will be made only in institutions in California, they shall be insured or collateralized with United States backed securities, and time certificates of deposit shall have a maturity of less than three years. At June 30, 2011, \$2,328,613 of the City's bank balances of \$ 2,578,613 was exposed to credit risk as follows:

Uninsured and collateral held by pledging banks agent but not in the City's name:	<u>\$ 2,328,613</u>
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Investments - At June 30, 2011, the City had the following investments.

Investment	Maturities	Fair Values
State Investment Pool	Average 237 days	\$ 20,459
FHLMC Debenture	5 years	176,617
U.S. Treasury Notes and Bills	1.97 years	9,971,284
Mutual fund	10 months	<u>12,325</u>
Totals		<u>\$ 10,180,685</u>

*Interest Rate Risk* - As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy limits the City's investment portfolio to the State of California Local Agency Investment Fund and to U.S. Treasury bills and notes with a maturity of five years or less at the time of purchase. The investment in the FHLMC debenture is held by a bank trustee under the terms of a trust agreement permitting longer term maturities.

*Credit Risk* - The City's policy is to limit investments to those that are rated in the top two credit ratings by nationally recognized rating organizations. The investments in U.S.Treasury notes and bills were rated AAA by Moody's and Standard and Poors. The City's investment in LAIF and mutual funds were unrated.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**4. Detailed Notes on All Funds (Continued)**

**A. Deposits and Investments(Continued)**

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the City's \$ 176,617 investment in FHLMC, the \$ 176,617 in underlying securities are held by the investment's counterparty in the name of the City. The City's investment policy specifies that securities are to be held by a third party, other than the counterparty, in the City's name, whenever possible. Investments in the LAIF and mutual fund are not subject to custodial credit risk as they are not evidenced by specific securities. The U.S. Treasury Notes and Bills are held in a separate account in the name of the City.

**B. Receivables**

Receivables as of year-end for the government's individual major and nonmajor funds in the aggregate, net of the applicable allowances for uncollectible accounts, are as follows:

Receivables	General Fund	Development Impact Fund	Revolving Fund	Nonmajor Funds	Totals
Taxes	\$236,914	\$ -	\$ -	\$ -	\$ 236,914
Governments	-		365,035	32,284	397,319
Accounts	2,060			2,535	4,595
Interest	48,769				48,769
Long-term note		131,500			131,500
<b>Totals</b>	<b>\$287,743</b>	<b>\$ 131,500</b>	<b>\$365,035</b>	<b>\$ 34,819</b>	<b>\$ 819,097</b>

**C. Interfund Transfers**

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

Transfers out:	Nonmajor Governmental	General Fund	Revolving Fund	Total
General fund	\$ 820,641	\$ -	\$ 520,754	\$ 1,341,395
Impact fee fund		453,643	-	453,643
Revolving fund	9,520	282,207	-	291,727
Nonmajor funds	322,374	412,655	70,000	805,029
<b>Total transfers out</b>	<b>\$ 1,152,535</b>	<b>\$ 1,148,505</b>	<b>\$ 590,754</b>	<b>\$ 2,891,794</b>

The transfers were made primarily to fund approved projects, provide monies for payment of debt service on long-term obligations, and to reimburse the general fund for certain capital related expenditures.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**4. Detailed Notes on All Funds (Continued)**

**D. Capital Assets**

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

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Land	\$ 8,540,884	\$ -	\$ -	\$8,540,884
Park land site improvements	1,642,754	-	-	1,642,754
Construction in progress	-	786,575	-	786,575
Total capital assets, not being depreciated	10,183,638	786,575	-	10,970,213
Capital assets, being depreciated:				
Buildings	2,055,675	-	-	2,055,675
Machinery and equipment	953,824	-	-	953,824
Vehicles	582,566	-	-	582,566
Street and other improvements	3,513,347	817,627	-	4,330,974
City pool and facilities	1,339,312	-	-	1,339,312
Total capital assets being depreciated	8,444,724	817,627	-	9,262,351
Less accumulated depreciation for:				
Buildings	(911,677)	(46,126)	-	(957,803)
Machinery and equipment	(772,028)	(24,527)	-	(796,555)
Vehicles	(435,053)	(23,294)	-	(458,347)
Infrastructure	(110,619)	(117,112)	-	(227,731)
City pool and facilities	(965,300)	(41,769)	-	(1,007,069)
Total accumulated depreciation	(3,194,677)	(252,828)	-	(3,447,505)
Total capital assets, being depreciated, net	5,250,047	564,799	-	5,814,846
Governmental activities capital assets, net	<u>\$ 15,433,685</u>	<u>\$ 1,351,374</u>	<u>\$ -</u>	<u>\$ 16,785,059</u>

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**4. Detailed Notes on All Funds (Continued)**

**D. Capital Assets (Continued)**

Depreciation expense was charged to functions/programs of the City as follows:

Governmental activities:	
General government	\$ 23,049
Parks and recreation programs	89,587
Public safety	11,477
Infrastructure	117,112
Public works	11,603
Total depreciation expense	\$252,828

**E. Long-Term Debt**

*Certificates of Participation*

The certificates were originally issued in the amount of \$2,140,000 by the Carpinteria Public Improvement Corporation to refund and retire the Corporation's 1993 certificates. The certificates bear interest at rates of 3.25 to 5.0 percent payable each September 1 and March 1 through March 1, 2018. The City has agreed to annually make budget appropriations in amounts sufficient to pay principal and interest on the certificates. The City's general fund is responsible for about 92 percent of the debt service on the certificates and the remaining 8 percent is an obligation of the City's recreation program fund. Future debt service is:

Fiscal Year	Principal	Interest	Total
2012	\$125,000	\$49,946	\$174,946
2013	135,000	44,196	179,196
2014	145,000	37,952	182,952
2015	145,000	31,138	176,138
2016	150,000	23,888	173,888
2017-2018	335,000	41,750	376,750
	\$ 1,035,000	\$ 228,870	\$ 1,263,870

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**4. Detailed Notes on All Funds (Continued)**

**E. Long-Term Debt (Continued)**

*Changes in Long-term liabilities*

Long-term debt activity for the 2011 fiscal year was as follows:

<u>Governmental Activities</u>	<u>Beginning Balances</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balances</u>	<u>Due In One Year</u>
Certificates participation	\$ 1,155,000	\$ -	\$ 120,000	1,035,000	\$ 125,000
Compensated absences	51,830	88,199	90,000	50,029	30,000
Totals	<u>\$ 1,206,830</u>	<u>\$ 88,199</u>	<u>\$ 210,000</u>	<u>\$1,085,029</u>	<u>\$ 155,000</u>

The City's general fund is normally used to liquidate the liability for compensated absences.

**5. Other Information**

**A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries insurance. The City, due to the costs of available coverage, participates in the California Joint Powers Insurance Authority.

The risk of loss is transferred to the Authority for general liability, workers compensation and property damage claims. The general liability protection for each member is \$50 million per occurrence and \$50 million annual aggregate. The premiums paid by the City are subject to retrospective premium adjustments and refunds based upon the loss experience of all pool members. For workers compensation coverage, the City's protection is provided by the Authority per statutory liability under California Workers Compensation Law. All risk property coverage provided by the Authority have a \$50 million per occurrence limit, generally limited to scheduled property, which for the City was \$8,084,273. The City also obtains from the Authority insurance coverage for earthquake and flood, boiler and machinery, and a blanket fidelity bond. The City accounts for its insurance activities in its general fund. There were no material changes in coverage during the year except to increase the amount of covered scheduled property, no material claim liabilities for which the City is responsible, and no claims exceeding insurance coverage in the last three years.

**B. Contingencies and Commitments**

*Litigation.* The City is involved in litigation incurred in the normal course of conducting City business. City management believes that, based upon consultation with its counsel, these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City.

*Shoreline Study.* The City has entered into a multi-year contract with the U.S. Corp of Engineers to sponsor a study of shoreline storm damage, beach erosion and similar issues. The study is estimated to cost \$ 2.2 million and the City is required to fund 50 percent of the cost. The City's share may be funded with cash or entirely by the City providing in-kind staff services.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**5. Other Information (Continued)**

**C. Law Enforcement Agreement**

The City, since 1992, has maintained an agreement with the Santa Barbara County Sheriff's Department to provide law enforcement services to the City of Carpinteria. These services are accounted for in the City's general fund and related expenditures are charged to public safety. The City's Public Employees Retirement Plan (PERS) for police employees pertains only to safety employees employed by the City prior to 1992, and the City makes no current contributions to that Plan.

**D. Public Employees Retirement System**

*Plan Description.* The City of Carpinteria contributes to the California Public Employees Retirement System (PERS), a cost sharing multiple-employer, public employee, defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by the State statute and City ordinance. The PERS issues publicly available financial report that includes the financial statements and required supplementary information for the PERS. Copies of PERS annual financial report may be obtained from their executive office, 400 "P" Street, Sacramento, California 95814.

*Funding Policy and Annual Pension Cost.* Regular plan members are required to contribute 7.0 percent of their annual covered salary and the City is required to contribute at an actuarially determined rate. The current rate is 12.031 percent of covered payroll. The contribution requirements of plan members and the City are established by resolutions and contracts of the City and may be amended by the PERS. No employer contributions are required for the members of the safety plan. City contributions to the PERS for the most recent three fiscal years were as follows:

Plan	Year Ending	Annual Pension Cost	Percentage of APC Contributed
Regular employees	6/30/09	\$ 241,044	100%
	6/30/10	\$ 232,426	100%
	6/30/11	\$ 244,776	100%

Plan	Year Ending	Annual Pension Cost	Percentage of APC Contributed
Safety employees	6/30/09	\$ -	100%
	6/30/10	\$ -	100%
	6/30/11	\$ 17,617	100%

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**3 Other Information Continued)**

**E. Restricted Net Assets , Reserved and Designated Fund Balances**

The \$ 5,509,149 restricted amount in the governmental activities statement of net assets represent amounts to be used only for specific purposes which restrictions are imposed by laws, formal agreements or other governments. The restricted amounts consist of \$ 324,734 in the general fund restricted by agreement, \$ 1,891,292 in the Development Impact Fee Fund and \$3,293,123 in special and debt service funds.

Nonspendable fund balances consisted of the following:

Purpose	General Fund	Development Impact Fee Fund	Nonmajor Funds
Prepayments	\$ 115,392	\$ -	\$ -
Advances to other funds	173,152	-	-
Inventory	-	-	9,978
	<u>\$ 288,544</u>	<u>\$ -</u>	<u>\$ 9,978</u>

**F. Other Post Employment Benefits**

**Plan Description.** The city administers the city's retired employee's healthcare plan, a single employer defined benefit health care plan. The plan provides medical benefits to eligible retired employees and their beneficiaries. The City's plan is affiliated with the State of California PERS in so much as the City's Health insurance premium payments are paid to the PERS. The PERS through an aggregation of single employer plans pools administrative functions in regard to purchases of commercial health insurance policies and coverage. City resolutions and regulations assign the authority to establish and amend benefit provisions to the City. A separate OPEB trust account has not been established by the City with the PERS.

**Funding Policy.** The contribution requirements of plan members and the City are established and may be amended by the City. The required contribution is based on a projected pay-as-you-go financing requirements, with additional amounts to prefund benefits determined annually by the City Council. For the fiscal year ended June 30, 2011, the City contributed \$67,332 of current year premiums (100% of total premiums) and zero to prefund benefits. Plan members receiving benefits contributed no amounts of the total premiums.

**Annual OPEB Costs and the Net OPEB Obligation.** The City's annual other post employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of Governmental Accounting Standards Board Statement Number 45. The ARC represents a level of funding that if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded liabilities over a period not to exceed 30 years. The following table shows the components of the City's annual OPEB costs for the year, the amounts actually contributed to the plan, and changes in the City's net OPEB obligation to the Plan:

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**3. Other Information (Continued)**

**F. Other Post Employment Benefits (Continued)**

Annual required contribution (ARC)	\$419,352
Interest on net OPEB obligation	18,356
Adjustments to the ARC	<u>(21,128)</u>
Annual OPEB expense	416,580
Contributions made	<u>(67,332)</u>
Change in net OPEB obligation	349,248
Net OPEB obligation, beginning of year	<u>367,115</u>
Net OPEB obligation end of year	<u><u>\$716,363</u></u>

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2011 was as follows:

Fiscal year Ended	Annual OPEB Cost	Percentage Contributed	Net OPEB Obligation
June 30, 2011	\$416,580	16.16%	\$716,363

**Funding Status and Funding Progress.** As of June 30, 2011, the most recent actuarial valuation date, the plan was zero funded. The actuarial accrued liability for benefits was \$3,336,816, and the actuarial value of plan assets was zero, resulting in an unfunded actuarial accrued liability (UAAL) of the \$3,336,816. The covered payroll (annual payroll of active employees covered by the plan) was \$2,009,946 and the ratio of the UAAL to covered payroll was 166.0 percent.

Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about future employment, mortality, and health care trends. 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 supplemental information, following the notes to these financial statements, presents multiyear trend information about whether the actuarial value of plan assets are increasing or decreasing over time relative to actuarial 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) includes the types of benefits provided at the time of each valuation and the historical pattern of sharing 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 liabilities and the actuarial value of plan assets, consistent with the long-term perspective of the calculations.

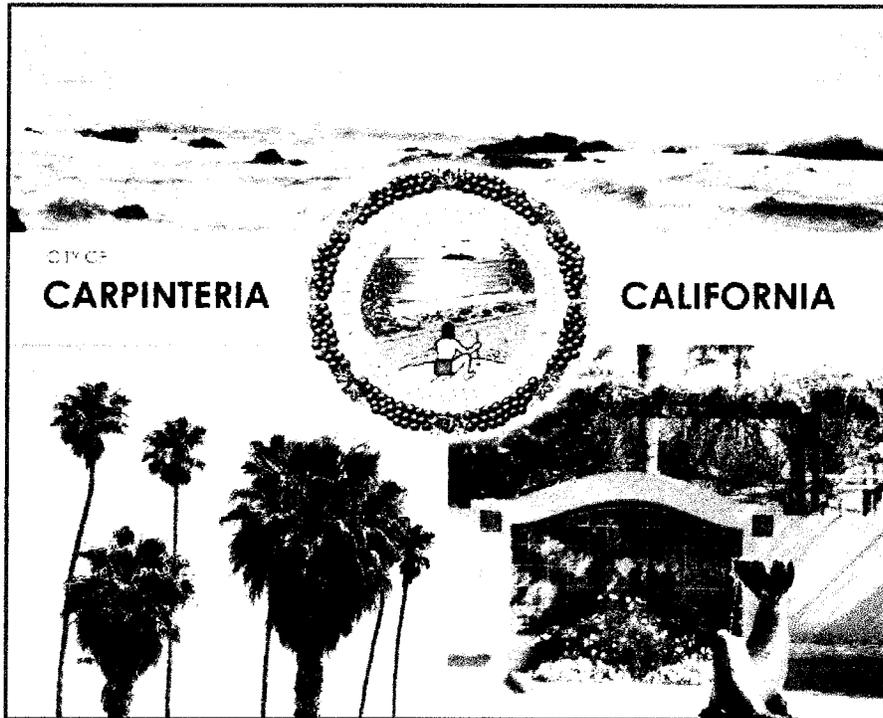
In the June 30, 2010 valuation, the entry age normal actuarial cost method was used. The actuarial assumptions include a 5 percent investment rate of return based on assumed long-term return on plan assets or employer assets as appropriate. An annual health care trend rate of 9 percent initially decreasing to 5 percent in year number five. There were no plan assets at the valuation date. The UAAL is being amortized as a level percentage of payroll over a 29 year closed period, the remaining amortization period at June 30, 2011.

**CITY OF CARPINTERIA**  
**Notes to the Basic Financial Statements**  
**June 30, 2011**

**3. Other Information (Continued)**

**G. Change in Accounting Principle**

The City as required by Governmental Accounting Standards Board Statement Number 54, titled, Fund Balance Reporting and Governmental Fund Type Definitions, implemented in fiscal 2011 the provisions of the standard that requires the classification of governmental fund type fund balances into various categories as defined in the Statement. The implementation of the standard had no effect on the beginning net assets of the City or on beginning of year fund balances.



# Required Supplementary Information



**Required Supplementary Information**  
**CITY OF CARPINTERIA**  
**Budgetary Comparison Schedule - General Fund**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
<b>Fund Balance, July 1</b>	\$ 6,795,564	\$ 6,435,339	\$ 7,607,337	\$ 1,171,998
<b>Resources (inflows):</b>				
Property taxes	2,583,816	2,583,816	2,581,797	(2,019)
Sales taxes	1,808,000	1,449,000	1,610,860	161,860
Transient occupancy taxes	1,250,000	1,250,000	1,306,033	56,033
Franchise taxes	530,865	530,865	594,460	63,595
Other taxes	82,000	82,000	98,737	16,737
License permits	117,200	117,200	123,567	6,367
Fines and forfeits	94,658	94,658	75,347	(19,311)
Interest and rents	246,469	246,469	144,217	(102,252)
Intergovernmental	61,900	61,900	50,588	(11,312)
Charges for services	193,000	218,000	255,873	37,873
Miscellaneous	5,000	9,200	8,089	(1,111)
Transfers in	948,475	948,475	1,148,505	200,030
	<u>14,716,947</u>	<u>14,026,922</u>	<u>15,605,410</u>	<u>1,578,488</u>
Amounts available for charges to appropriations				
<b>Charges to appropriations:</b>				
<b>General government:</b>				
City council	118,549	115,349	111,204	4,145
Legal	355,000	355,000	370,307	(15,307)
City manager	325,708	320,015	321,449	(1,434)
Economic development	170,192	171,392	163,218	8,174
City clerk	193,163	188,132	183,931	4,201
Human resources	161,611	164,558	144,451	20,107
Community promotion	30,843	30,843	21,546	9,297
Finance	371,881	372,481	377,755	(5,274)
Risk management	187,922	183,352	149,430	33,922
Central services	237,201	237,201	238,333	(1,132)
Management information services	44,500	44,500	48,804	(4,304)
Planning	552,494	552,494	544,683	7,811
Code compliance	261,226	259,226	243,179	16,047
Housing	7,725	7,725	-	7,725
Development review	216,565	218,235	222,143	(3,908)
<b>Public safety:</b>				
Police	3,169,279	3,184,490	3,172,581	11,909
Animal control	25,500	29,660	30,594	(934)
Disaster preparedness	20,000	20,000	5,580	14,420
<b>Parks and recreation:</b>				
Administration	241,276	241,276	243,347	(2,071)
Community service grants	78,900	78,900	88,863	(9,963)
<b>Public works</b>				
Administration	358,101	358,101	351,432	6,669
Solid waste	2,500	2,500	1,530	970
Special projects	60,500	60,500	68,979	(8,479)
Capital outlay	15,000	15,000	-	15,000
Debt service	93,631	93,631	-	93,631
Transfers out	718,864	671,114	1,341,395	(670,281)
	<u>8,018,131</u>	<u>7,975,675</u>	<u>8,444,734</u>	<u>(469,059)</u>
<b>Total charges to appropriations</b>				
<b>Fund Balance, June 30</b>	<u>\$ 6,698,816</u>	<u>\$ 6,051,247</u>	<u>\$ 7,160,676</u>	<u>\$ 2,281,427</u>

CITY OF CARPINTERIA

**Budgetary Comparison Schedule - General Fund**  
**Note to RSI**  
**For the Fiscal Year Ended June 30, 2011**

**Note A. Explanation of Difference between Budgetary Inflows and Outflows and GAAP Revenues and expenditures:**

**Sources/inflows resources:**

Actual amounts "available for appropriation" from budgetary comparison schedule:	\$ 15,605,410
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	(7,607,337)
Transfers in from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>(1,148,505)</u>
Total revenues as reported in the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 6,849,568</u>

**Uses/outflows of resources:**

Actual amounts "total charges to appropriations" from the budgetary comparison schedule	\$ 8,444,734
Differences - budget to GAAP:	
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting purposes	<u>(1,341,395)</u>
Total expenditures as reported in the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 7,103,339</u>

**Required Supplementary Information**  
**CITY OF CARPINTERIA**  
**Budgetary Comparison Schedule - Development Impact Fee Major Special Revenue Fund**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>	
<b>Fund Balance, July 1</b>	\$ 2,276,455	\$ 2,276,455	\$ 2,276,455	\$ -
Resources (inflows):				
Charges for services:				
Impact fees	268,643	268,643	3,421	(265,222)
Intergovernmental - state grant	479,792	479,792	75,000	(404,792)
Interest	-	-	25,335	25,335
Transfers in	-	-	-	-
Amounts available for charges to appropriations	<u>3,024,890</u>	<u>3,024,890</u>	<u>2,380,211</u>	<u>(644,679)</u>
<b>Charges to appropriations:</b>				
Capital Projects				
Carpinteria Rincon Trail	40,000	40,000	-	40,000
FHWA Bridge replacement	179,792	179,792	35,276	144,516
Palm/Linden Trail	20,000	20,000	-	20,000
All other projects	55,000	55,000	-	55,000
Transfers to general fund	<u>453,643</u>	<u>453,643</u>	<u>453,643</u>	<u>-</u>
Total charges to appropriations	<u>748,435</u>	<u>748,435</u>	<u>488,919</u>	<u>259,516</u>
Fund Balance, June 30	<u>\$ 2,276,455</u>	<u>\$ 2,276,455</u>	<u>\$ 1,891,292</u>	<u>\$ (385,163)</u>

**Explanation of Differences between Budgetary Inflows and Outflows and GAAP Revenues and Expenditures:**

Sources/inflows of resources::

Actual amounts available for appropriation from budgetary data above:	\$ 2,380,211
Differences-budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not current year revenue for financial reporting purposes	<u>(2,276,455)</u>

Total revenues as reported in the statement of revenues, expenditures and changes in fund balances-governmental funds	<u>\$ 103,756</u>
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Uses/outflows of resources::

Actual total charges to appropriations data above:	\$ 488,919
Differences-budget to GAAP:	
Transfers to other funds are a budgetary outflow but is not current year expenditure for financial reporting purposes	<u>(453,643)</u>

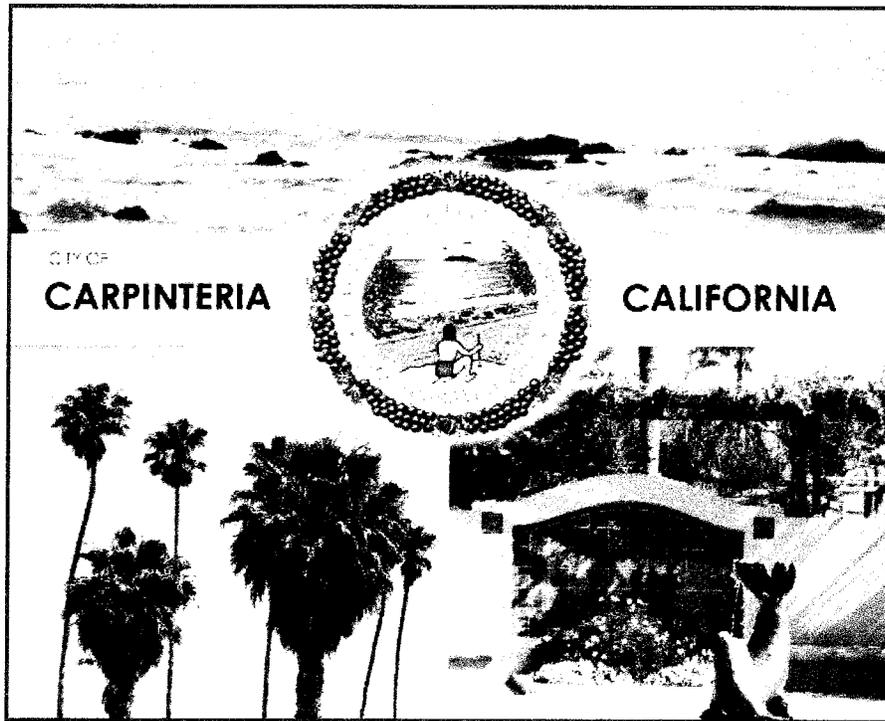
Total revenues as reported in the statement of revenues, expenditures and changes in fund balances-governmental funds	<u>\$ 35,276</u>
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**CITY OF CARPINTERIA**  
**Revolving Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental:				
ARRA stimulus grant	\$ 596,535	\$ 596,535	\$ 596,535	\$ -
Beach erosion study	202,000	202,000	200,000	(2,000)
Emergency efficiency block grant	55,000	55,000	71,810	16,810
Tomol Play Area LWCF grant	300,000	300,000	301,500	1,500
Palm Linden Street grant	-	-	37,889	37,889
Waste oil grant	5,400	5,400	-	(5,400)
FHWA Bridge Grant	1,387,700	1,387,700	-	(1,387,700)
Tomol Play Area contributions	-	-	153,786	153,786
Emergency preparedness grant	-	-	65,645	65,645
Creek Park contributions	91,727	91,727	-	(91,727)
Other contributions	-	-	12,098	12,098
<b>Total revenues</b>	<u>2,638,362</u>	<u>2,638,362</u>	<u>1,439,263</u>	<u>(1,199,099)</u>
<b>Expenditures:</b>				
Capital outlay:				
ARRA street project	596,535	596,535	596,535	-
Beach erosion study	202,000	202,000	-	202,000
Emergency efficiency block grant	55,000	55,000	71,810	(16,810)
Tomol Play Area LWCF grant	300,000	300,000	714,764	(414,764)
Palm Linden Street grant	-	-	37,890	(37,890)
Waste oil grant	5,400	5,400	-	5,400
Emergency preparedness grant	-	-	65,645	(65,645)
FHWA Bridge Grant	1,387,700	1,387,700	-	1,387,700
Other projects	-	-	244,292	(244,292)
<b>Total expenditures</b>	<u>2,546,635</u>	<u>2,546,635</u>	<u>1,730,936</u>	<u>815,699</u>
Excess(deficiency) of revenues over expenditures	<u>91,727</u>	<u>91,727</u>	<u>(291,673)</u>	<u>(383,400)</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	-	590,754	590,754
Transfers out	(91,727)	(91,727)	(291,727)	(200,000)
<b>Total other financing sources(uses)</b>	<u>(91,727)</u>	<u>(91,727)</u>	<u>299,027</u>	<u>390,754</u>
Net change in fund balances	-	-	7,354	7,354
Fund balance, July 1	-	18,921	18,922	-
Fund balance, June 30	<u>\$ -</u>	<u>\$ 18,921</u>	<u>\$ 26,276</u>	<u>\$ 7,354</u>

**Required Supplementary Information  
CITY OF CARPINTERIA  
Retired Employees Health Care Plan  
Schedule of Funding Progress  
June 30, 2011**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
6/30/2010	\$ -	\$ 3,336,816	\$ 3,336,816	0.0%	\$2,009,946	166.0%



# Supplementary Information Nonmajor Funds



CITY OF CARPINTERIA  
 Combining Balance Sheets  
 Nonmajor Funds  
 June 30, 2011

	Special Revenue Funds									
	Traffic Safety	Equipment Replacement	Park Development	Park Maintenance	State Gas Tax	Local Transportation	Measure A	Tidelands Trust	Street Lighting	Right of Way
<b>Assets</b>										
Cash and investments	\$ -	\$ 31,117	\$ -	\$ 16,535	\$ 143,419	\$ 106,969	\$ 464,008	\$ 84,406	\$ 789,155	\$ 10,611
Receivables:	-	-	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	32,284	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	9,978	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 31,117</b>	<b>\$ -</b>	<b>\$ 16,535</b>	<b>\$ 175,703</b>	<b>\$ 106,969</b>	<b>\$ 464,008</b>	<b>\$ 94,384</b>	<b>\$ 789,155</b>	<b>\$ 10,611</b>
<b>Liabilities and Fund Balances</b>										
<b>Liabilities:</b>										
Accounts payable	\$ -	\$ -	\$ -	\$ 15,816	\$ 9,538	\$ -	\$ 25,708	\$ 2,832	\$ 19,500	\$ 7,538
Accrued liabilities	-	-	-	719	(3,569)	-	-	6,605	-	3,073
Advances from other funds	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	18,520	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,535</b>	<b>5,969</b>	<b>-</b>	<b>25,708</b>	<b>27,957</b>	<b>19,500</b>	<b>10,611</b>
<b>Fund balances:</b>										
Nondisposable	-	-	-	-	-	-	-	9,978	-	-
Restricted for debt service	-	-	-	-	-	-	-	-	-	-
Restricted for parks	-	-	-	-	-	-	-	-	-	-
Restricted for recycling	-	-	-	-	-	-	-	-	-	-
Restricted for streets	-	31,117	-	-	169,734	106,969	438,300	56,449	769,655	-
<b>Total fund balances</b>	<b>-</b>	<b>31,117</b>	<b>-</b>	<b>-</b>	<b>169,734</b>	<b>106,969</b>	<b>438,300</b>	<b>66,427</b>	<b>769,655</b>	<b>-</b>
<b>Total liabilities and fund balances</b>	<b>\$ -</b>	<b>\$ 31,117</b>	<b>\$ -</b>	<b>\$ 16,535</b>	<b>\$ 175,703</b>	<b>\$ 106,969</b>	<b>\$ 464,008</b>	<b>\$ 94,384</b>	<b>\$ 789,155</b>	<b>\$ 10,611</b>

(Continued)

CITY OF CARPINTERIA  
Combining Balance Sheets  
Nonmajor Funds  
June 30, 2011

	Special Revenue Funds				Debt Service Fund	Totals
	Parking and Business Improvement	AB 939 Solid Waste	Measure D	Recreation Programs		
<b>Assets</b>						
Cash and investments	\$ 21,144	\$ 259,236	\$ 1,227,293	\$ 20,762	\$ 188,941	\$ 3,363,596
Receivables:						
Accounts	-	-	-	2,535	-	2,535
Intergovernmental	-	-	-	-	-	32,284
Inventory	-	-	-	1,158	-	11,136
<b>Total assets</b>	<b>\$ 21,144</b>	<b>\$ 259,236</b>	<b>\$ 1,227,293</b>	<b>\$ 24,455</b>	<b>\$ 188,941</b>	<b>\$ 3,409,551</b>
<b>Liabilities and Fund Balances</b>						
Liabilities:						
Accounts payable	\$ 1,991	\$ -	\$ -	\$ 7,377	\$ -	\$ 90,300
Accrued liabilities	-	-	-	3,978	-	10,806
Advances from other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	13,100	-	31,620
<b>Total liabilities</b>	<b>1,991</b>	<b>-</b>	<b>-</b>	<b>24,455</b>	<b>-</b>	<b>132,726</b>
Nonspendable	-	-	-	-	-	9,978
Restricted for debt service	-	-	-	-	188,941	188,941
Restricted for parks	-	-	-	-	-	-
Restricted for recycling	-	259,236	-	-	-	259,236
Restricted for streets	19,153	-	1,227,293	-	-	2,818,670
<b>Total fund balances</b>	<b>19,153</b>	<b>259,236</b>	<b>1,227,293</b>	<b>-</b>	<b>188,941</b>	<b>3,276,825</b>
<b>Total liabilities and fund balances</b>	<b>\$ 21,144</b>	<b>\$ 259,236</b>	<b>\$ 1,227,293</b>	<b>\$ 24,455</b>	<b>\$ 188,941</b>	<b>\$ 3,409,551</b>

**CITY OF CARPINTERIA**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Funds**  
**For the Fiscal Year Ended June 30, 2011**

	Special Revenue Funds										
	Traffic Safety	Equipment Replacement	Park Development	Park Maintenance	State Gas Tax	Local Transportation	Measure A	Tidelands Trust	Street Lighting	Right of Way	
<b>Revenues:</b>											
Taxes	\$ -	\$ -	\$ -	\$ 149,076	\$ -	\$ -	\$ -	\$ -	\$ 266,768	\$ -	\$ 195,946
Special assessments	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeits	30,896	-	-	47	-	-	-	-	-	-	-
Interest	110	642	12	-	1,854	2,132	5,051	3,530	17,054	4	-
Intergovernmental	-	-	-	-	316,000	8,665	595,116	-	-	-	-
Charges for services	195	-	-	59,549	-	-	-	90,046	-	-	-
Miscellaneous	-	-	-	2,627	-	-	-	254,448	-	-	18,204
<b>Total revenues</b>	<b>31,201</b>	<b>642</b>	<b>12</b>	<b>211,299</b>	<b>317,854</b>	<b>10,797</b>	<b>600,167</b>	<b>348,024</b>	<b>283,812</b>	<b>214,154</b>	
<b>Expenditures:</b>											
<b>Current:</b>											
General government	-	-	-	-	-	-	-	-	-	-	-
Public safety	54,894	-	-	-	-	-	-	-	-	-	-
Streets and tidelands	-	-	-	-	372,133	-	69,554	-	168,894	361,700	-
Parks and recreation	-	-	-	401,129	-	-	-	253,753	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	23,234	-	60,424	11,903	94,858	-	-
Debt service:	-	-	-	-	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>54,894</b>	<b>-</b>	<b>-</b>	<b>401,129</b>	<b>395,367</b>	<b>-</b>	<b>129,978</b>	<b>265,656</b>	<b>263,752</b>	<b>361,700</b>	
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(23,693)</b>	<b>642</b>	<b>12</b>	<b>(189,830)</b>	<b>(77,513)</b>	<b>10,797</b>	<b>470,189</b>	<b>82,368</b>	<b>20,060</b>	<b>(147,546)</b>	
<b>Other financing sources (uses):</b>											
Transfers in	7,294	-	35,137	366,866	173,523	-	40,084	-	-	214,374	-
Transfers out	-	-	(35,149)	(177,036)	(128,488)	(3,429)	(71,973)	(120,307)	(61,980)	(66,828)	-
<b>Total other financing sources (uses)</b>	<b>7,294</b>	<b>-</b>	<b>(12)</b>	<b>189,830</b>	<b>45,035</b>	<b>(3,429)</b>	<b>(31,889)</b>	<b>(120,307)</b>	<b>(61,980)</b>	<b>147,546</b>	
<b>Net change in fund balances</b>	<b>(16,399)</b>	<b>642</b>	<b>-</b>	<b>-</b>	<b>(32,478)</b>	<b>7,368</b>	<b>438,300</b>	<b>(37,939)</b>	<b>(41,920)</b>	<b>-</b>	
<b>Fund balances, July 1</b>	<b>16,399</b>	<b>30,475</b>	<b>-</b>	<b>-</b>	<b>202,212</b>	<b>99,601</b>	<b>-</b>	<b>104,366</b>	<b>811,575</b>	<b>-</b>	
<b>Fund balances, June 30</b>	<b>\$ -</b>	<b>\$ 31,117</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 169,734</b>	<b>\$ 106,969</b>	<b>\$ 438,300</b>	<b>\$ 66,427</b>	<b>\$ 769,655</b>	<b>\$ -</b>	

**CITY OF CARPINTERIA**  
**Combining Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Nonmajor Funds**  
**For the Fiscal Year Ended June 30, 2011**

	Special Revenue Funds				Debt Service Fund	Totals
	Parking and Business Improvement	AB 939 Solid Waste	Measure D	Recreation Programs	Certificates of Participation	
<b>Revenues:</b>						
Taxes	-	-	-	-	-	\$ 415,834
Special assessments	26,222	-	-	-	-	222,168
Fines and forfeits	-	-	-	-	-	30,896
Interest	518	5,650	26,183	-	10,276	73,063
Intergovernmental	-	-	-	-	-	919,781
Charges for services	-	75,921	-	319,586	-	545,287
Miscellaneous	-	-	-	-	-	275,279
<b>Total revenues</b>	<b>26,740</b>	<b>81,571</b>	<b>26,183</b>	<b>319,586</b>	<b>10,276</b>	<b>2,482,318</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	8,684	-	-	-	-	8,684
Public safety	-	-	-	-	-	54,894
Streets and tidelands	-	-	-	-	-	972,281
Parks and recreation	-	-	-	389,351	-	1,044,233
Public works	-	34,055	-	-	-	34,055
Capital outlay	-	-	221,835	-	-	412,254
Debt service:	-	-	-	-	120,000	120,000
Principal	-	-	-	-	55,346	55,346
Interest	-	-	-	-	-	-
<b>Total expenditures</b>	<b>8,684</b>	<b>34,055</b>	<b>221,835</b>	<b>389,351</b>	<b>175,346</b>	<b>2,701,747</b>
<b>Excess(deficiency) of revenues over (under) expenditures</b>	<b>18,056</b>	<b>47,516</b>	<b>(195,652)</b>	<b>(69,765)</b>	<b>(165,070)</b>	<b>(219,429)</b>
<b>Other financing sources (uses):</b>						
Transfers in	-	-	-	153,080	162,177	1,152,535
Transfers out	(17,249)	(39,275)	-	(83,315)	-	(805,029)
<b>Total other financing sources (uses)</b>	<b>(17,249)</b>	<b>(39,275)</b>	<b>-</b>	<b>69,765</b>	<b>162,177</b>	<b>347,506</b>
<b>Net change in fund balances</b>	<b>807</b>	<b>8,241</b>	<b>(195,652)</b>	<b>-</b>	<b>(2,893)</b>	<b>128,077</b>
<b>Fund balances, July 1</b>	<b>18,346</b>	<b>250,995</b>	<b>1,422,945</b>	<b>-</b>	<b>191,834</b>	<b>3,148,748</b>
<b>Fund balances, June 30</b>	<b>\$ 19,153</b>	<b>\$ 259,236</b>	<b>\$ 1,227,293</b>	<b>\$ -</b>	<b>\$ 188,941</b>	<b>\$ 3,276,825</b>

**CITY OF CARPINTERIA**  
**Traffic Safety Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			<b>Variance With Final Budget- Positive(Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 381	\$ 381	\$ 110	\$ (271)
Fines and forfeits	40,000	40,000	30,896	(9,104)
Charges for services:				
Police fees	500	500	195	(305)
Total revenues	<u>40,881</u>	<u>40,881</u>	<u>31,201</u>	<u>(9,680)</u>
Expenditures:				
Current:				
Public safety:				
Contract services	49,309	49,309	49,080	229
Crossing guards	5,643	5,643	5,814	(171)
Total expenditures	<u>54,952</u>	<u>54,952</u>	<u>54,894</u>	<u>58</u>
Excess(deficiency) of revenues over (under)expenditures	<u>(14,071)</u>	<u>(14,071)</u>	<u>(23,693)</u>	<u>(9,622)</u>
Other Financing Sources:				
Transfers in	-	-	7,294	7,294
Net change in fund balances	(14,071)	(14,071)	(16,399)	(2,328)
Fund balance, July 1	<u>14,071</u>	<u>16,399</u>	<u>16,399</u>	<u>-</u>
Fund balance, June 30	<u><u>\$ -</u></u>	<u><u>\$ 2,328</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (2,328)</u></u>

**CITY OF CARPINTERIA**  
**Equipment Replacement Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget- Positive(Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 763	\$ 763	\$ 642	\$ (121)
Miscellaneous:				
Sale of property	1,000	1,000	-	542
Total revenues	<u>1,763</u>	<u>1,763</u>	<u>642</u>	<u>421</u>
Expenditures:				
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,763	1,763	642	421
Fund balance, July 1	<u>33,025</u>	<u>30,475</u>	<u>30,475</u>	<u>-</u>
Fund balance, June 30	<u>\$ 34,788</u>	<u>\$ 32,238</u>	<u>\$ 31,117</u>	<u>\$ 421</u>

**CITY OF CARPINTERIA**  
**Park Development Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ -	\$ -	\$ 12	\$ 12
Charges for services:				
Park development fees	3,000	3,000	-	(3,000)
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>12</u>	<u>(2,988)</u>
Expenditures:				
Current:				
Streets and tidelands	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess(deficiency) of revenues over(under) expenditures	<u>3,000</u>	<u>3,000</u>	<u>12</u>	<u>(2,988)</u>
Other financing sources (uses):				
Transfers in	32,149	32,149	35,137	2,988
Transfers out	<u>(35,149)</u>	<u>(35,149)</u>	<u>(35,149)</u>	<u>-</u>
Total other financing sources(uses)	<u>(3,000)</u>	<u>(3,000)</u>	<u>(12)</u>	<u>2,988</u>
Net change in fund balances	-	-	-	-
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF CARPINTERIA**  
**Park Maintenance Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Budget</u>	<u>Actual</u>	
Revenues:				
Taxes and assessments:				
Special park tax	\$ 145,000	\$ 145,000	\$ 149,076	\$ 4,076
Interest	-	-	47	47
Intergovernmental				
Bluffs endowment	20,000	20,000	-	(20,000)
State day-use parking	-	-	59,549	59,549
Miscellaneous	35,000	35,000	2,627	(32,373)
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>211,299</u>	<u>11,299</u>
Expenditures:				
Current:				
Parks:				
Personnel	79,188	81,188	78,333	2,855
Maintenance	23,000	23,000	24,644	(1,644)
Utilities	52,400	72,400	85,635	(13,235)
Contract services	159,250	139,250	175,113	(35,863)
Park rental	-	-	37,404	(37,404)
Capital outlay - irrigation water well	70,000	70,000	-	70,000
Total expenditures	<u>383,838</u>	<u>385,838</u>	<u>401,129</u>	<u>(15,291)</u>
Excess (deficiency) of revenues over(under) expenditures	<u>(183,838)</u>	<u>(185,838)</u>	<u>(189,830)</u>	<u>(3,992)</u>
Other financing sources (uses):				
Transfers in	290,874	292,874	366,866	73,992
Transfers out	(107,036)	(107,036)	(177,036)	(70,000)
Total other financing sources(uses)	<u>183,838</u>	<u>185,838</u>	<u>189,830</u>	<u>3,992</u>
Net change in fund balances	-	-	-	-
Fund balance, July 1	-	-	-	-
Fund balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF CARPINTERIA**  
**Gas Tax Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental:				
State gas taxes	\$ 262,000	\$ 262,000	\$ 316,000	\$ 54,000
State exchange funds	-	-	-	-
Traffic congestion grant	61,472	61,472	-	(61,472)
Interest	1,907	1,907	1,854	(53)
Miscellaneous	-	-	-	-
Total revenues	<u>325,379</u>	<u>325,379</u>	<u>317,854</u>	<u>(7,525)</u>
Expenditures:				
Current:				
Streets:				
Street sweeping	45,000	25,000	39,823	(14,823)
Engineering	42,500	42,500	35,817	6,683
Salaries and benefits	254,462	222,228	217,740	4,488
Supplies and services	94,900	74,900	59,577	15,323
Street maintenance	25,000	25,000	19,176	5,824
Capital outlay	2,500	22,500	23,234	(734)
Total expenditures	<u>464,362</u>	<u>412,128</u>	<u>395,367</u>	<u>16,761</u>
Excess (deficiency) of revenues over(under) expenditures	<u>(138,983)</u>	<u>(86,749)</u>	<u>(77,513)</u>	<u>9,236</u>
Other financing sources (uses):				
Transfers in	173,523	173,523	173,523	-
Transfers out	(128,488)	(148,488)	(128,488)	20,000
Total other financing sources(uses)	<u>45,035</u>	<u>25,035</u>	<u>45,035</u>	<u>20,000</u>
Net change in fund balances	(93,948)	(61,714)	(32,478)	29,236
Fund balance, July 1	<u>124,194</u>	<u>202,212</u>	<u>202,212</u>	<u>-</u>
Fund balance, June 30	<u>\$ 30,246</u>	<u>\$ 140,498</u>	<u>\$ 169,734</u>	<u>\$ 29,236</u>

**CITY OF CARPINTERIA**  
**Local Transportation Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental:				
Transportation Development Act	\$ 10,456	\$ 10,456	\$ 8,665	\$ (1,791)
Interest	2,002	2,002	2,132	130
Total revenues	<u>12,458</u>	<u>12,458</u>	<u>10,797</u>	<u>(1,661)</u>
Expenditures:				
Current:				
Streets:				
Bikeway - Carpinteria Avenue	95,000	95,000	-	95,000
Total expenditures	<u>95,000</u>	<u>95,000</u>	<u>-</u>	<u>95,000</u>
Excess(deficiency) of revenues over(under) expenditures	<u>(82,542)</u>	<u>(82,542)</u>	<u>10,797</u>	<u>93,339</u>
Other financing sources (uses):				
Transfers out	<u>(3,429)</u>	<u>(3,429)</u>	<u>(3,429)</u>	<u>-</u>
Total other financing sources	<u>(3,429)</u>	<u>(3,429)</u>	<u>(3,429)</u>	<u>-</u>
Net change in fund balances	(85,971)	(85,971)	7,368	93,339
Fund balance, July 1	<u>101,903</u>	<u>99,601</u>	<u>99,601</u>	<u>-</u>
Fund balance, June 30	<u>\$ 15,932</u>	<u>\$ 13,630</u>	<u>\$ 106,969</u>	<u>\$ 93,339</u>

**CITY OF CARPINTERIA**  
**Tidelands Trust Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services:				
Beach recreation fees	\$ 121,900	\$ 86,850	\$ 83,034	\$ (3,816)
Interest	6,198	6,198	3,530	(2,668)
Inregovernmental:				
Equipment grant	-	-	-	-
Miscellaneous:				
Rents and leases	245,000	254,000	257,949	3,949
Contributions	-	650	3,511	2,861
Other	27,050	26,400	-	(26,400)
Total revenues	<u>400,148</u>	<u>374,098</u>	<u>348,024</u>	<u>(26,074)</u>
Expenditures:				
Current:				
Parks and recreation:				
Dune maintenance	22,000	4,500	43,033	(38,533)
Marsh/Bluffs maintenance	23,000	50,000	40,866	9,134
Salaries and benefits	128,065	135,415	152,197	(16,782)
Services and supplies	66,320	54,232	17,657	36,575
Capital outlay	13,950	4,000	11,903	(7,903)
Total expenditures	<u>253,335</u>	<u>248,147</u>	<u>265,656</u>	<u>(17,509)</u>
Excess(deficiency) of revenues over under expenditures	<u>146,813</u>	<u>125,951</u>	<u>82,368</u>	<u>(43,583)</u>
Other financing uses:				
Transfers out	<u>(120,307)</u>	<u>(120,307)</u>	<u>(120,307)</u>	<u>-</u>
Total other financing uses	<u>(120,307)</u>	<u>(120,307)</u>	<u>(120,307)</u>	<u>-</u>
Net change in fund balances	26,506	5,644	(37,939)	(43,583)
Fund balance, July 1	<u>193,235</u>	<u>80,429</u>	<u>104,366</u>	<u>23,937</u>
Fund balance, June 30	<u>\$ 219,741</u>	<u>\$ 86,073</u>	<u>\$ 66,427</u>	<u>\$ (19,646)</u>

**CITY OF CARPINTERIA**  
**Street Lighting Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2010**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes and assessments:				
Street lighting ad valorem assessments	\$ 266,124	\$ 266,124	\$ 266,758	\$ 634
Intergovernmental	1,133	1,133	-	(1,133)
Interest	18,192	18,192	17,054	(1,138)
Total revenues	<u>285,449</u>	<u>285,449</u>	<u>283,812</u>	<u>(1,637)</u>
Expenditures:				
Current:				
Streets:				
Street lighting	87,550	87,550	105,212	(17,662)
Traffic signals and other	163,090	163,090	63,682	99,408
Capital outlay	100,000	100,000	94,858	5,142
Total expenditures	<u>350,640</u>	<u>350,640</u>	<u>263,752</u>	<u>86,888</u>
Excess(deficiency) of revenues over expenditures	<u>(65,191)</u>	<u>(65,191)</u>	<u>20,060</u>	<u>85,251</u>
Other financing uses:				
Transfers in	-	-	-	-
Transfers out	(61,950)	(61,950)	(61,980)	(30)
Total other financing sources (uses)	<u>(61,950)</u>	<u>(61,950)</u>	<u>(61,980)</u>	<u>(30)</u>
Net change in fund balances	(127,141)	(127,141)	(41,920)	85,221
Fund balance, July 1	<u>783,390</u>	<u>811,575</u>	<u>811,575</u>	<u>-</u>
Fund balance, June 30	<u>\$ 656,249</u>	<u>\$ 684,434</u>	<u>\$ 769,655</u>	<u>\$ 85,221</u>

**CITY OF CARPINTERIA**  
**Right of Way Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes and assessments:				
Street right of way special assessments	\$ 192,800	\$ 192,800	\$ 195,946	\$ 3,146
Interest	1,806	1,806	4	(1,802)
Miscellaneous	500	500	18,204	17,704
Total revenues	<u>195,106</u>	<u>195,106</u>	<u>214,154</u>	<u>19,048</u>
Expenditures:				
Current:				
Streets:				
Tree maintenance	30,500	30,500	19,008	11,492
Salaries and benefits	155,045	194,205	196,734	(2,529)
Services and supplies	130,100	130,100	145,958	(15,858)
Total expenditures	<u>315,645</u>	<u>354,805</u>	<u>361,700</u>	<u>(6,895)</u>
Excess(deficiency of revenues over expenditures	<u>(120,539)</u>	<u>(159,699)</u>	<u>(147,546)</u>	<u>12,153</u>
Other financing sources (uses):				
Transfers in	187,367	226,527	214,374	(12,153)
Transfers out	(66,828)	(66,828)	(66,828)	-
Total other financing sources (uses)	<u>120,539</u>	<u>159,699</u>	<u>147,546</u>	<u>(12,153)</u>
Net change in fund balances	-	-	-	-
Fund balance, July 1	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ (1)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF CARPINTERIA**  
**Parking and Business Improvement Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes and assessments:				
Parking lot special assessments	\$ 29,319	\$ 29,319	\$ 26,222	\$ (3,097)
Interest	858	858	518	(340)
Total revenues	<u>30,177</u>	<u>30,177</u>	<u>26,740</u>	<u>(3,437)</u>
Expenditures:				
Current:				
General government:				
Parking and business improvement	19,500	19,500	8,684	10,816
Total expenditures	<u>19,500</u>	<u>19,500</u>	<u>8,684</u>	<u>10,816</u>
Excess(deficiency) of revenues over expenditures	<u>10,677</u>	<u>10,677</u>	<u>18,056</u>	<u>7,379</u>
Other financing sources (uses):				
Transfer in	-	-	-	-
Transfer out	<u>(17,249)</u>	<u>(17,249)</u>	<u>(17,249)</u>	<u>-</u>
Total other financing uses	<u>(17,249)</u>	<u>(17,249)</u>	<u>(17,249)</u>	<u>-</u>
Net change in fund balances	(6,572)	(6,572)	807	7,379
Fund balance, July 1	<u>23,184</u>	<u>18,346</u>	<u>18,346</u>	<u>-</u>
Fund balance, June 30	<u>\$ 16,612</u>	<u>\$ 11,774</u>	<u>\$ 19,153</u>	<u>\$ 7,379</u>

**CITY OF CARPINTERIA**  
**AB 939 Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 6,007	\$ 6,007	\$ 5,650	\$ (357)
Intergovernmental				
State grant	-	-	-	-
Charges for services:				
Solid waste management fees	69,000	69,000	75,921	6,921
Total revenues	<u>75,007</u>	<u>75,007</u>	<u>81,571</u>	<u>6,564</u>
Expenditures:				
Current:				
Public works:				
Waste oil collection	73,200	93,200	34,055	59,145
Total expenditures	<u>73,200</u>	<u>93,200</u>	<u>34,055</u>	<u>59,145</u>
Excess(deficiency) of revenues over expenditures	<u>1,807</u>	<u>(18,193)</u>	<u>47,516</u>	<u>65,709</u>
Other financing sources (uses):				
Transfers in	-	-	-	-
Transfers out	<u>(39,275)</u>	<u>(39,275)</u>	<u>(39,275)</u>	<u>-</u>
Total other financing uses	<u>(39,275)</u>	<u>(39,275)</u>	<u>(39,275)</u>	<u>-</u>
Net change in fund balances	(37,468)	(57,468)	8,241	65,709
Fund balance, July 1	<u>195,763</u>	<u>250,996</u>	<u>250,995</u>	<u>1</u>
Fund balance, June 30	<u>\$158,295</u>	<u>\$ 193,528</u>	<u>\$ 259,236</u>	<u>\$ 65,710</u>

**CITY OF CARPINTERIA**  
**Measure D Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

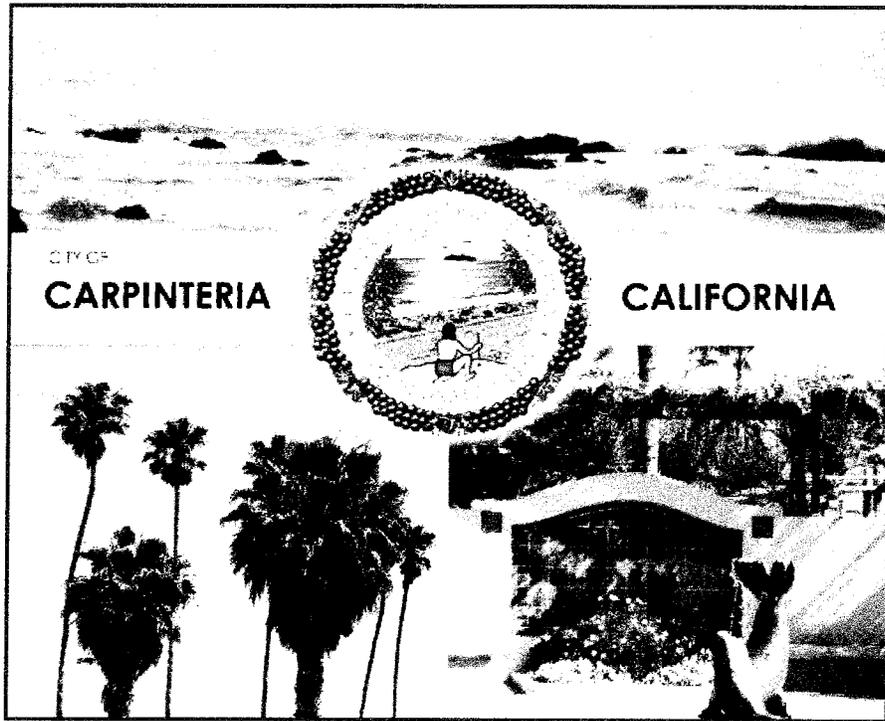
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental:				
Measure D allocations	\$ -	\$ -	\$ -	\$ -
Interest	37,185	37,185	26,183	(11,002)
Total revenues	<u>37,185</u>	<u>37,185</u>	<u>26,183</u>	<u>(11,002)</u>
Expenditures:				
Capital outlay:				
Street rehabilitation	450,000	450,000	221,092	228,908
9th street pedestrian bridge	150,000	150,000	-	150,000
Street maintenance	150,000	150,000	-	150,000
Beach drainage	125,000	125,000	743	124,257
Total expenditures	<u>875,000</u>	<u>875,000</u>	<u>221,835</u>	<u>653,165</u>
Excess(dediciency) of reevenues over expenditures	<u>(837,815)</u>	<u>(837,815)</u>	<u>(195,652)</u>	<u>642,163</u>
Other financing sources (uses):				
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(837,815)	(837,815)	(195,652)	642,163
Fund balance, July 1	<u>1,441,517</u>	<u>1,422,946</u>	<u>1,422,945</u>	<u>1</u>
Fund balance, June 30	<u>\$ 603,702</u>	<u>\$ 585,131</u>	<u>\$ 1,227,293</u>	<u>\$ 642,164</u>

**CITY OF CARPINTERIA**  
**Measure A Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental:				
Measure A allocations	\$ 720,000	\$ 720,000	\$ 633,709	\$ (86,291)
Interest	-	-	5,051	5,051
Total revenues	<u>720,000</u>	<u>720,000</u>	<u>638,760</u>	<u>(81,240)</u>
Expenditures:				
Current:				
Tree maintenance	110,000	110,000	39,321	70,679
Pavement management system	35,000	35,000	11,733	23,267
Easy lift cart	15,000	15,000	17,000	(2,000)
Other services	14,250	14,250	1,500	12,750
Capital outlay:				
Concrete repairs	50,000	50,000	19,845	30,155
Storm water projects	50,000	50,000	15,579	34,421
Safe routes schools	20,000	20,000	-	20,000
Other projects	37,500	37,500	25,000	12,500
Total expenditures	<u>331,750</u>	<u>331,750</u>	<u>129,978</u>	<u>201,772</u>
Excess(deficiency) of revenues over expenditures	<u>388,250</u>	<u>388,250</u>	<u>508,782</u>	<u>120,532</u>
Other financing sources (uses):				
Transfers in	40,084	40,084	40,084	-
Transfers out	<u>(71,973)</u>	<u>(71,973)</u>	<u>(71,973)</u>	<u>-</u>
Total other financing sources (uses)	<u>(31,889)</u>	<u>(31,889)</u>	<u>(31,889)</u>	<u>-</u>
Net change in fund balances	356,361	356,361	476,893	120,532
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 356,361</u>	<u>\$ 356,361</u>	<u>\$ 476,893</u>	<u>\$ 120,532</u>

**CITY OF CARPINTERIA**  
**Recreation Programs Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services:				
Pool and Recreation programs	\$ 132,700	\$ 134,250	\$ 153,039	\$ 18,789
Verterans Memorial rents	35,000	23,000	31,145	8,145
Punch card sales	35,000	35,000	31,946	(3,054)
Triathlon revenue	82,000	102,000	103,456	1,456
Interest	-	-	-	-
Total revenues	<u>284,700</u>	<u>294,250</u>	<u>319,586</u>	<u>25,336</u>
Expenditures:				
Current:				
Wages and benefits	273,832	205,198	193,170	12,028
Utilities	48,200	48,200	48,816	(616)
Contract services	27,000	29,200	15,662	13,538
Supplies and services	111,250	133,790	131,703	2,087
Capital outlay	-	-	-	-
Total expenditures	<u>460,282</u>	<u>416,388</u>	<u>389,351</u>	<u>27,037</u>
Excess(deficiency) of revenues over expenditures	<u>(175,582)</u>	<u>(122,138)</u>	<u>(69,765)</u>	<u>52,373</u>
Other financing sources (uses):				
Transfers in	258,897	189,987	153,080	(36,907)
Transfers out	<u>(83,315)</u>	<u>(67,849)</u>	<u>(83,315)</u>	<u>(15,466)</u>
Total other financing sources(uses)	<u>175,582</u>	<u>122,138</u>	<u>69,765</u>	<u>(52,373)</u>
Net change in fund balances	-	-	-	-
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



# Capital Assets Used in Governmental Operations



**CITY OF CARPINTERIA**  
**Comparative Schedule of Capital Assets Used In Operation of Governmental Funds**  
**Comparative Schedules By Source**

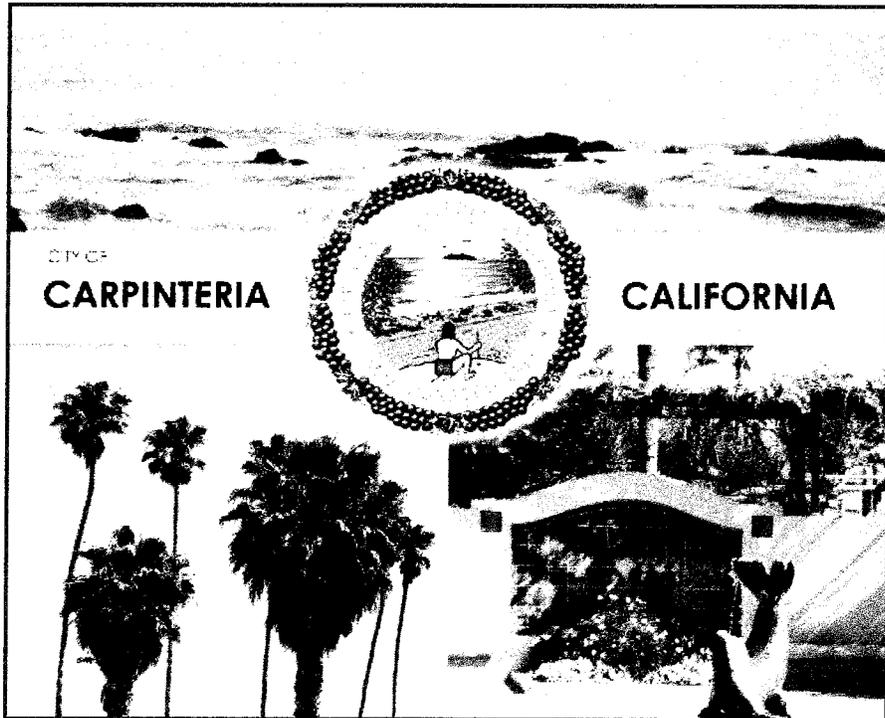
	June 30	
	2011	2010
Governmental funds capital assets		
Land	\$ 8,540,884	\$ 8,540,884
Buildings	2,055,675	2,055,675
Pool facilities	1,339,312	1,339,312
Vehicles	582,566	582,566
Equipment	953,824	953,824
Street and other improvements	3,713,554	2,895,927
Park improvements	2,260,174	2,260,174
Construction in progress	786,575	-
	<u>\$ 20,232,564</u>	<u>\$ 18,628,362</u>
Investment in governmental funds capital assets by source		
General fund	\$ 9,963,341	\$ 9,963,341
Special revenue funds	10,269,223	8,665,021
	<u>\$ 20,232,564</u>	<u>\$ 18,628,362</u>

**CITY OF CARPINTERIA**  
**Schedule of Changes in Capital Assets Used in Operation of Governmental Funds**  
**By Source**  
**For the Fiscal Year Ended June 30, 2011**

	<u>Land and Improvements</u>	<u>Buildings and Pool Facilities</u>	<u>Vehicles and Equipment</u>	<u>CIP</u>	<u>Total Cost</u>
Governmental funds capital assets, July 1, 2010	\$ 13,696,985	\$ 3,394,987	\$ 1,536,390	\$ -	\$ 18,628,362
Add:					
Expenditures from:					
General fund	-	-	-	-	-
Special revenue funds	817,627	-	-	786,575	1,604,202
Contributions	-	-	-	-	-
Deduct:					
Fixed assets disposals	-	-	-	-	-
Governmental funds capital assets June 30, 2011	<u>\$ 14,514,612</u>	<u>\$ 3,394,987</u>	<u>\$ 1,536,390</u>	<u>\$ 786,575</u>	<u>\$ 20,232,564</u>

**CITY OF CARPINTERIA**  
**Schedule of Capital Assets Used In Operation of Governmental Funds**  
**By Function and Activity**  
**June 30, 2011**

<u>Function and Activity</u>	<u>Construction in Progress</u>	<u>Land and Improvements</u>	<u>Buildings and Pool Facilities</u>	<u>Vehicles and Equipment</u>	<u>Total Cost</u>
General government:					
General government buildings	\$ -	\$ 1,336,855	\$ 365,077	\$ 548,367	\$ 2,250,299
Public safety	-	500,000	317,740	109,370	927,110
Parks and recreation	714,765	8,713,587	2,601,690	536,897	12,566,939
Public works	71,810	450,000	110,480	341,756	974,046
Infrastructure:					
Pedestrian bridges and walkways	-	2,192,811	-	-	2,192,811
Street systems	-	1,181,116	-	-	1,181,116
Sidewalk systems	-	140,243	-	-	140,243
<b>Total general fixed assets</b>	<b>\$ 786,575</b>	<b>\$ 14,514,612</b>	<b>\$ 3,394,987</b>	<b>\$ 1,536,390</b>	<b>\$ 20,232,564</b>



# Statistical Section



## STATISTICAL SECTION

This part of the City of Carpinteria's' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

<b>Financial Trends</b>	<b>Schedules 1 -4</b>
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These schedules contain trend information to help understand how the city's financial performance and well-being have changed over time.

<b>Revenue Capacity</b>	<b>Schedules 5-13</b>
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These schedules contain information to help assess the city's most significant local revenue sources, which for the City is property taxes, sales taxes, and transient occupancy taxes.

<b>Debt Capacity</b>	<b>Schedules 14-18</b>
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These schedules present information to help assess the afford ability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.

<b>Demographic and Economic Information</b>	<b>Schedules 19-21</b>
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These schedules offer demographic and economic indicators to help understand the environment within which the city's financial activities take place.

<b>Operating Information</b>	<b>Schedules 22-23</b>
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These schedules contain service and infrastructure data to help understand how the information in the city's financial report relates to services the city provides and the activities it performs.

**Schedule 1**  
**City of Carpinteria**  
**Net Assets by Component**  
**Last Nine Fiscal Years**  
**(Accrual basis of accounting)**

For The Fiscal Years Ended June 30

	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Governmental activities:</b>									
Invested in capital assets, net of related	\$ 7,963,730	\$ 8,690,640	\$ 8,924,720	\$ 9,224,163	\$ 9,645,343	\$ 10,403,137	\$ 12,764,362	\$ 14,278,785	\$ 15,750,059
Restricted	3,995,422	5,366,676	5,805,978	6,265,203	6,328,293	6,498,990	6,387,940	5,795,528	5,509,149
Unrestricted	5,910,519	5,700,333	5,947,105	6,361,102	7,408,559	9,333,445	7,380,527	6,948,205	6,194,379
<b>Total governmental activities net assets</b>	<b>\$ 17,869,671</b>	<b>\$ 19,757,649</b>	<b>\$ 20,677,803</b>	<b>\$ 21,850,468</b>	<b>\$ 23,382,195</b>	<b>\$ 26,235,572</b>	<b>\$ 26,532,829</b>	<b>\$ 27,022,518</b>	<b>\$ 27,453,587</b>
<b>Primary government (City wide totals)</b>									
Invested in capital assets, net of related	\$ 7,963,730	\$ 8,690,640	\$ 8,924,720	\$ 9,224,163	\$ 9,645,343	\$ 10,403,137	\$ 12,764,362	\$ 14,278,785	\$ 15,750,059
Restricted	3,995,422	5,366,676	5,805,978	6,265,203	6,328,293	6,498,990	6,387,940	5,795,538	5,509,149
Unrestricted	5,910,519	5,700,333	5,947,105	6,361,102	7,408,559	9,333,445	7,380,527	6,948,205	6,194,379
<b>Total primary government net assets</b>	<b>\$ 17,869,671</b>	<b>\$ 19,757,649</b>	<b>\$ 20,677,803</b>	<b>\$ 21,850,468</b>	<b>\$ 23,382,195</b>	<b>\$ 26,235,572</b>	<b>\$ 26,532,829</b>	<b>\$ 27,022,528</b>	<b>\$ 27,453,587</b>

**Note:** The City implemented GASB Statement Number 34 in the 2003 fiscal year. The information in this schedule is therefore set forth prospectively from the year of implementation. The City reports no business-type activities.

**Schedule 2**  
**City of Carpinteria**  
**Changes in Net Assets, Last Nine Fiscal Years**  
**(Accrual Basis of Accounting)**

For The Fiscal Years Ended June 30

	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Expenses:</b>									
Governmental activities:									
General government	\$ 2,539,247	\$ 2,276,456	\$ 2,463,385	\$ 2,735,676	\$ 2,683,965	\$ 2,986,529	\$ 3,241,203	\$ 3,723,162	\$ 3,519,612
Police	2,042,154	2,368,260	2,620,462	2,692,071	2,777,336	2,854,942	2,981,952	3,163,145	3,340,770
Fire									
Public works	1,524,350	1,419,356	1,457,028	1,926,172	2,244,942	2,313,229	2,637,041	2,308,955	1,983,199
Planning									
Recreation	1,014,447	1,399,181	1,365,141	1,473,951	1,783,154	1,481,315	2,216,869	1,588,448	1,548,443
Parks									
Interest on long-term debt	92,056	88,888	84,015	77,776	73,751	66,664	63,568	60,517	51,822
Total governmental activities expenses	7,212,254	7,552,141	7,990,031	8,905,646	9,563,148	9,702,679	11,140,633	10,844,227	10,443,846
Total City government expenses	<u>\$ 7,212,254</u>	<u>\$ 7,552,141</u>	<u>\$ 7,990,031</u>	<u>\$ 8,905,646</u>	<u>\$ 9,563,148</u>	<u>\$ 9,702,679</u>	<u>\$ 11,140,633</u>	<u>\$ 10,844,227</u>	<u>\$ 10,443,846</u>
<b>Program Revenues:</b>									
Governmental activities:									
Charges for services:									
General government	\$ 245,363	\$ 199,620	\$ 247,465	\$ 435,688	\$ 341,078	\$ 402,927	\$ 276,799	\$ 319,336	\$ 399,380
Police protection	91,997	93,345	133,501	144,312	165,528	194,942	177,020	138,701	106,548
Fire protection									
Public works	343,655	518,599	416,366	565,478	446,955	532,412	333,186	892,015	312,544
Planning									
Parks and recreation	904,075	715,236	734,464	1,204,064	958,650	1,122,420	770,409	922,533	738,189
Operating grants and contributions	1,128,496	1,213,398	1,203,302	1,324,107	1,356,595	2,233,483	1,220,609	1,125,588	1,194,191
Capital grants and contributions	907,622	845,908	152,846	246,478	476,255	451,735	1,123,850	557,555	1,278,619
Total governmental activities program revenues	3,621,208	3,586,106	2,887,944	3,920,127	3,745,061	4,937,919	3,901,873	3,955,728	4,029,471
Total City government program revenues	<u>\$ 3,621,208</u>	<u>\$ 3,586,106</u>	<u>\$ 2,887,944</u>	<u>\$ 3,920,127</u>	<u>\$ 3,745,061</u>	<u>\$ 4,937,919</u>	<u>\$ 3,901,873</u>	<u>\$ 3,955,728</u>	<u>\$ 4,029,471</u>

(Continued)

**Schedule 2 -Continued**  
**City of Carpinteria**  
**Changes in Net Assets, Last Nine Fiscal Years**  
**(Accrual Basis of Accounting)**

For The Fiscal Years Ended June 30

	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Net(Expense)Revenue:</b>									
Governmental activities	\$ (3,591,046)	\$ (3,966,035)	\$ (5,102,087)	\$ (4,985,519)	\$ (5,818,087)	\$ (4,764,760)	\$ (7,238,760)	\$ (6,888,499)	\$ (6,414,375)
Total City government	<u>\$ (3,591,046)</u>	<u>\$ (3,966,035)</u>	<u>\$ (5,102,087)</u>	<u>\$ (4,985,519)</u>	<u>\$ (5,818,087)</u>	<u>\$ (4,764,760)</u>	<u>\$ (7,238,760)</u>	<u>\$ (6,888,499)</u>	<u>\$ (6,414,375)</u>
<b>General Revenues and Other Changes in</b>									
<b>in Net Assets:</b>									
Governmental activities:									
Taxes:									
Property taxes	\$ 1,058,396	\$ 1,124,398	\$ 1,122,348	\$ 2,260,191	\$ 2,400,098	\$ 2,553,681	\$ 2,598,405	\$ 2,617,817	\$ 2,581,797
Sales taxes	1,231,395	1,229,294	1,321,802	1,309,958	1,492,933	1,700,449	1,951,187	1,886,345	1,610,860
Other taxes	2,839,821	2,745,581	2,185,979	2,242,098	2,514,825	2,470,860	2,345,848	2,319,130	2,415,064
Unrestricted grants and contributions									
Miscellaneous Motor vehicle in lieu fees not restricted to a specific program			1,194,601	98,194	112,933	86,361	68,611	81,180	50,588
Other general revenues					202,825	21,182	23,031	182,229	14,889
Investment earnings	163,276	54,740	197,513	247,743	565,497	781,441	548,935	291,497	172,236
Transfers		700,000							
Special item: Cable TV franchise renewal									
Total governmental activities	<u>5,292,888</u>	<u>5,854,013</u>	<u>6,022,243</u>	<u>6,158,184</u>	<u>7,289,111</u>	<u>7,613,974</u>	<u>7,536,017</u>	<u>7,378,198</u>	<u>6,845,434</u>
Total City government	<u>\$ 5,292,888</u>	<u>\$ 5,854,013</u>	<u>\$ 6,022,243</u>	<u>\$ 6,158,184</u>	<u>\$ 7,289,111</u>	<u>\$ 7,613,974</u>	<u>\$ 7,536,017</u>	<u>\$ 7,378,198</u>	<u>\$ 6,845,434</u>
<b>Change in net assets:</b>									
Governmental activities	\$ 1,701,842	\$ 1,887,978	\$ 920,156	\$ 1,172,665	\$ 1,471,024	\$ 2,849,214	\$ 297,257	\$ 489,699	\$ 431,059
Total City government	<u>\$ 1,701,842</u>	<u>\$ 1,887,978</u>	<u>\$ 920,156</u>	<u>\$ 1,172,665</u>	<u>\$ 1,471,024</u>	<u>\$ 2,849,214</u>	<u>\$ 297,257</u>	<u>\$ 489,699</u>	<u>\$ 431,059</u>

Note: The city implemented GASB Statement Number 34 in the 2003 fiscal year. The information in this schedule is therefore set forth prospectively from the year of implementation. In fiscal 2005 Motor Vehicle in Lieu of Property Taxes was classified as Motor Vehicle in Lieu, and in 2006 was reported as part of Property Taxes as it was in lieu of Property Taxes.

**Schedule 3  
City of Carpinteria  
Fund Balances, Governmental Funds  
Last Nine Fiscal Years**

Fiscal Year	General Fund					All Other Governmental Funds			
	Nondspendable	Restricted	Committed	Unassigned	Total	Nondspendable	Restricted	Committed	Totals
2011	\$ 173,152	\$ 324,734	\$ 1,856,800	\$ 4,805,990	\$ 7,160,676	\$ 9,978	\$ 5,184,415	\$ -	\$ 5,194,393
							Unreserved, reported in		
Fiscal Year	Reserved	Unreserved	Total General Fund	Reserved	Special Revenue	Capital Projects	Total		
2010	\$ 2,379	\$ 7,604,958	\$ 7,607,337	\$ 23,937	\$ 3,143,733	\$ 2,276,455	\$ 5,444,125		
2009	\$ 4,758	\$ 7,726,393	\$ 7,731,151	\$ 25,353	\$ 2,764,316	\$ 3,237,142	\$ 6,026,811		
2008	\$ 173,792	\$ 8,841,682	\$ 9,015,474	\$ 25,353	\$ 3,081,517	\$ 3,534,857	\$ 6,641,727		
2007	\$ 406,524	\$ 7,468,271	\$ 7,874,795	\$ 25,447	\$ 2,483,455	\$ 3,166,885	\$ 5,675,787		
2006	\$ 16,922	\$ 6,803,201	\$ 6,820,123	\$ 31,012	\$ 2,629,076	\$ 3,151,960	\$ 5,812,048		
2005	\$ 137,563	\$ 5,844,281	\$ 5,981,844	\$ 32,489	\$ 2,672,888	\$ 2,498,945	\$ 5,204,322		
2004	\$ 219,659	\$ 6,366,725	\$ 6,586,384	\$ 31,513	\$ 2,141,464	\$ 2,403,746	\$ 4,576,723		
2003	\$ 137,563	\$ 5,844,281	\$ 5,981,844	\$ 33,477	\$ 1,988,657	\$ 2,099,361	\$ 4,121,495		

Note: (1) The City implemented GASB statement Number 34 in the 2003 fiscal year. The information in this schedule is therefore set forth prospectively from the year of implementation.

Note(2) The City implemented GASB statement 54 as to Fund Balance reporting in Fiscal Year 2011, and information in this schedule is therefore set forth prospectively

Schedule 4  
City of Carpinteria  
Changes in Fund Balances, Governmental Funds  
Last Ten Fiscal Years

(Modified accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Revenues:</b>										
Taxes	\$ 4,064,124	\$ 4,238,043	\$ 4,407,265	\$ 4,623,795	\$ 5,805,562	\$ 6,382,499	\$ 6,724,990	\$ 6,895,440	\$ 6,823,292	\$ 6,607,721
Licenses and permits	96,208	97,736	83,206	117,811	191,172	102,283	97,519	81,981	72,302	123,567
Fines and forfeits	90,371	85,607	76,773	118,245	126,355	163,913	193,528	175,732	137,910	106,243
Charges for services	478,985	1,052,067	1,021,303	789,223	1,469,872	1,162,487	1,461,187	705,059	1,425,239	804,591
Special assessments	223,479	219,941	223,820	232,692	224,866	220,472	221,372	222,177	224,681	222,168
Intergovernmental	2,293,098	2,719,666	2,571,263	2,499,367	1,628,585	1,703,480	2,549,370	2,256,250	1,725,304	2,253,103
Investment earnings	351,567	256,184	110,214	268,038	310,357	737,883	942,019	674,935	373,368	242,615
Other revenues	294,280	244,850	246,275	261,014	299,042	387,245	333,408	348,815	551,830	514,897
<b>Total revenues</b>	<b>7,892,092</b>	<b>8,914,094</b>	<b>8,740,119</b>	<b>8,910,185</b>	<b>10,055,811</b>	<b>10,860,062</b>	<b>12,523,393</b>	<b>11,360,389</b>	<b>11,333,926</b>	<b>10,874,905</b>
<b>Expenditures:</b>										
General government	2,091,032	2,384,367	2,230,797	2,367,740	2,598,384	2,635,513	2,825,720	3,057,446	3,381,989	3,149,117
Public safety	1,903,113	2,021,636	2,359,824	2,610,374	2,692,071	2,717,000	2,812,193	2,970,475	3,151,668	3,263,648
Parks	2,103,766	922,996	989,067	1,125,229	1,267,808	1,316,353	1,269,500	1,342,264	1,481,804	1,376,443
Planning and public works	164,684	931,004	1,205,894	1,494,523	2,183,772	2,684,899	2,884,514	2,810,131	2,432,332	1,357,768
Recreation										
Capital outlay	205,439	2,515,834	1,291,150	323,360	415,051	479,009	450,296	2,276,037	1,417,116	2,248,976
Intergovernmental								633,185	-	-
Debt service:										
Payment to escrow agent										
Costs of issuance										
Principal	102,880	104,005	116,621	131,032	123,154	100,000	105,000	105,000	115,000	120,000
Interest	97,348	93,118	90,059	85,281	79,143	73,751	69,551	65,090	60,517	55,346
<b>Total expenditures</b>	<b>6,668,262</b>	<b>8,972,960</b>	<b>8,283,412</b>	<b>8,137,539</b>	<b>9,359,383</b>	<b>10,006,525</b>	<b>10,416,774</b>	<b>13,259,628</b>	<b>12,040,426</b>	<b>11,571,298</b>
Excess of revenues over (under) expenditures	1,223,830	(58,866)	456,707	772,646	696,428	853,537	2,106,619	(1,899,239)	(706,500)	(696,393)
<b>Other Financing Sources (Uses)</b>										
Proceeds from borrowing										
Payments to escrow agent										
Transfers in	799,426	1,216,132	1,158,681	1,154,090	1,359,437	1,341,265	1,261,917	1,547,951	1,939,510	2,891,794
Transfers out	(887,393)	(1,216,132)	(1,158,681)	(1,154,090)	(1,359,437)	(1,341,265)	(1,261,917)	(1,547,951)	(1,939,510)	(2,891,794)
<b>Total other financing sources (uses)</b>	<b>(87,967)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>1,135,863</b>	<b>\$ (58,866)</b>	<b>\$ 456,707</b>	<b>\$ 772,646</b>	<b>\$ 696,428</b>	<b>\$ 853,537</b>	<b>\$ 2,106,619</b>	<b>\$ (1,899,239)</b>	<b>\$ (706,500)</b>	<b>\$ (696,393)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>3.10%</b>	<b>3.05%</b>	<b>2.96%</b>	<b>2.77%</b>	<b>2.26%</b>	<b>1.82%</b>	<b>1.75%</b>	<b>1.55%</b>	<b>1.65%</b>	<b>1.88%</b>

**Schedule 5  
City of Carpinteria  
Assessed Value and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years**

Fiscal Year	Assessed Taxable Values			Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Secured	Unsecured	Totals			
2001-2002	982,399,759	94,073,005	1,076,472,764	0.00%	2,590,389,405	41.56%
2002-2003	1,043,948,600	86,068,182	1,130,016,782	0.00%	2,732,826,046	41.35%
2003-2004	1,120,058,040	86,588,899	1,206,646,939	0.00%	2,923,843,527	41.27%
2004-2005	1,209,750,134	91,402,042	1,301,152,176	0.00%	3,154,949,681	41.24%
2005-2006	1,336,708,362	88,906,389	1,425,614,751	0.00%	3,468,780,032	41.10%
2006-2007	1,446,195,713	87,596,534	1,533,792,247	0.00%	3,740,627,188	41.00%
2007-2008	1,525,486,287	84,044,973	1,609,531,260	0.00%	3,933,779,965	40.92%
2008-2009	1,595,744,659	92,047,309	1,687,791,968	0.00%	4,120,857,803	40.96%
2009-2010	1,624,592,897	96,402,743	1,720,995,640	0.00%	4,199,200,447	40.98%
2010-2011	1,611,435,112	98,273,571	1,709,708,683	0.00%	4,168,978,596	41.01%

Notes:

- 1 Property in Santa Barbara County is assessed at market value in the year in which the property is exchanged pursuant to a sale. In years thereafter, the assessed value is increased by one percent as required by state law. Based upon the frequency of property exchanges, assessed value is estimated to be about 40 percent of actual value for real property and about 70 percent for personal property. Estimated actual value is calculated by dividing assessed value by those percentages. Tax rates are per \$100 of assessed values.
- 2 The City does not have a direct property tax rate

Source: Santa Barbara County Assessors Office

**Schedule 6**  
**City of Carpinteria**  
**Direct and Overlapping Property Tax Rates**  
**For The Last ten Fiscal Years**  
**(Rates per \$100 of assessed value)**

Fiscal Year	City Direct Rate			Overlapping Rates	
	Basic Rate	General Obligation Debt Rate	Total	School Districts	Special Districts
2001-2002	1.00%	0.00%	1.00%	0.01270%	0.00%
2002-2003	1.00%	0.00%	1.00%	0.01160%	0.00%
2003-2004	1.00%	0.00%	1.00%	0.00746%	0.00%
2004-2005	1.00%	0.00%	1.00%	0.00662%	0.00%
2005-2006	1.00%	0.00%	1.00%	0.00675%	0.00%
2006-2007	1.00%	0.00%	1.00%	0.00645%	0.00%
2007-2008	1.00%	0.00%	1.00%	0.00635%	0.00%
2008-2009	1.00%	0.00%	1.00%	0.00642%	0.00%
2009-2010	1.00%	0.00%	1.00%	0.00642%	0.00%
2010-2011	1.00%	0.00%	1.00%	0.65300%	0.00%

Note: The City's direct property tax rates can only be changed with specific voter approval

Schedule 7  
City of Carpinteria  
Principal Property Tax Payers - Top Ten Payers  
Last Ten Fiscal Years

2011				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
VENOCO, INC	\$18,928,984	1	1.11%	
6267 CARPINTERIA AVENUE, LLC	\$15,657,419	2	0.92%	
CARP ONE LLC	\$14,305,189	3	0.84%	
CARP TWO LLC	\$13,697,107	4	0.80%	
SCHAFF, VICTOR WILLIAM & SUSAR PARTNERSHIP	\$13,180,532	5	0.77%	
4646 CARPAV, LLC (CA)	\$12,550,002	6	0.73%	
CARPI, LLC	\$11,971,558	7	0.70%	
HMBL, LLC	\$11,331,611	8	0.68%	
SHEPARD PLACE LTD	\$11,046,812	9	0.65%	
GANTENBRINK-ROUTH PARTNERSHIP	\$9,801,167	10	0.57%	
<b>Total</b>	<b>\$ 132,470,381</b>		<b>7.75%</b>	

2009				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
VENOCO, INC	\$ 17,636,306	1	1.04%	
6267 CARPINTERIA AVENUE	15,343,644	2	0.91%	
CARP ONE LLC	14,058,015	3	0.83%	
NARANG HOLDING GROUP I	13,567,564	4	0.80%	
CARP TWO LLC	13,456,509	5	0.80%	
SCHAFF, VICTOR WILLIAM & CAPINTERIA PARTNERS LIM	12,920,202	6	0.77%	
HMBL, LLC	12,000,000	7	0.71%	
CARPI, LLC	11,146,616	8	0.68%	
SHEPARD PLACE LTD	10,866,769	9	0.64%	
SHEPARD PLACE LTD	10,857,240	10	0.64%	
<b>Total</b>	<b>\$ 131,852,865</b>		<b>7.81%</b>	

2007				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
CARPINTERIA BLUFFS, LLC	\$ 17,333,262	1	1.13%	
6267 CARPINTERIA AVENUE	14,392,200	2	0.94%	
CARP ONE LLC	13,496,326	3	0.88%	
CARP TWO LLC	12,933,978	4	0.84%	
SCHAFF, VICTOR WILLIAM & SUMMERWIND AT THE BLUF	12,418,500	5	0.81%	
PORTER, ALAN R	11,730,000	6	0.78%	
INTERNATIONAL AIRPORT H	10,965,000	7	0.71%	
SHEPARD PLACE LTD	10,755,720	8	0.70%	
SHEPARD PLACE LTD	10,435,619	9	0.68%	
GANTENBRINK-ROUTH PAR	9,187,606	10	0.60%	
<b>Total</b>	<b>\$ 123,648,211</b>		<b>8.06%</b>	

2005				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
Venoco, Inc.	\$ 15,121,249	1	1.16%	
Carp One, LLC	12,972,249	2	1.00%	
Carp Two, LLC	12,431,738	3	0.96%	
International Airport Hotel, LLC	10,380,000	4	0.80%	
Shepard Place Limited	10,033,311	5	0.77%	
Carpinteria Bluffs Associates	9,623,192	6	0.74%	
Merko Tamaki Trust	9,379,011	7	0.72%	
Gantenbrink-Routh Partnership	8,830,844	8	0.68%	
Motel 6 Operating LTD	8,732,514	9	0.67%	
Carpinteria Motor Inn LTD	8,587,093	10	0.66%	
<b>Total</b>	<b>\$ 106,091,201</b>		<b>8.15%</b>	

2003				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
Venoco, Inc.	17,927,199	1	1.57%	
Carp One, LLC	12,484,800	2	1.09%	
Carp Two, LLC	11,964,600	3	1.05%	
Shepard Place Limited	9,659,124	4	0.84%	
Carpinteria Bluffs Associates	9,261,590	5	0.81%	
Merko Tamaki Trust	9,026,585	6	0.79%	
Gantenbrink-Routh Partnership	8,499,017	7	0.74%	
Carpinteria Motor Inn LTD	8,787,362	8	0.77%	
Motel 6 Operating LTD	8,896,674	9	0.78%	
Dako Corporation	7,362,008	10	0.64%	
<b>Total</b>	<b>\$ 103,870,959</b>		<b>9.08%</b>	

2010				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
VENOCO, INC	\$19,157,770	1	1.11%	
4646 CARPAV, LLC (CA)	\$16,372,756	2	0.95%	
6267 CARPINTERIA AVENUE	\$15,694,616	3	0.91%	
CARP ONE LLC	\$14,339,174	4	0.83%	
CARP TWO LLC	\$13,725,638	5	0.80%	
SCHAFF, VICTOR WILLIAM & CARPI, LLC	\$13,211,851	6	0.77%	
CARPI, LLC	\$12,000,000	7	0.70%	
HMBL, LLC	\$11,347,948	8	0.66%	
SHEPARD PLACE LTD	\$11,072,881	9	0.64%	
GANTENBRINK-ROUTH PAR	\$9,824,454	10	0.57%	
<b>Total</b>	<b>\$ 136,747,088</b>		<b>7.95%</b>	

2008				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
CARPINTERIA BLUFFS, LLC	\$ 17,483,815	1	1.14%	
6267 CARPINTERIA AVENUE	14,680,044	2	0.96%	
CARP ONE LLC	13,782,368	3	0.90%	
CARP TWO LLC	13,192,657	4	0.86%	
SCHAFF, VICTOR WILLIAM & CALDWELL CHILD'S TRUST	12,666,870	5	0.83%	
POINT CENTER FINANCIAL I	12,646,060	6	0.82%	
PORTER, ALAN R	11,964,600	7	0.78%	
HMBL, LLC	11,184,300	8	0.73%	
SHEPARD PLACE LTD	10,949,233	9	0.71%	
SHEPARD PLACE LTD	10,645,827	10	0.69%	
<b>Total</b>	<b>\$ 129,195,774</b>		<b>8.42%</b>	

2006				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
Venoco, Inc	\$ 17,251,718	1	1.12%	
6267 Carpinteria Avenue, LLC	14,110,000	2	0.92%	
Carp One LLC	13,231,693	3	0.86%	
Carp Two LLC	12,680,372	4	0.83%	
Schaff, Victor William & Susar	12,175,000	5	0.79%	
Summerwind At The Bluffs, Llc	11,500,000	6	0.75%	
International Airport Hotel, Llc	10,566,000	7	0.69%	
Shepard Place Ltd	10,232,474	8	0.67%	
Porter, Alan R	9,566,589	9	0.62%	
Gantenbrink-Routh Partnershi	9,007,459	10	0.59%	
<b>Total</b>	<b>\$ 120,321,305</b>		<b>7.84%</b>	

2004				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
Venoco, Inc.	\$ 15,154,200	1	1.26%	
Carp One, LLC	12,734,496	2	1.06%	
Carp Two, LLC	12,203,892	3	1.01%	
Shepard Place Limited	9,850,802	4	0.82%	
Carpinteria Hotel Investors	9,569,850	5	0.79%	
Carpinteria Bluffs Associates	9,446,821	6	0.78%	
Merko Tamaki Trust	9,207,116	7	0.76%	
Gantenbrink-Routh Partnership	8,668,996	8	0.72%	
Carpinteria Motor Inn LTD	8,438,948	9	0.70%	
Motel 6 Operating LTD	8,577,147	10	0.71%	
<b>Total</b>	<b>\$ 103,852,268</b>		<b>8.61%</b>	

2002				
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	
Venoco, Inc.	15,085,745	1	1.38%	
Carp One, LLC	12,240,000	2	1.12%	
Carp Two, LLC	11,730,000	3	1.08%	
Shepard Place Limited	9,471,205	4	0.87%	
Carpinteria Bluffs Associates	9,079,991	5	0.83%	
Merko Tamaki Trust	8,826,595	6	0.81%	
Gantenbrink-Routh Partnership	8,332,371	7	0.76%	
Carpinteria Hotel Investors	8,502,583	8	0.78%	
Dako Corporation	8,049,442	9	0.74%	
Nusil Technology	7,938,000	10	0.73%	
<b>Total</b>	<b>\$ 99,255,932</b>		<b>9.10%</b>	

**Schedule 8  
City of Carpinteria  
Property Tax Levies and Collections  
Last Ten Fiscal Years**

Fiscal Year Ended June 30	(1) Taxes Levied For The Fiscal Year	(2) Collected Within The Fiscal Year of The Levy		Collections in Subsequent Years	Total Collection to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2002	952,972	941,250	98.77%	11,722	952,972	100.00%
2003	997,073	984,909	98.78%	12,164	997,073	100.00%
2004	1,063,627	1,053,097	99.01%	10,424	1,063,521	99.99%
2005	1,010,817	1,000,001	98.93%	10,614	1,010,615	99.98%
2006	1,125,692	1,111,283	98.72%	13,733	1,125,016	99.94%
2007	1,316,102	1,288,727	97.92%	26,190	1,314,917	99.91%
2008	1,358,921	1,326,307	97.60%	30,304	1,356,611	99.83%
2009	1,386,719	1,348,445	97.24%	32,865	1,381,310	99.61%
2010	1,540,677	1,504,317	97.64%	24,959	1,529,276	99.26%
2011	1,546,964	1,522,058	98.39%	-	1,522,058	98.39%

**Schedule 9**  
**City of Capinteria**  
**Revenue Base Concentration Data - Principal Sales Tax Generators By Industry**  
**Last Ten Fiscal Years**

2011				2010			
Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars	Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Fuel and Service Stations	\$ 439,945	1	27.31%	Business and Industry	\$ 546,412	1	28.96%
General Consumer Goods	321,411	2	19.95%	Fuel and Service Stations	389,290	2	20.64%
Restaurants and Hotels	293,273	3	18.21%	Restaurants and Hotels	350,225	3	18.56%
Food and Drugs	241,850	4	15.01%	Food and Drugs	269,723	4	14.30%
Business & Industry	190,333	5	11.82%	Building and Construction	156,977	5	8.32%
Building and Construction	97,190	6	6.03%	General Consumer Goods	142,833	6	7.57%
Autos and Transportation	26,858	7	1.67%	Autos and Transportation	31,085	7	1.65%
<b>Total</b>	<b>\$ 1,610,860</b>		<b>100.00%</b>	<b>Total</b>	<b>\$ 1,886,545</b>		<b>100.00%</b>

2009				2008			
Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars	Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
Business and Industry	\$ 803,784	1	44.78%	Business and Industry	\$ 611,920	1	35.99%
Fuel and Service Stations	290,359	2	16.18%	Fuel and Service Stations	271,260	2	15.95%
Food and Drugs	232,686	3	12.96%	Food and Drugs	265,740	3	15.63%
Restaurants and Hotels	239,907	4	13.37%	Restaurants and Hotels	260,670	4	15.33%
General Consumer Goods	122,619	5	6.83%	General Consumer Goods	137,530	5	8.09%
Building and Construction	59,646	6	3.32%	Building and Construction	109,650	6	6.45%
Autos and Transportation	45,900	7	2.56%	Autos and Transportation	43,680	7	2.57%
<b>Total</b>	<b>\$ 1,794,901</b>		<b>100.00%</b>	<b>Total</b>	<b>\$ 1,700,450</b>		<b>100.00%</b>

2007				2006			
Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars	Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
All Other Outlets	\$ 523,000	1	34.67%	All Other Outlets	\$ 470,782	1	35.62%
Other Retail Stores	237,000	2	15.71%	Other Retail Stores	183,980	2	13.92%
Eating and Drinking Places	227,000	3	15.05%	Eating and Drinking Places	173,520	3	13.13%
Service Stations	241,000	4	15.98%	Service Stations	173,170	4	13.10%
Building Materials	137,000	5	9.08%	Building Materials	161,610	5	12.23%
Food Stores	84,000	6	5.57%	Food Stores	127,400	6	9.64%
Auto Dealers and Supplies	44,000	7	2.92%	Auto Dealers and Supplies	16,040	7	1.21%
Apparel Stores	12,390	8	0.82%	Apparel Stores	12,390	8	0.94%
General Merchandise	2,910	9	0.19%	General Merchandise	2,910	9	0.22%
<b>Total</b>	<b>\$ 1,508,300</b>		<b>100.00%</b>	<b>Total</b>	<b>\$ 1,321,802</b>		<b>100.00%</b>

2005				2004			
Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars	Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
All Other Outlets	\$ 430,644	1	35.03%	All Other Outlets	\$ 491,386	1	39.90%
Other Retail Stores	177,580	2	14.45%	Other Retail Stores	171,150	2	13.90%
Eating and Drinking Places	175,020	3	14.24%	Eating and Drinking Places	171,060	3	13.89%
Service Stations	155,860	4	12.68%	Building Materials	131,080	4	10.64%
Building Materials	148,180	5	12.05%	Food Stores	124,510	5	10.11%
Food Stores	112,460	6	9.15%	Service Stations	116,750	6	9.48%
Auto Dealers and Supplies	15,200	7	1.24%	Auto Dealers and Supplies	11,950	7	0.97%
Apparel Stores	11,190	8	0.91%	Apparel Stores	10,140	8	0.82%
General Merchandise	3,160	9	0.26%	General Merchandise	3,370	9	0.27%
<b>Total</b>	<b>\$ 1,229,294</b>		<b>100.00%</b>	<b>Total</b>	<b>\$ 1,231,396</b>		<b>100.00%</b>

2003				2002			
Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars	Industry	Retail Sales Generated	Rank	Percentage of Total City Retail Sales Dollars
All Other Outlets	\$ 466,697	1	38.81%	All Other Outlets	\$ 603,789	1	45.03%
Other Retail Stores	175,020	2	14.56%	Other Retail Stores	195,900	2	14.61%
Eating and Drinking Places	166,000	3	13.80%	Eating and Drinking Places	153,630	3	11.46%
Building Materials	127,800	4	10.63%	Building Materials	121,320	4	9.05%
Food Stores	121,690	5	10.12%	Food Stores	121,230	5	9.04%
Service Stations	116,940	6	9.73%	Service Stations	112,480	6	8.39%
Auto Dealers and Supplies	15,210	7	1.26%	Auto Dealers and Supplies	19,710	7	1.47%
Apparel Stores	9,850	8	0.82%	Apparel Stores	9,550	8	0.71%
General Merchandise	3,260	9	0.27%	General Merchandise	3,150	9	0.23%
<b>Total</b>	<b>\$ 1,202,467</b>		<b>100.00%</b>	<b>Total</b>	<b>\$ 1,340,759</b>		<b>100.00%</b>

**Schedule 10  
City of Carpinteria  
Sales Tax Revenue Base Data  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Revenue Base City-Wide Retail Sales Subject to Tax</u>	<u>Total Retail Sales Tax Rate</u>	<u>City Direct Tax Rate</u>	<u>Revenue Recognized By the City</u>
2002	120,246,700	7.75%	1.00%	1,202,467
2003	123,139,600	7.75%	1.00%	1,231,396
2004	122,929,400	7.75%	1.00%	1,229,294
2005	132,180,200	7.75%	1.00%	1,321,802
2006	130,995,800	7.75%	1.00%	1,309,958
2007	149,293,300	7.75%	1.00%	1,492,933
2008	170,045,000	7.75%	1.00%	1,700,450
2009	195,118,700	8.25%	1.00%	1,951,187
2010	188,634,500	8.75%	1.00%	1,886,345
2011	161,086,000	7.75%	1.00%	1,610,860

**Note:** The City's direct retail sales tax rate is established pursuant to the City's Municipal Code. Any increase in the City's direct tax rate requires voter approval

**Schedule 11  
City of Carpinteria  
Transient Occupancy Tax Revenue Base Data  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Revenue Base Room Revenues Subject to Tax</u>	<u>City Direct Tax Rate</u>	<u>Revenue Recognized By the City</u>
2002	10,092,450	10.00%	1,009,245
2003	10,390,770	10.00%	1,039,077
2004	10,738,630	10.00%	1,073,863
2005	11,778,600	10.00%	1,177,860
2006	12,438,520	10.00%	1,243,852
2007	14,527,090	10.00%	1,452,709
2008	14,150,310	10.00%	1,415,031
2009	13,269,290	10.00%	1,326,929
2010	12,624,320	10.00%	1,262,432
2011	13,060,330	10.00%	1,306,033

**Schedule 12**  
**City Of carpinteria**  
**Transient Occupancy Tax- Principal Payers and Other Data**  
**Last Ten Fiscal Years**

Fiscal Year	City-Wide Occupany Rate	Average Daily Room Rates	Transient Occupancy Tax Revenues In Dollars	
			Concentration By Hotel Size Based on Number of Rooms	
			Number Hotels 50 or More Rooms	Number Hotels under 50 Rooms
			4	15
2002	N/A	N/A	\$ 901,681.00	\$ 107,564.00
			4	18
2003	N/A	N/A	\$ 874,496.00	\$ 164,581.00
			4	17
2004	N/A	N/A	\$ 925,489.00	\$ 148,374.00
			4	15
2005	N/A	N/A	\$ 979,461.00	\$ 198,399.00
			4	15
2006	N/A	N/A	\$ 952,508.00	\$ 291,344.00
			4	15
2007	N/A	N/A	\$ 1,172,699.00	\$ 280,010.00
			4	15
2008	N/A	N/A	\$ 1,096,090.00	\$ 318,941.00
			4	15
2009	N/A	N/A	\$ 1,126,937.94	\$ 213,125.73
			4	15
2010	N/A	N/A	\$ 1,069,209.00	\$ 193,223.00
			4	15
2011	N/A	N/A	\$ 1,075,964.00	\$ 230,069.00
			4	15

**Schedule 13**  
**City of Sample**  
**Principal Transient Occupancy Tax Payers - Top Ten**  
**Last Ten Fiscal Years**  
**(In Alphabetical Order)**

Fiscal Years Ended June 30

2011	2010	2009	2008
ACCOR NORTH AMERICA	ACCOR NORTH AMERICA	ACCOR NORTH AMERICA	ACCOR NORTH AMERICA
BEST WESTERN CARPINTERIA SHORES	BEST WESTERN CARPINTERIA SHORES	BEST WESTERN CARPINTERIA SHORES	BEST WESTERN CARPINTERIA SHORES
HMBL, LLC (DBA HOLIDAY INN EXPRESS)	HMBL, LLC	BEST WESTERN INN 332	CARPINTERIA REAL ESTATE, INC,
VENTURA LODGE LLC / SANDYLAND REEF INN	4975 SANDYLAND ROAD AS	CARPINTERIA SHORES	CARPINTERIA SHORES
CARPINTERIA SHORES	BEST WESTERN INN 332	HMBL, LLC	HMBL, LLC
SOLIMAR SANDS	BEST WESTERN INN	MURPHY KING REAL ESTATE	MURPHY KING REAL ESTATE
CARPINTERIA REAL ESTATE	VENTURA LODGE LLC / SANDYLAND REEF INN	PRUFROCK'S GARDEN INN	PRUFROCK'S GARDEN INN
SUNSET SHORES CONDOMINIUM	SOLIMAR SANDS	SOLIMAR SANDS	SOLIMAR SANDS
MURPHY KING REAL ESTATE	CARPINTERIA REAL ESTATE	SUNSET SHORES CONDOMINIUM	SUNSET SHORES CONDOMINIUM
SANDYLAND REEF INN	SANDYLAND REEF INN	VENTURA LODGE LLC / SANDYLAND REEF INN	VENTURA LODGE LLC

Fiscal Years Ended June 30

2007	2006	2005	2004
ACCOR NORTH AMERICA	ACCOR ECONOMY LODGING	ACCOR ECONOMY LODGING	ACCOR ECONOMY LODGING
BEST WESTERN	BEST WESTERN	BEST WESTERN	BEST WESTERN
HOLIDAY INN EXPRESS	CARPINTERIA SHORES	CARPINTERIA SHORES	CARPINTERIA INN
VENTURA LODGE LLC	CASA DEL SOL	CASA DEL SOL	CARPINTERIA SHORES
SUNSET SHORES CONDOMINIUM	EUGENIA MOTEL	EUGENIA MOTEL	CASA DEL SOL
CARPINTERIA SHORES	HOLIDAY INN EXPRESS	HOLIDAY INN EXPRESS	COMFORT SUITES
SOLIMAR SANDS	PRUFROCK'S GARDEN INN	PRUFROCK'S GARDEN INN	EUGENIA MOTEL
PRUFROCK'S GARDEN INN	REEF INN	REEF INN	HOLIDAY INN EXPRESS
MURPHY-KING REAL ESTATE	SOLIMAR SANDS	SOLIMAR SANDS	PRUFROCK'S GARDEN INN
CASA DEL SOL	SUNSET SHORES	SUNSET SHORES	REEF INN

Fiscal Year Ended June 30

2003	2002
ACCOR ECONOMY LODGING	ACCOR ECONOMY LODGING
BEST WESTERN	BEST WESTERN
CARPINTERIA SHORES	CARPINTERIA INN
CASA DEL SOL	CARPINTERIA SHORES
COMFORT SUITES	CASA DEL SOL
EUGENIA MOTEL	COMFORT SUITES
PRUFROCK'S GARDEN INN	EUGENIA MOTEL
REEF INN	PRUFROCK'S GARDEN INN
SOLIMAR SANDS	REEF INN
SUNSET SHORES	SOLIMAR SANDS

Schedule 14  
City of Carpinteria  
Ratios of Outstanding Debt By Type  
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-type Activities			Total City Debt as Percentage of Personal Income	Total City Debt Per Capita
	General Obligation Bonds	Lease Revenue Bonds	Special Assessment Bonds	Reassessment Revenue Bonds	Certificates of Participation	Capital Lease Obligations	Capital Lease Obligations		
2001	-	-	-	-	2,035,000	134,367	-	0.39%	149
2002	-	-	-	-	1,950,000	110,948	-	0.38%	143
2003	-	-	-	-	1,865,000	85,807	-	0.35%	136
2004	-	-	-	-	1,775,000	59,185	-	0.33%	128
2005	-	-	-	-	1,680,000	23,154	-	0.31%	119
2006	-	-	-	-	1,580,000	-	-	0.29%	111
2007	-	-	-	-	1,480,000	-	-	0.27%	105
2008	-	-	-	-	1,375,000	-	-	0.25%	96
2009	-	-	-	-	1,270,000	-	-	0.23%	88
2010	-	-	-	-	1,155,000	-	-	0.21%	80

**Schedule 15**  
**City of Carpinteria**  
**Ratios of General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Per Capita
	General Obligation Bonds	Lease Revenue Bonds	Total		
2002	-		-		-
2003	-		-		-
2004	-		-		-
2005	-		-		-
2006	-		-		-
2007	-		-		-
2008	-		-		-
2009	-		-		-
2010	-		-		-
2011	-		-		-

The City did not have any General Bonded Debt during this period.

**Schedule 16**  
**City of Carpinteria**  
**Direct and Overlapping Governmental Activities Debt (Unaudited)**  
**As of June 30, 2011**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes:</b>			
Carpinteria Unified School District	\$ 15,080,000	40.589%	\$ 6,120,821
<b>Other debt:</b>			
Santa Barbara County Certificates of Participation	77,830,000	3.099%	2,411,952
City of Carpinteria Certificates of Participation	1,035,000	100.000%	1,035,000
Carpinteria Sanitary District General Fund Obligations	13,155,000	81.762%	<u>10,755,791</u>
TOTAL GROSS DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$14,202,743
Less: Carpinteria Sanitary District General Fund Obligations (100% Self-supporting)			<u>10,755,791</u>
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$3,446,952
<b>GROSS COMBINED TOTAL DEBT</b>			<b>\$ 20,323,564</b>
<b>NET COMBINED TOTAL DEBT</b>			<b>\$ 9,567,773</b>

**Schedule 17  
City of Carpinteria  
Legal Debt Margin Information  
Last Ten Fiscal Years**

Fiscal Year	Debt Limit	Total Debt Applicable To Limit	Total Debt Applicable To Limit as Percentage of Debt Limit
2002	163,549,971	-	0%
2003	171,606,089	-	0%
2004	180,997,041	-	0%
2005	195,172,826	-	0%
2006	213,842,213	-	0%
2007	230,068,837	-	0%
2008	241,429,689	-	0%
2009	253,168,795	-	0%
2010	258,149,346	-	0%
2011	256,456,302	-	0%

**Legal Debt Margin Calculation for Fiscal Year 2010**

Assessed value	\$ 1,709,708,683
Debt limit (15% of assessed value)	256,456,302
Less debt applicable to limit:	
General obligation bonds	-
Total debt applicable to limit	-
Legal debt margin	<u>\$ 256,456,302</u>

Under state finance law, the city's outstanding general obligation bonded debt should not exceed 15 percent of total assessed property value.

**Schedule 18  
City of Carpinteria  
Pledged Revenue Coverage  
Last Ten Fiscal Years**

**Special Assessment Bonds**

Fiscal Year	Special Assessment Collections	Capital Impact Fees	Debt Service		Coverage
			Principal	Interest	
2002	-	-	-	-	-
2003	-	-	-	-	-
2004	-	-	-	-	-
2005	-	-	-	-	-
2006	-	-	-	-	-
2007	-	-	-	-	-
2008	-	-	-	-	-
2009	-	-	-	-	-
2010	-	-	-	-	-
2011	-	-	-	-	-

The City had no Pledged Revenues during this period.

**Schedule 19  
City of Carpinteria  
Demographic and Economic Statistics  
For The Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2002	14,434	463,331,400	32,100	3.70%
2003	14,394	456,289,800	31,700	3.50%
2004	14,364	468,266,400	32,600	3.40%
2005	14,340	491,862,000	34,300	4.00%
2006	14,172	511,609,200	36,100	3.50%
2007	14,123	543,735,500	38,500	3.80%
2008	14,271	589,392,300	41,300	5.20%
2009	14,409	595,091,700	41,300	5.20%
2010	14,528	600,006,400	41,300	5.20%
2011	14,103	442,650,861	31,387	5.80%

**Schedule 20  
City of Carpinteria  
Principal Employers (Ten Largest)  
Last Four Fiscal Years**

Fiscal Year Ended June 30, 2011				Fiscal Year Ended June 30, 2010			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
Nusil Technology	354	1	2.27%	Nusil Technology	324	1	2.08%
Carpinteria Unified School District	272	2	1.47%	DAKO Corporation	320	2	2.05%
DAKO Corporation	230	3	1.74%	Carpinteria Unified School District	305	3	1.96%
Clipper Wind Power	200	4	1.28%	Clipper Wind Power	183	4	1.17%
CKE Restaurants Inc.	170	5	1.01%	AGIA, Inc.	170	5	1.09%
AGIA, Inc.	158	6	1.09%	CKE Restaurants Inc.	165	6	1.06%
Lynda.com	155	7	0.94%	Helix	163	7	1.04%
Tyco Electronics	150	8	0.96%	Pacific Scientific	130	8	0.83%
Helix	146	9	0.00%	Tyco Electronics	117	9	0.75%
Plan Member Services	93	10	0.60%	Bega Lighting	102	10	0.65%
<b>Totals</b>	<b>1928</b>		<b>12.36%</b>	<b>Totals</b>	<b>1979</b>		<b>12.69%</b>

Fiscal Year Ended June 30, 2009				Fiscal Year Ended June 30, 2008			
Employer	Number Employees	Rank	Percentage of Total City Employment	Employer	Number Employees	Rank	Percentage of Total City Employment
Nusil Technology	324	1	2.08%	Carpinteria Unified School District	370	1	2.37%
DAKO Corporation	320	2	2.05%	DAKO Corporation	335	2	2.15%
Carpinteria Unified School District	305	3	1.96%	Nusil Technology	330	3	2.12%
Clipper Wind Power	183	4	1.17%	CKE Restaurants Inc.	180	4	1.15%
AGIA, Inc.	170	5	1.09%	AGIA, Inc.	175	5	1.12%
CKE Restaurants Inc.	165	6	1.06%	Tyco Electronics	170	6	1.09%
Helix	163	7	1.04%	Helix	160	7	1.03%
Pacific Scientific	130	8	0.83%	Clipper Wind Power	150	8	0.96%
Tyco Electronics	117	9	0.75%	Pacific Scientific	150	9	0.96%
Bega Lighting	102	10	0.65%	Bega Lighting	113	10	0.72%
<b>Totals</b>	<b>1979</b>		<b>12.69%</b>	<b>Totals</b>	<b>2133</b>		<b>13.67%</b>

**Schedule 21  
City of Carpinteria  
Full-Time Equivalent City Government Employees by Function/Program  
Last Ten Fiscal Years**

Full-Time Equivalent Employees as of June 30

<u>Function/Program</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
<b>General government:</b>										
City council	5	5	5	5	5	5	5	5	5	5
City clerk	1	1	1	1	1	1	1	1	2	2
City manager	3	3	3	3	3	3	3	3	4	4
Finance	2	2	2	2	2	2	2	2	2	2
<b>Public safety:</b>										
Police Contract	-	-	-	-	-	-	-	-	-	-
<b>Planning:</b>										
Planning	7	7	7	7	7	7	7	7	7	7
Building and safety	2	2	2	2	2	2	2	2	2	2
<b>Public works:</b>										
Roads and streets	7	7	7	7	7	7	7	7	7	7
<b>Parks:</b>										
Parks and recreation	11	12	12	12	12	12	12	12	12	12
<b>Totals</b>	<u><b>38</b></u>	<u><b>39</b></u>	<u><b>41</b></u>	<u><b>41</b></u>						

Note: No full-time equivalent employees are shown for police because the City contracts with Santa Barbara County Sheriff's Department for such services.

**Schedule 22  
City of Carpinteria  
Operating Indicators by Function/Program  
Last Ten Fiscal years**

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Police:</b>										
Traffic violations	286	239	384	414	602	617	758	690	724	724
<b>Planning</b>										
Building permits issued	156	265	243	233	253	263	296	243	193	207
<b>Public works:</b>										
Miles streets resurfaced	2.63	7.80	0.83	1.41	0.40	0.00	0.00	0.00	0.00	0.00
<b>Parks:</b>										
Jr. Lifeguard Participants	138	152	160	163	162	165	160	185	185	120
Swimming pool admissions	49,700	43,600	36,200	39,100	37,400	35,500	33,696	31,984	31,000	31,000

**Schedule 23  
City of Carpinteria  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal years**

Function/Program	Fiscal Year									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
<b>Police:</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	2	2	2	2	2	2	2	2	2	2
<b>Public works:</b>										
Miles of streets	33	33	33	33	33	33	33	33	33	33
Streetlights	630	630	630	630	630	630	630	630	630	630
Traffic signals	3	3	3	3	3	3	3	3	3	3
<b>Parks:</b>										
Community centers										
Parks	11	11	11	11	11	11	11	12	12	12
Park acreage	98	98	98	98	98	98	98	100	100	100