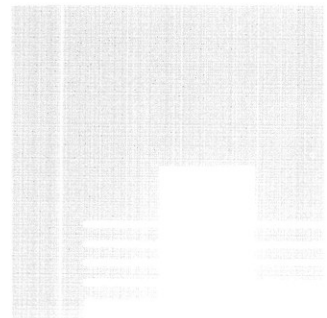


*"We Value Ethics"*

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*General Purpose  
Financial Statements*



*General Purpose Financial Statements*

## ***Finance/General Services***

*Historically, behind every strong and prosperous government lies a financial department providing the backbone and integrity essential for the daily and long-term financial needs. When you look closely at a city, it is literally nothing more than a large corporate entity. Holding true to this standard is what makes Santa Clarita an exemplary city. Finance is truly four divisions--Finance, City Treasurer, General Services, Computer Services--forming one department to ensure the financial viability of Santa Clarita well into the next century.*

*Most perceive a finance department as dealing with only dollars and cents. While this is true of most, Santa Clarita's finance department takes a much broader approach. In addition to allocating the necessary funds required of all departments, finance takes a hands-on approach working with other departments in a greater capacity than just the mere financing aspects. These include aiding in creating and adopting a balanced budget and the investing of idle city funds.*

*By investing temporary or surplus funds, the City's Treasurer has created over two million dollars in additional revenue through interest earnings in the last year. All such investments made by the City Treasurer are invested in accordance with the principles of sound treasury management referred to as the "Prudent Man Rule."*

*Completing the transition from a satellite of the County of Los Angeles to a full service city of the Twenty-First Century is a major undertaking. A further step towards this goal involves implementing a business registration program. Once Santa Clarita assumes this role, local businesses and residents can expect a greater level of service from the city. The realization of a strong business community within Santa Clarita will lay the ground work for a thriving economy for generations to follow.*

*In a continuing effort to work closely with all departments, finance is presently developing the city's first long-range financial plan. When completed, this plan will work directly with the city's five-year Capital Improvement Plan by creating the necessary resources for yet unfunded projects.*

*As Santa Clarita grows, so grows the need for acquiring vehicles to keep pace with the increasing demands of individual departments. The General Services Division is responsible for providing a well maintained fleet of city vehicles to be readily available at a moment's notice.*

*In keeping with our futuristic philosophical approach, our Computer Service Division is pursuing a complete level of computerization before the twenty-first century. To achieve this goal, Finance/General Services, Community Development, and Parks and Recreation have all undertaken a transition to our state-of-the-art computer system.*

*Is it prudent, farsighted thinking such as this which sets apart Santa Clarita from all other cities. With the financial needs of the future being well addressed and pondered today, the residents of Santa Clarita can be assured their future city is in good hands.*

**CITY OF SANTA CLARITA**  
 Combined Balance Sheet -  
 All Fund Types and Account Groups  
 June 30, 1990

Assets and Other Debts	Governmental Fund Types		Proprietary Fund Type Internal Service	Fiduciary Fund Type Trust and Agency	Account Groups		Total (memorandum only)
	General	Special Revenue			General Fixed Assets	Long-Term Debt	
Cash and investments (note 2)	\$ 13,949,810	11,870,349	950,654	493,085	-	-	27,349,868
Restricted cash and investments (notes 2 and 8)	-	-	-	289,572	-	-	289,572
Accounts receivable	529,826	167,535	21,281	-	-	-	718,642
Interest receivable	317,304	260,168	16,089	-	-	-	593,561
Due from other funds (note 5)	491,225	-	-	-	-	-	491,225
Fixed assets (note 3)	-	-	-	-	26,015,679	-	26,015,679
Other assets	57,000	-	-	-	-	-	57,000
Amount available in General Fund for retirement of long-term debt (note 4)	-	-	-	-	-	1,505,302	1,505,302
<b>Total assets</b>	<b>\$ 15,345,165</b>	<b>12,298,052</b>	<b>988,024</b>	<b>782,657</b>	<b>26,015,679</b>	<b>1,505,302</b>	<b>57,219,947</b>

**Liabilities, Fund Equity and Other Credits**

<b>Liabilities:</b>							
Accounts payable and accrued liabilities	\$ 4,062,196	1,719,396	555,247	348,154	-	-	6,970,061
Deferred revenues	-	456,880	-	-	-	-	456,880
Deposits	-	-	-	144,931	-	-	144,931
Due to other funds (note 5)	70,936	619,387	-	-	-	-	690,323
Deferred compensation plan (note 8)	-	-	-	289,572	-	-	289,572
Long-term obligations (note 4)	-	-	-	-	-	1,505,302	1,505,302
<b>Total liabilities</b>	<b>4,133,132</b>	<b>2,795,663</b>	<b>555,247</b>	<b>782,657</b>	<b>-</b>	<b>1,505,302</b>	<b>10,057,069</b>
Fund equity and other credits:							
Investment in fixed assets (note 3)	-	-	-	-	26,015,679	-	26,015,679
Retained earnings	-	-	432,777	-	-	-	432,777
Fund balances:							
Reserved for capital expenditures	1,789,276	-	-	-	-	-	1,789,276
Reserved for encumbrances	38,034	-	-	-	-	-	38,034
Reserved for long-term obligations	1,505,302	-	-	-	-	-	1,505,302
Unreserved - undesignated	7,879,421	9,502,389	-	-	-	-	17,381,810
<b>Total fund equity and other credits</b>	<b>11,212,033</b>	<b>9,502,389</b>	<b>432,777</b>	<b>-</b>	<b>26,015,679</b>	<b>-</b>	<b>47,162,878</b>
<b>Total liabilities, fund equity and other credits</b>	<b>\$ 15,345,165</b>	<b>12,298,052</b>	<b>988,024</b>	<b>782,657</b>	<b>26,015,679</b>	<b>1,505,302</b>	<b>57,219,947</b>

See accompanying notes to general purpose financial statements.

CITY OF SANTA CLARITA

Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Fund  
Year ended June 30, 1990

	Governmental Fund Types			Fiduciary	Total (memorandum only)
	General	Special Revenue	Capital Projects	Expendable Trust	
Revenues:					
Taxes	\$ 15,128,372	---	---	---	15,128,372
Licenses and permits	3,794,874	---	---	---	3,794,874
Developer fees	96,384	1,327,357	---	---	1,423,741
Interest earnings	1,136,996	931,279	---	---	2,068,275
Revenues from other agencies	5,510,227	6,195,537	---	---	11,705,814
Fines and forfeitures	5,473	704,263	---	---	709,736
Service charges	464,327	---	---	---	464,327
Other revenues	55,800	49,056	60,000	493,085	657,941
Total revenues	26,192,453	9,207,542	60,000	493,085	35,953,080
Expenditures:					
Current operating:					
General government	3,721,584	---	---	---	3,721,584
Public safety	7,047,498	---	---	---	7,047,498
Public works	3,455,246	3,225,888	---	493,085	7,174,219
Parks and recreation	2,448,765	---	---	---	2,448,765
Community development	1,421,896	---	---	---	1,421,896
Capital outlay	664,622	372	10,924,759	---	11,589,753
Debt service:					
Principal retirement	1,027,910	---	---	---	1,027,910
Interest	121,641	---	---	---	121,641
Total expenditures	19,909,162	3,226,260	10,924,759	493,085	34,553,266
Excess (deficiency) of revenues over (under) expenditures	6,283,291	5,981,282	(10,864,759)	---	1,399,814
Other financing sources (uses):					
Operating transfers in	1,086,450	433,153	10,864,759	---	12,384,362
Operating transfers out	(8,198,339)	(4,384,053)	---	---	(12,582,392)
Total other financing sources (uses)	(7,111,889)	(3,950,870)	10,864,759	---	(200,000)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(828,598)	2,028,412	---	---	1,199,814
Fund balances at July 1, 1989	12,040,631	7,473,977	---	---	19,514,608
Fund balances at June 30, 1990	\$ 11,212,033	9,502,389	---	---	20,714,422

See accompanying notes to general purpose financial statements.

CITY OF SANTA CLARITA

Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - Budget and Actual -  
General and All Budgeted Special Revenue Funds  
Year ended June 30, 1990

	General Fund			All Budgeted Special Revenue Funds			Total (memorandum only)		
	Budget	Actual	Variance - favorable (unfavorable)	Budget	Actual	Variance - favorable (unfavorable)	Budget	Actual	Variance - favorable (unfavorable)
Revenues:									
Taxes	\$ 11,935,000	15,128,372	3,193,372	—	—	—	11,935,000	15,128,372	3,193,372
Licenses and permits	3,440,650	3,794,874	354,224	—	—	—	3,440,650	3,794,874	354,224
Developer fees	54,600	96,384	41,784	350,000	1,327,357	977,357	404,600	1,423,741	1,019,141
Interest earnings	800,000	1,136,996	336,996	167,000	924,949	757,949	967,000	2,061,945	1,094,945
Revenues from other agencies	5,581,393	5,510,227	(71,166)	8,348,341	6,195,587	(2,152,754)	13,929,734	11,705,814	(2,223,920)
Fines and forfeitures	500	5,473	4,973	550,000	704,263	154,263	550,500	709,736	159,236
Service charges	310,240	464,327	154,087	—	—	—	310,240	464,327	154,087
Other revenues	41,000	55,800	14,800	—	49,056	49,056	41,000	104,856	63,856
Total revenues	22,163,383	26,192,453	4,029,070	9,415,341	9,201,212	(214,129)	31,578,724	35,393,665	3,814,941
Expenditures:									
Current operating:									
General government	3,570,828	3,721,584	(150,756)	—	—	—	3,570,828	3,721,584	(150,756)
Public safety	7,351,848	7,047,498	304,350	—	—	—	7,351,848	7,047,498	304,350
Public works	3,105,800	3,455,246	(349,445)	3,820,392	3,225,888	594,504	6,926,192	6,681,134	245,058
Parks and recreation	2,741,658	2,448,765	292,893	—	—	—	2,741,658	2,448,765	292,893
Community development	1,998,393	1,421,896	576,497	—	—	—	1,998,393	1,421,896	576,497
Capital outlay	1,383,689	664,622	719,067	18,000	372	17,628	1,401,689	664,994	736,695
Debt service:									
Principal retirement	2,500,000	1,027,910	1,472,090	—	—	—	2,500,000	1,027,910	1,472,090
Interest	—	121,641	(121,641)	—	—	—	—	121,641	(121,641)
Total expenditures	22,652,216	19,909,162	2,743,054	3,838,392	3,226,260	612,132	26,490,608	23,135,422	3,355,186
Excess (deficiency) of revenues over (under) expenditures	(488,833)	6,283,291	6,772,124	5,576,949	5,974,952	398,003	5,088,116	12,258,243	7,170,127
Other financing sources (uses):									
Operating transfers in	560,070	1,086,450	526,380	271,535	431,183	158,548	832,705	1,517,633	684,928
Operating transfers out	(4,695,705)	(8,198,339)	(3,502,634)	(11,556,150)	(4,384,053)	7,172,097	(16,251,855)	(12,582,392)	3,669,463
Total other financing sources (uses)	(4,135,635)	(7,111,889)	(2,976,254)	(11,283,515)	(3,952,870)	7,330,645	(15,419,150)	(11,064,759)	4,354,391
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	\$ (4,624,468)	(828,598)	3,795,870	(5,706,566)	2,022,082	7,728,648	(10,331,034)	1,193,484	11,524,518
Fund balances at beginning of year		12,040,631			7,473,971			19,514,608	
Fund balances at end of year		\$ 11,212,033			9,496,059			20,708,092	

See accompanying notes to general purpose financial statements.

**CITY OF SANTA CLARITA**  
Statement of Revenues, Expenses and  
Changes in Retained Earnings - Internal Service Fund  
Year ended June 30, 1990

Operating revenues	\$	---
Operating expenses -- general government (note 10)		<u>552,337</u>
Operating loss		(552,337)
Nonoperating revenues -- interest income		<u>69,902</u>
Loss before operating transfers		(482,435)
Operating transfers in		<u>200,000</u>
Net loss		(282,435)
Retained earnings, July 1, 1989		<u>715,212</u>
Retained earnings, June 30, 1990	\$	<u><u>432,777</u></u>

See accompanying notes to general purpose financial statements.

**CITY OF SANTA CLARITA**

Statement of Cash Flows – Internal Service Fund

Year ended June 30, 1990

Net cash used by operating activities – cash paid to liability claimants and other administrative expenses	\$ (360,936)
Net cash provided by noncapital financing activities – operating transfers in from other funds	200,000
Net cash provided by investing activities – interest received on investments	<u>53,813</u>
Net decrease in cash and investments	(107,123)
Cash and investments at beginning of year	<u>1,057,777</u>
Cash and investments at end of year	\$ <u><u>950,654</u></u>
Reconciliation of operating loss to net cash used by operating activities:	
Operating loss	\$ <u>(552,337)</u>
Adjustments:	
Increase in accounts receivable	(21,281)
Increase in accounts payable	<u>212,682</u>
Total adjustments	<u>191,401</u>
Net cash used by operating activities	\$ <u><u>(360,936)</u></u>

See accompanying notes to general purpose financial statements.