

FUND FINANCIAL STATEMENTS

Governmental Fund Financial Statements

Proprietary Fund Financial Statements

Fiduciary Fund Financial Statements

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund - The General Fund is used to account for all revenues and expenditures that are not required to be accounted for in another fund.

Other Intergovernmental Grants Special Revenue Fund - To account for federal, state and other governmental agencies grant funding that supplements local funding.

Public Financing Authority Debt Service Fund - To account for the payment of interest and principal on tax allocation bonds and other debt issued to finance City and redevelopment activities.

Total Non-Major Funds - The aggregate of all the non-major governmental funds.

CITY OF REDONDO BEACH

Balance Sheet

Governmental Funds

June 30, 2013

	Special Revenue Funds		Debt Service Funds		Total Non-Major Funds	Total Governmental Funds
	General	Other Intergovernmental Grants	Public Financing Authority			
ASSETS						
Pooled cash and investments	\$ 16,694,674	\$ 352,996	\$ 345,184	\$ 16,526,923	\$ 33,919,777	
Receivables:						
Accounts	954,976	125,000	14,501	121,204	1,215,681	
Interest	221,851	1,148	99	35,762	258,860	
Taxes	3,871,288	-	-	-	3,871,288	
Notes and loans	21,430	-	-	4,360,062	4,381,492	
Prepaid costs	99,401	-	-	-	99,401	
Due from other funds	333,930	-	-	-	333,930	
Due from other governments	393,275	881,961	6,280,000	195,594	7,750,830	
Advances to other funds	1,195,660	-	-	-	1,195,660	
Advances to other governments	-	-	-	535,731	535,731	
Restricted assets:						
Cash and investments with fiscal agents	-	-	1,642,889	-	1,642,889	
Total assets	\$ 23,786,485	\$ 1,361,105	\$ 8,282,673	\$ 21,775,276	\$ 55,205,539	
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,321,001	\$ 975,393	\$ 1,195	\$ 941,184	\$ 3,238,773	
Accrued liabilities	3,575,223	-	-	-	3,575,223	
Pollution remediation liability	150,000	-	-	-	150,000	
Unearned revenue	8,425	845,930	-	-	854,355	
Deposits payable	76,018	-	-	-	76,018	
Due to other funds	-	-	267,122	274,817	541,939	
Deferred revenue	1,097,676	584,159	-	1,435,188	3,117,023	
Advances from other funds	-	-	1,195,660	-	1,195,660	
Total liabilities	6,228,343	2,405,482	1,463,977	2,651,189	12,748,991	

CITY OF REDONDO BEACH

Balance Sheet

Governmental Funds

June 30, 2013

	Special Revenue Funds		Debt Service Funds	Total Non-Major Funds	Total Governmental Funds
	General	Other Intergovernmental Grants	Public Financing Authority		
Fund Balances:					
Nonspendable	120,831	-	-	-	120,831
Restricted	-	-	6,818,696	16,010,908	22,829,604
Committed	5,889,783	-	-	-	5,889,783
Assigned	11,275,445	-	-	3,113,179	14,388,624
Unassigned	272,083	(1,044,377)	-	-	(772,294)
Total fund balances	17,558,142	(1,044,377)	6,818,696	19,124,087	42,456,548
Total liabilities and fund balances	\$ 23,786,485	\$ 1,361,105	\$ 8,282,673	\$ 21,775,276	\$ 55,205,539

CITY OF REDONDO BEACH

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

June 30, 2013

Total Fund Balance - Total Governmental Funds \$ 42,456,548

Amounts reported for governmental activities in the Statement of Net Position were different because:

	Government-Wide Statement of Net Position	Internal Service Funds	
Capital assets net of depreciation have not been included as financial resources in governmental fund activity.			
Non-depreciable	\$ 77,297,856	\$ -	77,297,856
Depreciable, net	65,682,921	(4,778,587)	60,904,334
Total capital assets	\$ 142,980,777	\$ (4,778,587)	138,202,190
Accrued interest payable on long-term debt did not require current financial resources. Therefore, accrued interest payable was not reported as a liability in governmental funds.			(96,900)
Bond issuance costs from issuing debt were expenditures in the fund financial statements. However, they were deferred and subject to capitalization and amortization in the Government-Wide Financial Statements.			137,689
Revenues were recorded as deferred revenue in the governmental funds because they did not represent current financial resources at year end. However, they were recognized as revenues in the Government-Wide Financial Statements.			3,117,023
Internal Service funds were used by management to charge the costs of certain activities, such as insurance and fleet, management, to individual funds. The assets and liabilities of the Internal Service funds were included in governmental activities in the Government-Wide Statement of Net Position.			7,297,405
Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the governmental funds:			
Other long-term debt - due within one year	\$ (1,123,187)	\$ 439,198	(683,989)
Other long-term debt - due in more than one year	(4,719,833)	444,894	(4,274,939)
Compensated absences payable - due within one year	(162,323)	18,413	(143,910)
Compensated absences payable - due in more than one year	(2,298,410)	260,713	(2,037,697)
Total long-term liabilities	\$ (8,303,753)	\$ 1,163,218	(7,140,535)
Net Position of Governmental Activities			\$ 183,973,420

CITY OF REDONDO BEACH

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2013

	Special Revenue Funds		Debt Service Funds	Total	Total
	General	Other Intergovernmental Grants	Public Financing Authority	Non-Major Funds	Governmental Funds
REVENUES:					
Taxes	\$ 55,882,844	\$ -	\$ -	\$ -	\$ 55,882,844
Interdepartmental	6,656,858	-	-	-	6,656,858
Licenses and permits	1,259,505	-	-	-	1,259,505
Intergovernmental	54,040	3,149,452	-	10,176,596	13,380,088
Charges for services	5,216,209	-	-	2,245,433	7,461,642
Use of money and property	1,879,243	-	1,225,845	41,866	3,146,954
Fines and forfeitures	1,620,958	-	-	43,008	1,663,966
Miscellaneous	857,815	120,940	80	83,308	1,062,143
Total revenues	73,427,472	3,270,392	1,225,925	12,590,211	90,514,000
EXPENDITURES:					
Current:					
General government	9,285,279	-	-	-	9,285,279
Public safety	41,945,269	418,617	-	117,076	42,480,962
Housing and community development	3,122,050	-	119,155	6,118,888	9,360,093
Public works	5,236,471	69,320	-	3,907,038	9,212,829
Cultural and leisure services	8,567,569	-	-	-	8,567,569
Capital outlay	-	2,947,513	-	3,410,148	6,357,661
Debt Service:					
Principal retirement	-	-	1,380,000	-	1,380,000
Interest and fiscal charges	-	-	270,903	-	270,903
Total expenditures	68,156,638	3,435,450	1,770,058	13,553,150	86,915,296
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	5,270,834	(165,058)	(544,133)	(962,939)	3,598,704

CITY OF REDONDO BEACH

Statement of Revenues, Expenditures, and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2013

	Special Revenue Funds		Debt Service Funds	Total	Total
	Other	Public		Total	Total
	Intergovernmental	Financing		Non-Major	Governmental
	Grants	Authority		Funds	Funds
	General				
OTHER FINANCING SOURCES (USES):					
Transfers in	839,865	440,600	-	1,943,237	3,223,702
Transfers out	(1,943,237)	-	-	(2,494,080)	(4,437,317)
Total other financing sources (uses)	(1,103,372)	440,600	-	(550,843)	(1,213,615)
Net change in fund balances	4,167,462	275,542	(544,133)	(1,513,782)	2,385,089
FUND BALANCES:					
Beginning of year	13,390,680	(1,319,919)	7,362,829	20,637,869	40,071,459
End of year	<u>\$ 17,558,142</u>	<u>\$ (1,044,377)</u>	<u>\$ 6,818,696</u>	<u>\$ 19,124,087</u>	<u>\$ 42,456,548</u>

CITY OF REDONDO BEACH

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities

Year ended June 30, 2013

Net Change In Fund Balances - Total Governmental Funds \$ 2,385,089

Amounts reported for governmental activities in the Statement of Activities were different because:

	Funds	Government-Wide	
	Capital Outlay	Expenses	Capital asset contribution
Governmental funds report capital outlays as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Position, the costs of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period.	\$ 6,357,661	\$ (2,043,328)	\$ (2,545,504) 1,768,829
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Position, but they did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in the governmental funds.	\$ (4,218,475)	\$ 1,139,594	(3,078,881)
Long-Term compensated absences was reported in the Government-Wide Statement of Activities and Changes in Net Position, but it did not require the use of current financial resources. Therefore, long-term compensated absences was not reported as expenditures in the governmental funds.			215,925
Repayment of principal of long-term debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position: Principal retirement			1,380,000
Amortization expense was reported in the Government-Wide Statement of Activities and Changes in Net Position, but it did not require the use of current financial resources. Therefore, amortization expense was not reported as an expenditure in the governmental funds: Amortization of bond premium Amortization of deferred charges			18,989 (27,537)

CITY OF REDONDO BEACH

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year ended June 30, 2013

Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Position, but it did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the change in accrued interest from the prior year.

12,800

Certain revenues were recorded as deferred revenue in the governmental funds because they were not available as current financial resources. However, they were included as revenue in the Government-Wide Statement of Activities and Changes in Net Position under the full accrual basis.

(156,508)

Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.

(1,080,056)

Change in Net Position of Governmental Activities

\$ 1,438,650

PROPRIETARY FUND FINANCIAL STATEMENTS

Harbor Tidelands Enterprise Fund - To account for the operations of small boat harbor facilities available to the general public, including related pier activities. The use of this fund is restricted under the City Tidelands Trust Agreement with the State of California.

Harbor Uplands Enterprise Fund - To account for the operations of small boat harbor facilities available to the general public, including related pier activities. The use of this fund is subject only to the decisions of the City Council.

Wastewater Enterprise Fund - To account for the capital facility charge, more commonly referred to as a sewer user fee. The capital facility charge is designed to reimburse the City's wastewater system for the capital costs to provide wastewater capacity to new system users. This charge is associated with the expansion of the system required over time to address increases in wastewater flow generated by new development.

Solid Waste Enterprise Fund - To account for revenues and expenses related to the City's comprehensive solid waste program, including AB 939 funds.

Transit Enterprise Fund - To account for transportation activities of the City.

Internal Service Funds - These funds are used to account for interdepartmental operations where it is the stated intent that costs of providing services to the departments of the City on a continuing basis be financed or recovered primarily by charges to the user departments.

CITY OF REDONDO BEACH

Statement of Net Position

Proprietary Funds

June 30, 2013

	Business-Type Activities - Enterprise Funds					Total	Governmental Activities Internal Service Funds
	Harbor Tidelands	Harbor Uplands	Wastewater	Solid Waste	Transit		
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 13,869,805	\$ 2,004,103	\$ 5,625,524	\$ 1,228,347	\$ 310,171	\$ 23,037,950	\$ 21,329,541
Receivables:							
Accounts	220,582	155,827	60,742	98,340	42,533	578,024	14,721
Interest	48,187	7,959	-	-	2,782	58,928	-
Notes and loans	160,792	-	-	-	-	160,792	-
Due from other funds	236,933	-	-	-	-	236,933	-
Due from other governments	-	-	56,065	43,183	60,143	159,391	-
Prepaid items	-	-	-	29	-	29	86
Deferred charges	-	-	266,979	-	-	266,979	-
Restricted:							
Cash with fiscal agent	-	-	4,099,468	-	-	4,099,468	-
Total current assets	<u>14,536,299</u>	<u>2,167,889</u>	<u>10,108,778</u>	<u>1,369,899</u>	<u>415,629</u>	<u>28,598,494</u>	<u>21,344,348</u>
Noncurrent assets:							
Advance to other government	5,791,049	2,112,688	-	-	-	7,903,737	-
Capital assets:							
Non-depreciable	3,948,589	7,546,617	512,111	-	-	12,007,317	-
Depreciable, net	16,293,281	5,499,942	8,431,563	93,292	1,477,745	31,795,823	4,778,587
Total capital assets	<u>20,241,870</u>	<u>13,046,559</u>	<u>8,943,674</u>	<u>93,292</u>	<u>1,477,745</u>	<u>43,803,140</u>	<u>4,778,587</u>
Total noncurrent assets	<u>26,032,919</u>	<u>15,159,247</u>	<u>8,943,674</u>	<u>93,292</u>	<u>1,477,745</u>	<u>51,706,877</u>	<u>4,778,587</u>
Total assets	<u>40,569,218</u>	<u>17,327,136</u>	<u>19,052,452</u>	<u>1,463,191</u>	<u>1,893,374</u>	<u>80,305,371</u>	<u>26,122,935</u>

CITY OF REDONDO BEACH

Statement of Net Position

Proprietary Funds

June 30, 2013

	Business-Type Activities - Enterprise Funds					Governmental Activities Internal Service Funds	
	Harbor Tidelands	Harbor Uplands	Wastewater	Solid Waste	Transit		Total
LIABILITIES							
Current liabilities:							
Accounts payable	168,183	149,252	34,763	273,280	422,213	1,047,691	1,314,025
Deposits payable	131,217	22,795	-	-	-	154,012	-
Due to other funds	-	-	-	-	-	-	20,993
Unearned revenue	-	-	44,488	52,804	379,602	476,894	-
Accrued compensated absences	8,425	6,430	4,545	2,965	2,569	24,934	18,413
Accrued claims and judgments	-	-	-	-	-	-	802,585
Bonds, notes, and capital leases	296,500	-	242,626	-	-	539,126	439,198
Total current liabilities	<u>604,325</u>	<u>178,477</u>	<u>326,422</u>	<u>329,049</u>	<u>804,384</u>	<u>2,242,657</u>	<u>2,595,214</u>
Noncurrent liabilities:							
Accrued claims and judgments	-	-	-	-	-	-	15,524,709
Accrued compensated absences	119,289	91,042	64,329	41,978	36,347	352,985	260,713
Bonds, notes, and capital leases	2,355,354	-	8,207,517	-	-	10,562,871	444,894
Total noncurrent liabilities	<u>2,474,643</u>	<u>91,042</u>	<u>8,271,846</u>	<u>41,978</u>	<u>36,347</u>	<u>10,915,856</u>	<u>16,230,316</u>
Total liabilities	<u>3,078,968</u>	<u>269,519</u>	<u>8,598,268</u>	<u>371,027</u>	<u>840,731</u>	<u>13,158,513</u>	<u>18,825,530</u>
NET POSITION							
Net investment in capital assets	19,725,576	13,046,559	4,592,999	93,292	1,477,745	38,936,171	3,894,495
Unrestricted	17,764,674	4,011,058	5,861,185	998,872	(425,102)	28,210,687	3,402,910
Total net position	<u>\$ 37,490,250</u>	<u>\$ 17,057,617</u>	<u>\$ 10,454,184</u>	<u>\$ 1,092,164</u>	<u>\$ 1,052,643</u>	<u>\$ 67,146,858</u>	<u>\$ 7,297,405</u>

See accompanying notes to basic financial statements.

CITY OF REDONDO BEACH

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Funds

For the year ended June 30, 2013

	Business-Type Activities - Enterprise Funds					Governmental	
	Harbor Tidelands	Harbor Uplands	Wastewater	Solid Waste	Transit	Total	Activities Internal Service Funds
OPERATING REVENUES:							
Sales and service charges	\$ 1,055,230	\$ 1,585,287	\$ 3,764,711	\$ 3,396,353	\$ 349,454	\$ 10,151,035	\$ 15,289,813
Harbor rentals	4,517,395	2,175,428	-	-	-	6,692,823	-
Miscellaneous	2,435,111	43,846	-	194,286	931	2,674,174	82,000
Total operating revenues	8,007,736	3,804,561	3,764,711	3,590,639	350,385	19,518,032	15,371,813
OPERATING EXPENSES:							
Personnel services	2,939,881	1,709,927	857,931	753,709	354,273	6,615,721	5,324,509
Contractual services	81,135	400,672	77,514	2,512,281	2,052,614	5,124,216	7,481,937
Administrative and general expenses	1,376,973	1,272,642	300,751	328,711	651,539	3,930,616	2,936,316
Depreciation expense	468,007	273,886	202,589	16,224	230,270	1,190,976	756,025
Total operating expenses	4,865,996	3,657,127	1,438,785	3,610,925	3,288,696	16,861,529	16,498,787
OPERATING INCOME (LOSS)	3,141,740	147,434	2,325,926	(20,286)	(2,938,311)	2,656,503	(1,126,974)
NONOPERATING REVENUES (EXPENSES):							
Intergovernmental	-	-	-	19,055	1,638,257	1,657,312	-
Investment income	55,879	13,972	-	-	-	69,851	-
Interest expense	(132,102)	-	(442,050)	-	-	(574,152)	-
Gain on sale of capital assets	-	-	-	-	15,356	15,356	35,811
Total nonoperating revenues (expenses)	(76,223)	13,972	(442,050)	19,055	1,653,613	1,168,367	35,811
INCOME (LOSS) BEFORE TRANSFERS AND CAPITAL CONTRIBUTIONS	3,065,517	161,406	1,883,876	(1,231)	(1,284,698)	3,824,870	(1,091,163)
CAPITAL CONTRIBUTIONS:							
Capital asset contribution	2,545,504	-	-	-	-	2,545,504	-
TRANSFERS:							
Transfers in	-	-	-	-	1,284,698	1,284,698	446,846
Transfers out	(82,190)	-	-	-	-	(82,190)	(435,739)
Total transfers	(82,190)	-	-	-	1,284,698	1,202,508	11,107
Change in net position	5,528,831	161,406	1,883,876	(1,231)	-	7,572,882	(1,080,056)
NET POSITION:							
Beginning of year	31,961,419	16,896,211	8,570,308	1,093,395	1,052,643	59,573,976	8,377,461
End of year	<u>\$ 37,490,250</u>	<u>\$ 17,057,617</u>	<u>\$ 10,454,184</u>	<u>\$ 1,092,164</u>	<u>\$ 1,052,643</u>	<u>\$ 67,146,858</u>	<u>\$ 7,297,405</u>

See accompanying notes to basic financial statements.

CITY OF REDONDO BEACH

Statement of Cash Flows

Proprietary Funds

For the year ended June 30, 2013

	Business-Type Activities - Enterprise Funds					Governmental Activities Internal Service Funds	
	Harbor Tidelands	Harbor Uplands	Wastewater	Solid Waste	Transit		Total
CASH FLOWS FROM OPERATING ACTIVITIES:							
Cash received from customers and users	\$ 8,078,581	\$ 3,845,370	\$ 3,760,701	\$ 3,641,820	\$ 336,392	\$ 19,662,864	\$ 15,375,031
Cash payments to suppliers for goods and services	(2,018,454)	(1,957,423)	(476,840)	(2,785,424)	(2,704,153)	(9,942,294)	(8,478,640)
Cash payments to employees for services	(3,019,002)	(1,710,181)	(854,206)	(742,275)	(346,623)	(6,672,287)	(5,320,407)
Net cash provided (used) by operating activities	<u>3,041,125</u>	<u>177,766</u>	<u>2,429,655</u>	<u>114,121</u>	<u>(2,714,384)</u>	<u>3,048,283</u>	<u>1,575,984</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:							
Transfers in	-	-	-	-	1,284,698	1,284,698	446,846
Transfers out	(82,190)	-	-	-	-	(82,190)	(435,739)
Repayment received from other funds	29,788	-	122,023	-	-	151,811	-
Repayment received from other governments	-	-	-	(23,139)	-	(23,139)	-
Advance to other funds	(18,472)	(6,742)	-	-	-	(25,214)	-
Subsidy from grants	-	-	(56,065)	-	1,658,409	1,602,344	-
Net cash provided (used) by noncapital financing activities	<u>(70,874)</u>	<u>(6,742)</u>	<u>65,958</u>	<u>(23,139)</u>	<u>2,943,107</u>	<u>2,908,310</u>	<u>11,107</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Acquisition and construction of capital assets	(994,334)	(516,716)	(512,111)	-	(266,007)	(2,289,168)	(1,136,846)
Proceeds from new capital leases	-	-	-	-	-	-	474,473
Principal paid on capital debt	(283,732)	-	(232,626)	-	-	(516,358)	(450,560)
Interest paid on capital debt	(132,102)	-	(442,050)	-	-	(574,152)	-
Proceeds from sales of capital assets	-	-	-	-	15,356	15,356	35,811
Net cash used by capital and related financing activities	<u>(1,410,168)</u>	<u>(516,716)</u>	<u>(1,186,787)</u>	<u>-</u>	<u>(250,651)</u>	<u>(3,364,322)</u>	<u>(1,077,122)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:							
Interest received	69,156	17,347	-	-	(431)	86,072	-
Net cash provided (used) by investing activities	<u>69,156</u>	<u>17,347</u>	<u>-</u>	<u>-</u>	<u>(431)</u>	<u>86,072</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	1,629,239	(328,345)	1,308,826	90,982	(22,359)	2,678,343	509,969
CASH AND CASH EQUIVALENTS:							
Beginning of year	12,240,566	2,332,448	8,416,166	1,137,365	332,530	24,459,075	20,819,572
End of year	<u>\$ 13,869,805</u>	<u>\$ 2,004,103</u>	<u>\$ 9,724,992</u>	<u>\$ 1,228,347</u>	<u>\$ 310,171</u>	<u>\$ 27,137,418</u>	<u>\$ 21,329,541</u>

CITY OF REDONDO BEACH
Statement of Cash Flows, Continued
Proprietary Funds
For the year ended June 30, 2013

	Business-Type Activities - Enterprise Funds					Governmental	
	Harbor Tidelands	Harbor Uplands	Wastewater	Solid Waste	Transit	Total	Activities Internal Service Funds
FINANCIAL STATEMENT PRESENTATION:							
Cash and cash equivalents	\$ 13,869,805	\$ 2,004,103	\$ 5,625,524	\$ 1,228,347	\$ 310,171	\$ 23,037,950	\$ 21,329,541
Cash with fiscal agent	-	-	4,099,468	-	-	4,099,468	-
Total cash and cash equivalents and cash with fiscal agent	\$ 13,869,805	\$ 2,004,103	\$ 9,724,992	\$ 1,228,347	\$ 310,171	\$ 27,137,418	\$ 21,329,541
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:							
Operating income (loss)	\$ 3,141,740	\$ 147,434	\$ 2,325,926	\$ (20,286)	\$ (2,938,311)	\$ 2,656,503	\$ (1,126,974)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation expense	468,007	273,886	202,589	16,224	230,270	1,190,976	756,025
Changes in operating assets and liabilities:							
(Increase) decrease in accounts receivable	62,623	57,809	(18,382)	(56,283)	1,206	46,973	1,586
(Increase) decrease in taxes receivable	-	-	-	96,021	-	96,021	-
(Increase) decrease in prepaid expenses	1,853	197	-	65	-	2,115	1,862
(Increase) decrease in deferred charges	-	-	12,714	-	-	12,714	440,909
Increase (decrease) in accounts payable	(643,334)	(284,306)	(111,289)	55,568	32,880	(950,481)	-
Increase (decrease) in deposits payable	8,222	(17,000)	-	-	-	(8,778)	1,498,473
Increase (decrease) in claims and judgments	-	-	-	-	-	-	4,103
Increase (decrease) in compensated absences	2,014	(254)	3,725	11,435	7,650	24,570	-
Increase (decrease) in unearned revenue	-	-	14,372	11,377	(48,079)	(22,330)	-
Total adjustments	(100,615)	30,332	103,729	134,407	223,927	391,780	2,702,958
Net cash provided (used) by operating activities	\$ 3,041,125	\$ 177,766	\$ 2,429,655	\$ 114,121	\$ (2,714,384)	\$ 3,048,283	\$ 1,575,984
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES							
Capital asset contribution	\$ 2,545,504	\$ -	\$ -	\$ -	\$ -	\$ 2,545,504	\$ -

See accompanying notes to basic financial statements.

FIDUCIARY FUND FINANCIAL STATEMENTS

Agency Funds - These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They are used to account for assets held in an agency capacity for others and therefore cannot be used to support the City's programs.

Redevelopment Obligation Retirement Fund - This fund accounts for the activities of the Successor Agency to the City of Redondo Beach Redevelopment Agency. The fund's primary purpose is to expedite the dissolution of the former Agency's net position (except for the low and moderate income housing fund's net position) in accordance with AB x1 26 and AB 1484.

CITY OF REDONDO BEACH
Statement of Fiduciary Net Position
Fiduciary Agency Funds
June 30, 2013

	Agency Funds	Redevelopment Obligation Retirement Fund
ASSETS		
Pooled cash and investments	\$ 697,106	\$ 1,033,443
Receivables:		
Accounts	5,469	119,880
Interest	502	19
Total assets	\$ 703,077	1,153,342
LIABILITIES		
Accounts payable	\$ 323,043	-
Deposits payable	380,034	-
Due to other governments	-	375,000
Advances from other governments	-	535,731
Long-term liabilities		
Due with one year	-	99,000
Due in more than one year	-	29,112,724
Total liabilities	\$ 703,077	30,122,455
NET POSITION (DEFICIT)		
Net position held in trust		\$ (28,969,113)

See accompanying notes to basic financial statements.

CITY OF REDONDO BEACH
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the year ended June 30, 2013

	<u>Redevelopment Obligation Retirement Fund</u>
ADDITIONS:	
Charges for services	\$ 85,248
Investment earnings	76,265
RPTTF distributions	1,580,292
Total additions	<u>1,741,805</u>
DEDUCTIONS	
Administration expense	375,000
Contract services	14,026
AB 1484 demand payment	1,221,341
Debt service:	
Interest expense	976,222
Total deductions	<u>2,586,589</u>
Change in net position	(844,784)
Net position, beginning of the year	(28,124,329)
Net position, end of the year	<u>\$ (28,969,113)</u>