



Coahuella Valley Museum



City of Festivals

City of Indio
California

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT**



Empire Polo Grounds



Indio Municipal Golf Course

**Fiscal Year Ended
June 30, 2000**

CITY OF INDIO, CALIFORNIA
Comprehensive Annual Financial Report
Year ended June 30, 2000

Prepared by
FINANCE DEPARTMENT

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CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
<u>INTRODUCTORY SECTION:</u>	
Letter of Transmittal	viii
List of Principal Officials	xii
Organization Chart	xiii
<u>FINANCIAL SECTION:</u>	
Independent Auditors' Report	1
General Purpose Financial Statements:	
• Combined Balance Sheet - All Fund Types and Account Groups	2
• Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	4
• Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types	5
• Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	7
• Combined Statement of Cash Flows - All Proprietary Fund Types	8
• Notes to Financial Statements	10
Supplemental Data:	
General Fund:	
• Statement of Revenues - Budget and Actual	45
• Statement of Expenditures - Budget and Actual	46

CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
Special Revenue Funds:	
• Combining Balance Sheet	48
• Combining Statement of Revenues, Expenditures and Changes in Fund Balances	52
• Traffic Safety Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	56
• Gas Tax Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	57
• Public Safety Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	58
• Supplemental Law Enforcement Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	59
• Community Development Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	60
• Local Law Enforcement Block Grant Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	61
• ISTEА Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	62

CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
• Measure A Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	63
• Article 3 (SB 821) Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	64
• NPDES Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	65
• Air Quality (AB 2766/CMAQ) Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	66
• Business Improvement District Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	67
• Lighting and Landscaping Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	68
• Asset Forfeiture Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	69
• Low and Moderate Housing Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	70

CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
Debt Service Funds:	
• Combining Balance Sheet	72
• Combining Statement of Revenues, Expenditures and Changes in Fund Balances	73
• Golden Triangle Assessment District Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	74
• Shadow Hills Assessment District Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	75
• Redevelopment Agency Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	76
• General Debt Service Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	77
Capital Projects Funds:	
• Combining Balance Sheet	79
• Combining Statement of Revenues, Expenditures and Changes in Fund Balances	81
• Watermain Construction Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	83

CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
• State Park Bond Act Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	84
• Capital Impact Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	85
• Street Lighting Construction Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	86
• Golden Triangle Assessment District Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	87
• Assessment District 99-1 Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	88
• Shadow Hills Assessment District Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	89
• Capital Projects Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	90
• Capital Expenditures Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	91

CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
• Redevelopment Agency Fund:	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	92
Enterprise Fund:	
• Combining Balance Sheet	94
• Combining Statement of Revenues, Expenses and Changes in Retained Earnings	95
• Combining Statement of Cash Flows	96
Internal Service Funds:	
• Combining Balance Sheet	99
• Combining Statement of Revenues, Expenses and Changes in Retained Earnings	100
• Combining Statement of Cash Flows	101
Agency Fund:	
• Combining Balance Sheet	104
• Combining Statement of Changes in Assets and Liabilities	105
General Fixed Assets Account Group:	
• Schedule of General Fixed Assets - By Source	107
• Schedule of General Fixed Assets - by Function and Activity	108
• Schedule of Changes in General Fixed Assets - By Function and Activity	109

CITY OF INDIO
Comprehensive Annual Financial Report
Year ended June 30, 2000

TABLE OF CONTENTS

	<u>Page</u>
<u>STATISTICAL SECTION:</u>	
<u>Historical Trend Information – Ten Year History</u>	
General Fund Revenues – Last Ten Fiscal Years	110
General Fund Expenditures – Last Ten Fiscal Years	111
Assessed and Actual Value of Taxable Property – Last Ten Fiscal Years	112
Net Taxable Assessed Values – Last Ten Fiscal Years	113
<u>Other Data</u>	
City Roll Summary (Taxable Property Values)	114
Use Category Summary	115
Growth Summary by Agency	116
Property Tax Dollar Breakdown	117
1999 Top Property Taxpayers	118
1999 Top Property Owner Summary	119
Top 25 Sales Tax Producers	120
1999/00 Top Property Owners	121

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INTRODUCTORY SECTION

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CITY OF INDIO

100 Civic Center Mall
P.O. Drawer 1788
Indio . CA 92202

Tel: 760 . 342-6500
Fax: 760 . 342-6556

October 3, 2000

City Clerk
Tel: 760 . 342-6581
Fax: 760 . 342-6597

City Manager
Tel: 760 . 342-6580
Fax: 760 . 342-6597

Development Services
Tel: 760 . 342-6541
Fax: 760 . 342-6556

Finance
Tel: 760 . 342-6560
Fax: 760 . 342-6553

Fire
Tel: 760 . 347-0756
Fax: 760 . 775-3710

Human Resources
Tel: 760 . 342-6540
Fax: 760 . 342-6597

Police
Tel: 760 . 347-8522
Fax: 760 . 347-4317

Engineering/Building
Tel: 760 . 342-6530
Fax: 760 . 342-6556

City Yard
Tel: 760 . 347-1058
Fax: 760 . 347-4190

Senior Center
Tel: 760 . 347-5111
Fax: 760 . 342-6557

Honorable Mayor and City Council
City of Indio
Indio, California

The Comprehensive Annual Financial Report (CAFR) of the City of Indio, California for the fiscal year ended June 30, 2000, is hereby submitted. Responsibility for the accuracy of financial data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

CONTENTS OF CAFR

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this transmittal letter, the City's organizational chart and a list of principle officials. The Financial Section included the General Purpose Financial Statements and the combining and individual fund and account group financial statements and schedules. The statistical section includes selected financial and other useful information.

REPORTING ENTITY

This report includes all funds and account groups of the City and its component units. The City provides a full range of municipal services and is considered a "full service" city. These services include police protection; construction and maintenance of highways, streets, and infrastructure; planning, zoning and engineering; code enforcement; park development and maintenance; a water utility; and general administration and support services. The City also contracts with Riverside County/CDF for fire protection and emergency medical services, and a private firm for solid waste collection services.

In addition to general government activities, the governing body is financially accountable to the Indio Redevelopment Agency, Indio Public Financing Authority, Indio Housing Authority, and the Indio Industrial Development Authority. As required by Statement No. 14 of the Governmental Accounting Standards Board (GASB), these financial statements present the government and its blended component units, entities for which the government is considered to be financially accountable. The components units mentioned above, although legally separate entities, are in substance part of the government's operations and accordingly, data from these units are combined, or blended, with data of the primary government. Each blended component unit has a June 30 year-end.



INTERNAL CONTROL STRUCTURE & BUDGETARY CONTROLS

The City's accounting system includes internal control procedures which provide reasonable assurance that the City's assets are safeguarded against loss from unauthorized use or disposition, and that adequate records are maintained for preparing financial statements and maintaining accountability for assets. The City's internal control procedures adequately safeguard assets and provide reasonable assurance of the proper recording of financial transactions. The concept of reasonable assurance recognizes that the cost of control cannot exceed the benefit derived and the evaluation of cost and benefits received calls for judgments to be made by management.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level. The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts are carried over at year-end.

ECONOMIC OUTLOOK

The City is located in the eastern part of Riverside County, in the Coachella Valley, one of the fastest growing regions in the nation. The economic problems that beset the State and local economies over the last, few years are easing. The combined development activity in Indio last year is highlighted by 76.9 million of construction valuation, which included single family homes and, 253 commercial/industrial units. Overall, General Fund revenues increased slightly. Certain categories of revenues reflecting the general status of commerce show moderate increases. Both sales taxes and the transient occupancy tax increased by almost 16% over the previous year.

MAJOR INITIATIVE – FOR THE FUTURE

The City has taken steps to assure that the undeveloped land north of Interstate 10 is ready for development. Updated land use guidelines included in the General Plan 2020 are now in place to guide development in that area. In addition, the construction of water, streets, and wastewater infrastructure has been completed through the Shadow Hills Assessment District (A.D. 90-1). The Jefferson Street – Interstate 10 interchange is also scheduled for extensive re-vamping to facilitate the increased volume of traffic in that area. As a result, this portion of Indio is positioned to assure quality growth throughout the next decade. In addition, revitalization of the downtown area is underway. This combined with a continuing development of county office spaces around the Larson Justice Center, the regional civil and criminal courthouse for Riverside County, will allow business and restaurant opportunities for the many daily visitors to the downtown area.

A U.S. Home Corporation development, "Heritage Palms", is currently under construction. Heritage Palms is an 1100 unit active adult community with an 18-hole championship golf course open to the public. "The Hills", a 36 hole golf course was completed recently. The Hills includes a 20,000 sq. ft. clubhouse, and a 400 room resort hotel and residential sites in the planning stages. "The Plantation", a private golf club development adjacent to Empire and Eldorado Polo Clubs, is now in place and includes a number of custom home sites. Landmark "Home of the Skins Game opened in December 1999 and Shadow Hills Estates in January 2000.

A regional auto mall, the "I-10 Auto Center", was completed within the past year. In partnership with Riverside County, Indio has annexed the auto mall site along Interstate 10 corridor. Also along Interstate 10 is the proposed RV Adventure Showcase. This development, which is in the planning stages, would include a RV rally field, golf & tennis resort and spa, a convention-oriented hotel, and facilities for manufacturers of recreational vehicles, boats and marine products. This development is projected to produce retail sales of \$375 million when fully operational and add 1,150 new jobs to the local economy. The City of Indio has embarked on the development of up scale "Motor Coach" destination locations. In addition, the City has zoned an area in the western portion of the city for "Country Estates" of 1 acre or more. This has encouraged property owners to build upscale homes along Avenues 49 and 50 assuring increased property tax revenues for the City.

GENERAL GOVERNMENT FUNCTIONS

Revenue and Expenditures from general government functions include activity in the General, Special Revenue, Debt Service, and Capital Project Funds, and are together referred to as Governmental Fund Types.

The Following depicts revenue sources by function.

<u>FUNCTION</u>	<u>CURRENT YEAR FY</u>	<u>% OF TOTAL</u>	<u>PRIOR YEAR FY</u>	<u>\$ CHANGE FROM PRIOR YEAR</u>	<u>% CHANGE FROM PRIOR YEAR</u>
Taxes	14,103,886	50%	12,514,125	1,589,761	11%
Licenses & Permits	931,225	3%	579,775	351,450	38%
Intergovernmental	5,625,416	20%	4,493,588	1,131,828	20%
Charge for Services	2,295,655	8%	1,674,973	620,682	27%
Assessments	3,345,834	12%	821,164	2,524,670	75%
Use of Money & Property	1,780,043	6%	1,305,888	474,155	27%
Miscellaneous	285,623	1%	273,422	12,201	4%
TOTAL	28,367,682	100%	21,662,935	6,704,747	24%

APPROPRIATION LIMITATION

As required by Article XIII B of the California Constitution, the City's appropriation limitation for FY 1999-00 spending was calculated at \$45,455,350. Appropriations subject to limitation totaled \$14,818,150 million, or about 33% of the allowed limit.

PROPRIETARY FUNDS

Proprietary Fund Types consist of Enterprise and Internal Service Funds. Enterprise Funds consist of the Water Revenue Maintenance & Operations Fund, Oasis Palms Water System, and the Water Production Facilities Fund which, for financial reporting purposes, are combined into a single Water Fund. Also included in the Enterprise Funds are the City's Municipal Golf Course Revenues. The Internal Service Funds are similar to Enterprise Funds in the measurement focus and operating nature, except that they provide services internally to other City departments rather than to public customers. The Internal Service Funds include the Mobile Equipment Fund. Also included are the Workers Compensation Self Insurance Fund, and Unemployment Self Insurance Fund which, for financial reporting purposes, are combined into a single Self Insurance Fund.

The Municipal Golf Course operating revenues for FY 1999-00 totaled \$816,663. Operating expenses totaled \$501,471. Operating revenues decreased by \$52,655 when compared to prior year revenues or 6%. Operating expenses decreased by \$49,075 or 9%.

The Water Enterprise Funds operating revenues for FY 1999-00 totaled \$4,389,071. Operating expenses totaled \$2,888,500. Operating revenues increased by \$565,846 when compared to prior year revenues, or 13%. Operating expenses decreased by \$4,545 or less than 1%.

The Internal Service Funds operating revenues for FY 1999-00 totaled \$1,300,879. Operating expenses totaled \$1,169,531. Operating revenues decreased by \$418,241 when compared to prior year revenues, or 24%. Operating expenses decreased by \$1,029,951 or 47%.

FIDUCIARY FUNDS

Agency Funds, a type of Fiduciary Fund, are used to account for assets held by the City as a trustee or agent for individuals, organizations, other governmental entities, or other funds of the City. The Desert Sands School District Fund is used to account for pass through tax increment funds held by the Indio Redevelopment Agency as custodian in trust for the District pursuant to their pass through agreement. During FY 1999-00 assets increased by \$389,892 due to receipt of Pass Through Tax Increment funds held in trust at the Districts request. The Assessment District 99-1 Fund is used to account for monies held on behalf of the Assessment District 99-1 Bonds for debt service. During Fiscal Year 1999-00 assets increased by \$448,932.

DEBT ADMINISTRATION

The City had the following obligations outstanding as of June 30, 2000:

<u>Bond Issue/Obligation</u>	<u>Funding Source</u>	<u>Amount Outstanding</u>
Special Assessment District Bonds with City Commitment	Future Special Assessments collected from District property owners	\$2,980,000
Tax allocation Bonds	Future tax increment revenues Collected by the Agency	\$15,630,000
Capital Leases	Unrestricted revenues of the City	\$1,228,540

CASH MANAGEMENT

Cash temporarily idle during the year and not restricted for other uses was invested in the California Local Agency Investment Fund (LAIF). Investments in LAIF are highly liquid and deposits may be converted to cash within twenty-four hours without loss of interest. Of LAIF's total investments as of June 30, 2000 approximately 17% were invested in Certificates of Deposit or Bank Notes, 25% in government securities of five years or less, 25% in Prime Commercial Paper of less than one year, and 33% in other types of investments. The year to date yield for June 30, 2000 for the Pooled Money Investment Account and other LAIF deposits was 6.5%.

RISK MANAGEMENT

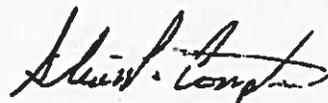
The City is a member of the Independent Cities Risk Management Authority, a self insured public entity formed by several cities in California to pool their insurance risk and help lower the overall cost of providing insurance coverage for excess municipal liability, excess workers compensation & employers liability, automobile physical damage, and property loss. The insurance limits are \$20,000,000 for municipal liability in excess of \$100,000 self insured retention, \$1,000,000 each occurrence for workers compensation in excess of \$300,000 self insured retention, \$12,492,614 for property loss after a \$2,500 deductible, and \$500,000,000 limit for automobile physical damage after a \$5,000 deductible.

INDEPENDENT AUDIT

Each year the City requires an independent annual audit of its general-purpose financial statements. This document includes the report of Conrad & Associates, LLP, independent auditors for the general-purpose financial statements of the City, expressing an unqualified opinion on those financial statements.

ACKNOWLEDGMENTS

The preparation of this report could not have been accomplished without the dedicated services of the entire staff of the Finance Department.



Stephen P. Compton
Director of Finance

CITY OF INDIO
List of Principal Officials
June 30, 2000

CITY COUNCIL

Marcos Lopez
Mayor

Melanie Fesmire
Mayor Pro Tem

Ben Godfrey
Council Member

Jacque Bethel
Council Member

Michael Wilson
Council Member

ADMINISTRATION AND DEPARTMENT DIRECTORS

City Manager

Harold L. Schilling

City Clerk

Juanita Ramos

Director of Community Development

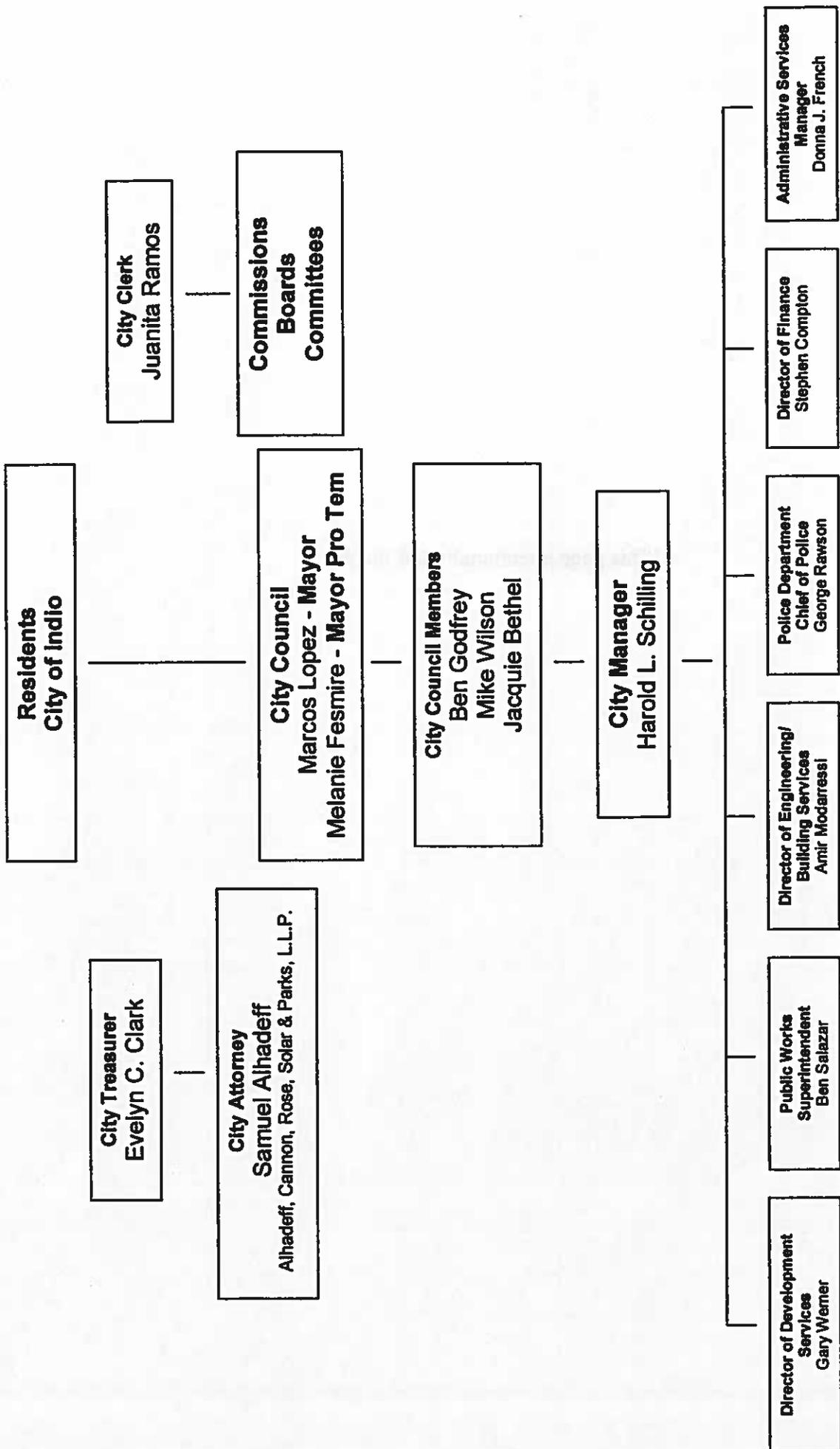
Gary Werner

Director of Finance

Stephen P. Compton

Chief of Police

George Rawson



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FINANCIAL SECTION

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The Honorable Mayor and City Council
City of Indio, California

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying general purpose financial statements of the City of Indio, California, as of and for the year ended June 30, 2000, as listed in the table of contents. These general purpose financial statements are the responsibility of the management of the City of Indio, California. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose 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. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Indio, California as of June 30, 2000, and the results of its operations and cash flows of its proprietary fund types for the year then ended, in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the City of Indio, California. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole. The scope of our audit did not include the statistical schedules listed in the table of contents and we do not express an opinion on them.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 3, 2000 on our consideration of the City of Indio's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Conrad and Associates, L.L.P.

October 3, 2000

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Operating Expenses

	2011	2010	2009	
Cost of sales	1,000,000	950,000	900,000	Cost of sales
Depreciation	100,000	100,000	100,000	Depreciation
Amortization	50,000	50,000	50,000	Amortization
Provision for doubtful accounts	20,000	20,000	20,000	Provision for doubtful accounts
Interest expense	150,000	150,000	150,000	Interest expense
Income tax expense	100,000	100,000	100,000	Income tax expense
Other operating expenses	100,000	100,000	100,000	Other operating expenses
Total operating expenses	1,520,000	1,470,000	1,420,000	
Operating income	480,000	480,000	480,000	Operating income
Interest income	10,000	10,000	10,000	Interest income
Other non-operating income	5,000	5,000	5,000	Other non-operating income
Income before income taxes	495,000	495,000	495,000	Income before income taxes
Income tax expense	100,000	100,000	100,000	Income tax expense
Net income	395,000	395,000	395,000	
Other comprehensive income	10,000	10,000	10,000	Other comprehensive income
Total comprehensive income	405,000	405,000	405,000	

FINANCIAL STATEMENTS

CITY OF INDIO

Combined Balance Sheet - All Fund Types and Account Groups

June 30, 2000

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and Other Debits</u>				
Assets:				
Cash and investments (note 2)	\$ 6,062,837	7,599,149	2,278,782	10,560,742
Cash with fiscal agent (note 2)	20,000	339,386	495,760	906,925
Receivables:				
Accounts	624,588	48,508	-	159,151
Interest	530,862	-	-	-
Utility billing	-	-	-	-
Loans	-	-	-	-
Notes (note 4)	-	52,826	-	3,033,212
Due from other funds (note 3)	1,569,583	-	-	82,000
Due from other governments	1,285,327	287,763	9,610	984,634
Advances to other funds (note 3)	-	-	-	-
Inventory	-	-	-	-
Deposits	466,908	-	-	-
Prepaid items	-	-	-	-
Land held for resale	-	-	-	1,275,000
Property, plant and equipment (net, where applicable, of accumulated depreciation) (note 5)	-	-	-	-
Other debits:				
Amount available for debt service	-	-	-	-
Amount to be provided for long-term debt	-	-	-	-
Total assets and other debits	<u>\$10,560,105</u>	<u>8,327,632</u>	<u>2,784,152</u>	<u>17,001,664</u>
<u>Liabilities, Equity and Other Credits</u>				
Liabilities:				
Accounts payable	\$ 677,988	24,909	-	267,991
Retentions payable	-	7,900	-	105,748
Accrued wages payable	278,853	-	-	-
Due to other funds (note 3)	82,000	151,512	-	1,418,071
Due to other governments	-	-	-	-
Deposits payable	1,815,105	41,782	-	27,046
Advances from other funds (notes 3 and 6)	-	-	-	-
Notes payable (notes 6 and 7)	-	-	-	-
Capital leases payable (notes 6 and 8)	-	-	-	-
Compensated absences payable (note 6)	-	-	-	-
Claims payable (notes 6 and 10)	-	-	-	-
Due to bondholders	-	-	-	-
Revenue refunding bonds payable (notes 6, 11 and 13)	-	-	-	-
Special assessment debt with government commitment (notes 6, 12 and 13)	-	-	-	-
Participation agreements (notes 6, 9 and 13)	-	-	-	-
Total liabilities	<u>2,853,946</u>	<u>226,103</u>	<u>-</u>	<u>1,818,856</u>
Equity and other credits:				
Investment in general fixed assets	-	-	-	-
Contributed capital (note 14)	-	-	-	-
Retained earnings unreserved	-	-	-	-
Fund balances (note 15):				
Reserved	1,562,437	419,186	2,784,152	6,388,177
Unreserved	6,143,722	7,682,343	-	8,794,631
Total equity and other credits	<u>7,706,159</u>	<u>8,101,529</u>	<u>2,784,152</u>	<u>15,182,808</u>
Total liabilities, equity and other credits	<u>\$10,560,105</u>	<u>8,327,632</u>	<u>2,784,152</u>	<u>17,001,664</u>

See accompanying notes to general purpose financial statements.

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>	
<u>Enterprise</u>	<u>Internal Service</u>	<u>Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Debt</u>	<u>2000</u>	<u>1999</u>
5,800,077	1,887,844	1,010,474	-	-	35,199,905	27,308,348
-	22,019	448,932	-	-	2,233,022	896,801
54,510	3,503	-	-	-	890,260	857,640
-	-	-	-	-	530,862	356,828
681,997	-	-	-	-	681,997	553,749
-	-	-	-	-	-	50,000
4,995,000	-	-	-	-	8,081,038	8,344,758
-	-	-	-	-	1,651,583	925,853
-	-	-	-	-	2,567,334	1,652,733
-	750,000	-	-	-	750,000	750,000
28,743	48,402	-	-	-	77,145	73,652
-	-	-	-	-	466,908	-
-	-	-	-	-	-	3,668
-	-	-	-	-	1,275,000	1,275,000
14,509,936	961,258	-	10,405,206	-	25,876,400	25,668,311
-	-	-	-	2,784,152	2,784,152	2,801,254
-	-	-	-	24,054,615	24,054,615	22,626,199
<u>26,070,263</u>	<u>3,673,026</u>	<u>1,459,406</u>	<u>10,405,206</u>	<u>26,838,767</u>	<u>107,120,221</u>	<u>94,144,794</u>
44,796	15,813	-	-	-	1,031,497	324,612
56,474	-	-	-	-	170,122	119,128
33,860	-	-	-	-	312,713	-
-	-	-	-	-	1,651,583	925,853
-	-	1,010,474	-	-	1,010,474	712,640
81,762	-	-	-	-	1,965,695	547,200
-	-	-	-	750,000	750,000	750,000
-	-	-	-	5,461,908	5,461,908	4,992,500
-	-	-	-	1,228,540	1,228,540	35,495
62,278	6,734	-	-	287,109	356,121	356,121
-	1,263,962	-	-	301,210	1,565,172	1,466,441
-	-	448,932	-	-	448,932	-
-	-	-	-	15,630,000	15,630,000	15,910,000
-	-	-	-	2,980,000	2,980,000	3,110,000
-	-	-	-	200,000	200,000	-
<u>279,170</u>	<u>1,286,509</u>	<u>1,459,406</u>	<u>-</u>	<u>26,838,767</u>	<u>34,762,757</u>	<u>29,249,990</u>
-	-	-	10,405,206	-	10,405,206	9,962,014
11,058,605	1,449,482	-	-	-	12,508,087	12,508,087
14,732,488	937,035	-	-	-	15,669,523	14,072,536
-	-	-	-	-	11,153,952	8,536,589
-	-	-	-	-	22,620,696	19,815,578
<u>25,791,093</u>	<u>2,386,517</u>	<u>-</u>	<u>10,405,206</u>	<u>-</u>	<u>72,357,464</u>	<u>64,894,804</u>
<u>26,070,263</u>	<u>3,673,026</u>	<u>1,459,406</u>	<u>10,405,206</u>	<u>26,838,767</u>	<u>107,120,221</u>	<u>94,144,794</u>

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CITY OF INDIO
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types
Year ended June 30, 2000

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Totals (Memorandum Only)</u>	
					<u>2000</u>	<u>1999</u>
Revenues:						
Taxes	\$10,381,457	888,134	2,229,385	604,910	14,103,886	12,514,125
Licenses and permits	931,225	-	-	-	931,225	579,775
Intergovernmental	3,088,211	1,068,230	-	1,468,975	5,625,416	4,493,588
Charges for services	2,198,142	-	-	97,513	2,295,655	1,674,973
Fines and forfeits	89,014	218,459	-	-	307,473	296,473
Special assessments	18,288	270,134	353,917	-	642,339	524,691
Investment income	347,526	432,145	125,488	874,884	1,780,043	1,305,888
Miscellaneous	92,426	31,033	-	162,164	285,623	273,422
Contributions from property owners	-	-	-	2,396,022	2,396,022	-
Total revenues	<u>17,146,289</u>	<u>2,908,135</u>	<u>2,708,790</u>	<u>5,604,468</u>	<u>28,367,682</u>	<u>21,662,935</u>
Expenditures:						
Current:						
General government	4,306,327	223,179	1,486,372	1,095,732	7,111,610	5,459,096
Public safety	8,378,821	117,752	-	-	8,496,573	8,921,752
Public works	1,754,165	310,730	-	-	2,064,895	1,680,900
Parks, recreation and culture	420,989	-	-	-	420,989	373,549
Debt service:						
Pass-through payments	-	-	955,634	-	955,634	513,647
Principal	-	100,000	652,811	-	752,811	740,000
Interest	-	175,622	1,129,733	-	1,305,355	1,415,435
Other fiscal charges	-	-	14,952	-	14,952	264,418
Payments to bond escrow	-	-	-	-	-	357,913
Capital outlay	34,536	188,319	-	4,695,465	4,918,320	1,929,064
Total expenditures	<u>14,894,838</u>	<u>1,115,602</u>	<u>4,239,502</u>	<u>5,791,197</u>	<u>26,041,139</u>	<u>21,655,774</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,251,451</u>	<u>1,792,533</u>	<u>(1,530,712)</u>	<u>(186,729)</u>	<u>2,326,543</u>	<u>7,161</u>
Other financing sources (uses):						
Operating transfers in	2,033,070	445,306	413,742	-	2,892,118	2,585,656
Operating transfers out	(404,783)	(920,831)	(454,236)	(260,859)	(2,040,709)	(1,659,256)
Proceeds of notes	466,908	-	105,000	-	571,908	114,765
Proceeds of capital leases	-	-	1,449,104	-	1,449,104	-
Proceeds of bonds, net of discount	-	-	-	-	-	4,390,420
Payment to bond escrow	-	-	-	-	-	(3,809,749)
Sale of general fixed assets	-	-	-	-	-	13,910
Settlement of litigation	-	-	-	-	-	(250,000)
Total other financing sources (uses)	<u>2,095,195</u>	<u>(475,525)</u>	<u>1,513,610</u>	<u>(260,859)</u>	<u>2,872,421</u>	<u>1,385,746</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>4,346,646</u>	<u>1,317,008</u>	<u>(17,102)</u>	<u>(447,588)</u>	<u>5,198,964</u>	<u>1,392,907</u>
Fund balances at beginning of year, as restated (note 23)	<u>3,359,513</u>	<u>6,784,521</u>	<u>2,801,254</u>	<u>15,630,396</u>	<u>28,575,684</u>	<u>26,959,260</u>
Fund balances at end of year	<u>\$ 7,706,159</u>	<u>8,101,529</u>	<u>2,784,152</u>	<u>15,182,808</u>	<u>33,774,648</u>	<u>28,352,167</u>

See accompanying notes to financial statements.

CITY OF INDIO

Combined Statement of Revenues, Expenditures and Changes in Fund Balances --
All Governmental Fund Types

Year ended June 30, 2000

	General		Variance- Favorable (Unfavorable)
	Budget	Actual	
Revenues:			
Taxes	\$ 8,772,950	10,381,457	1,608,507
Licenses and permits	649,280	931,225	281,945
Intergovernmental	2,520,374	3,088,211	567,837
Charges for services	1,411,630	2,198,142	786,512
Fines and forfeits	111,820	89,014	(22,806)
Special assessments	18,000	18,288	288
Investment income	150,700	347,526	196,826
Miscellaneous	65,944	92,426	26,482
Contributions from property owners	-	-	-
Total revenues	<u>13,700,698</u>	<u>17,146,289</u>	<u>3,445,591</u>
Expenditures:			
Current:			
General government	5,638,276	4,306,327	1,331,949
Public safety	8,968,003	8,378,821	589,182
Public works	1,803,470	1,754,165	49,305
Parks, recreation and culture	416,630	420,989	(4,359)
Debt Service:			
Pass-through payments	-	-	-
Principal	-	-	-
Interest	-	-	-
Other fiscal charges	-	-	-
Capital outlay	<u>44,303</u>	<u>34,536</u>	<u>9,767</u>
Total expenditures	<u>16,870,682</u>	<u>14,894,838</u>	<u>1,975,844</u>
Excess (deficiency) of revenues over expenditures	<u>(3,169,984)</u>	<u>2,251,451</u>	<u>5,421,435</u>
Other financing sources (uses):			
Operating transfers in	2,122,560	2,033,070	(89,490)
Operating transfers out	-	(404,783)	(404,783)
Proceeds of notes	466,908	466,908	-
Proceeds of capital leases	-	-	-
Sale of general fixed assets	5,000	-	(5,000)
Total other financing sources (uses)	<u>2,594,468</u>	<u>2,095,195</u>	<u>(499,273)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(575,516)</u>	<u>4,346,646</u>	<u>4,922,162</u>
Fund balances at beginning of year, as restated (noted 23)	<u>3,359,513</u>	<u>3,359,513</u>	<u>-</u>
Fund balances at end of year	<u>\$ 2,783,997</u>	<u>7,706,159</u>	<u>4,922,162</u>

See accompanying notes to financial statements.

<u>Special Revenue</u>			<u>Debt Service</u>			<u>Capital Projects</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance-Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance-Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance-Favorable (Unfavorable)</u>
715,000	888,134	173,134	2,260,000	2,229,385	(30,615)	455,700	604,910	149,210
1,359,878	1,068,230	(291,648)	-	-	-	15,000	1,468,975	1,453,975
66,600	218,459	151,859	-	-	-	68,000	97,513	29,513
261,801	270,134	8,333	338,000	353,917	15,917	-	-	-
221,750	432,145	210,395	209,600	125,488	(84,112)	626,010	874,884	248,874
-	31,033	31,033	-	-	-	50,000	162,164	112,164
-	-	-	-	-	-	-	2,396,022	2,396,022
<u>2,625,029</u>	<u>2,908,135</u>	<u>283,106</u>	<u>2,807,600</u>	<u>2,708,790</u>	<u>(98,810)</u>	<u>1,214,710</u>	<u>5,604,468</u>	<u>4,389,758</u>
479,901	223,179	256,722	-	1,486,372	(1,486,372)	1,673,322	1,095,732	577,590
24,800	117,752	(92,952)	-	-	-	-	-	-
663,895	310,730	353,165	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	150,000	955,634	(805,634)	160,800	-	160,800
54,473	100,000	(45,527)	592,946	652,811	(59,865)	259,826	-	259,826
140,568	175,622	(35,054)	651,221	1,129,733	(478,512)	-	-	-
-	-	-	16,245	14,952	1,293	-	-	-
<u>440,629</u>	<u>188,319</u>	<u>252,310</u>	-	-	-	<u>4,314,197</u>	<u>4,695,465</u>	<u>(381,268)</u>
<u>1,804,266</u>	<u>1,115,602</u>	<u>688,664</u>	<u>1,410,412</u>	<u>4,239,502</u>	<u>(2,829,090)</u>	<u>6,408,145</u>	<u>5,791,197</u>	<u>616,948</u>
<u>820,763</u>	<u>1,792,533</u>	<u>971,770</u>	<u>1,397,188</u>	<u>(1,530,712)</u>	<u>(2,927,900)</u>	<u>(5,193,435)</u>	<u>(186,729)</u>	<u>5,006,706</u>
370,000	445,306	75,306	-	413,742	413,742	250,270	-	(250,270)
(920,831)	(920,831)	-	-	(454,236)	(454,236)	(486,870)	(260,859)	226,011
-	-	-	-	105,000	105,000	300,000	-	(300,000)
-	-	-	-	1,449,104	1,449,104	-	-	-
-	-	-	-	-	-	-	-	-
<u>(550,831)</u>	<u>(475,525)</u>	<u>75,306</u>	-	<u>1,513,610</u>	<u>1,513,610</u>	<u>63,400</u>	<u>(260,859)</u>	<u>(324,259)</u>
269,932	1,317,008	1,047,076	1,397,188	(17,102)	(1,414,290)	(5,130,035)	(447,588)	4,682,447
<u>6,784,521</u>	<u>6,784,521</u>	<u>-</u>	<u>2,801,254</u>	<u>2,801,254</u>	<u>-</u>	<u>15,630,396</u>	<u>15,630,396</u>	<u>-</u>
<u>7,054,453</u>	<u>8,101,529</u>	<u>1,047,076</u>	<u>4,198,442</u>	<u>2,784,152</u>	<u>(1,414,290)</u>	<u>10,500,361</u>	<u>15,182,808</u>	<u>4,682,447</u>

CITY OF INDIO

Combined Statement of Revenues, Expenses and Changes in Retained Earnings -
All Proprietary Fund Types

Year ended June 30, 2000

	Enterprise	Internal Service	Totals (Memorandum Only)	
			2000	1999
Operating revenues:				
Charges for services	\$ 5,125,624	1,300,879	6,426,503	5,924,153
Sale of merchandise	60,634	-	60,634	66,418
Miscellaneous	19,476	-	19,476	421,092
Total operating revenues	5,205,734	1,300,879	6,506,613	6,411,663
Operating expenses:				
Personnel services	1,267,300	-	1,267,300	1,247,734
Contractual services	363,324	71,438	434,762	417,542
Claims and judgments	-	463,447	463,447	1,428,450
Materials and supplies	295,849	209,964	505,813	408,225
Utilities	662,393	-	662,393	696,271
Repairs and maintenance	288,145	179,845	467,990	635,689
Depreciation	426,836	244,837	671,673	723,377
Mobile equipment charges	86,124	-	86,124	83,785
Miscellaneous	-	-	-	2,000
Total operating expenses	3,389,971	1,169,531	4,559,502	5,643,073
Operating income (loss)	1,815,763	131,348	1,947,111	768,590
Nonoperating revenues (expenses):				
Investment income	493,273	7,457	500,730	460,762
Gain on sale of assets	555	-	555	2,255
Total nonoperating revenues (expenses)	493,828	7,457	501,285	463,017
Income before operating transfers	2,309,591	138,805	2,448,396	-
Operating transfers:				
Operating transfers in	-	129,664	129,664	43,504
Operating transfers out	(971,200)	(9,873)	(981,073)	969,904
Total operating transfers	(971,200)	119,791	(851,409)	(926,400)
Net income (loss)	1,338,391	258,596	1,596,987	305,207
Retained earnings at beginning of year	13,394,097	678,439	14,072,536	13,767,329
Retained earnings at end of year	\$14,732,488	937,035	15,669,523	14,072,536

See accompanying notes to financial statements.

CITY OF INDIO

Combined Statement of Cash Flows - All Proprietary Fund Types

Year ended June 30, 2000

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals</u>	
			<u>(Memorandum Only)</u> <u>2000</u>	<u>1999</u>
Cash flows from operating activities:				
Cash received from customers	\$4,997,575	-	4,997,575	4,624,354
Cash received from user departments	-	1,418,942	1,418,942	1,186,328
Cash payments to suppliers for goods and services	(1,741,764)	(918,493)	(2,660,257)	(3,770,824)
Cash payments to employees for services	(1,233,440)	-	(1,233,440)	(1,345,044)
Other operating revenues	<u>80,110</u>	<u>139,870</u>	<u>219,980</u>	<u>754,848</u>
Net cash provided by (used for) operating activities	<u>2,102,481</u>	<u>640,319</u>	<u>2,742,800</u>	<u>1,449,662</u>
Cash flows from noncapital financing activities:				
Cash transferred from other funds	-	129,664	129,664	43,504
Cash transferred to other funds	(971,200)	(9,873)	(981,073)	(969,904)
Long-term advances collected	-	-	-	300,000
Interfund loans	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,924,907</u>
Net cash provided by (used for) noncapital financing activities	<u>(971,200)</u>	<u>119,791</u>	<u>(851,409)</u>	<u>3,298,507</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(386,643)	(49,927)	(436,570)	(489,296)
Proceeds from sale of fixed assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,255</u>
Net cash provided by (used for) capital and related financing activities	<u>(386,643)</u>	<u>(49,927)</u>	<u>(436,570)</u>	<u>(487,041)</u>
Cash flows from investing activities:				
Interest received on investments	<u>388,828</u>	<u>7,457</u>	<u>396,285</u>	<u>460,762</u>
Net cash provided by investing activities	<u>388,828</u>	<u>7,457</u>	<u>396,285</u>	<u>460,762</u>
Net increase (decrease) in cash and cash equivalents	1,133,466	717,640	1,851,106	4,721,890
Cash and cash equivalents at beginning of year	<u>4,666,611</u>	<u>1,192,223</u>	<u>5,858,834</u>	<u>1,136,944</u>
Cash and cash equivalents at end of year	<u>\$5,800,077</u>	<u>1,909,863</u>	<u>7,709,940</u>	<u>5,858,834</u>

CITY OF INDIO

Combined Statement of Cash Flows - All Proprietary Fund Types

(Continued)

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals</u> <u>(Memorandum Only)</u>	
			<u>2000</u>	<u>1999</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:				
Operating income (loss)	<u>\$1,815,763</u>	<u>131,348</u>	<u>1,947,111</u>	<u>768,590</u>
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:				
Depreciation	426,836	244,837	671,673	723,377
Decrease (increase) in accounts receivable	(6,576)	118,063	111,487	(139,335)
Decrease (increase) in utility billing receivable	(128,248)	-	(128,248)	(63,597)
Decrease (increase) in inventory receivable	1,459	(4,952)	(3,493)	(5,501)
Decrease (increase) in prepaid items	413	-	413	3,666
Increase (decrease) in accounts payable	11,379	11,153	22,532	(77,402)
Increase (decrease) in retention payable	(52,604)	-	(52,604)	(22,768)
Increase (decrease) in accrued wages payable	33,860	-	33,860	(36,252)
Increase (decrease) in claims payable	-	139,870	139,870	356,524
Increase (decrease) in deposits payable	199	-	199	3,418
Increase (decrease) in compensated absences	-	-	-	(61,058)
Total adjustments	<u>286,718</u>	<u>508,971</u>	<u>795,689</u>	<u>681,072</u>
Net cash used in operating activities	<u>\$2,102,481</u>	<u>640,319</u>	<u>2,742,800</u>	<u>1,449,662</u>

There were no non cash capital, financing or investing activities.

CITY OF INDIO

Notes to Financial Statements

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies

The financial statements of the City of Indio, California (City) have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

(a) Reporting Entity

The City of Indio was incorporated on May 16, 1930 under the general laws of the State of California. The City operates under the Council-Administrator form of government.

As required by generally accepted accounting principles, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and the organization is able to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable if an organization is fiscally dependent (i.e., it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the City are such that their execution would cause the City's financial statements to be misleading or incomplete.

All of the City's component units are considered to be blended component units. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from these units are reported with the interfund data of the City. The following organizations are considered to be component units of the City.

Redevelopment Agency of the City of Indio

The Redevelopment Agency ("Agency") was activated in January, 1981 by the City of Indio pursuant to the State of California Health and Safety Code Section 33000 entitled "Community Redevelopment Law". The primary purpose of the Agency is to eliminate blighted areas by encouraging development of residential, commercial, industrial, recreational and public facilities within the project areas. Even though the Agency is legally separate, it is reported as if it were part of the City because the City Council also serves as the governing board of the Agency. Upon completion, separate financial statements of the Agency can be obtained at City Hall.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

Indio Public Financing Authority

The Indio Public Financing Authority ("Authority") is a joint exercise of powers authority organized and existing under and by virtue of the Joint Exercise of Powers Act. The City and the Agency formed the Authority by the execution of a joint exercise of powers agreement dated as of April 1, 1992. Pursuant to the Joint Powers Act, the Authority is authorized to issue revenue bonds to provide funds to make loans to public entities, such revenue bonds are to be repaid from the repayments of such loans. The Authority is governed by a five-member Board which consists of all members of the City Council. The Mayor of the City is the Chairperson of the Authority. The City Manager acts as the Executive Director, the City Clerk acts as the Secretary and the Finance Director of the City acts as the Treasurer of the Authority. Upon completion, separate financial statements of the Authority can be obtained at City Hall.

Housing Authority of the City of Indio

The Housing Authority of the City of Indio was activated by the City Council of Indio in 1985. The purpose of the Housing Authority is to respond to the need for affordable housing in Indio by providing a financing mechanism to encourage such development in the City. Even though it is legally separate, it is reported as if it were part of the City because the City Council also serves as the governing board of the Authority. Separate financial statements of the Authority are not prepared.

Industrial Development Authority

The Industrial Development Authority of the City of Indio was activated by the City Council of the City of Indio on December 4, 1985. The purpose of the Industrial Development Authority is to assist the community in industry development by providing a financing mechanism to encourage such development in the City. The City Council serves as the governing board of the Industrial Development Authority. No separate financial statements of the Industrial Development Authority are prepared.

(b) Fund Accounting

The basic accounting and reporting entity is a "fund". A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts, recording resources, related liabilities, obligations, reserves and equities segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(b) Fund Accounting, (Continued)

The accounting records of the City are organized on the basis of funds and account groups for reporting purposes as follows:

GOVERNMENTAL FUNDS

General Fund

The General Fund is the general operating fund of the City. All general tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. Expenditures of this fund include the general operating expenditures and capital improvement costs which are not paid through other funds.

Special Revenue Funds

The Special Revenue Funds are used to account for revenues derived from specific sources which are usually required by law or administrative regulation to be accounted for in a separate fund.

Debt Service Funds

The Debt Service Funds are used to account for the resources set aside for repayment of general long-term debt.

Capital Projects Funds

The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds).

PROPRIETARY FUNDS

Enterprise Funds

Enterprise Funds are used to account for operations (a) that are financed primarily through user charges, or (b) where the governing body has decided that determination of net income is appropriate.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

Internal Service Funds

The Internal Service Funds are used to finance and account for activities involved in rendering services to various departments within the City. Costs of services used are accumulated in these funds and charged to the user departments as such services are rendered.

FIDUCIARY FUNDS

The Agency Funds are used to account for money and property held by the City as trustee or custodian for individuals, organizations and other governmental units.

ACCOUNT GROUPS

General Fixed Assets Account Group

The General Fixed Assets Account Group is used to maintain control and cost information on capital assets owned by the City other than those accounted for in Proprietary Funds.

General Long-Term Debt Account Group

The General Long-Term Debt Account Group is used to account for all long-term debt of the City except debt that is accounted for in the Proprietary Funds.

(c) Measurement Focus and Basis of Accounting

Governmental (general, special revenue, debt service and capital projects) fund types are accounted for on a "spending" measurement focus. Accordingly, only current assets and current liabilities are included on their balance sheets. The reported fund balance provides an indication of available, spendable resources. Operating statements for governmental fund types report increases (revenues) and decreases (expenditures) in available spendable resources.

The proprietary (enterprise and internal service) fund types are accounted for on an "income determination" or "cost of services" measurement focus. Accordingly, all assets and liabilities are included on the balance sheet, and the reported fund equity provides an indication of the economic net worth of the fund. Operating statements for proprietary fund types report increases (revenues) and decreases (expenses) in total economic net worth.

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(c) Measurement Focus and Basis of Accounting

The modified accrual basis of accounting is followed by the governmental and agency funds. Under the modified accrual basis of accounting, revenues are susceptible to accrual when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures, other than interest on long-term debt, are recorded when a current liability is incurred. Liabilities are considered current when they are normally expected to be liquidated with expendable available financial resources.

Property tax assessments are recognized as revenue in the fiscal year for which they are levied. Taxes, subventions, taxpayer-assessed taxes and entitlements held at year-end by an intermediary collecting government are recognized as revenue under the modified accrual basis of accounting. Reimbursement grant revenues are recognized when the related expenditures are incurred. Revenues from the use of money and property are recorded when earned.

Material delinquent and total uncollected current year property taxes (net of estimated uncollectibles) are recorded as current year receivables. Property taxes (net of estimated uncollectibles) that are levied and measurable in the current year, but not available to finance current period expenditures, are recorded as a receivable and as deferred revenues. The deferred revenues are recognized as revenue in the fiscal year in which they become available.

Licenses, permits, fines, forfeits, charges for services, and miscellaneous revenues are recorded as governmental fund revenues when received in cash because they are generally not measurable until actually received.

The proprietary funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recorded when the related liability is incurred. Unbilled service receivables, if material, have been reflected in the financial statements as an accrued revenue. The City applies all applicable GASB pronouncements in accounting and reporting for its proprietary operations as well as the following pronouncements issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARBs) of the Committee on Accounting Procedure.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(d) Budgetary Data

Before the beginning of the fiscal year, the City Manager submits to the City Council a proposed budget for the year commencing the following July 1. Public hearings are then conducted to obtain taxpayer comments and the budget is subsequently adopted through passage of a resolution.

All appropriated amounts are as originally adopted or as amended by the City Council and lapse at year-end. Encumbrances and continuing appropriations are rebudgeted on July 1 by Council action. Original appropriations may be modified by supplementary budget revisions and transfers among budget categories. The City Council approves all budget changes at the department level. The City Manager is authorized to make budget transfers within departments. There were no significant budget amendments during the fiscal year.

Formal budgetary integration is employed as a management control device during the year for the general, special revenue, debt service and capital projects funds. Budgets for general, special revenue, debt service and capital projects funds are adopted on a basis consistent with generally accepted accounting principles.

The City maintains budgetary controls to ensure compliance with legal provisions embodied in the appropriated budget approved by the City Council. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is the department level. For budgeting purposes, the General Fund is composed of several departments while all other budgeted funds are each considered to be a single department.

(e) Appropriations Limit

Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates, revised fee schedules or other refund arrangements. For the fiscal year ended June 30, 2000, proceeds of taxes did not exceed appropriations.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(f) Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the fund balance, is employed in the governmental funds. Encumbrances are reported as reservations of fund balances since they do not constitute expenditures or liabilities.

(g) Cash and Investments

Investments are reported in the accompanying balance sheet at fair value, except for certain certificates of deposit and investment contracts that would be reported at cost because they are not transferable and they have terms that are not affected by changes in market interest rates.

Changes in fair value that occur during a fiscal year are recognized as *investment income* reported for that fiscal year. *Investment income* includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investments.

The City pools cash and investments of all funds. Each fund's share in this pool is displayed in the accompanying financial statements as *cash and investments*. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance.

(h) Cash Equivalents

For the purposes of the statement of cash flows, cash equivalents are defined as short-term liquid investments that are both readily convertible to known amounts of cash or so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. Cash equivalents also represent the proprietary funds' share in the cash and investment pool of the City of Indio. Cash equivalents have an original maturity date of three months or less from the date of purchase. The following items on the combined balance sheet were considered cash and cash equivalents for purposes of the statement of cash flows:

	<u>Enterprise</u>	<u>Internal Service</u>
Cash and investments	\$5,800,077	1,887,844
Cash and investments with fiscal agents	<u>-</u>	<u>22,019</u>
	<u>\$5,800,077</u>	<u>1,909,863</u>

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(i) Advances to Other Funds

Long-term interfund advances are recorded as a receivable and as reserved fund balance by the advancing governmental fund.

(j) Inventories

Inventories are stated at average cost. Physical counts of inventory are taken on a cyclical basis during each fiscal year with perpetual records adjusted to actual at that time. The City uses the consumption method of accounting for inventories.

(k) Due from Other Governments

The amounts recorded as a receivable due from other governments include sales taxes, property taxes, and grant revenues, collected or provided by Federal, State, County and City Governments and unremitted to the City as of June 30, 2000. The County of Riverside assesses, bills, and collects property taxes for the City.

(l) Property Taxes

Under California law, property taxes are assessed and collected by the counties up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool, and are then allocated to the cities based on complex formulas. Accordingly, the City of Indio accrues only those taxes which are received within 60 days after year end.

The property tax calendar is as follows:

Lien Date:	March 1
Levy Date:	July 1
Due Date:	First Installment - November 1 Second Installment - February 1
Delinquent Date:	First Installment - December 11 Second Installment - April 11

Taxes are collected by Riverside County and are remitted to the City periodically. Dates and percentages are as follows:

December 10	30% Advance
January 16	Collection No. 1
April 10	10% Advance
May 15	Collection No. 2
July 31	Collection No. 3

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(m) Claims and Judgments

The City records a liability for litigation, judgments, and claims when it is probable that an asset has been impaired or a liability has been incurred prior to year end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated.

(n) Employee Leave Benefits

If material, a proprietary fund liability is accrued for all earned but unused leave benefits relating to the operations of the proprietary funds. A current liability is accrued in the governmental funds for material leave benefits due on demand to governmental fund employees that have terminated prior to year end. All other amounts are recorded in the general long-term debt account group. These noncurrent amounts will be recorded as fund expenditures in the year in which they are paid or become due on demand to terminated employees.

In accordance with GASB Statement No. 16, a liability is recorded for unused vacation and similar compensatory leave balances since the employees' entitlement to these balances are attributable to services already rendered and it is probable that virtually all of these balances will be liquidated by either paid time off or payments upon termination or retirement.

Under GASB Statement No. 16 a liability is recorded for unused sick leave balances only to the extent that it is probable that the unused balances will result in termination payments. This is estimated by including in the liability the unused balances of employees currently entitled to receive termination payment, as well as those who are expected to become eligible to receive termination benefits as a result of continuing their employment with the City. Other amounts of unused sick leave are excluded from the liability since their payment is contingent solely upon the occurrence of a future event (illness) which is outside the control of the City and the employee.

(o) Property, Plant and Equipment

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(o) Property, Plant and Equipment, (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Public domain ("infrastructure") general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are not capitalized, as these assets are immovable and of value only to the government.

Assets in the general fixed assets account group are not depreciated.

Depreciation of all exhaustible fixed assets used by proprietary funds is charged as an expense against their operation. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	20 years
Improvements	10-50 years
Equipment	3-25 years

(p) Due to Other Governments

The amounts recorded as a liability due to other governments includes tax increment owed to various districts and other entities within the City of Indio. The City is under agreement with such entities to pass a portion of the gross property tax increment through to them.

(q) Interfund Transfers

Operating transfers are reported as other sources and uses of funds in the statement of revenues, expenditures and changes in fund balance.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(1) Summary of Significant Accounting Policies, (Continued)

(r) Comparative Data

Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, a complete presentation of prior year data (i.e., presentation of prior year totals by fund type) has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to read. Certain reclassifications of prior year data have been made in order to enhance their comparability with current year figures.

(s) Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(2) Cash and Investments

Cash and investments held by the City at June 30, 2000 consisted of the following:

Petty cash	\$ 2,975
Demand deposits	69,731
State of California Treasurer's investment pool (LAIF)	<u>35,127,199</u>
Total cash and investments held by the City	<u>\$35,199,905</u>

Cash and investments held by fiscal agent at June 30, 2000 consisted of the following:

Demand deposits	\$ 42,022
Mutual funds (money market)	<u>2,191,000</u>
Total cash and investments held by fiscal agent	<u>\$2,233,022</u>

The City and its component units are generally authorized under provisions of the City's investment policy and Section 53601 of the Government Code to invest in investment instruments so long as the investment is appropriate when investment objectives and policies are taken into consideration. Investment instruments may include:

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(2) Cash and Investments, (Continued)

- U.S. Treasury obligations (bills, notes and bonds)
- U.S. Government agency securities
- Local Agency Investment Fund (California State Pool)
- Certificates of deposit
- Commercial paper (limited to 15% of portfolio)
- Repurchase agreements
- Money market funds (bond reserves held by trustee only)
- Bankers' acceptances (limited to 40% of portfolio)
- Interest bearing checking accounts
- General demand checking accounts

Under the California Government Code, a financial institution is required to secure deposits made by state or local governmental units by pledging securities held in the form of an undivided collateral pool. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

Deposits of cities and other state or local governments are classified in three categories to give an indication of the level of custodial risk assumed by the entity. Category 1 includes deposits that are insured or collateralized with securities held by the City or its agent in the City's name. Category 2 includes deposits collateralized with securities held by the pledging financial institution's trust department or agent in the City's name. Category 2 also includes deposits collateralized by an interest in an undivided collateral pool held by an authorized Agent of Depository and subject to certain regulatory requirements under State law. Category 3 includes deposits collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name. Category 3 also includes any uncollateralized deposits:

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(2) Cash and Investments, (Continued)

	<u>Category</u>			<u>Bank Balance</u>	<u>Carrying Amount</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Deposits held by City:					
Demand deposits	\$100,000	648,863	-	748,863	69,731
Deposits held by fiscal agent:					
Demand deposits	<u>42,019</u>	<u>-</u>	<u>-</u>	<u>42,019</u>	<u>42,022</u>
	<u>\$142,019</u>	<u>648,863</u>	<u>-</u>	<u>790,882</u>	<u>111,753</u>

Investments of cities and other state or local governments are classified in three categories to give an indication of the level of custodial risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or the City's custodial agent (which must be a different institution other than the party through which the City purchased the securities) in the City's name. Investments held "in the City's name" include securities held in a separate custodial or fiduciary account and identified as owned by the City in the custodian's internal accounting records. Category 2 includes uninsured and unregistered investments for which the securities are held in the City's name by the dealer's agent (or by the trust department of the dealer if the dealer was a financial institution and another department of the institution purchased the securities for the City). Category 3 includes uninsured and unregistered investments for which the securities are held by the dealer's agent but not in the City's name. Category 3 also includes all securities held by the broker-dealer agent of the City (the party that purchased the securities for the City) regardless of whether or not the securities are being held in the City's name. None of the investments held by the City or its fiscal agents are subject to categorization.

	<u>Carrying Amount</u>
Investments held by City not subject to categorization:	
Investment in State Treasurer's Investment Pool	\$35,127,199
Investments held by fiscal agent not subject to categorization:	
Investment in mutual funds (Money Market)	<u>2,191,000</u>
	<u>\$37,318,199</u>

The carrying amount of all investments reflected in the above table is at fair value.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(2) Cash and Investments, (Continued)

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities issued by federal agencies, government-sponsored enterprises, and corporations.

(3) Interfund Receivables and Payables

Current interfund receivable and payable balances at June 30, 2000 are as follows:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$1,569,583	82,000
Special Revenue Fund:		
Federal Aid Urban	-	144,186
Air Quality	-	655
Local Law Enforcement Block Grant	-	6,671
Capital Projects Funds:		
Capital Projects	-	1,033,044
Capital Expenditures	-	385,027
Redevelopment Agency	<u>82,000</u>	<u>-</u>
Totals	<u>\$1,651,583</u>	<u>1,651,583</u>

Long-term interfund receivable and payable balances at June 30, 2000 are as follows:

Internal Service Funds:		
Mobile Equipment Fund	\$ 750,000	-
General Long-Term Debt Account Group	<u>-</u>	<u>750,000</u>
Totals	<u>\$ 750,000</u>	<u>750,000</u>

In June 1998, the Mobile Equipment Fund advanced to the General Fund \$750,000. There is no stipulated interest rate or date of repayment.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(4) Notes Receivable, (Continued)

	<u>Outstanding at June 30, 2000</u>
A promissory note for \$250,000 was issued September 12, 1995 to the City by Taymar Industries for a rehabilitation project with no interest except in the event of a default. Equal quarterly installments of principal only in the amount of \$8,929 shall be paid for 27 consecutive quarters commencing three months after the date of the promissory note.	88,000
A promissory note secured by deed of trust for \$2,682,407 was issued to the City by Lawrence M. Chank on August 3, 1995 for the construction of the Metro 8 theaters. Interest is at 1% above prime. Monthly interest only payments are due beginning two years after the note proceeds are deposited with the borrower until such time that permanent financing is obtained, not to exceed 20 years.	2,241,212
Advances on a \$250,000 note in the amount of \$195,894 was provided to the Old Town Indio Business Association. The note is repayable when and if the organization becomes self-supporting and creates assets that can be leveraged for use or as collateral, a more stable form of security for repayment of outstanding indebtedness can be established. The note includes interest at 6% per annum.	254,404
A promissory note for \$150,151 was issued to the City by JPH Enterprises, Inc. The note is repayable out of property tax increment generated by the property or the positive cash flow as outlined in Section 5.27 of the DDA, whichever is the lesser amount. Interest is at 1% above prime rate per annum.	150,151
A note for \$114,000 was issued by Fashion Knitwear. The note accrues interest at 9%. Fashion Knitwear is obligated to make interest only monthly payments through January 2000. After which principal and interest as payable in monthly installments of \$1,498.	114,000
Various first time home buyer notes were issued to homeowners in the amount of \$52,826.	52,826
A note of \$60,000 was issued by Hills Cabinet. The note is forgiven at \$6,000 a year for 10 years as long as the business remains in Indio.	18,000

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(4) Notes Receivable, (Continued)

	<u>Outstanding at June 30, 2000</u>
There are six demand promissory notes outstanding between the Water Enterprise fund and the Indio Redevelopment Agency aggregating \$4,995,000 including accrued interest of \$420,000 at June 30, 2000. Interest is set at a rate per annum equivalent to the City's average investment earning rate earned on Debt Service funds. The notes are payable by the Date Capital Project Area.	4,995,000
Notes amounting to \$140,281 were issued as interest-free commercial rehabilitation loans. The principal is due in installments of varying amounts in 1995 through 2001.	73,597
A note for \$466,908 was issued to the Agency by the General Fund. The note accrues interest at 5.752% and is due December 29, 2000.	466,908
Less: Allowance for doubtful accounts	<u>(376,087)</u>
Total	<u>\$8,081,038</u>

(5) Property, Plant and Equipment

Activities relating to General Fixed Assets are presented as follows:

	<u>Balance at July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2000</u>
Land	\$ 607,024	-	-	607,024
Building	3,692,738	-	-	3,692,738
Improvements other than buildings	2,258,095	-	-	2,258,095
Improvements to land	311,548	-	-	311,548
Machinery and equipment	<u>3,092,609</u>	<u>443,192</u>	<u>-</u>	<u>3,535,801</u>
Total	<u>\$9,962,014</u>	<u>443,192</u>	<u>-</u>	<u>10,405,206</u>

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(5) Property, Plant and Equipment, (Continued)

A summary of proprietary fund type property, plant and equipment at June 30, 2000 is as follows:

	<u>Enterprise</u>			<u>Internal Service</u>
	<u>Water Fund</u>	<u>Golf Fund</u>	<u>Total</u>	<u>Mobile Equipment Fund</u>
Land	\$ 155,777	386,141	541,918	-
Buildings	153,632	20,000	173,632	-
Improvements other than buildings	19,166,993	72,130	19,239,123	-
Machinery and equipment	<u>900,573</u>	<u>39,095</u>	<u>939,668</u>	<u>3,205,395</u>
Totals	<u>20,376,975</u>	<u>517,366</u>	<u>20,894,341</u>	<u>3,205,395</u>
Less accumulated depreciation	<u>(6,339,265)</u>	<u>(45,140)</u>	<u>(6,384,405)</u>	<u>(2,244,137)</u>
Net property, plant and equipment	<u>\$14,037,710</u>	<u>472,226</u>	<u>14,509,936</u>	<u>961,258</u>

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(6) Changes in General Long-Term Debt

The following is a summary of changes in general long term debt:

	<u>Balance at July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2000</u>
Advances from the Mobile Equipment Fund	\$ 750,000	-	-	750,000
Notes payable	4,992,500	571,908	102,500	5,461,908
Capital lease obligations:				
City Hall phone	6,643	-	6,643	-
Police computer	11,846	-	11,846	-
Minolta copiers	17,006	-	17,006	-
Police computer	-	1,262,855	178,000	1,084,855
Ford Pickups	-	108,851	9,873	98,978
Chevrolet Tahoes	-	61,650	16,943	44,707
	<u>35,495</u>	<u>1,433,356</u>	<u>240,311</u>	<u>1,228,540</u>
Compensated absences payable	287,109	-	-	287,109
Claims payable	342,349	-	41,139	301,210
Tax Increment Revenue Bonds:				
1997 Series A	1,085,000	-	25,000	1,060,000
1997 Series B	7,820,000	-	125,000	7,695,000
1997 Series C	2,560,000	-	30,000	2,530,000
1999 Series	4,445,000	-	100,000	4,345,000
	<u>15,910,000</u>	<u>-</u>	<u>280,000</u>	<u>15,630,000</u>
Special assessment debt with government commitment: Shadow Hills Assessment District	3,110,000	-	130,000	2,980,000
Participation agreements	-	240,000	40,000	200,000
Total general long-term debt	<u>\$25,427,453</u>	<u>2,245,264</u>	<u>833,950</u>	<u>26,838,767</u>

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(7) Notes Payable

Redevelopment Agency Notes Payable to the Water Fund

There are six demand promissory notes payable to the City of Indio Water Fund, aggregating to \$4,995,000 at June 30, 2000. Interest is set at a rate per annum equivalent to the City's average investment earning rate from Debt Service funds. The notes are to be repaid by the Date Capital Project Area of the Agency.

General Fund Notes Payable to the Redevelopment Agency

On December 30, 1999, the Agency loaned the City \$466,908 in which the City used the proceeds to enter into an owner participation agreement with Paradise Volkswagon. The note accrues interest at 5.752% and is due and payable in full on December 29, 2000. The outstanding amount of the notes is \$466,908 at June 30, 2000.

(8) Obligations under Capital Leases

Ford Pickups – A four year contract was entered into May 15, 2000 for the purchase of six Ford pickups. Payments of principal and interest are payable in quarterly installments of \$9,873 ending February 2003. Upon completion of all lease payments the City has the option to purchase the vehicles for \$1. The balance at June 30, 2000 on this contract is \$98,978.

Chevrolet Tahoes – A four year contract was entered into July 15, 1999 for the purchase of two Chevrolet Tahoes. Payments of principal and interest are payable in yearly installments of \$16,943 ending July 2002. Upon completion of all lease payments the City has the option to purchase the vehicles for \$1. The balance at June 30, 2000 on this contract is \$44,707.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(8) Obligations under Capital Leases, (Continued)

Police Department Computer System Lease – A seven year contract was entered into April 25, 2000 for the purchase of the police department computer system. Annual payments consisting of principal and interest range from \$2,829 to \$56,001. The balance at June 30, 2000 on this contract is \$1,084,855.

The calculation of the present value of the future lease payments is as follows:

<u>Amount of future lease payments for the year ending June 30:</u>	<u>Ford Pickups</u>	<u>Chevrolet Tahoes</u>	<u>Police Computer</u>	<u>Totals</u>
2001	\$39,493	16,943	187,399	243,835
2002	39,493	16,943	187,399	243,835
2003	29,620	16,943	187,399	233,962
2004	-	-	187,399	187,399
2005	-	-	187,399	187,399
2006	-	-	187,400	187,400
2007	-	-	187,400	187,400
Less amount representing interest	<u>(9,628)</u>	<u>(6,122)</u>	<u>(226,940)</u>	<u>(242,690)</u>
Present value of future lease payments	<u>\$98,978</u>	<u>44,707</u>	<u>1,084,855</u>	<u>1,228,540</u>

(9) Participation Agreements

On May 5, 2000, the Agency entered into an agreement with Desert Suzuki, an automotive dealership, in which Desert Suzuki is required to operate the dealership at the site for a minimum of five years. This agreement obligates the Agency to provide payments to Desert Suzuki equal to 50% of the sales tax revenue generated by and received from the operations of the automobile dealership, but cannot exceed \$40,000 in any fiscal year. The term of the agreement is five years beginning fiscal year 1999/2000. The remaining maximum payment amount is \$200,000 at June 30, 2000.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(10) Claims Payable/Self Insurance

Independent Cities Risk Management Authority

The Independent Cities Risk Management Authority (ICRMA) was formed under a joint exercise of powers agreement between local governments for the purpose of jointly funding insurance programs. The City currently is insured through ICRMA for workers' compensation and general liability. The ICRMA is composed of approximately thirty cities. The activity is managed by expert outside specialists and a governing board is composed of representatives of the various cities participating in the ICRMA. Member cities may be assessed individually or as a group in the event of unexpected losses and premiums paid in excess of estimated risk have been refunded. The likelihood of the need for excess premiums is remote given the claims history of the cities involved and the length of time necessary to settle large claims.

Claims payable in the internal service fund type represent estimates of claims against the City of Indio for workers' compensation. General liability claims payable are recorded in the General Long-Term Debt Account Group. The estimated claims payable represents the claims administrator's best estimate of the amount to be paid on workers' compensation and general liability claims and incurred but not yet reported claims. The City is self-insured for the first \$250,000 of each workers' compensation claim. The Independent Cities Risk Management Authority (ICRMA) provides insurance coverage for individual workers' compensation claims in excess of \$250,000 up to a maximum regulated by California Statute. An amount of \$1,263,962 is recorded as claims payable in the internal service fund for workers' compensation. ICRMA provides for general liability insurance coverage in excess of \$100,000 with a maximum of \$20,000,000. An amount of \$301,210 is recorded in the General Long-Term Debt Group of the City for estimated liability claims payable at June 30, 2000.

Changes in the claim payable amounts in fiscal years 1999 and 2000 were as follows:

	<u>Beginning of Fiscal Year Liability</u>	<u>Current Year Claims and Prior Year Changes in Estimates</u>	<u>Claim Payments</u>	<u>Balance at Fiscal Year End</u>
1998-99	\$1,392,637	1,032,045	(958,241)	1,466,441
1999-00	1,466,441	473,793	(375,062)	1,565,172

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(11) Tax Increment Revenue Bonds

Tax Increment Revenue Refunding Bonds, 1997 Series A, B and C

On August 1, 1997, the Authority issued \$1,105,000 of Taxable Tax Increment Revenue Refunding Bonds, 1997 Series A, \$7,935,000 of Tax Increment Revenue Refunding Bonds, 1997 Series B and \$2,585,000 of Tax Increment Revenue Refunding Bonds, 1997 Series C. The proceeds were used to advance refund a portion of the 1992 Revenue (Tax Allocation) Bonds and to retire the outstanding balance of the 1987 Tax Allocation Bonds. The bonds are payable solely from tax increment revenues of the Redevelopment Agency.

The Series A bonds consist of \$1,105,000 of term bonds. These bonds accrue interest at a rate of 7.48% with the principal amount maturing on August 15, 2019. The Series A term bonds are subject to mandatory redemption from sinking account payments prior to their maturity in principal amounts ranging from \$20,000 to \$95,000, as outlined in the bond indenture. The outstanding balance at June 30, 2000 was \$1,060,000.

The Series B bonds consist of \$2,490,000 of serial bonds and \$5,445,000 of term bonds. The serial bonds accrue interest at rates ranging from 3.90% to 5.20%. Principal payments are due each August 15 in amounts ranging from \$115,000 to \$225,000, with the final principal payment on August 15, 2012. The term bonds accrue interest at a rate of 5.35% with \$1,330,000 of the term bonds maturing on August 15, 2017 and the remaining \$4,115,000 of the term bonds maturing on August 15, 2027. The Series B term bonds are subject to mandatory redemption from sinking account payments prior to their maturity in principal amounts ranging from \$235,000 to \$460,000, as outlined in the bond indenture. The outstanding balance at June 30, 2000 was \$7,695,000.

The Series C bonds consist of \$2,585,000 of term bonds. These bonds accrue interest at a rate of 6.50% with the principal amount maturing on August 15, 2027. The Series C term bonds are subject to mandatory redemption from sinking account payments prior to their maturity in principal amounts ranging from \$25,000 to \$185,000, as outlined in the bond indentures. The outstanding balance at June 30, 2000 was \$2,530,000.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(11) Tax Increment Revenue Bonds, (Continued)

Tax Increment Revenue Refunding Bonds, 1997 Series A, B and C (continued)

As required in the official statement, each bond issue is required to maintain a reserve fund. The required amount of the reserve fund for the Series B Bonds was \$275,183. The required amount of the reserve fund for the Series C Bonds was \$200,800. At June 30, 2000, the actual reserves for Series B and C were \$290,617 and \$205,138, respectively. In the case of the Series A reserve fund and the portion of the Series B reserve fund relating to the Indio Centre Parity Loan, the Authority substituted a reserve facility in place of making a cash deposit to such reserve funds. The indentures provide that in lieu of a cash deposit, the Authority may satisfy the reserve requirements by means of a qualified reserve fund credit instrument, which consists of a quality surety bond, insurance policy or similar financial undertaking. The Authority deposited a Financial Guaranty Insurance Policy issued by MBIA Insurance Corporation in the reserve fund for the Series A Bonds and in the reserve fund for the Series B Bonds relating to that portion of the Series B reserve fund to be funded by the Indio Centre Parity Loan.

1999 Housing Set-Aside Revenue Refunding Bonds

On May 5, 1999, the Redevelopment Agency issued \$4,445,000 of Housing Set-Aside Revenue Refunding Bonds, Series 1999. The proceeds were used to enable the Agency to pay its 1992 Housing Loan to the Indio Public Financing Authority. The bonds are payable solely from housing set-aside tax increment revenues of the Redevelopment Agency.

These bonds consist of \$1,420,000 of serial bonds and \$3,025,000 of term bonds. The serial bonds accrue interest at rates ranging from 3.35% to 5.00%. Principal payments are due each August 15 in amounts ranging from \$100,000 to \$160,000, with the final principal payment on August 15, 2009. The term bonds accrue interest at a rate of 5.375% maturing on August 15, 2022. The term bonds are subject to mandatory redemption from sinking account payments prior to their maturity in principal amounts ranging from \$165,000 to \$315,000, as outlined in the bond indenture. The outstanding balance at June 30, 2000 was \$4,345,000.

As required in the official statement, a reserve fund is required to be maintained. The amount to be maintained in the reserve fund is an amount equal to or greater than the maximum annual debt service on the bonds. The required amount of the reserve fund was \$332,779. At June 30, 2000 the actual reserve amount was \$339,258.

Prior Year Defeasance of Debt

In prior years, the City defeased the \$14,000,000 1992 Revenue (Tax Allocation) Bonds placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. On June 30, 2000, \$13,195,000 of bonds outstanding are considered defeased.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(12) Special Assessment Debt with Government Commitment

Shadow Hills Assessment District

The City of Indio issued \$3,688,364 of Limited Obligation Improvement Bonds on March 15, 1993 for the construction of improvements to the City's Assessment District No. 90-1 (Shadow Hills). The bonds consist of \$2,303,364 of serial bonds and \$1,385,000 of term bonds. The serial bonds mature between September 2, 1994 and September 2, 2008 in amounts ranging from \$108,364 to \$225,000. The interest rates range between 3.50% and 6.90%. The term bonds are due on September 2, 2013 and accrue interest at 7%. The bonds are secured by unpaid assessments levied against the property owners. A reserve fund of \$340,427 is required and is fully funded at June 30, 2000. The outstanding principal balance at June 30, 2000 is \$2,980,000.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(13) Debt Service Requirements to Maturity

The annual requirements to amortize outstanding debt excluding advances from the Mobile Equipment Fund, notes payable, claims payable and capital lease obligations of the City as of June 30, 2000, including interest payments of \$15,092,127, are as follows:

Year Ending June 30	1997 Series A Revenue Refunding Bonds	1997 Series B Revenue Refunding Bonds	1997 Series C Revenue Refunding Bonds	1999 Series Revenue Refunding Bonds	Shadow Hills A.D.	Participation Agreements	Totals
2001	\$ 103,353	524,988	198,313	329,386	336,945	40,000	1,532,985
2002	101,483	524,421	196,038	330,078	338,608	40,000	1,530,628
2003	104,426	523,543	198,600	330,319	339,307	40,000	1,536,195
2004	102,182	527,233	196,000	325,279	338,995	40,000	1,529,689
2005	104,751	525,484	198,238	324,949	337,620	40,000	1,531,042
2006-2010	510,745	2,629,725	983,089	1,634,166	1,686,765	-	7,444,490
2011-2015	508,367	2,616,895	980,714	1,562,609	1,011,700	-	6,680,285
2016-2020	497,467	2,616,073	977,427	1,619,038	-	-	5,710,005
2021-2025	-	2,790,767	966,977	648,638	-	-	4,406,382
2026-2028	-	1,422,937	577,489	-	-	-	2,000,426
Totals	<u>2,032,774</u>	<u>14,702,066</u>	<u>5,472,885</u>	<u>7,104,462</u>	<u>4,389,940</u>	<u>200,000</u>	<u>33,902,127</u>
Less:							
Interest payments	<u>(972,774)</u>	<u>(7,007,066)</u>	<u>(2,942,885)</u>	<u>(2,759,462)</u>	<u>(1,409,940)</u>	<u>-</u>	<u>(15,092,127)</u>
Outstanding principal	<u>\$1,060,000</u>	<u>7,695,000</u>	<u>2,530,000</u>	<u>4,345,000</u>	<u>2,980,000</u>	<u>200,000</u>	<u>18,810,000</u>

(14) Changes in Contributed Capital

Activities relating to contributed capital are presented as follows:

	Enterprise			Internal Service
	Water Fund	Golf Fund	Total	Mobile Equipment Fund
Balance at July 1, 1999	\$10,642,464	416,141	11,058,605	1,449,482
Current year contribution	-	-	-	-
Balance at June 30, 2000	<u>\$10,642,464</u>	<u>416,141</u>	<u>11,058,605</u>	<u>1,449,482</u>

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(15) Fund Balances

Fund balances at June 30, 2000 consisted of the following reserves and designations:

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Reserved for:				
Encumbrances	\$1,095,529	26,974	-	2,079,965
Deposits	466,908	-	-	-
Noncurrent receivables	-	52,826	-	3,033,212
Debt service	-	339,386	2,784,152	-
Land held for resale	-	-	-	<u>1,275,000</u>
Subtotal	<u>1,562,437</u>	<u>419,186</u>	<u>2,784,152</u>	<u>6,388,177</u>
Unreserved:				
Designated for:				
Special projects and programs	-	7,780,158	-	8,794,631
Undesignated	<u>6,143,722</u>	<u>(97,815)</u>	<u>-</u>	<u>-</u>
Subtotal	<u>6,143,722</u>	<u>7,682,343</u>	<u>-</u>	<u>8,794,631</u>
Total fund balances	<u>\$7,706,159</u>	<u>8,101,529</u>	<u>2,784,152</u>	<u>15,182,808</u>

(16) Accumulated Deficits

The following funds reported an accumulated deficit in fund balance/retained earnings as of June 30, 2000:

	<u>Accumulated Deficit</u>
Special Revenue Funds:	
Local Law Enforcement Block Grant	\$ (6,671)
ISTEA	(75,521)
Asset Forfeiture	(15,623)
Capital Projects:	
Capital Projects	(361,454)
Capital Expenditures	(275,535)
Internal Service Funds:	
Self Insurance	(857,486)

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(17) Expenditures in Excess of Appropriations

Expenditures for the year ended June 30, 2000 exceeded the appropriations of the following departments of the General Fund or funds of the City as follows:

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
General Fund:			
General government:			
City council	\$60,075	62,219	(2,144)
City attorney	603,000	682,936	(79,936)
Building and grounds	485,290	493,207	(7,917)
Public safety:			
COPS FAST grant program	-	43,210	(43,210)
Public works:			
Public services/administration and engineering	46,400	57,200	(10,800)
Street cleaning	192,810	213,986	(21,176)
Yard and shops	170,300	196,966	(26,666)
Parks and recreation:			
Special events	155,520	166,119	(10,599)
Special Revenue Funds:			
Gas Tax Fund	-	19,626	(19,626)
Public Safety	-	2,700	(2,700)
Asset Forfeiture	-	20,788	(20,788)
Local Law Enforcement Block Grant Fund	-	69,464	(69,464)
ISTEA	-	2,200	(2,200)
Measure A	-	58,240	(58,240)
Article 3 (SB 821) Fund	-	9,309	(9,309)
NPDES Fund	4,000	203,659	(199,659)
Debt Service Funds:			
General Debt Service Fund	-	1,816,525	(1,816,525)
Redevelopment Agency Funds	1,056,447	2,083,474	(1,027,027)
Capital Projects Funds:			
Watermain Construction Fund	135,657	156,335	(20,678)
Capital Impact Fund	182,646	196,221	(13,575)
Assessment District 99-1 Fund	-	1,489,097	(1,489,097)

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(18) Debt Issued Without Government Commitment

\$2,000,000 (\$1,500,000 1996 Series A and \$500,000 Series B) City of Indio Multifamily Housing Revenue Bonds, Olive Court Apartments Project

On October 16, 1996, the City of Indio authorized the issuance of \$1,500,000 of Series A Multifamily Housing Revenue Bonds and \$500,000 of Series B Variable Rate Demand Multifamily Housing Subordinate Revenue Bonds. The project is known as the Olive Court Apartments Project. The first maturity date is December 1, 2001 and the final maturity date is December 1, 2026. The bonds are not a general obligation of the City of Indio but are limited to certain revenues and receipts and certain other security pledged for the payment thereof pursuant to the Indenture of Trust pursuant to which the bonds were issued. The combined principal outstanding at June 30, 2000 was \$1,940,000.

\$11,000,000 Housing Authority of City of Indio Variable Rate Demand Multifamily Housing Revenue Bonds, 1985 Series A, Smoketree Apartments Project

On December 5, 1985 the Housing Authority of the City of Indio issued \$11,000,000 of 1985 Series A Variable Rate Multifamily Housing Revenue Bonds. The Bonds mature on December 1, 2007 subject to certain redemption provisions. The project is known as the Smoketree Apartments Project. The Bonds are not a general obligation of the City of Indio or Housing Authority of the City of Indio but are limited obligations payable by the Housing Authority of the City of Indio solely from certain revenues and receipts and certain other security pledged for the payment thereof pursuant to the Indenture of Trust pursuant to which the Bonds were issued. The principal amount of the Bonds outstanding at June 30, 2000 was \$9,050,000.

\$8,500,000 City of Indio Multifamily Mortgage Revenue Refunding Bonds (Montevideo Apartments Project), 1988 Series

On October 1, 1988 the City of Indio issued \$8,500,000 of 1988 Series Multifamily Mortgage Revenue Refunding Bonds. The Bonds bear interest at 8.625% and mature on October 1, 1998. The project is known as the Montevideo Apartments Project. The Bonds were issued to refund the City of Indio's Multifamily Mortgage Revenue Bonds, Issue of 1983. The proceeds of the prior Bonds were loaned to Monroe Associates, a California general partnership to finance the construction of a multifamily rental housing project within the City of Indio. The Bonds are payable solely from the trust estate as defined and do not constitute an indebtedness of the City of Indio. The principal amount of the Bonds outstanding at June 30, 2000 was \$8,500,000.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(18) Debt Issued Without Government Commitment, (Continued)

\$11,200,000 City of Indio Variable Rate Demand Multifamily Housing Revenue Bonds (Western Federal Savings and Loan Association Project - Sunrise Pointe Apartments), 1985 Series A

On June 8, 1985 the City of Indio issued \$11,200,000 of 1985 Series A Variable Rate Demand Multifamily Housing Revenue Bonds. The Bonds mature on June 1, 2005. The project is known as the Western Federal Savings and Loan Association Project. The Developer of the project was Quality Investments, Inc., a California corporation. The bonds are not a general obligation of the City of Indio and are payable only from certain revenues and receipts and certain other security pledged for the payment of the bonds pursuant to the Indenture of Trust. The principal amount of the bonds outstanding at June 30, 2000 was \$4,810,000.

Assessment District No. 99-1 Limited Obligation Bonds, Series 1999

The City of Indio issued \$3,160,000 of Limited Obligation Improvement Bonds on September 2, 1999 for the construction of improvements to the City's Assessment District No. 99-1. The bonds consist of \$3,160,000 of term bonds that accrue interest at a rate of 7.125% with the principal amount maturing on September 2, 2020. The bonds are secured by unpaid assessments levied against the property owners and the City is in no way liable for repayment, but is only acting as an agent for the property owners in collecting the assessments, forwarding the collections to bondholders, and initiating foreclosure proceedings, if appropriate. The outstanding principle balance at June 30, 2000 is \$3,160,000.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(19) Segments of Enterprise Activities

The City maintains two enterprise funds which provides golf and water services. Key financial data for the year ended June 30, 2000 for this service was as follows:

	<u>Water Fund</u>	<u>Golf Course Fund</u>	<u>Total</u>
Operating revenues	\$ 4,389,071	816,663	5,205,734
Operating expenses:			
Depreciation	419,252	7,584	426,836
Other	<u>2,469,248</u>	<u>493,887</u>	<u>2,963,135</u>
Total	<u>2,888,500</u>	<u>501,471</u>	<u>3,389,971</u>
Net operating income	1,500,571	315,192	1,815,763
Non-operating revenues (expenses)	493,828	-	493,828
Transfers from (to) other funds	<u>(911,200)</u>	<u>(60,000)</u>	<u>(971,200)</u>
Net income (loss)	<u>\$ 1,083,199</u>	<u>255,192</u>	<u>1,338,391</u>
Change in contributed capital	<u>\$ -</u>	<u>-</u>	<u>-</u>
Property, plant and equipment:			
Additions	<u>\$ 315,009</u>	<u>20,090</u>	<u>335,099</u>
Net working capital	<u>\$10,694,853</u>	<u>586,304</u>	<u>11,281,157</u>
Total assets	<u>\$25,007,107</u>	<u>1,063,156</u>	<u>26,070,263</u>
Total equity	<u>\$24,732,563</u>	<u>1,058,530</u>	<u>25,791,093</u>

(20) Defined Benefit Plan

Plan Description

The City of Indio contributes to the California Public Employees Retirement System (PERS), an agent 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 state statute and city ordinance. Copies of PERS' annual financial report may be obtained from their executive office: 400 P. Street, Sacramento, California 95814.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(20) Defined Benefit Plan, (Continued)

Funding Policy

Participants are required to contribute 7% (9% for safety employees) of their annual covered salary. The City makes the contributions required of City employees on their behalf and for their account. The City is required to contribute at an actuarially determined rate; the current rate is 0% (0% for safety employees) for employees of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by PERS.

Annual Pension Costs

For 1999-00, the City's annual pension cost (employer contribution) of \$0 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 1997, actuarial valuation using the entry-age normal actuarial cost method. Paragraph 9 of GASB Statement No. 27 requires that the annual required contribution reported for the current year should be based on the results of an actuarial valuation performed as of a date not more than 24 months before the beginning of the employer's fiscal year. Paragraph 22 of GASB Statement No. 27 requires that agent employers also disclose actuarial information for the most recent actuarial valuation. An actuarial valuation as of June 30, 1999 has not yet been completed and made available by PERS to the City. The actuarial assumptions included (a) 8.25% investment rate of return (net of administrative expenses), (b) projected annual salary increases that vary by duration of service, and (c) 2% per year cost-of-living adjustments. Both (a) and (b) included an inflation component of 3.5%. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a four-year period (smoothed market value). PERS unfunded actuarial accrued liability is being amortized through June 30, 2016 (through June 30, 2011 for safety employees) as a level percentage of projected payroll on a closed basis.

Three-Year Trend Information for PERS

Miscellaneous

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/98	\$270,433	100%	0
6/30/99	132,992	100%	0
6/30/00	0	100%	0

Safety

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/98	\$513,249	100%	0
6/30/99	334,668	100%	0
6/30/00	0	100%	0

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(20) Defined Benefit Plan, (Continued)

Schedule of Funding Progress for PERS

Miscellaneous

<u>Valuation Date</u>	<u>Entry Age Normal Accrued Liability</u>	<u>Actuarial Value of Assets</u>	<u>Unfunded Liability/ (Excess Assets)</u>	<u>Funded Status</u>	<u>Annual Covered Payroll</u>	<u>UAAL As a % of Payroll</u>
6/30/96	\$12,157,072	12,826,459	(669,387)	105.5%	3,148,492	(21.261%)
6/30/97	12,349,102	15,049,479	(2,700,377)	121.9%	3,036,898	(88.919%)
6/30/98	12,961,280	17,962,245	(5,000,965)	138.6%	2,648,051	(188.855%)

Safety

<u>Valuation Date</u>	<u>Entry Age Normal Accrued Liability</u>	<u>Actuarial Value of Assets</u>	<u>Unfunded Liability/ (Excess Assets)</u>	<u>Funded Status</u>	<u>Annual Covered Payroll</u>	<u>UAAL As a % of Payroll</u>
6/30/96	\$28,852,228	28,729,192	123,036	99.6%	3,837,292	3.206%
6/30/97	29,918,800	32,684,050	(2,765,250)	109.2%	2,281,332	(121.212%)
6/30/98	32,084,012	38,167,672	(6,083,660)	119.0%	2,236,366	(272.033%)

(21) Post Retirement Health Care Benefits

In addition to providing pension benefits, the City provides certain health care benefits for retired employees. Some employees may become eligible for those benefits if they reach normal retirement age while working for the City for five years. The cost of retiree health care benefits is recognized as an expense as claims are paid. For fiscal year 1999-00, those costs totaled \$400,000 for 98 such employees.

(22) Contingent Liabilities

Normal Course of Operations

The City is a defendant in certain legal actions arising in the normal course of operations. In the opinion of management and legal counsel, any liability resulting from actions will not have a material adverse effect on the City's financial position.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(22) Contingent Liabilities, (Continued)

Revenue Tax Sharing Agreement Commitment

In March 1997, the City entered into an agreement with the County of Riverside in order to obtain the County's cooperation to annex property in the unincorporated County area with the intention of developing a relocation site for the new and used auto dealers of the City of Indio. The development of the Desert Cities Auto Center and its annexation into the City of Indio is expected to generate significant sales and use taxes as well as property taxes from the improved site. In return, the City agrees to provide maintenance of certain County facilities. In return for the County's cooperation in approving the Desert Cities Auto Center site plan and its annexation into the City of Indio, this agreement provides that the City of Indio will dedicate the equivalent of 50% of sales and use taxes derived from the annexed property to the County until a maximum of \$2,640,000 is paid to the County, and thereafter the City shall dedicate 25% of said sales and use taxes for the remainder of a thirty-year period. Upon expiration of the term of the agreement and upon payment by the City to the County of the sum of \$1, the County shall convey fee title to the County Improvements.

(23) Prior Period Adjustments

The accompanying financial statements reflect reclassifications and adjustments which resulted in a restatement of beginning fund balances/retained earnings of the General, Special Revenue and Internal Service Funds.

- (a) During the fiscal year ended June 30, 2000, the City reassessed its fund structure and eliminated three funds by consolidating them with the General Fund. As of July 1, 1999, the Waste Recycling Special Revenue Fund, the Cultural Arts Commission Special Revenue Fund and the Transfer Center Capital Projects Fund were combined with the General Fund.
- (b) Each year the General Fund incurs certain administrative costs on behalf of the Redevelopment Agency. These costs are to be reimbursed by the Agency. However, during the prior year, the General Fund was not reimbursed. Therefore, an adjustment has been made to correctly reimburse the General Fund for certain administrative costs incurred in the prior year.
- (c) Adjustments were made to the beginning fund balances for the General Fund and Gas Tax Special Revenue Fund to properly account certain tax revenues in accordance with Governmental Accounting Standards Board Statement No. 22.
- (d) An adjustment to the beginning fund balance of the ISTEPA Special Revenue to reduce a grant receivable that was reflected in the prior year.

CITY OF INDIO

Notes to Financial Statements, (Continued)

Year ended June 30, 2000

(25) Prior Period Adjustments, (Continued)

The following schedule summarizes the effects of the prior period adjustments:

	<u>General</u>	<u>Special Revenue</u>	<u>Capital Projects</u>
Fund balances at beginning of year, as previously reported	\$2,426,270	6,899,060	16,225,583
(a) Consolidation of the Waste Recycling Fund with the General Fund	68,525	(68,525)	-
(a) Consolidation of the Transfer Center Fund with the General Fund	379,602	-	(379,602)
(a) Consolidation of the Cultural Arts Commission Fund with the General Fund	8,753	(8,753)	-
(b) Adjustment to record the reimbursement of administrative expenditures not paid in the prior year	287,446	(71,861)	(215,585)
(c) Adjustment to include Gas Tax and Motor Vehicles revenue in prior year	188,917	72,858	-
(d) Adjustment to reduce a receivable that was overstated in the prior year	<u>-</u>	<u>(38,258)</u>	<u>-</u>
Fund balances at beginning of year, as restated	<u>\$3,359,513</u>	<u>6,784,521</u>	<u>15,630,396</u>

CITY OF INDIO
General Fund
Statement of Revenues – Budget and Actual
Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Taxes:				
Property taxes	\$ 1,290,000	1,351,983	61,983	1,227,121
Sales and use taxes	3,601,400	4,881,160	1,279,760	3,998,745
Transient occupancy taxes	812,000	937,119	125,119	826,267
Franchises	560,000	578,957	18,957	507,964
Business license taxes	289,250	317,570	28,320	278,973
Real property transfer taxes	65,000	107,040	42,040	75,204
Utility user fee	<u>2,155,300</u>	<u>2,207,628</u>	<u>52,328</u>	<u>2,164,296</u>
Total taxes	<u>8,772,950</u>	<u>10,381,457</u>	<u>1,608,507</u>	<u>9,078,570</u>
Licenses and permits:				
Animal licenses	12,500	6,967	(5,533)	10,088
Construction permits	560,000	840,869	280,869	537,899
Other licenses and permits	<u>76,780</u>	<u>83,389</u>	<u>6,609</u>	<u>31,788</u>
Total licenses and permits	<u>649,280</u>	<u>931,225</u>	<u>281,945</u>	<u>579,775</u>
Intergovernmental:				
Motor vehicle in lieu fee	1,891,100	2,413,014	521,914	1,958,423
Homeowners' property tax relief	28,400	41,581	13,181	33,309
P.O.S.T.	34,300	21,078	(13,222)	36,330
COPS FAST	58,000	111,344	53,344	30,666
Miscellaneous revenue from other agencies	<u>508,574</u>	<u>501,194</u>	<u>(7,380)</u>	<u>330,946</u>
Total intergovernmental	<u>2,520,374</u>	<u>3,088,211</u>	<u>567,837</u>	<u>2,389,674</u>
Charges for services:				
Zoning and subdivision fees	40,000	173,076	133,076	33,273
Process and certification fees	6,200	42,329	36,129	8,370
Plan and map check fees	65,000	153,074	88,074	67,472
Photocopy and duplicating fees	25,000	29,878	4,878	22,723
State highway maintenance	5,800	6,767	967	5,800
Police and fire services	147,300	175,225	27,925	162,347
Ambulance fees	260,000	394,327	134,327	170,219
Street inspection fees	180,000	319,611	139,611	161,902
Off track betting handle	40,000	37,953	(2,047)	38,704
Other charges and fees	<u>642,330</u>	<u>865,902</u>	<u>223,572</u>	<u>665,250</u>
Total charges for services	<u>1,411,630</u>	<u>2,198,142</u>	<u>786,512</u>	<u>1,336,060</u>
Fines and forfeits	<u>111,820</u>	<u>89,014</u>	<u>(22,806)</u>	<u>115,766</u>
Special Assessments	<u>18,000</u>	<u>18,288</u>	<u>288</u>	<u>-</u>
Investment income:				
Interest	74,100	255,954	181,854	126,117
Rents and concessions	<u>76,600</u>	<u>91,572</u>	<u>14,972</u>	<u>36,372</u>
Total investment income	<u>150,700</u>	<u>347,526</u>	<u>196,826</u>	<u>162,489</u>
Miscellaneous:				
Service credit	25,000	67,346	42,346	33,193
Other revenues	<u>40,944</u>	<u>25,080</u>	<u>(15,864)</u>	<u>37,996</u>
Total miscellaneous	<u>65,944</u>	<u>92,426</u>	<u>26,482</u>	<u>71,189</u>
Total revenues	<u>\$13,700,698</u>	<u>17,146,289</u>	<u>3,445,591</u>	<u>13,733,524</u>

CITY OF INDIO
General Fund

Statement of Expenditures – Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
General government:				
City council	\$ 60,075	62,219	(2,144)	51,528
City manager	233,340	194,051	39,289	197,608
City clerk	75,900	63,323	12,577	5,839
Finance	485,530	411,116	74,414	354,675
Administrative services	282,720	280,876	1,844	255,505
Data processing	122,770	113,616	9,154	64,949
City treasurer	-	-	-	3,699
City attorney	603,000	682,936	(79,936)	667,472
Community development	575,010	417,990	157,020	383,081
Building and grounds	485,290	493,207	(7,917)	374,266
Elections	-	-	-	17,706
Promotion and publicity	419,500	401,397	18,103	305,103
Surety and insurance	230,000	139,486	90,514	169,933
Sundry	<u>2,065,141</u>	<u>1,046,110</u>	<u>1,019,031</u>	<u>1,006,971</u>
Total general government	<u>5,638,276</u>	<u>4,306,327</u>	<u>1,331,949</u>	<u>3,858,335</u>
Public safety:				
Police	5,951,963	5,695,998	255,965	5,772,593
Fire	2,905,980	2,554,019	351,961	2,672,994
Animal regulation	110,060	85,594	24,466	90,694
COPS FAST grant program	-	43,210	(43,210)	90,894
Total public safety	<u>8,968,003</u>	<u>8,378,821</u>	<u>589,182</u>	<u>8,627,175</u>
Public works:				
Engineering administration	416,800	351,337	65,463	241,442
Public services/administration and engineering	46,400	57,200	(10,800)	5,959
Street cleaning	192,810	213,986	(21,176)	936,576
Street lighting	284,100	279,019	5,081	-
Street maintenance	483,170	458,798	24,372	-
Street traffic control	209,890	196,859	13,031	187,935
Yard and shops	<u>170,300</u>	<u>196,966</u>	<u>(26,666)</u>	<u>446</u>
Total public works	<u>1,803,470</u>	<u>1,754,165</u>	<u>49,305</u>	<u>1,372,358</u>
Parks and recreation:				
Parks	261,110	254,870	6,240	232,802
Special events	<u>155,520</u>	<u>166,119</u>	<u>(10,599)</u>	<u>140,747</u>
Total parks and recreation	<u>416,630</u>	<u>420,989</u>	<u>(4,359)</u>	<u>373,549</u>
Capital outlay	<u>44,303</u>	<u>34,536</u>	<u>9,767</u>	<u>-</u>
Total expenditures	<u>\$16,870,682</u>	<u>14,894,838</u>	<u>1,975,844</u>	<u>14,231,416</u>

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SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues and the related expenditures which are legally required to be accounted for in a separate fund. Funds included are:

Traffic Safety Fund - To account for the revenues and expenditures of Vehicle Code court fines expended for traffic safety related costs

Gas Tax Fund - To account for the revenues and expenditures of the City's proportionate share of gas tax monies collected by the State of California which are used for street construction and maintenance.

Public Safety Fund - To account for the revenues and expenditures of the City's Proposition 172 sales tax restricted for public safety.

Supplemental Law Enforcement Fund - To account for the revenues and expenditures of the supplemental law enforcement grant.

Community Development Fund - To account for the revenues and expenditures of approved Federal Housing and Community Development Act projects.

Local Law Enforcement Block Grant Fund - To account for the revenues and expenditures of the Local Law Enforcement Block grant.

ISTEA Fund - To account for revenue and expenditures approved for Intermodal Surface Transportation Efficiency Act (ISTEA) projects.

Measure A Fund - To account for financial transactions in accordance with Proposition A Local Transit Assistance Act regulations.

Article 3 (SB 821) Fund - To account for the revenues and expenditures of licenses and grant money received for the promotion of bicycle safety and the development and maintenance of bicycle lanes and paths within the City.

NPDES Fund - To account for revenue and expenditures related to the National Pollution Discharge Evaluation System (NPDES) State mandate.

Air Quality (AB2766/CMAQ) Fund - To account for the revenues and expenditures related to air pollution mitigation efforts.

Business Improvement District Fund - To account for the revenues and expenditures related to the Old Town Indio Business Acquisition.

Lighting and Landscaping Fund - To account for the revenues and expenditures restricted for the lighting and landscape maintenance program for 29 districts. Property owners are assessed their share of the cost for lighting and maintaining parkways and medians.

Asset Forfeiture Fund - To account for assets and cash confiscated in police narcotic raids that are restricted for public safety expenditures.

Low and Moderate Housing Fund - To account for monies received and expended to assist low and moderate income households.

**CITY OF INDIO
Special Revenue Funds**

Combining Balance Sheet

June 30, 2000

	<u>Traffic Safety</u>	<u>Gas Tax</u>	<u>Public Safety</u>	<u>Supplemental Law Enforcement</u>
<u>Assets</u>				
Cash and investments	\$314,245	310,788	222,606	460,066
Cash with fiscal agent	-	-	-	-
Accounts receivable	-	-	-	-
Notes receivable	-	-	-	-
Due from other governments	<u>16,364</u>	<u>81,489</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$330,609</u>	<u>392,277</u>	<u>222,606</u>	<u>460,066</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ -	-	2,700	-
Retentions payable	-	-	-	-
Due to other funds	-	-	-	-
Deposits payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>2,700</u>	<u>-</u>
Fund balances (deficit):				
Reserved for:				
Encumbrances	-	-	-	-
Non-current receivable	-	-	-	-
Debt service	-	-	-	-
Unreserved:				
Designated for special projects and programs	330,609	392,277	219,906	460,066
Undesignated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>330,609</u>	<u>392,277</u>	<u>219,906</u>	<u>460,066</u>
Total liabilities and fund balances	<u>\$330,609</u>	<u>392,277</u>	<u>222,606</u>	<u>460,066</u>

<u>Community Development</u>	<u>Local Law Enforcement Block Grant</u>	<u>ISTEA</u>	<u>Measure A</u>	<u>Article 3</u>	<u>NPDES</u>
35,894	-	-	4,604,145	53,292	340,803
-	-	-	-	-	-
-	-	-	-	-	-
<u>42,146</u>	-	<u>68,665</u>	<u>65,667</u>	-	-
<u>78,040</u>	-	<u>68,665</u>	<u>4,669,812</u>	<u>53,292</u>	<u>340,803</u>
-	-	-	-	-	-
3,786	-	-	-	-	-
-	6,671	144,186	-	4,114	-
-	-	-	-	-	-
<u>3,786</u>	<u>6,671</u>	<u>144,186</u>	-	<u>4,114</u>	-
-	-	-	-	-	-
250	-	-	-	-	2,685
-	-	-	-	-	-
-	-	-	-	-	-
74,004	-	-	4,669,812	49,178	338,118
-	(6,671)	(75,521)	-	-	-
<u>74,254</u>	<u>(6,671)</u>	<u>(75,521)</u>	<u>4,669,812</u>	<u>49,178</u>	<u>340,803</u>
<u>78,040</u>	-	<u>68,665</u>	<u>4,669,812</u>	<u>53,292</u>	<u>340,803</u>

(continued)

CITY OF INDIO
Special Revenue Funds

Combining Balance Sheet

(Continued)

	<u>Air Quality</u>	<u>Business Improvement District</u>	<u>Lighting and Landscaping</u>	<u>Asset Forfeiture</u>
<u>Assets</u>				
Cash and investments	-	446	598,958	26,159
Cash with fiscal agent	-	-	-	-
Accounts receivable	-	48,508	-	-
Notes receivable	-	-	-	-
Due from other governments	<u>12,673</u>	<u>-</u>	<u>759</u>	<u>-</u>
Total assets	<u>12,673</u>	<u>48,954</u>	<u>599,717</u>	<u>26,159</u>
 <u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	-	-	22,209	-
Retentions payable	-	-	-	-
Due to other funds	655	-	-	-
Deposits payable	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,782</u>
Total liabilities	<u>655</u>	<u>-</u>	<u>22,209</u>	<u>41,782</u>
 Fund balances (deficit):				
Reserved for:				
Encumbrances	-	-	17,939	-
Non-current receivable	-	-	-	-
Debt service	-	-	-	-
Unreserved:				
Designated for special projects and programs	12,018	48,954	559,569	-
Undesignated	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,623)</u>
Total fund balances	<u>12,018</u>	<u>48,954</u>	<u>577,508</u>	<u>(15,623)</u>
Total liabilities and fund balances	<u>12,673</u>	<u>48,954</u>	<u>599,717</u>	<u>26,159</u>

Low and Moderate Housing	Totals	
	2000	1999
631,747	7,599,149	6,419,884
339,386	339,386	330,373
-	48,508	29,309
52,826	52,826	-
-	287,763	615,203
<u>1,023,959</u>	<u>8,327,632</u>	<u>7,394,769</u>
-	24,909	42,634
-	7,900	10,050
-	151,512	408,908
-	41,782	34,117
-	<u>226,103</u>	<u>495,709</u>
6,100	26,974	238,783
52,826	52,826	-
339,386	339,386	330,373
625,647	7,780,158	6,433,124
-	(97,815)	(103,220)
<u>1,023,959</u>	<u>8,101,529</u>	<u>6,899,060</u>
<u>1,023,959</u>	<u>8,327,632</u>	<u>7,394,769</u>

CITY OF INDIO
Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2000

	<u>Traffic Safety</u>	<u>Gas Tax</u>	<u>Public Safety</u>	<u>Supplemental Law Enforcement</u>
Revenues:				
Taxes	\$ -	-	132,416	-
Intergovernmental	-	830,393	-	98,969
Fines and forfeits	204,129	-	-	-
Special assessments	-	-	-	-
Investment income	11,044	15,774	7,446	20,703
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>215,173</u>	<u>846,167</u>	<u>139,862</u>	<u>119,672</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	2,700	24,800
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Other fiscal charges	-	-	-	-
Payments to bond escrow	-	-	-	-
Capital outlay	<u>-</u>	<u>19,626</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>19,626</u>	<u>2,700</u>	<u>24,800</u>
Excess (deficiency) of revenues over (under) expenditures	<u>215,173</u>	<u>826,541</u>	<u>137,162</u>	<u>94,872</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(40,000)	(679,000)	-	-
Proceeds of bonds, net of discount	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(40,000)</u>	<u>(679,000)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	175,173	147,541	137,162	94,872
Fund balance (deficit) at beginning of year, as restated	<u>155,436</u>	<u>244,736</u>	<u>82,744</u>	<u>365,194</u>
Fund balance (deficit) at end of year	<u>\$330,609</u>	<u>392,277</u>	<u>219,906</u>	<u>460,066</u>

<u>Community Development</u>	<u>Local Law Enforcement Block Grant</u>	<u>ISTEA</u>	<u>Measure A</u>	<u>Article 3</u>	<u>NPDES</u>
-	-	-	755,718	-	-
68,120	-	-	-	-	-
-	-	-	-	-	-
-	559	3,875	240,469	2,450	23,599
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>68,120</u>	<u>559</u>	<u>3,875</u>	<u>996,187</u>	<u>2,450</u>	<u>23,599</u>
-	-	-	-	-	203,659
-	69,464	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
98,944	-	2,200	58,240	9,309	-
<u>98,944</u>	<u>69,464</u>	<u>2,200</u>	<u>58,240</u>	<u>9,309</u>	<u>203,659</u>
(30,824)	(68,905)	1,675	937,947	(6,859)	(180,060)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(30,824)	(68,905)	1,675	937,947	(6,859)	(180,060)
<u>105,078</u>	<u>62,234</u>	<u>(77,196)</u>	<u>3,731,865</u>	<u>56,037</u>	<u>520,863</u>
<u>74,254</u>	<u>(6,671)</u>	<u>(75,521)</u>	<u>4,669,812</u>	<u>49,178</u>	<u>340,803</u>

(continued)

CITY OF INDIO
Special Revenue Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

(Continued)

	<u>Air Quality</u>	<u>Business Improvement District</u>	<u>Lighting and Landscaping</u>	<u>Asset Forfeiture</u>
Revenues:				
Taxes	-	-	-	-
Intergovernmental	70,748	-	-	-
Fines and forfeits	-	-	-	14,330
Special assessments	-	20,114	250,020	-
Investment income	1,028	22	31,692	719
Miscellaneous	-	-	-	-
	<u>71,776</u>	<u>20,136</u>	<u>281,712</u>	<u>15,049</u>
Total revenues				
Expenditures:				
Current:				
General government	16,104	-	-	-
Public safety	-	-	-	20,788
Public works	-	-	310,730	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Other fiscal charges	-	-	-	-
Payments to bond escrow	-	-	-	-
Capital outlay	-	-	-	-
	<u>16,104</u>	<u>-</u>	<u>310,730</u>	<u>20,788</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>55,672</u>	<u>20,136</u>	<u>(29,018)</u>	<u>(5,739)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(85,250)	-	(29,791)	-
Proceeds of bonds, net of discount	-	-	-	-
Payments to bond escrow	-	-	-	-
	<u>(85,250)</u>	<u>-</u>	<u>(29,791)</u>	<u>-</u>
Total other financing sources (uses)				
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(29,578)	20,136	(58,809)	(5,739)
Fund balance (deficit) at beginning of year, as restated	<u>41,596</u>	<u>28,818</u>	<u>636,317</u>	<u>(9,884)</u>
Fund balance (deficit) at end of year	<u>12,018</u>	<u>48,954</u>	<u>577,508</u>	<u>(15,623)</u>

Low and Moderate Housing	Totals	
	2000	1999
-	888,134	838,425
-	1,068,230	1,949,860
-	218,459	180,707
-	270,134	197,661
72,765	432,145	270,616
<u>31,033</u>	<u>31,033</u>	<u>-</u>
<u>103,798</u>	<u>2,908,135</u>	<u>3,437,269</u>
3,416	223,179	686,326
-	117,752	294,577
-	310,730	308,542
100,000	100,000	65,000
175,622	175,622	275,680
-	-	247,892
-	-	357,913
<u>-</u>	<u>188,319</u>	<u>1,011,029</u>
<u>279,038</u>	<u>1,115,602</u>	<u>3,246,959</u>
<u>(175,240)</u>	<u>1,792,533</u>	<u>190,310</u>
445,306 (86,790)	445,306 (920,831)	424,912 (909,512)
-	-	4,390,420
<u>-</u>	<u>-</u>	<u>(3,809,749)</u>
<u>358,516</u>	<u>(475,525)</u>	<u>96,071</u>
183,276	1,317,008	286,381
<u>840,683</u>	<u>6,784,521</u>	<u>6,612,679</u>
<u>1,023,959</u>	<u>8,101,529</u>	<u>6,899,060</u>

CITY OF INDIO
Traffic Safety Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeits	60,000	204,129	144,129	174,192
Special assessments	-	-	-	-
Investment income	<u>2,500</u>	<u>11,044</u>	<u>8,544</u>	<u>3,163</u>
Total revenues	<u>62,500</u>	<u>215,173</u>	<u>152,673</u>	<u>177,355</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>62,500</u>	<u>215,173</u>	<u>152,673</u>	<u>177,355</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(40,000)	(40,000)	-	(40,000)
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>	<u>(40,000)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	22,500	175,173	152,673	137,355
Fund balance at beginning of year	<u>155,436</u>	<u>155,436</u>	<u>-</u>	<u>18,081</u>
Fund balance at end of year	<u>\$177,936</u>	<u>330,609</u>	<u>152,673</u>	<u>155,436</u>

CITY OF INDIO
Gas Tax Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	766,000	830,393	64,393	812,692
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>6,700</u>	<u>15,774</u>	<u>9,074</u>	<u>10,003</u>
Total revenues	<u>772,700</u>	<u>846,167</u>	<u>73,467</u>	<u>822,695</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>19,626</u>	<u>(19,626)</u>	<u>101,488</u>
Total expenditures	<u>-</u>	<u>19,626</u>	<u>(19,626)</u>	<u>101,488</u>
Excess (deficiency) of revenues over (under) expenditures	<u>772,700</u>	<u>826,541</u>	<u>53,841</u>	<u>721,207</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(679,000)	(679,000)	-	(681,891)
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(679,000)</u>	<u>(679,000)</u>	<u>-</u>	<u>(681,891)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	93,700	147,541	53,841	39,316
Fund balance at beginning of year, as restated	<u>244,736</u>	<u>244,736</u>	<u>-</u>	<u>132,562</u>
Fund balance at end of year	<u>\$338,436</u>	<u>392,277</u>	<u>53,841</u>	<u>171,878</u>

CITY OF INDIO
Public Safety Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$140,000	132,416	(7,584)	168,255
Intergovernmental	-	-	-	-
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>2,500</u>	<u>7,446</u>	<u>4,946</u>	<u>2,838</u>
Total revenues	<u>142,500</u>	<u>139,862</u>	<u>(2,638)</u>	<u>171,093</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	2,700	(2,700)	164,795
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>2,700</u>	<u>(2,700)</u>	<u>164,795</u>
Excess (deficiency) of revenues over (under) expenditures	<u>142,500</u>	<u>137,162</u>	<u>(5,338)</u>	<u>6,298</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	142,500	137,162	(5,338)	6,298
Fund balance at beginning of year	<u>82,744</u>	<u>82,744</u>	<u>-</u>	<u>76,446</u>
Fund balance at end of year	<u>\$225,244</u>	<u>219,906</u>	<u>(5,338)</u>	<u>82,744</u>

CITY OF INDIO
Supplemental Law Enforcement Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	98,969	98,969	257,502
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>6,700</u>	<u>20,703</u>	<u>14,003</u>	<u>8,862</u>
Total revenues	<u>6,700</u>	<u>119,672</u>	<u>112,972</u>	<u>266,364</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	24,800	24,800	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>24,800</u>	<u>24,800</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(18,100)</u>	<u>94,872</u>	<u>112,972</u>	<u>266,364</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(18,100)</u>	<u>94,872</u>	<u>112,972</u>	<u>266,364</u>
Fund balance at beginning of year	<u>365,194</u>	<u>365,194</u>	<u>-</u>	<u>98,830</u>
Fund balance at end of year	<u>\$347,094</u>	<u>460,066</u>	<u>112,972</u>	<u>365,194</u>

CITY OF INDIO
Community Development Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	390,187	68,120	(322,067)	188,845
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	-	-
	<u>390,187</u>	<u>68,120</u>	<u>(322,067)</u>	<u>188,845</u>
Total revenues				
	<u>390,187</u>	<u>68,120</u>	<u>(322,067)</u>	<u>188,845</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>440,629</u>	<u>98,944</u>	<u>341,685</u>	<u>99,942</u>
Total expenditures				
	<u>440,629</u>	<u>98,944</u>	<u>341,685</u>	<u>99,942</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(50,442)</u>	<u>(30,824)</u>	<u>19,618</u>	<u>88,903</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(50,442)</u>	<u>(30,824)</u>	<u>19,618</u>	<u>88,903</u>
Fund balance at beginning of year	<u>105,078</u>	<u>105,078</u>	<u>-</u>	<u>16,175</u>
Fund balance at end of year	<u>\$ 54,636</u>	<u>74,254</u>	<u>19,618</u>	<u>105,078</u>

CITY OF INDIO
Local Law Enforcement Block Grant Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	78,441	-	(78,441)	131,195
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>1,700</u>	<u>559</u>	<u>(1,141)</u>	<u>2,476</u>
Total revenues	<u>80,141</u>	<u>559</u>	<u>(79,582)</u>	<u>133,671</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	69,464	(69,464)	94,238
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>69,464</u>	<u>(69,464)</u>	<u>94,238</u>
Excess (deficiency) of revenues over (under) expenditures	<u>80,141</u>	<u>(68,905)</u>	<u>(149,046)</u>	<u>39,433</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	80,141	(68,905)	(149,046)	39,433
Fund balance at beginning of year	<u>62,234</u>	<u>62,234</u>	<u>-</u>	<u>22,801</u>
Fund balance (deficit) at end of year	<u>\$142,375</u>	<u>(6,671)</u>	<u>(149,046)</u>	<u>62,234</u>

CITY OF INDIO
ISTEA Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	352,590
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>500</u>	<u>3,875</u>	<u>3,375</u>	<u>16</u>
Total revenues	<u>500</u>	<u>3,875</u>	<u>3,375</u>	<u>352,606</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>2,200</u>	<u>(2,200)</u>	<u>392,547</u>
Total expenditures	<u>-</u>	<u>2,200</u>	<u>(2,200)</u>	<u>392,547</u>
Excess (deficiency) of revenues over (under) expenditures	<u>500</u>	<u>1,675</u>	<u>1,175</u>	<u>(39,941)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	500	1,675	1,175	(39,941)
Fund balance (deficit) at beginning of year	<u>(77,196)</u>	<u>(77,196)</u>	<u>-</u>	<u>1,003</u>
Fund balance (deficit) at end of year	<u>\$(76,696)</u>	<u>(75,521)</u>	<u>1,175</u>	<u>(38,938)</u>

CITY OF INDIO
Measure A Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ 575,000	755,718	180,718	670,170
Intergovernmental	-	-	-	-
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>100,000</u>	<u>240,469</u>	<u>140,469</u>	<u>137,299</u>
Total revenues	<u>675,000</u>	<u>996,187</u>	<u>321,187</u>	<u>807,469</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>58,240</u>	<u>(58,240)</u>	<u>243</u>
Total expenditures	<u>-</u>	<u>58,240</u>	<u>(58,240)</u>	<u>243</u>
Excess (deficiency) of revenues over (under) expenditures	<u>675,000</u>	<u>937,947</u>	<u>262,947</u>	<u>807,226</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	675,000	937,347	262,947	807,226
Fund balance at beginning of year	<u>3,731,865</u>	<u>3,731,865</u>	<u>-</u>	<u>2,924,639</u>
Fund balance at end of year	<u>\$4,406,865</u>	<u>4,669,812</u>	<u>262,947</u>	<u>3,731,865</u>

CITY OF INDIO
Article 3 (SB 821) Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	41,141
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>2,000</u>	<u>2,450</u>	<u>450</u>	<u>2,351</u>
Total revenues	<u>2,000</u>	<u>2,450</u>	<u>450</u>	<u>43,492</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>9,309</u>	<u>(9,309)</u>	<u>31,955</u>
Total expenditures	<u>-</u>	<u>9,309</u>	<u>(9,309)</u>	<u>31,955</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,000</u>	<u>(6,859)</u>	<u>(8,859)</u>	<u>11,537</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>2,000</u>	<u>(6,859)</u>	<u>(8,859)</u>	<u>11,537</u>
Fund balance at beginning of year	<u>56,037</u>	<u>56,037</u>	<u>-</u>	<u>44,500</u>
Fund balance at end of year	<u>\$58,037</u>	<u>49,178</u>	<u>(8,859)</u>	<u>56,037</u>

CITY OF INDIO
NPDES Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>15,000</u>	<u>23,599</u>	<u>8,599</u>	<u>26,529</u>
Total revenues	<u>15,000</u>	<u>23,599</u>	<u>8,599</u>	<u>26,529</u>
Expenditures:				
Current:				
General government	4,000	203,659	(199,659)	1,093
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>4,000</u>	<u>203,659</u>	<u>(199,659)</u>	<u>1,093</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,000</u>	<u>(180,060)</u>	<u>(191,060)</u>	<u>25,436</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	11,000	(180,060)	(191,060)	25,436
Fund balance at beginning of year	<u>520,863</u>	<u>520,863</u>	<u>-</u>	<u>495,427</u>
Fund balance at end of year	<u>\$531,863</u>	<u>340,803</u>	<u>(191,060)</u>	<u>520,863</u>

CITY OF INDIO
Air Quality (AB2766/CMAQ) Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	125,250	70,748	(54,502)	45,892
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	<u>3,800</u>	<u>1,028</u>	<u>(2,772)</u>	<u>4,065</u>
Total revenues	<u>129,050</u>	<u>71,776</u>	<u>(57,274)</u>	<u>49,957</u>
Expenditures:				
Current:				
General government	85,396	16,104	69,292	115,082
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>85,396</u>	<u>16,104</u>	<u>69,292</u>	<u>115,082</u>
Excess (deficiency) of revenues over (under) expenditures	<u>43,654</u>	<u>55,672</u>	<u>12,018</u>	<u>(65,125)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfer out	(85,250)	(85,250)	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(85,250)</u>	<u>(85,250)</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(41,596)	(29,578)	12,018	(65,125)
Fund balance at beginning of year	<u>41,596</u>	<u>41,596</u>	<u>-</u>	<u>106,721</u>
Fund balance at end of year	<u>\$ -</u>	<u>12,018</u>	<u>12,018</u>	<u>41,596</u>

CITY OF INDIO
Business Improvement District Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeits	-	-	-	-
Special assessments	-	20,114	20,114	21,010
Investment income	-	22	22	17
Total revenues	<u>-</u>	<u>20,136</u>	<u>20,136</u>	<u>21,027</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	2,284
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,284</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>20,136</u>	<u>20,136</u>	<u>18,743</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	20,136	20,136	18,743
Fund balance at beginning of year	<u>28,818</u>	<u>28,818</u>	<u>-</u>	<u>10,075</u>
Fund balance at end of year	<u>\$28,818</u>	<u>48,954</u>	<u>20,136</u>	<u>28,818</u>

CITY OF INDIO
Lighting and Landscaping Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeits	-	-	-	-
Special assessments	261,801	250,020	(11,781)	157,280
Investment income	<u>30,950</u>	<u>31,692</u>	<u>742</u>	<u>38,252</u>
Total revenues	<u>292,751</u>	<u>281,712</u>	<u>(11,039)</u>	<u>195,532</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	663,895	310,730	353,165	308,542
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>663,895</u>	<u>310,730</u>	<u>353,165</u>	<u>308,542</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(371,144)</u>	<u>(29,018)</u>	<u>342,126</u>	<u>(113,010)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(29,791)	(29,791)	-	(31,621)
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(29,791)</u>	<u>(29,791)</u>	<u>-</u>	<u>(31,621)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(400,935)</u>	<u>(58,809)</u>	<u>342,126</u>	<u>(144,631)</u>
Fund balance at beginning of year	<u>636,317</u>	<u>636,317</u>	<u>-</u>	<u>780,948</u>
Fund balance at end of year	<u>\$235,382</u>	<u>577,508</u>	<u>342,126</u>	<u>636,317</u>

CITY OF INDIO
Asset Forfeiture Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeits	6,600	14,330	7,730	6,515
Special assessments	-	-	-	-
Investment income	<u>2,400</u>	<u>719</u>	<u>(1,681)</u>	<u>2,773</u>
Total revenues	<u>9,000</u>	<u>15,049</u>	<u>6,049</u>	<u>9,288</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	20,788	(20,788)	35,544
Public works	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>20,788</u>	<u>(20,788)</u>	<u>35,544</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,000</u>	<u>(5,739)</u>	<u>(14,739)</u>	<u>(26,256)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of bond	-	-	-	-
Payments to bond escrow	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	9,000	(5,739)	(14,739)	(26,256)
Fund balance (deficit) at beginning of year	<u>(9,884)</u>	<u>(9,884)</u>	<u>-</u>	<u>16,372</u>
Fund balance (deficit) at end of year	<u>\$ (884)</u>	<u>(15,623)</u>	<u>(14,739)</u>	<u>(9,884)</u>

CITY OF INDIO
Low and Moderate Housing Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Fines and forfeits	-	-	-	-
Special assessments	-	-	-	-
Investment income	47,000	72,765	25,765	25,927
Miscellaneous	-	31,033	31,033	-
Total revenues	<u>47,000</u>	<u>103,798</u>	<u>56,798</u>	<u>25,927</u>
Expenditures:				
Current:				
General government	390,505	3,416	387,089	5,793
Public safety	-	-	-	-
Public works	-	-	-	-
Debt service:				
Principal	54,473	100,000	(45,527)	65,000
Interest	140,568	175,622	(35,054)	275,680
Other fiscal charges	-	-	-	247,892
Payments to bond escrow	-	-	-	357,913
Capital outlay	-	-	-	-
Total expenditures	<u>585,546</u>	<u>279,038</u>	<u>306,508</u>	<u>952,278</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(538,546)</u>	<u>(175,240)</u>	<u>363,306</u>	<u>(926,351)</u>
Other financing sources (uses):				
Operating transfers in	370,000	445,306	75,306	424,912
Operating transfers out	(86,790)	(86,790)	-	(126,000)
Proceeds of bonds, net of discount	-	-	-	4,390,420
Payments to bond escrow	-	-	-	(3,809,749)
Total other financing sources (uses)	<u>283,210</u>	<u>358,516</u>	<u>75,306</u>	<u>879,583</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(255,336)</u>	<u>183,276</u>	<u>438,612</u>	<u>(46,768)</u>
Fund balance at beginning of year, as restated	<u>840,683</u>	<u>840,683</u>	<u>-</u>	<u>959,312</u>
Fund balance at end of year	<u>\$585,347</u>	<u>1,023,959</u>	<u>438,612</u>	<u>912,544</u>

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources and the payment of principal, interest and other related costs associated with general long-term debt of the City. Funds included are:

Golden Triangle Assessment District Fund - To accumulate funds for the payment of principal, interest and other related costs associated with the Golden Triangle Special Assessment 1915 Act Improvement Bonds.

Shadow Hills Assessment District Fund - To accumulate funds for the payment of principal, interest and related costs associated with the Shadow Hills Special Assessment Bonds.

Redevelopment Agency Fund - To account for tax increment revenues accumulated for the payment of principal and interest associated with general long-term debt, the proceeds of which were used to further the goals and objectives of the Indio Centre and Date Capital project areas.

General Debt Service Fund - To accumulate funds for the payment of principal, interest and other related costs associated with general long-term debt of the City.

CITY OF INDIO
Debt Service Funds

Combining Balance Sheet

June 30, 2000

	<u>Golden Triangle Assessment District</u>	<u>Shadow Hills Assessment District</u>	<u>Redevelopment Agency</u>	<u>General Debt Service</u>	<u>Totals</u>	
					<u>2000</u>	<u>1999</u>
<u>Assets</u>						
Cash and investments	\$ -	738,185	1,494,276	46,321	2,278,782	2,386,535
Cash with fiscal agent	-	-	495,760	-	495,760	495,919
Due from other governments	-	-	9,610	-	9,610	10,858
Total assets	<u>\$ -</u>	<u>738,185</u>	<u>1,999,646</u>	<u>46,321</u>	<u>2,784,152</u>	<u>2,893,312</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Due to other governments	\$ -	-	-	-	-	92,058
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,058</u>
Fund balances:						
Reserved for:						
Debt service	-	738,185	1,999,646	46,321	2,784,152	2,801,254
Total fund balances	<u>-</u>	<u>738,185</u>	<u>1,999,646</u>	<u>46,321</u>	<u>2,784,152</u>	<u>2,801,254</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>738,185</u>	<u>1,999,646</u>	<u>46,321</u>	<u>2,784,152</u>	<u>2,893,312</u>

CITY OF INDIO
Debt Service Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2000

	Golden Triangle Assessment District	Shadow Hills Assessment District	Redevelopment Agency	General Debt Service	Totals	
					2000	1999
Revenues:						
Taxes	\$ -	-	2,229,385	-	2,229,385	2,124,544
Special assessments	-	353,917	-	-	353,917	320,186
Investment income	-	<u>25,053</u>	<u>100,435</u>	-	<u>125,488</u>	<u>310,743</u>
Total revenues	<u>-</u>	<u>378,970</u>	<u>2,329,820</u>	<u>-</u>	<u>2,708,790</u>	<u>2,755,473</u>
Expenditures:						
Current:						
General government	-	-	37,268	1,449,104	1,486,372	47,377
Debt service:						
Pass-through payments	-	-	955,634	-	955,634	513,647
Principal	-	130,000	180,000	342,811	652,811	675,000
Interest	-	203,058	902,065	24,610	1,129,733	1,139,755
Other fiscal charges	-	<u>6,445</u>	<u>8,507</u>	-	<u>14,952</u>	<u>16,526</u>
Total expenditures	<u>-</u>	<u>339,503</u>	<u>2,083,474</u>	<u>1,816,525</u>	<u>4,239,502</u>	<u>2,392,305</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>39,467</u>	<u>246,346</u>	<u>(1,816,525)</u>	<u>(1,530,712)</u>	<u>363,168</u>
Other financing sources (uses):						
Operating transfers in	-	-	-	413,742	413,742	13,791
Operating transfers out	(8,930)	-	(445,306)	-	(454,236)	(644,269)
Proceeds of notes	-	-	105,000	-	105,000	105,000
Proceeds of capital leases	-	-	-	1,449,104	1,449,104	-
Total other financing sources (uses)	<u>(8,930)</u>	<u>-</u>	<u>(340,306)</u>	<u>1,862,846</u>	<u>1,513,610</u>	<u>(525,478)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(8,930)	39,467	(93,960)	46,321	(17,102)	(162,310)
Fund balance at beginning of year	<u>8,930</u>	<u>698,718</u>	<u>2,093,606</u>	<u>-</u>	<u>2,801,254</u>	<u>2,963,564</u>
Fund balance at end of year	<u>\$ -</u>	<u>738,185</u>	<u>1,999,646</u>	<u>46,321</u>	<u>2,784,152</u>	<u>2,801,254</u>

CITY OF INDIO
Golden Triangle Assessment District Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Special assessments	-	-	-	7,510
Investment income	-	-	-	10,952
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,462</u>
Expenditures:				
Current:				
General government	-	-	-	98
Debt service:				
Pass-through payments	-	-	-	-
Principal	-	-	-	90,000
Interest	-	-	-	3,870
Other fiscal charges	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,968</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(75,506)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	(8,930)	(8,930)	(215,087)
Proceeds of notes	-	-	-	-
Proceeds of capital leases	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(8,930)</u>	<u>(8,930)</u>	<u>(215,087)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(8,930)	(8,930)	(290,593)
Fund balance at beginning of year	<u>8,930</u>	<u>8,930</u>	<u>-</u>	<u>299,523</u>
Fund balance at end of year	<u>\$8,930</u>	<u>-</u>	<u>(8,930)</u>	<u>8,930</u>

CITY OF INDIO
Shadow Hills Assessment District Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Special assessments	338,000	353,917	15,917	312,676
Investment income	<u>20,600</u>	<u>25,053</u>	<u>4,453</u>	<u>24,759</u>
Total revenues	<u>358,600</u>	<u>378,970</u>	<u>20,370</u>	<u>337,435</u>
Expenditures:				
Current:				
General government	-	-	-	-
Debt service:				
Pass-through payments	-	-	-	-
Principal	125,000	130,000	(5,000)	125,000
Interest	212,720	203,058	9,662	209,595
Other fiscal charges	<u>16,245</u>	<u>6,445</u>	<u>9,800</u>	<u>15,015</u>
Total expenditures	<u>353,965</u>	<u>339,503</u>	<u>14,462</u>	<u>349,610</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,635</u>	<u>39,467</u>	<u>34,832</u>	<u>(12,175)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	13,791
Proceeds of notes	-	-	-	-
Proceeds of capital leases	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,791</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	4,635	39,467	34,832	1,616
Fund balance at beginning of year	<u>698,718</u>	<u>698,718</u>	<u>-</u>	<u>697,102</u>
Fund balance at end of year	<u>\$703,353</u>	<u>738,185</u>	<u>34,832</u>	<u>698,718</u>

CITY OF INDIO
Redevelopment Agency Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$2,260,000	2,229,385	(30,615)	2,124,544
Special assessments	-	-	-	-
Investment income	<u>189,000</u>	<u>100,435</u>	<u>(88,565)</u>	<u>275,032</u>
Total revenues	<u>2,449,000</u>	<u>2,329,820</u>	<u>(119,180)</u>	<u>2,399,576</u>
Expenditures:				
Current:				
General government	-	37,268	(37,268)	47,279
Debt service:				
Pass-through payments	150,000	955,634	(805,634)	513,647
Principal	467,946	180,000	287,946	460,000
Interest	438,501	902,065	(463,564)	926,290
Other fiscal charges	<u>-</u>	<u>8,507</u>	<u>(8,507)</u>	<u>1,511</u>
Total expenditures	<u>1,056,447</u>	<u>2,083,474</u>	<u>(1,027,027)</u>	<u>1,948,727</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,392,553</u>	<u>246,346</u>	<u>(1,146,207)</u>	<u>450,849</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	(445,306)	(445,306)	(429,182)
Proceeds of notes	-	105,000	105,000	105,000
Proceeds of capital leases	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(340,306)</u>	<u>(340,306)</u>	<u>(324,182)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	1,392,553	(93,960)	(1,486,513)	126,667
Fund balance at beginning of year	<u>2,093,606</u>	<u>2,093,606</u>	<u>-</u>	<u>1,966,939</u>
Fund balance at end of year	<u>\$3,486,159</u>	<u>1,999,646</u>	<u>(1,486,513)</u>	<u>2,093,606</u>

CITY OF INDIO
General Debt Service Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	-	-
<u>Total revenues</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	1,449,104	(1,449,104)	-
Debt service:				
Pass-through payments	-	-	-	-
Principal	-	342,811	(342,811)	-
Interest	-	24,610	(24,610)	-
Other fiscal charges	-	-	-	-
<u>Total expenditures</u>	<u>-</u>	<u>1,816,525</u>	<u>(1,816,525)</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(1,816,525)</u>	<u>(1,816,525)</u>	<u>-</u>
Other financing sources (uses):				
Operating transfers in	-	413,742	413,742	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Proceeds of capital leases	-	1,449,104	1,449,104	-
<u>Total other financing sources (uses)</u>	<u>-</u>	<u>1,862,846</u>	<u>1,862,846</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>-</u>	<u>46,321</u>	<u>46,321</u>	<u>-</u>
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>46,321</u>	<u>46,321</u>	<u>-</u>

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CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition or construction of major capital items not financed by proprietary funds. Funds included are:

Watermain Construction Fund - To account for developer fees used for watermain construction projects.

State Park Bond Act Fund - To account for park fees received from developers for the acquisition, improvement and expansion of public parks, playgrounds and recreational facilities.

Capital Impact Fund - To account for developer fees used for council established capital improvements for parks, storm drains and other municipal improvements.

Street Lighting Construction Fund - To account for the financial transactions for council established Street Lighting Improvements.

Golden Triangle Assessment District Fund - To account for the revenues and expenditures associated with construction in the Golden Triangle Assessment District. ✕

Assessment District 99-1 Fund - To account for the revenues and expenditures associated with construction in Assessment District 99-1. ✕

Shadow Hills Assessment District Fund - To account for the revenues and expenditures associated with construction in the Shadow Hills Assessment District.

Capital Projects Fund - To account for the revenues and expenditures associated with the construction of the Fred Waring Bridge.

Capital Expenditures Fund - To account for the revenues and expenditures associated with various capital projects of the City.

Redevelopment Agency Fund - To account for the revenues and expenditures associated with the administration and acquisition or construction of capital items for the Indio Centre and Date Capital redevelopment project areas.

CITY OF INDIO
Capital Project Funds

Combining Balance Sheet

June 30, 2000

	<u>Watermain Construction</u>	<u>State Park Bond Act</u>	<u>Capital Impact</u>	<u>Street Lighting Construction</u>	<u>Golden Triangle</u>
<u>Assets</u>					
Cash and investments	\$364,193	1,397	3,798,749	55,293	-
Cash with fiscal agent	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Loans receivable	-	-	-	-	-
Notes receivable	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governments	-	-	-	-	-
Prepaid items	-	-	-	-	-
Land held for resale	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$364,193</u>	<u>1,397</u>	<u>3,798,749</u>	<u>55,293</u>	<u>-</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$119,121	-	-	-	-
Retentions payable	-	-	-	-	-
Due to other funds	-	-	-	-	-
Deposits payable	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>119,121</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficit):					
Reserved for:					
Encumbrances	135,657	-	8,436	-	-
Prepaid items	-	-	-	-	-
Non-current receivable	-	-	-	-	-
Land held for resale	-	-	-	-	-
Unreserved:					
Designated for special projects and programs	109,415	1,397	3,790,313	55,293	-
Undesignated	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	<u>245,072</u>	<u>1,397</u>	<u>3,798,749</u>	<u>55,293</u>	<u>-</u>
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	<u>\$364,193</u>	<u>1,397</u>	<u>3,798,749</u>	<u>55,293</u>	<u>-</u>

<u>Assessment District 99-1</u>	<u>Shadow Hills</u>	<u>Capital Projects</u>	<u>Capital Expenditures</u>	<u>Redevelopment Agency</u>	<u>Totals</u>	
					<u>2000</u>	<u>1999</u>
-	149,844	-	-	6,191,266	10,560,742	11,618,504
906,925	-	-	-	-	906,925	-
-	-	-	-	159,151	159,151	116,216
-	-	-	-	-	-	50,000
-	-	-	-	3,033,212	3,033,212	3,454,758
-	-	-	-	82,000	82,000	82,000
-	-	875,142	109,492	-	984,634	243,588
-	-	-	-	-	-	465
-	-	-	-	1,275,000	1,275,000	1,275,000
<u>906,925</u>	<u>149,844</u>	<u>875,142</u>	<u>109,492</u>	<u>10,740,629</u>	<u>17,001,664</u>	<u>16,840,531</u>
-	-	107,224	-	41,646	267,991	153,253
-	-	96,328	-	9,420	105,748	-
-	-	1,033,044	385,027	-	1,418,071	434,945
-	-	-	-	27,046	27,046	26,750
-	-	<u>1,236,596</u>	<u>385,027</u>	<u>78,112</u>	<u>1,818,856</u>	<u>614,948</u>
-	-	1,762,010	21,250	152,612	2,079,965	298,533
-	-	-	-	-	-	465
-	-	-	-	3,033,212	3,033,212	3,504,758
-	-	-	-	1,275,000	1,275,000	1,275,000
906,925	149,844	-	-	6,201,693	11,214,880	11,146,827
-	-	(2,123,464)	(296,785)	-	(2,420,249)	-
<u>906,925</u>	<u>149,844</u>	<u>(361,454)</u>	<u>(275,535)</u>	<u>10,662,517</u>	<u>15,182,808</u>	<u>16,225,583</u>
<u>906,925</u>	<u>149,844</u>	<u>875,142</u>	<u>109,492</u>	<u>10,740,629</u>	<u>17,001,664</u>	<u>16,840,531</u>

CITY OF INDIO
Capital Project Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Year ended June 30, 2000

	<u>Watermain Construction</u>	<u>State Park Bond Act</u>	<u>Capital Impact</u>	<u>Street Lighting Construction</u>	<u>Golden Triangle</u>
Revenues:					
Taxes	\$ -	-	599,074	5,836	-
Intergovernmental	-	-	197,590	-	-
Charges for services	97,513	-	-	-	-
Special assessments	-	-	-	-	-
Investment income	16,070	66	159,766	2,434	-
Miscellaneous	-	-	-	-	-
Contributions from property owners	-	-	-	-	-
Total revenues	<u>113,583</u>	<u>66</u>	<u>956,430</u>	<u>8,270</u>	<u>-</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Capital outlay	<u>156,335</u>	<u>-</u>	<u>196,221</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>156,335</u>	<u>-</u>	<u>196,221</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(42,752)</u>	<u>66</u>	<u>760,209</u>	<u>8,270</u>	<u>-</u>
Other financing sources (uses):					
Operating transfers in	-	-	-	-	-
Operating transfers out	-	-	-	-	(488)
Proceeds of notes	-	-	-	-	-
Settlement of litigation	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(488)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(42,752)</u>	<u>66</u>	<u>760,209</u>	<u>8,270</u>	<u>(488)</u>
Fund balance (deficit) at beginning of year, as restated	<u>287,824</u>	<u>1,331</u>	<u>3,038,540</u>	<u>47,023</u>	<u>488</u>
Fund balance (deficit) at end of year	<u>\$245,072</u>	<u>1,397</u>	<u>3,798,749</u>	<u>55,293</u>	<u>-</u>

<u>Assessment District 99-1</u>	<u>Shadow Hills</u>	<u>Capital Projects</u>	<u>Capital Expenditures</u>	<u>Redevelopment Agency</u>	<u>Totals</u>	
					<u>2000</u>	<u>1999</u>
-	-	-	-	-	604,910	472,586
-	-	1,271,385	-	-	1,468,975	154,054
-	-	-	-	-	97,513	338,913
-	-	-	-	-	-	6,844
-	11,206	2,722	-	682,620	874,884	562,040
-	-	-	-	162,164	162,164	202,233
<u>2,396,022</u>	-	-	-	-	<u>2,396,022</u>	-
<u>2,396,022</u>	<u>11,206</u>	<u>1,274,107</u>	-	<u>844,784</u>	<u>5,604,468</u>	<u>1,736,670</u>
-	-	-	-	1,095,732	1,095,732	867,058
<u>1,489,097</u>	-	<u>1,882,037</u>	<u>214,231</u>	<u>757,544</u>	<u>4,695,465</u>	<u>918,035</u>
<u>1,489,097</u>	-	<u>1,882,037</u>	<u>214,231</u>	<u>1,853,276</u>	<u>5,791,197</u>	<u>1,785,093</u>
<u>906,925</u>	<u>11,206</u>	<u>(607,930)</u>	<u>(214,231)</u>	<u>(1,008,492)</u>	<u>(186,729)</u>	<u>(48,423)</u>
-	-	-	-	-	-	130,270
-	-	-	-	(260,371)	(260,859)	(105,475)
-	-	-	-	-	-	9,765
-	-	-	-	-	-	(250,000)
-	-	-	-	(260,371)	(260,859)	(215,440)
906,925	11,206	(607,930)	(214,231)	(1,268,863)	(447,588)	(263,863)
-	<u>138,638</u>	<u>246,476</u>	<u>(61,304)</u>	<u>11,931,380</u>	<u>15,630,396</u>	<u>16,489,446</u>
<u>906,925</u>	<u>149,844</u>	<u>(361,454)</u>	<u>(275,535)</u>	<u>10,662,517</u>	<u>15,182,808</u>	<u>16,225,583</u>

CITY OF INDIO
Watermain Construction Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Charges for services	68,000	97,513	29,513	49,913
Special assessments	-	-	-	-
Investment income	10,000	16,070	6,070	12,885
Miscellaneous	-	-	-	-
	<u>78,000</u>	<u>113,583</u>	<u>35,583</u>	<u>62,798</u>
Total revenues				
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	<u>135,657</u>	<u>156,335</u>	<u>(20,678)</u>	<u>2,149</u>
	<u>135,657</u>	<u>156,335</u>	<u>(20,678)</u>	<u>2,149</u>
Total expenditures				
	<u>135,657</u>	<u>156,335</u>	<u>(20,678)</u>	<u>2,149</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(57,657)</u>	<u>(42,752)</u>	<u>14,905</u>	<u>60,649</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(57,657)</u>	<u>(42,752)</u>	<u>14,905</u>	<u>60,649</u>
Fund balance at beginning of year	<u>287,824</u>	<u>287,824</u>	<u>-</u>	<u>227,175</u>
Fund balance at end of year	<u>\$230,167</u>	<u>245,072</u>	<u>14,905</u>	<u>287,824</u>

CITY OF INDIO
State Park Bond Act Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	66	66	68
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>66</u>	<u>66</u>	<u>68</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>66</u>	<u>66</u>	<u>68</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	66	66	68
Fund balance at beginning of year	<u>1,331</u>	<u>1,331</u>	-	<u>1,263</u>
Fund balance at end of year	<u>\$ 1,331</u>	<u>1,397</u>	<u>66</u>	<u>1,331</u>

CITY OF INDIO
Capital Impact Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ 454,600	599,074	144,474	471,550
Intergovernmental	15,000	197,590	182,590	47,840
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	93,200	159,766	66,566	144,072
Miscellaneous	-	-	-	-
	<u>562,800</u>	<u>956,430</u>	<u>393,630</u>	<u>663,462</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	<u>182,646</u>	<u>196,221</u>	<u>(13,575)</u>	<u>233,424</u>
	<u>182,646</u>	<u>196,221</u>	<u>(13,575)</u>	<u>233,424</u>
Excess (deficiency) of revenues over (under) expenditures	<u>380,154</u>	<u>760,209</u>	<u>380,055</u>	<u>430,038</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	380,154	760,209	380,055	430,038
Fund balance at beginning of year	<u>3,038,540</u>	<u>3,038,540</u>	<u>-</u>	<u>2,608,502</u>
Fund balance at end of year	<u>\$3,418,694</u>	<u>3,798,749</u>	<u>380,055</u>	<u>3,038,540</u>

CITY OF INDIO
Street Lighting Construction Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ 1,100	5,836	4,736	1,036
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	1,900	2,434	534	2,357
Miscellaneous	-	-	-	-
Total revenues	<u>3,000</u>	<u>8,270</u>	<u>5,270</u>	<u>3,393</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,000</u>	<u>8,270</u>	<u>5,270</u>	<u>3,393</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>3,000</u>	<u>8,270</u>	<u>5,270</u>	<u>3,393</u>
Fund balance at beginning of year	<u>47,023</u>	<u>47,023</u>	<u>-</u>	<u>43,630</u>
Fund balance at end of year	<u>\$50,023</u>	<u>55,293</u>	<u>5,270</u>	<u>47,023</u>

CITY OF INDIO
Golden Triangle Assessment District Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	-	4,184
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,184</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,184</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	(488)	(488)	(91,684)
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(488)</u>	<u>(488)</u>	<u>(91,684)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	(488)	(488)	(87,500)
Fund balance at beginning of year	<u>488</u>	<u>488</u>	<u>-</u>	<u>87,988</u>
Fund balance at end of year	<u>\$488</u>	<u>-</u>	<u>(488)</u>	<u>488</u>

CITY OF INDIO
Assessment District 99-1 Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	-	-
Contributions from property owners	-	2,396,022	2,396,022	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>2,396,022</u>	<u>2,396,022</u>	<u>-</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	-	1,489,097	(1,489,097)	-
Total expenditures	<u>-</u>	<u>1,489,097</u>	<u>(1,489,097)</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>906,925</u>	<u>906,925</u>	<u>-</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	906,925	906,925	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>906,925</u>	<u>906,925</u>	<u>-</u>

CITY OF INDIO
Shadow Hills Assessment District Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Special assessments	-	-	-	6,844
Investment income	9,950	11,206	1,256	13,956
Miscellaneous	-	-	-	-
Total revenues	<u>9,950</u>	<u>11,206</u>	<u>1,256</u>	<u>20,800</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,950</u>	<u>11,206</u>	<u>1,256</u>	<u>20,800</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	(13,791)
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(13,791)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	9,950	11,206	1,256	7,009
Fund balance at beginning of year	<u>138,638</u>	<u>138,638</u>	<u>-</u>	<u>131,629</u>
Fund balance at end of year	<u>\$148,588</u>	<u>149,844</u>	<u>1,256</u>	<u>138,638</u>

CITY OF INDIO
Capital Projects Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	1,271,385	1,271,385	64,214
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	2,722	2,722	8,877
Miscellaneous	-	-	-	130,578
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>-</u>	<u>1,274,107</u>	<u>1,274,107</u>	<u>203,669</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	<u>3,090,340</u>	<u>1,882,037</u>	<u>1,208,303</u>	<u>41,933</u>
	<u>3,090,340</u>	<u>1,882,037</u>	<u>1,208,303</u>	<u>41,933</u>
Total expenditures	<u>3,090,340</u>	<u>1,882,037</u>	<u>1,208,303</u>	<u>41,933</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,090,340)</u>	<u>(607,930)</u>	<u>2,482,410</u>	<u>161,736</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(3,090,340)</u>	<u>(607,930)</u>	<u>2,482,410</u>	<u>161,736</u>
Fund balance at beginning of year	<u>246,476</u>	<u>246,476</u>	<u>-</u>	<u>84,740</u>
Fund balance (deficit) at end of year	<u>\$(2,843,864)</u>	<u>(361,454)</u>	<u>2,482,410</u>	<u>246,476</u>

CITY OF INDIO
Capital Expenditures Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	42,000
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	-	-	-	-
Miscellaneous	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,000</u>
Expenditures:				
Current:				
General government	-	-	-	-
Capital outlay	<u>222,186</u>	<u>214,231</u>	<u>7,955</u>	<u>215,812</u>
	<u>222,186</u>	<u>214,231</u>	<u>7,955</u>	<u>215,812</u>
Total expenditures	<u>222,186</u>	<u>214,231</u>	<u>7,955</u>	<u>215,812</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(222,186)</u>	<u>(214,231)</u>	<u>7,955</u>	<u>(173,812)</u>
Other financing sources (uses):				
Operating transfers in	120,000	-	(120,000)	-
Operating transfers out	-	-	-	-
Proceeds of notes	-	-	-	-
Settlement of litigation	-	-	-	-
	<u>120,000</u>	<u>-</u>	<u>(120,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>120,000</u>	<u>-</u>	<u>(120,000)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(102,186)</u>	<u>(214,231)</u>	<u>(112,045)</u>	<u>(173,812)</u>
Fund balance (deficit) at beginning of year	<u>(61,304)</u>	<u>(61,304)</u>	<u>-</u>	<u>112,508</u>
Fund balance (deficit) at end of year	<u>\$(163,490)</u>	<u>(275,535)</u>	<u>(112,045)</u>	<u>(61,304)</u>

CITY OF INDIO
Redevelopment Agency Fund

Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual

Year ended June 30, 2000

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>Prior Year Actual</u>
Revenues:				
Taxes	\$ -	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Special assessments	-	-	-	-
Investment income	510,960	682,620	171,660	364,939
Miscellaneous	<u>50,000</u>	<u>162,164</u>	<u>112,164</u>	<u>71,655</u>
Total revenues	<u>560,960</u>	<u>844,784</u>	<u>283,824</u>	<u>436,594</u>
Expenditures:				
Current:				
General government	1,673,322	1,095,732	577,590	867,058
Debt Service:				
Principal	259,826	-	259,826	-
Interest	-	-	-	-
Pass-through payments	160,800	-	160,800	-
Capital outlay	<u>683,368</u>	<u>757,544</u>	<u>(74,176)</u>	<u>338,103</u>
Total expenditures	<u>2,777,316</u>	<u>1,853,276</u>	<u>924,040</u>	<u>1,205,161</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,216,356)</u>	<u>(1,008,492)</u>	<u>1,207,864</u>	<u>(768,567)</u>
Other financing sources (uses):				
Operating transfers in	130,270	-	(130,270)	130,270
Operating transfers out	(486,870)	(260,371)	226,499	-
Proceeds of notes	300,000	-	(300,000)	9,765
Settlement of litigation	<u>-</u>	<u>-</u>	<u>-</u>	<u>(250,000)</u>
Total other financing sources (uses)	<u>(56,600)</u>	<u>(260,371)</u>	<u>(203,771)</u>	<u>(109,965)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(2,272,956)</u>	<u>(1,268,863)</u>	<u>1,004,093</u>	<u>(878,532)</u>
Fund balance at beginning of year, as restated	<u>11,931,380</u>	<u>11,931,380</u>	<u>-</u>	<u>13,025,497</u>
Fund balance at end of year	<u>\$ 9,658,424</u>	<u>10,662,517</u>	<u>1,004,093</u>	<u>12,146,965</u>

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ENTERPRISE FUNDS

The enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises. The cost of providing goods or services to the general public are financed primarily through user charges.

Water Fund - To account for the operations of the City's water distribution systems.

Golf Course Fund - To account for the operations of the City's golf course.

Account Number	Account Name	Balance	Change	Total
100-100-100-100	Water Fund	100,000	0	100,000
100-100-100-200	Golf Course Fund	200,000	0	200,000
100-100-100-300	Other Enterprise Funds	300,000	0	300,000
100-100-100-400		400,000	0	400,000
100-100-100-500		500,000	0	500,000
100-100-100-600		600,000	0	600,000
100-100-100-700		700,000	0	700,000
100-100-100-800		800,000	0	800,000
100-100-100-900		900,000	0	900,000
100-100-100-1000		1,000,000	0	1,000,000

CITY OF INDIO
Enterprise Funds

Combining Balance Sheet

June 30, 2000

	<u>Water Fund</u>	<u>Golf Course</u>	<u>Totals</u>	
			<u>2000</u>	<u>1999</u>
<u>Assets</u>				
Current assets:				
Cash and investments	\$ 5,211,664	588,413	5,800,077	4,666,611
Accounts receivable	54,510	-	54,510	47,934
Utility billing receivable	681,997	-	681,997	553,749
Notes receivable	4,995,000	-	4,995,000	4,890,000
Inventory	26,226	2,517	28,743	30,202
Prepaid items	-	-	-	413
	<u>10,969,397</u>	<u>590,930</u>	<u>11,560,327</u>	<u>10,188,909</u>
Net property, plant and equipment	<u>14,037,710</u>	<u>472,226</u>	<u>14,509,936</u>	<u>14,550,129</u>
Total assets	<u>\$25,007,107</u>	<u>1,063,156</u>	<u>26,070,263</u>	<u>24,739,038</u>
<u>Liabilities and Fund Equity</u>				
Current liabilities:				
Accounts payable	\$ 43,518	1,278	44,796	33,417
Retentions payable	56,474	-	56,474	109,078
Accrued wages payable	33,860	-	33,860	-
Deposits payable	78,414	3,348	81,762	81,563
Compensated absences payable	62,278	-	62,278	62,278
	<u>274,544</u>	<u>4,626</u>	<u>279,170</u>	<u>286,336</u>
Fund equity:				
Contributed capital	10,642,464	416,141	11,058,605	11,058,605
Retained earnings:				
Unreserved	<u>14,090,099</u>	<u>642,389</u>	<u>14,732,488</u>	<u>13,394,097</u>
Total fund equity	<u>24,732,563</u>	<u>1,058,530</u>	<u>25,791,093</u>	<u>24,452,702</u>
Total liabilities and fund equity	<u>\$25,007,107</u>	<u>1,063,156</u>	<u>26,070,263</u>	<u>24,739,038</u>

CITY OF INDIO
Enterprise Funds

Combining Statement of Revenues, Expenses and Changes in Retained Earnings

Year ended June 30, 2000

	<u>Water Fund</u>	<u>Golf Course</u>	<u>Totals</u>	
			<u>2000</u>	<u>1999</u>
Operating revenues:				
Charges for services	\$ 4,369,595	756,029	5,125,624	4,618,115
Sale of merchandise	-	60,634	60,634	66,418
Miscellaneous	<u>19,476</u>	<u>-</u>	<u>19,476</u>	<u>8,010</u>
Total operating revenues	<u>4,389,071</u>	<u>816,663</u>	<u>5,205,734</u>	<u>4,692,543</u>
Operating expenses:				
Personnel services	1,267,300	-	1,267,300	1,129,821
Contractual services	84,872	278,452	363,324	376,721
Materials and supplies	176,683	119,166	295,849	258,687
Utilities	616,268	46,125	662,393	696,271
Repairs and maintenance	238,001	50,144	288,145	469,411
Depreciation	419,252	7,584	426,836	428,895
Mobile equipment charges	<u>86,124</u>	<u>-</u>	<u>86,124</u>	<u>83,785</u>
Total operating expenses	<u>2,888,500</u>	<u>501,471</u>	<u>3,389,971</u>	<u>3,443,591</u>
Operating income	<u>1,500,571</u>	<u>315,192</u>	<u>1,815,763</u>	<u>1,248,952</u>
Nonoperating revenues (expenses):				
Investment income	493,273	-	493,273	445,725
Gain on sale of assets	<u>555</u>	<u>-</u>	<u>555</u>	<u>2,255</u>
Total nonoperating revenues (expenses)	<u>493,828</u>	<u>-</u>	<u>493,828</u>	<u>447,980</u>
Income before operating transfers	<u>1,994,399</u>	<u>315,192</u>	<u>2,309,591</u>	<u>1,696,932</u>
Operating transfers:				
Operating transfers in	-	-	-	-
Operating transfers out	<u>(911,200)</u>	<u>(60,000)</u>	<u>(971,200)</u>	<u>(969,904)</u>
Total operating transfers	<u>(911,200)</u>	<u>(60,000)</u>	<u>(971,200)</u>	<u>(969,904)</u>
Net income	1,083,199	255,192	1,338,391	727,028
Retained earnings at beginning of year	<u>13,006,900</u>	<u>387,197</u>	<u>13,394,097</u>	<u>12,667,069</u>
Retained earnings at end of year	<u>\$14,090,099</u>	<u>642,389</u>	<u>14,732,488</u>	<u>13,394,097</u>

CITY OF INDIO
Enterprise Funds

Combining Statement of Cash Flows

Year ended June 30, 2000

	<u>Water Fund</u>	<u>Golf Course</u>	<u>Totals</u>	
			<u>2000</u>	<u>1999</u>
Cash flows from operating activities:				
Cash received from customers	\$4,241,534	756,041	4,997,575	4,624,354
Cash payments to suppliers for goods and services	(1,240,311)	(501,453)	(1,741,764)	(1,980,095)
Cash payments to employees for services	(1,233,440)	-	(1,233,440)	(1,204,655)
Other operating revenues	<u>19,476</u>	<u>60,634</u>	<u>80,110</u>	<u>(14,758)</u>
Net cash provided by (used for) operating activities	<u>1,787,259</u>	<u>315,222</u>	<u>2,102,481</u>	<u>1,424,846</u>
Cash flows from noncapital financing activities:				
Cash transferred to other funds	(911,200)	(60,000)	(971,200)	(969,904)
Long-term advances collected	-	-	-	300,000
Interfund loans	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,643,890</u>
Net cash provided by (used for) noncapital financing activities	<u>(911,200)</u>	<u>(60,000)</u>	<u>(971,200)</u>	<u>2,973,986</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(366,554)	(20,089)	(386,643)	(489,296)
Proceeds from sale of fixed assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,255</u>
Net cash provided by (used for) capital and related financing activities	<u>(366,554)</u>	<u>(20,089)</u>	<u>(386,643)</u>	<u>(487,041)</u>
Cash flows from investing activities:				
Interest received on investments	<u>388,828</u>	<u>-</u>	<u>388,828</u>	<u>445,725</u>
Net cash provided by (used for) investing activities	<u>388,828</u>	<u>-</u>	<u>388,828</u>	<u>445,725</u>
Net increase (decrease) in cash and cash equivalents	898,333	235,133	1,133,466	4,357,516
Cash and cash equivalents at beginning of year	<u>4,313,331</u>	<u>353,280</u>	<u>4,666,611</u>	<u>309,095</u>
Cash and cash equivalents at end of year	<u>\$5,211,664</u>	<u>588,413</u>	<u>5,800,077</u>	<u>4,666,611</u>

CITY OF INDIO
Enterprise Funds

Combining Statement of Cash Flows

(Continued)

	<u>Water Fund</u>	<u>Golf Course</u>	<u>Totals</u>	
			<u>2000</u>	<u>1999</u>
Reconciliation of operating income to net cash provided by (used for) operating activities:				
Operating income (loss)	<u>\$1,500,571</u>	<u>315,192</u>	<u>1,815,763</u>	<u>1,248,952</u>
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:				
Depreciation	419,252	7,584	426,836	428,895
(Increase) in accounts receivable	(6,576)	-	(6,576)	(19,625)
Decrease (increase) in utility billing receivable	(128,248)	-	(128,248)	(63,597)
Decrease (increase) in prepaid items	114	299	413	3,666
Increase (decrease) in inventory receivable	1,459	-	1,459	(5,501)
Increase (decrease) in accounts payable	19,244	(7,865)	11,379	(73,760)
(Decrease) in retention payable	(52,604)	-	(52,604)	(22,768)
Increase (decrease) in accrued wages payable	33,860	-	33,860	(31,837)
Increase in deposits payable	187	12	199	3,418
Increase (decrease) in compensated absences	-	-	-	(42,997)
Total adjustments	<u>286,688</u>	<u>30</u>	<u>286,718</u>	<u>175,894</u>
Net cash used in operating activity	<u>\$1,787,259</u>	<u>315,222</u>	<u>2,102,481</u>	<u>1,424,846</u>
Noncash transactions affecting financial position:				
Contributions of fixed assets	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>

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INTERNAL SERVICE FUNDS

The internal service funds are used to account for goods and services provided by one City department to other City departments on a cost reimbursement basis. Funds included are:

Mobile Equipment Fund - To account for the repair and maintenance of City owned Mobile Equipment.

Self Insurance Fund - To account for the accumulation and allocation of costs associated with the City's Workers' Compensation Self Insurance Program.

Public Facilities Fund - To account for the accumulation and allocation of costs associated with the maintenance of certain public facilities.

CITY OF INDIO
Internal Service Funds
Combining Balance Sheet

June 30, 2000

	<u>Mobile Equipment</u>	<u>Self Insurance</u>	<u>Public Facilities</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
<u>Assets</u>					
Current assets:					
Cash and investments	\$1,486,780	400,150	914	1,887,844	1,131,714
Cash with fiscal agent	-	22,019	-	22,019	60,509
Accounts receivable	2,251	-	1,252	3,503	121,566
Due from other funds	-	-	-	-	-
Inventory	<u>48,402</u>	<u>-</u>	<u>-</u>	<u>48,402</u>	<u>43,450</u>
Total current assets	1,537,433	422,169	2,166	1,961,768	1,357,239
Advances from other funds	750,000	-	-	750,000	750,000
Net property, plant and equipment	<u>961,258</u>	<u>-</u>	<u>-</u>	<u>961,258</u>	<u>1,156,168</u>
Total assets	<u>\$3,248,691</u>	<u>422,169</u>	<u>2,166</u>	<u>3,673,026</u>	<u>3,263,407</u>
<u>Liabilities and Fund Equity</u>					
Current liabilities:					
Accounts payable	\$ 120	15,693	-	15,813	4,660
Compensated absences payable	<u>6,734</u>	<u>-</u>	<u>-</u>	<u>6,734</u>	<u>6,734</u>
Total current liabilities	6,854	15,693	-	22,547	11,394
Claims payable	<u>-</u>	<u>1,263,962</u>	<u>-</u>	<u>1,263,962</u>	<u>1,124,092</u>
Total liabilities	<u>6,854</u>	<u>1,279,655</u>	<u>-</u>	<u>1,286,509</u>	<u>1,135,486</u>
Fund equity:					
Contributed capital	1,449,482	-	-	1,449,482	1,449,482
Retained earnings (deficit)	<u>1,792,355</u>	<u>(857,486)</u>	<u>2,166</u>	<u>937,035</u>	<u>678,439</u>
Total fund equity (deficit)	<u>3,241,837</u>	<u>(857,486)</u>	<u>2,166</u>	<u>2,386,517</u>	<u>2,127,921</u>
Total liabilities and fund equity	<u>\$3,248,691</u>	<u>422,169</u>	<u>2,166</u>	<u>3,673,026</u>	<u>3,263,407</u>

CITY OF INDIO
Internal Service Funds

Combining Statement of Revenues, Expenses and Changes in Retained Earnings

Year ended June 30, 2000

	<u>Mobile Equipment</u>	<u>Self Insurance</u>	<u>Public Facilities</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
Operating revenues:					
Charges for services	\$ 840,590	459,037	1,252	1,300,879	1,306,038
Miscellaneous	-	-	-	-	413,082
Total operating revenues	<u>840,590</u>	<u>459,037</u>	<u>1,252</u>	<u>1,300,879</u>	<u>1,719,120</u>
Operating expenses:					
Personnel services	-	-	-	-	117,913
Contractual services	2,893	68,545	-	71,438	40,821
Claims and judgments	-	463,447	-	463,447	1,428,450
Materials and supplies	209,964	-	-	209,964	149,538
Repairs and maintenance	179,845	-	-	179,845	166,278
Depreciation	244,837	-	-	244,837	294,482
Miscellaneous	-	-	-	-	2,000
Total operating expenses	<u>637,539</u>	<u>531,992</u>	<u>-</u>	<u>1,169,531</u>	<u>2,199,482</u>
Operating income (loss)	<u>203,051</u>	<u>(72,955)</u>	<u>1,252</u>	<u>131,348</u>	<u>(480,362)</u>
Nonoperating revenues (expenses):					
Investment income	-	7,457	-	7,457	15,037
Total nonoperating revenues (expenses)	<u>-</u>	<u>7,457</u>	<u>-</u>	<u>7,457</u>	<u>15,037</u>
Income before operating transfers	<u>203,051</u>	<u>(65,498)</u>	<u>1,252</u>	<u>138,805</u>	<u>(465,325)</u>
Operating transfers:					
Operating transfers in	128,750	-	914	129,664	43,504
Operating transfers out	(9,873)	-	-	(9,873)	-
Total operating transfers	<u>118,877</u>	<u>-</u>	<u>914</u>	<u>119,791</u>	<u>43,504</u>
Net income (loss)	321,928	(65,498)	2,166	258,596	(421,821)
Retained earnings (deficit) at beginning of year	<u>1,470,427</u>	<u>(791,988)</u>	<u>-</u>	<u>678,439</u>	<u>1,100,260</u>
Retained earnings (deficit) at end of year	<u>\$1,792,355</u>	<u>(857,486)</u>	<u>2,166</u>	<u>937,035</u>	<u>678,439</u>

CITY OF INDIO
Internal Service Funds

Combining Statement of Cash Flows

Year ended June 30, 2000

	<u>Mobile Equipment</u>	<u>Self Insurance</u>	<u>Public Facilities</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
Cash flows from operating activities:					
Cash received from user departments	\$ 840,905	578,037	-	1,418,942	1,186,328
Cash payments to suppliers for goods and services	(402,194)	(516,299)	-	(918,493)	(1,790,729)
Cash payments to employees for services	-	-	-	-	(140,389)
Other operating revenues	-	<u>139,870</u>	-	<u>139,870</u>	<u>769,606</u>
Net cash provided by (used for) operating activities	<u>438,711</u>	<u>201,608</u>	<u>-</u>	<u>640,319</u>	<u>24,816</u>
Cash flows from noncapital financing activities:					
Cash transferred from other funds	128,750	-	914	129,664	43,504
Cash transferred to other funds	(9,873)	-	-	(9,873)	-
Interfund loans	-	-	-	-	<u>281,017</u>
Net cash provided by (used for) noncapital financing activities	<u>118,877</u>	<u>-</u>	<u>914</u>	<u>119,791</u>	<u>324,521</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	<u>(49,927)</u>	<u>-</u>	<u>-</u>	<u>(49,927)</u>	<u>-</u>
Net cash provided by (used for) capital and related financing activities	<u>(49,927)</u>	<u>-</u>	<u>-</u>	<u>(49,927)</u>	<u>-</u>
Cash flows from investing activities:					
Interest received on investments	<u>-</u>	<u>7,457</u>	<u>-</u>	<u>7,457</u>	<u>15,037</u>
Net cash provided by (used for) investing activities	<u>-</u>	<u>7,457</u>	<u>-</u>	<u>7,457</u>	<u>15,037</u>
Net increase (decrease) in cash and cash equivalents	507,661	209,065	914	717,640	364,374
Cash and cash equivalents at beginning of year	<u>979,119</u>	<u>213,104</u>	<u>-</u>	<u>1,192,223</u>	<u>827,849</u>
Cash and cash equivalents at end of year	<u>\$1,486,780</u>	<u>422,169</u>	<u>914</u>	<u>1,909,863</u>	<u>1,192,223</u>

CITY OF INDIO
Internal Service Funds

Combining Statement of Cash Flows

(Continued)

	<u>Mobile Equipment</u>	<u>Self Insurance</u>	<u>Public Facilities</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:					
Operating income (loss)	\$ 203,051	(72,955)	1,252	131,348	(480,362)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:					
Depreciation	244,837	-	-	244,837	294,482
Decrease (increase) in accounts receivable	315	119,000	(1,252)	118,063	(119,710)
(Increase) in inventory receivable	(4,952)	-	-	(4,952)	-
(Decrease) in accounts payable	(4,540)	15,693	-	11,153	(3,642)
Increase (decrease) in accrued wages payable	-	-	-	-	(4,415)
Increase (decrease) in claims payable	-	139,870	-	139,870	356,524
(Decrease) in compensated absences	-	-	-	-	(18,061)
Total adjustments	<u>235,660</u>	<u>274,563</u>	<u>(1,252)</u>	<u>508,971</u>	<u>505,178</u>
Net cash provided by (used for) operating activities	<u>\$ 438,711</u>	<u>201,608</u>	<u>-</u>	<u>640,319</u>	<u>24,816</u>
Noncash transactions affecting financial position:					
Contributions of fixed assets	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

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AGENCY FUNDS

The Agency funds are used to account for assets held by the City as an agent for other governmental units.

Desert Sands School District Agency Fund - To account for the City's fiduciary capacity as custodian of the Desert Sands School District pass through tax increment.

Assessment District 99-1 Fund - To account for the City's fiduciary capacity as custodian of the monies held on behalf of the Assessment District 99-1 Bonds for debt service.

CITY OF INDIO
Agency Funds

Combining Balance Sheet

June 30, 2000

	<u>Desert Sands School District</u>	<u>Assessment District 99-1</u>	<u>Totals</u>	
			<u>2000</u>	<u>1999</u>
 <u>Assets</u>				
Cash and investments	\$1,010,474	-	1,010,474	620,582
Cash with fiscal agent	<u>-</u>	448,932	<u>448,932</u>	<u>-</u>
Total assets	<u>\$1,010,474</u>	<u>448,932</u>	<u>1,459,406</u>	<u>620,582</u>
 <u>Liabilities</u>				
Due to other governments	\$1,010,474	-	1,010,474	620,582
Due to bondholders	<u>-</u>	448,932	<u>448,932</u>	<u>-</u>
Total liabilities	<u>\$1,010,474</u>	<u>448,932</u>	<u>1,459,406</u>	<u>620,582</u>

CITY OF INDIO
Agency Funds

Combining Statement of Changes in Assets and Liabilities

Year ended June 30, 2000

	<u>Balance at July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2000</u>
DESERT SANDS SCHOOL DISTRICT				
<u>Assets</u>				
Cash and investments	<u>\$620,582</u>	<u>389,892</u>	<u>-</u>	<u>1,010,474</u>
<u>Liabilities</u>				
Due to other governments	<u>\$620,582</u>	<u>389,892</u>	<u>-</u>	<u>1,010,474</u>
ASSESSMENT DISTRICT 99-1 FUND				
<u>Assets</u>				
Cash with fiscal agent	<u>\$ -</u>	<u>448,932</u>	<u>-</u>	<u>448,932</u>
<u>Liabilities</u>				
Due to bondholders	<u>\$ -</u>	<u>448,932</u>	<u>-</u>	<u>448,932</u>
TOTALS - ALL AGENCY FUNDS				
<u>Assets</u>				
Cash and investments	\$620,582	389,892	-	1,010,474
Cash with fiscal agent	<u>-</u>	<u>448,932</u>	<u>-</u>	<u>448,932</u>
Total assets	<u>\$620,582</u>	<u>838,824</u>	<u>-</u>	<u>1,459,406</u>
<u>Liabilities</u>				
Due to other governments	\$620,582	389,892	-	1,010,474
Due to bondholders	<u>-</u>	<u>448,932</u>	<u>-</u>	<u>448,932</u>
Total liabilities	<u>\$620,582</u>	<u>838,824</u>	<u>-</u>	<u>1,459,406</u>

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GENERAL FIXED ASSETS ACCOUNT GROUP

To account for the cost of fixed assets of the City that are used in the performance of general government functions and that are not accounted for in the Enterprise or Internal Service Funds of the City.

CITY OF INDIO

Comparative Schedule of General Fixed Assets - By Source

Year ended June 30, 2000

General fixed assets:	
Land	\$ 607,024
Buildings and Improvements	6,262,381
Machinery and equipment	<u>3,535,801</u>
Total general fixed assets	<u>\$10,405,206</u>
Investment in general fixed assets - fund by:	
General fund	\$ 7,993,317
Capital projects fund	<u>2,411,889</u>
Total investment in general fixed assets	<u>\$10,405,206</u>

CITY OF INDIO

Schedule of General Fixed Assets - By Function and Activity

Year ended June 30, 2000

<u>Function and Activity</u>	<u>Land</u>	<u>Building and Improvements</u>	<u>Machinery, Equipment and Vehicles</u>	<u>Totals</u>
Administration	\$607,024	2,003,962	1,249,174	3,860,160
Police Department	-	3,569,557	1,127,885	4,697,442
Fire Department	-	688,862	316,714	1,005,576
Public Works	-	-	842,028	842,028
Total general fixed assets	<u>\$607,024</u>	<u>6,262,381</u>	<u>3,535,801</u>	<u>10,405,206</u>

CITY OF INDIO

Schedule of Changes in General Fixed Assets - By Function and Activity

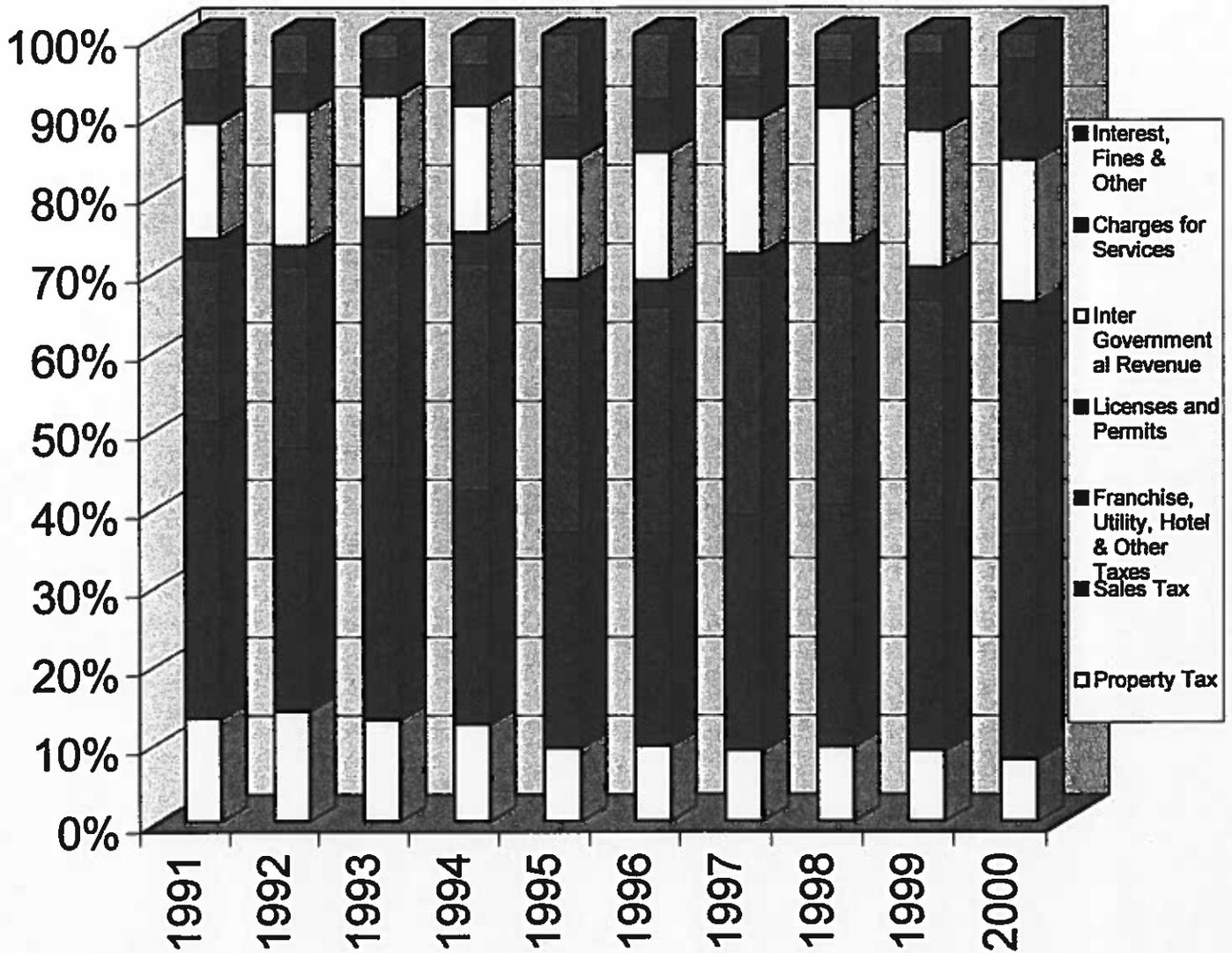
Year ended June 30, 2000

<u>Function and Activity</u>	<u>Balance at July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2000</u>
Administration	\$3,858,400	1,760	-	3,860,160
Police Department	4,589,619	107,823	-	4,697,442
Fire Department	1,005,576	-	-	1,005,576
Public Works	<u>508,419</u>	<u>333,609</u>	<u>-</u>	<u>842,028</u>
Total general fixed assets	<u>\$9,962,014</u>	<u>443,192</u>	<u>-</u>	<u>10,405,206</u>

STATISTICAL SECTION

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City of Indio, California
General Fund Revenues - Last Ten Fiscal Years



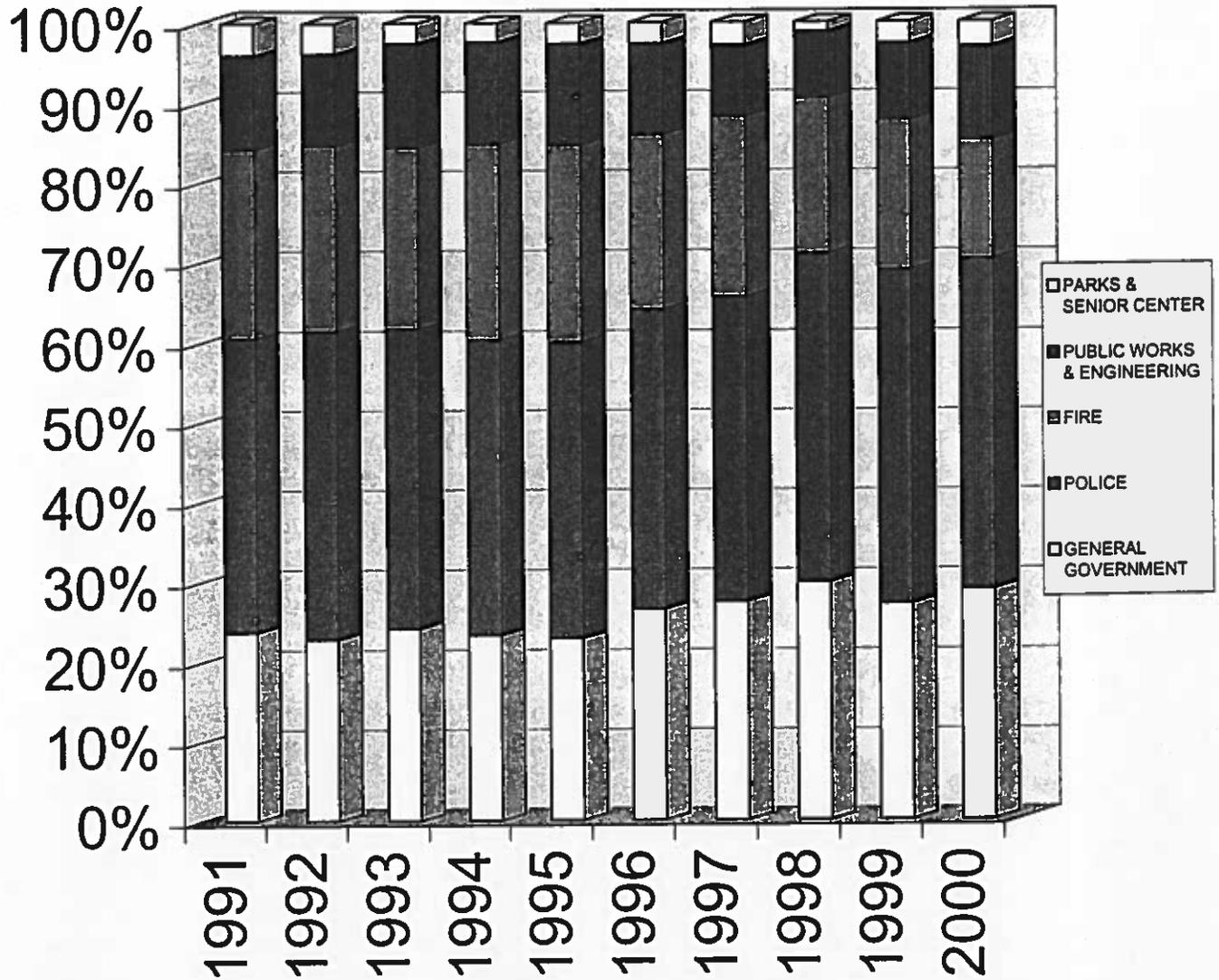
FISCAL YEAR	PROPERTY TAX	SALES TAX	FRANCHISE, UTILITY, HOTEL & OTHER TAXES	LICENSES AND PERMITS	INTER GOVERNMENTAL REVENUE	CHARGES FOR SERVICES	INTEREST, FINES & OTHER	TOTAL
1991	1,460,824	4,221,173	2,289,403	315,715	1,637,301	756,235	600,563	11,181,204
1992	1,492,831	3,596,412	2,460,755	292,644	1,833,600	514,044	640,044	10,730,330
1993	1,424,181	3,619,428	3,053,885	424,412	1,714,345	525,418	348,291	11,109,960
1994	1,368,571	3,292,247	3,210,224	449,565	1,784,168	578,424	433,487	11,116,706
1995	1,115,887	3,285,591	3,423,687	429,168	1,851,925	627,486	1,268,611	11,992,036
1996	1,145,505	3,267,659	3,458,668	419,354	1,964,282	817,691	997,140	12,070,319
1997	1,067,235	3,585,130	3,637,542	337,158	2,059,811	635,427	656,488	11,978,791
1998	1,162,289	3,767,919	3,588,492	487,786	2,128,569	734,803	425,516	12,295,374
1999	1,227,121	3,998,746	3,852,704	579,775	2,389,674	1,336,060	349,444	13,733,523
2000	1,351,983	4,881,160	4,148,314	931,225	3,088,211	2,198,142	647,254	17,146,289

Note: The City's Utility Tax was increased from 3% to 5% effective April 1, 1992
The City's Transient Occupancy Tax rate was 10% for all ten fiscal years.

Source: City of Indio Finance Department

City of Indio, California

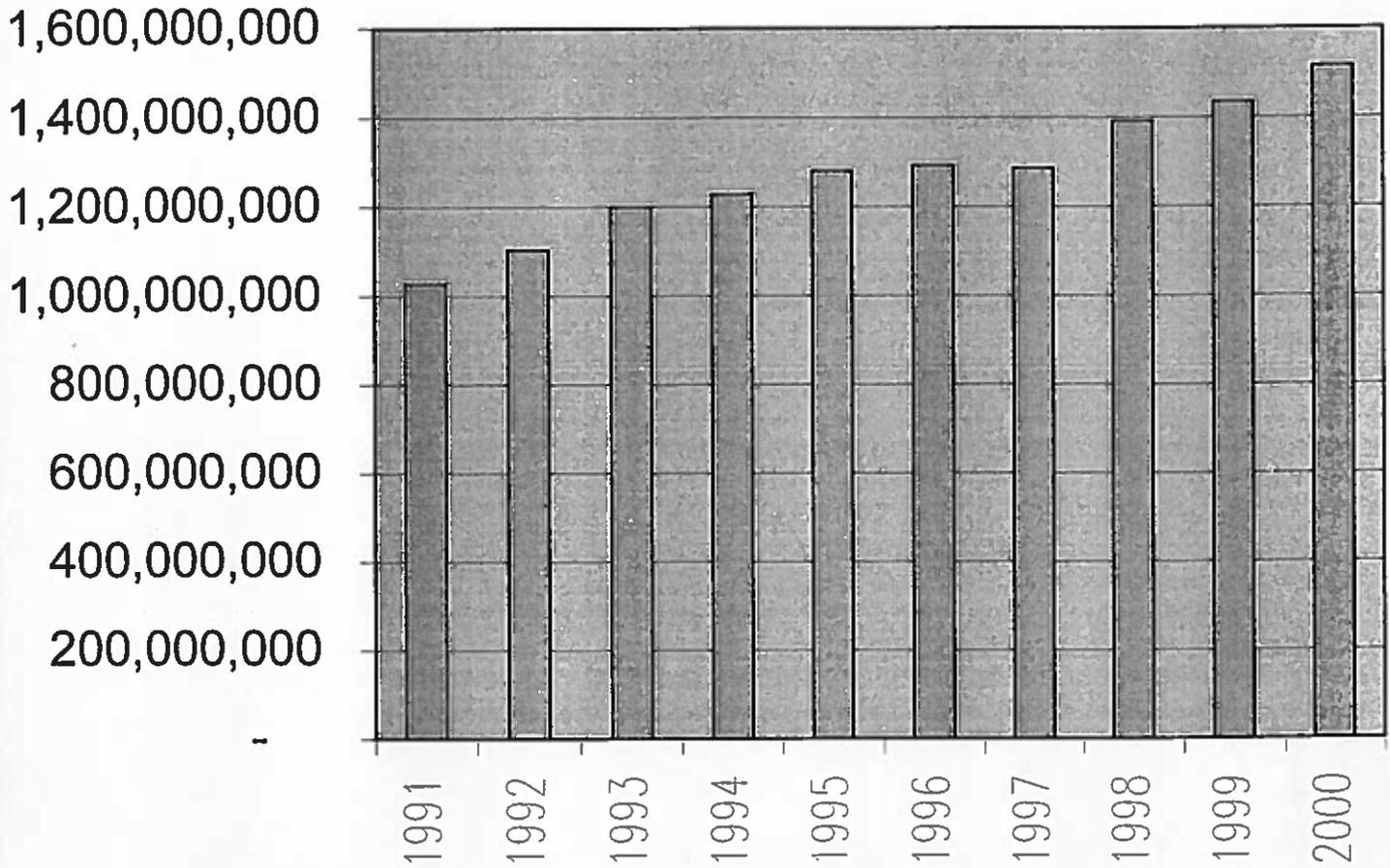
General Fund Expenditures - Last Ten Fiscal Years



FISCAL YEAR	GENERAL GOVERNMENT	POLICE	FIRE	PUBLIC WORKS & ENGINEERING	PARKS & SENIOR CENTER	TOTAL
1991	3,219,043	5,004,800	3,198,983	1,608,115	537,247	13,568,188
1992	3,041,031	5,160,184	3,090,051	1,543,950	500,379	13,335,595
1993	3,178,096	4,946,157	2,980,234	1,725,852	326,589	13,156,928
1994	3,042,770	4,847,084	3,191,204	1,682,479	301,900	13,065,437
1995	3,041,770	4,940,462	3,267,274	1,695,050	346,899	13,291,455
1996	3,816,864	5,416,645	3,143,841	1,654,547	374,573	14,406,470
1997	4,090,868	5,707,143	3,363,320	1,340,997	419,602	14,921,930
1998	4,552,778	6,286,509	2,968,308	1,279,933	177,710	15,265,238
1999	3,858,335	5,954,181	2,672,994	1,372,358	373,549	14,231,417
2000	4,306,327	6,158,380	2,220,441	1,754,165	455,525	14,894,838

City of Indio, California
Assessed & Actual Value of Taxable Property - Last Ten Fiscal Years

TOTAL ASSESSED VALUATION



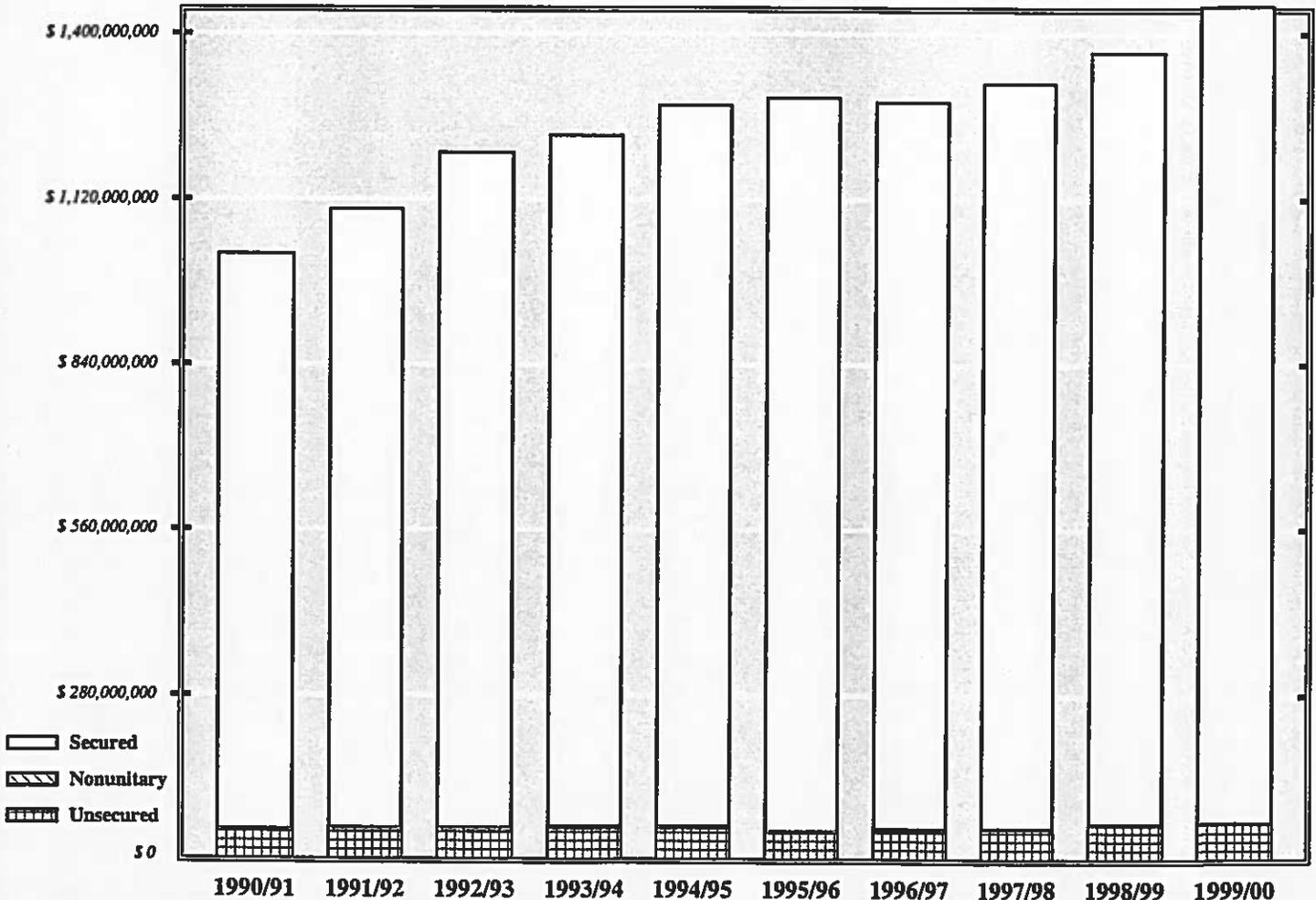
FISCAL YEAR	SECURED PROPERTY	UNSECURED PROPERTY	TOTAL ASSESSED	ESTIMATED MARKET
1991	977,666,310	49,875,626	1,027,541,936	1,027,541,936
1992	1,050,351,048	52,625,275	1,102,976,323	1,102,976,323
1993	1,146,575,842	52,624,292	1,199,200,134	1,199,200,134
1994	1,173,148,165	54,991,774	1,228,139,939	1,228,139,939
1995	1,224,059,872	55,514,990	1,279,574,862	1,279,574,862
1996	1,244,252,538	48,034,087	1,292,286,625	1,292,286,625
1997	1,233,178,245	51,813,657	1,284,991,902	1,284,991,902
1998	1,305,612,331	85,857,526	1,391,469,857	1,391,469,857
1999	1,330,929,898	103,179,485	1,434,109,383	1,434,109,383
2000	1,381,215,724	133,411,011	1,514,626,735	1,514,626,735

THE CITY OF INDIO

NET TAXABLE ASSESSED VALUES - TEN YEAR HISTORY

Lien Year:	1990/91	1991/92	1992/93	1993/94	1994/95
Secured	\$ 977,666,310	\$ 1,050,351,048	\$ 1,146,575,842	\$ 1,173,148,165	\$ 1,224,059,872
Nonunitary	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unsecured	\$ 49,875,626	\$ 52,625,275	\$ 52,624,292	\$ 54,991,774	\$ 55,514,990
Net Total AV	\$ 1,027,541,936	\$ 1,102,976,323	\$ 1,199,200,134	\$ 1,228,139,939	\$ 1,279,574,862

Lien Year:	1995/96	1996/97	1997/98	1998/99	1999/00
Secured	\$ 1,244,252,538	\$ 1,233,178,245	\$ 1,259,953,063	\$ 1,305,899,449	\$ 1,381,150,126
Nonunitary	\$ 0	\$ 0	\$ 3,149,815	\$ 3,333,540	\$ 3,058,109
Unsecured	\$ 48,034,087	\$ 51,813,657	\$ 53,340,630	\$ 60,032,169	\$ 63,177,204
Net Total AV	\$ 1,292,286,625	\$ 1,284,991,902	\$ 1,316,443,508	\$ 1,369,265,158	\$ 1,447,385,439



THE CITY OF INDIO

1999/00 CITY ROLL SUMMARY

Taxable Property Values

	Secured Taxable	Nonunitary Utilities	Unsecured Roll
Parcels	13,313	41	936
TRAs	92	12	48

Values			
Land	\$ 499,460,010	\$ 2,666,963	\$ 225,521
Improvements	\$ 888,126,130	\$ 248,747	\$ 4,469,448
Personal Property	\$ 12,904,131	\$ 142,399	\$ 34,584,373
Fixtures	\$ 6,869,670	\$ 0	\$ 24,275,878
Aircraft*		\$ 0	\$ 5,000
Total Value*	\$ 1,407,359,941	\$ 3,058,109	\$ 63,555,220

Exemptions			
Real Estate	\$ 26,144,217	\$ 0	\$ 383,016
Personal Property	\$ 0	\$ 0	
Fixtures	\$ 0	\$ 0	
Aircraft*		\$ 0	\$ 0
Homeowners*	\$ 30,891,077	\$ 0	\$ 0
Total Exemptions*	\$ 26,144,217	\$ 0	\$ 383,016

Total Net Value*	\$ 1,381,215,724	\$ 3,058,109	\$ 63,172,204
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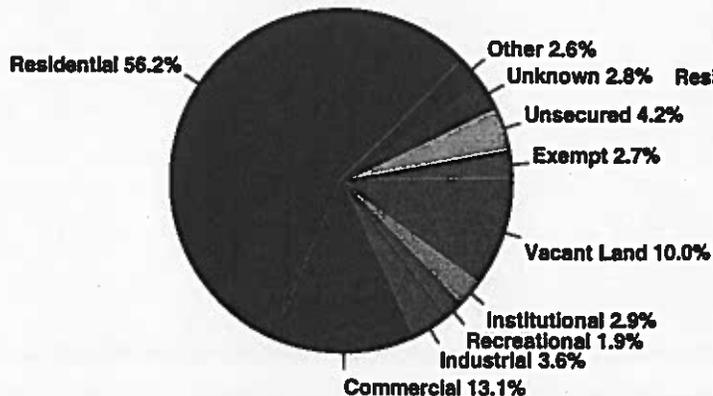
Combined Values*	Total
Total Values	\$ 1,473,973,270
Total Exemptions	\$ 26,527,233
Net Total Values	\$ 1,447,446,037
Net Aircraft Values	\$ 5,000

Notes:
 Totals Do Not Include Aircraft Values Or Exemptions
 Homeowners Exemption Not Included In Total Exemptions
 Source: HdL Coren & Cone, Riverside County Assessor 1999/00 Combined Tax Rolls
 This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone.

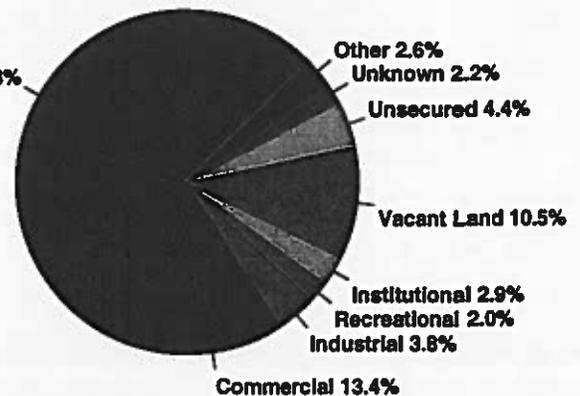
THE CITY OF INDIO USE CATEGORY SUMMARY, 1999/00

<i>BASIC PROPERTY VALUE TABLE</i>			
CATEGORY	PARCELS	ASSESSED VALUE	NET TAXABLE VALUE
Residential	10,721	\$ 851,775,547 (56.2%)	\$ 843,211,101 (58.3%)
Commercial	530	\$ 197,937,152 (13.1%)	\$ 194,679,182 (13.4%)
Industrial	95	\$ 54,625,986 (3.6%)	\$ 54,625,986 (3.8%)
Irrigated	34	\$ 5,440,891 (0.4%)	\$ 5,440,891 (0.4%)
Dry Farm	33	\$ 12,488,672 (0.8%)	\$ 12,488,672 (0.9%)
Recreational	27	\$ 28,673,146 (1.9%)	\$ 28,673,146 (2.0%)
Institutional	45	\$ 43,399,921 (2.9%)	\$ 41,744,902 (2.9%)
Vacant Land	1,685	\$ 151,995,328 (10.0%)	\$ 151,606,104 (10.5%)
Exempt	646	\$ 40,648,465 (2.7%)	\$ 0 (0.0%)
SBE Nonunitary	[41]	\$ 3,058,109 (0.2%)	\$ 3,058,109 (0.2%)
Possessory Int.	[990]	\$ 17,866,002 (1.2%)	\$ 17,296,741 (1.2%)
Unsecured	[936]	\$ 63,560,220 (4.2%)	\$ 63,177,204 (4.4%)
Unknown	143	\$ 43,157,296 (2.8%)	\$ 31,448,999 (2.2%)
TOTALS	13,959	\$ 1,514,626,735	\$ 1,447,451,037

ASSESSED VALUE



NET TAXABLE VALUE



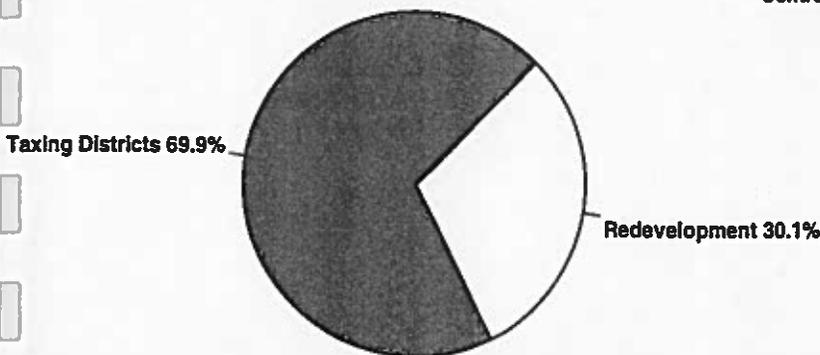
THE CITY OF INDIO

1999/00 GROWTH SUMMARY BY AGENCY

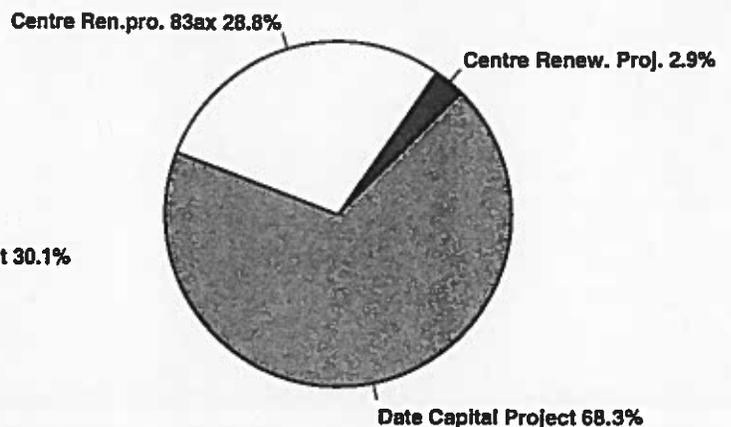
Percentage Growth Of Assessed Values By Agency Between 1998/99 And 1999/00

	County	City	General Taxing Agenc	Centre Renew. Proj.	Centre Ren.pro. 83ax	Date Capital Project	Indio Annex
Secured							
Land	+4.7%	+6.4%	+8.9%	+2.1%	+0.9%	-1.1%	0.0%
Improvements	+6.8%	+5.3%	+5.8%	+1.2%	+2.6%	+4.9%	0.0%
Personal Prop.	+3.5%	+3.3%	+7.0%	+71.1%	-10.8%	-0.4%	0.0%
Exemptions	-3.5%	+4.4%	+11.7%	+89.2%	-17.5%	+4.2%	0.0%
Net Total	+6.2%	+5.7%	+6.9%	-0.1%	+2.3%	+3.0%	0.0%
SBE Nonunitary							
Land	+49.9%	+15.8%	-2.1%	+0.0%	-5.2%	0.0%	0.0%
Improvements	-100.0%	-70.1%	-15.4%	-100.0%	-39.1%	0.0%	0.0%
Personal Prop.	-100.0%	-27.6%	-15.4%	0.0%	-31.7%	0.0%	0.0%
Exemptions	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Net Total	-2.9%	-8.3%	-4.0%	-0.0%	-12.4%	0.0%	0.0%
Unsecured							
Land	-14.2%	-2.7%	-16.4%	-7.2%	+3.6%	-8.7%	0.0%
Improvements	+13.9%	-3.7%	-8.9%	+0.7%	+1.3%	+3.4%	0.0%
Personal Prop.	+13.3%	+14.0%	+14.8%	+1.9%	-1.9%	+20.6%	0.0%
Exemptions	+462.4%	-7.8%	+132.2%	+18.3%	-31.5%	-11.0%	0.0%
Net Total	+10.8%	+5.2%	+2.0%	+0.3%	+0.5%	+12.8%	0.0%
Combined							
Land	+4.8%	+6.4%	+8.8%	+20.7%	+0.6%	-1.1%	0.0%
Improvements	+7.0%	+4.9%	+5.4%	-3.5%	+2.4%	+4.8%	0.0%
Personal Prop.	+10.3%	+10.7%	+11.7%	+7.2%	-5.4%	+18.7%	0.0%
Exemptions	+2.2%	+4.3%	+12.2%	+75.8%	-18.4%	+4.1%	0.0%
Net Total AV	+6.4%	+5.6%	+6.8%	-0.1%	+2.0%	+3.6%	0.0%
Net Taxable AV	+6.4%	+5.7%	+6.9%	-0.1%	+2.0%	+3.6%	0.0%

1999/00 Total Net AV

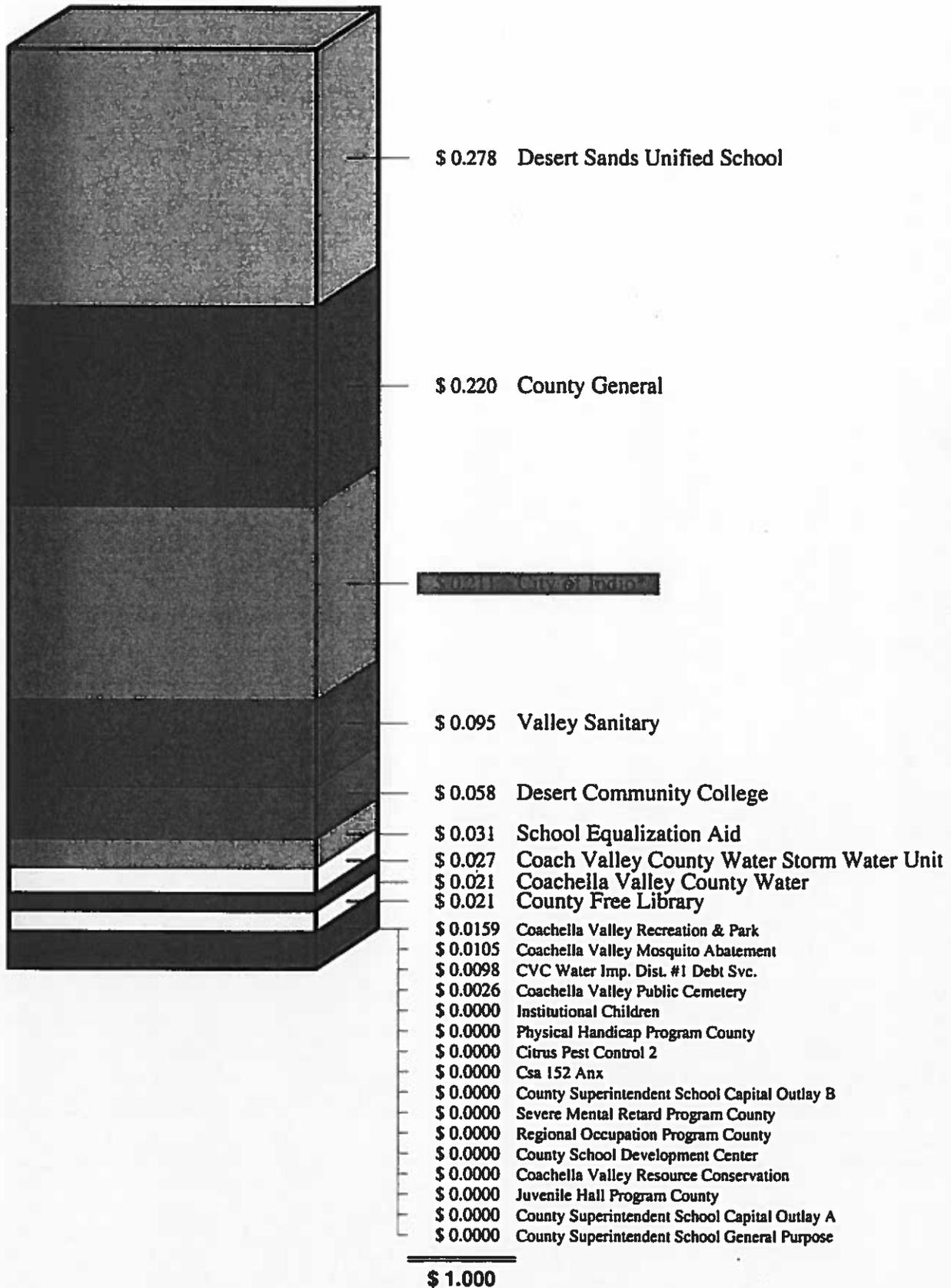


1999/00 Redevelopment Net AV



THE CITY OF INDIO

PROPERTY TAX DOLLAR BREAKDOWN



ATI (Annual Tax Increment) Ratios For Tax Rate Area 007-002, Excluding Redevelopment Factors & Additional Debt Service

*ERAF (Educational Revenue Augmentation Fund) general fund tax shifts are not included in tax ratio figures.

Source: HdL Coren & Cone, Riverside County Assessor 1999/00 Annual Tax Increment Tables

SM011271446 Page 1

This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone.

THE CITY OF INDIO

1999 TOP PROPERTY TAXPAYERS

Owner (Number of Parcels)	Assessed Value	Est. Total Revenue	Est. RDA 1% Revenue
1 Paseo Group Limited Partnership (21)	\$ 14,078,462	\$ 80,128.56	\$ 63,686.60
2 American Stores Properties Inc. (2)	\$ 10,506,784	\$ 59,797.74	\$ 47,527.07
3 Richard J. Mazurek Trust (1)	\$ 10,289,043	\$ 59,186.18	\$ 47,169.80
4 John P. Hooten (27)	\$ 10,406,469	\$ 51,385.63	\$ 43,497.13
5 Rich Development Indio LLC (3)	\$ 7,270,949	\$ 41,381.48	\$ 32,889.88
6 Richard M. Marsh (10)	\$ 8,729,163	\$ 39,481.29	\$ 29,699.38
7 Coachella Valley Housing Coalition (25)	\$ 6,889,361	\$ 39,174.59	\$ 31,070.70
8 Richard K. Rifenbark Trust (1)	\$ 6,780,000	\$ 38,925.53	\$ 31,007.30
9 Sunrise Pointe Associates (1)	\$ 6,805,465	\$ 38,920.52	\$ 30,972.55
10 JDG Properties (12)	\$ 5,805,011	\$ 38,060.77	\$ 32,408.64
11 DG & D California Properties (5)	\$ 5,339,645	\$ 30,537.48	\$ 24,301.41
12 Lawrence M. Chank (3)	\$ 5,330,425	\$ 28,609.58	\$ 21,826.40
13 Indio Community Homes (7)	\$ 4,745,724	\$ 27,009.56	\$ 21,467.12
14 Indio Associates (6)	\$ 4,780,045	\$ 25,327.63	\$ 20,719.51
15 Triangle Distributing Company (3)	\$ 3,594,706	\$ 23,203.41	\$ 19,703.38
16 Colony Cablevision of California (3)	\$ 12,501,549	\$ 22,587.94	\$ 10,802.03
17 K Mart Corporation (2)	\$ 4,219,363	\$ 22,116.84	\$ 16,599.39
18 Motel 6 Operating Limited Partnership (1)	\$ 3,381,705	\$ 21,828.51	\$ 18,535.87
19 ADMIM (3)	\$ 3,666,616	\$ 21,063.10	\$ 16,780.93
20 Arabia Homes (2)	\$ 3,600,000	\$ 20,488.84	\$ 16,284.47
21 Requa Associates (1)	\$ 3,570,000	\$ 20,318.10	\$ 16,148.77
22 National Medical Hospital Monterey Park Inc. (3)	\$ 21,046,897	\$ 18,774.60	\$ 0.00
23 Leon W. Bourgeau (2)	\$ 3,265,272	\$ 18,674.12	\$ 14,860.67
24 Katherine E. Dagermangy Trust (4)	\$ 3,170,925	\$ 18,046.83	\$ 14,343.57
25 Dimare Enterprises Inc. (24)	\$ 6,387,276	\$ 17,158.62	\$ 12,579.44

The 'Est. Total Revenue' for each owner is the estimated revenue for that owner; the 'Est. RDA 1% Revenue' estimates the revenue apportioned as 1% increment. Although these estimated calculations are performed on a parcel level, county auditor/controllers' offices neither calculate nor apportion revenues at a parcel level.

Source: HdL Coren & Cone, Riverside County Assessor 1999/00 Combined Tax Rolls SM011271446 Page 1
 This report is not to be used in support of debt issuance or continuing disclosure statements without the written consent of HdL, Coren & Cone.

THE CITY OF INDIO

1999 TOP PROPERTY OWNER SUMMARY

Owner (Number of Parcels)	Assessed Value
1 National Medical Hospital Monterey Park Inc. (3)	\$ 21,046,897
2 Paseo Group Limited Partnership (21)	\$ 14,078,462
3 Colony Cablevision of California (3)	\$ 12,501,549
4 American Stores Properties Inc. (2)	\$ 10,506,784
5 John P. Hooten (27)	\$ 10,406,469
6 EQR Smoketree (1)	\$ 10,380,969
7 Richard J. Mazurek Trust (1)	\$ 10,289,043
8 First American Trust Company (7)	\$ 9,653,438
9 S & D Indian Palms California Limited (74)	\$ 9,617,398
10 Plantation Golf Club Inc. (3)	\$ 9,397,710
11 Richard M. Marsh (10)	\$ 8,729,163
12 7709 Lankershim Limited (3)	\$ 7,958,689
13 Wells Associates LLC (7)	\$ 7,794,006
14 CP Limited Partnership (5)	\$ 7,611,909
15 Rich Development Indio LLC (3)	\$ 7,270,949
16 Pacific Indio Properties Inc. (11)	\$ 7,002,077
17 Coachella Valley Housing Coalition (25)	\$ 6,889,361
18 Sunrise Pointe Associates (1)	\$ 6,805,465
19 Richard K. Rifembark Trust (1)	\$ 6,780,000
20 Stamko Development Company (97)	\$ 6,478,943
21 Dimare Enterprises Inc. (24)	\$ 6,387,276
22 Indio Desert Palms Limited Partnership (1)	\$ 6,131,704
23 Indian Wells RV Roundup Limited (2)	\$ 6,104,536
24 Hills Golf Club (15)	\$ 6,024,900
25 Diamond Benefits Life Insurance Company (9)	\$ 5,971,445

THE CITY OF INDIO

TOP 25 SALES TAX PRODUCERS

FOR THE FISCAL YEAR 1999/2000

<u>BUSINESS NAME</u>	<u>BUSINESS CATEGORY</u>
A C Houston Lumber	Lumber/Building Materials
A M P M Mini Mart	Service Stations
C & D Motorhomes	Trailers And Supplies
Circle K	Grocery Stores Beer/Wine
Clarks Union 76 Truck Stop	Service Stations
Coachella Valley Pontiac Buick Gm	New Motor Vehicle Dealers
Dependable Roofing	Lumber/Building Materials
Fiesta Ford	New Motor Vehicle Dealers
G T E California	Public Utilities/Trans.
Gottschalks	Department Stores
Hertz Equipment Rental	Heavy Industrial
High Tech Irrigation	Lumber/Building Materials
Indio Chrysler Center	New Motor Vehicle Dealers
K Mart	Discount Dept Stores
Mazda Superstore	New Motor Vehicle Dealers
Mc Donalds	Fast Food
Ralphs	Grocery Stores Liquor
Sears	Department Stores
Stater Bros	Grocery Stores Liquor
Super Saver Food	Grocery Stores Liquor
Torre Nissan	New Motor Vehicle Dealers
U S Filter Distribution	Heavy Industrial
Ultramar	Service Stations
Unicars Honda	New Motor Vehicle Dealers
Utility Products Supply	Electrical Equipment

Percent Of City Fiscal Year Total Paid By
Top 25 Accounts = 51.83%

** Firms Listed Alphabetically
Period: July 99 Thru June 00*

Source: Hinderliter, de Llamas & Associates, State Board of Equalization

THE CITY OF INDIO

1999/00 TOP TEN PROPERTY OWNERS

Top Property Owners Based On Gross Assessed Values

Owner	Secured		Unsecured		Combined		Primary Use & Primary Agency
	Parcels	Value	Parcels	Value	Value	Portion Of City	
1) National Medical Hospital Monterey Park Inc.	2	\$ 20,935,289	1	\$ 111,608	\$ 21,046,897	1.39%	Institutional GENERAL TAXING AGENC
2) Paseo Group Limited Partnership	21	\$ 14,078,462			\$ 14,078,462	0.93%	Commercial DATE CAPITAL PROJECT
3) Colony Cablevision of California	1	\$ 2,388,000	2	\$ 10,113,549	\$ 12,501,549	0.83%	Unsecured, Possessory Int. GENERAL TAXING AGENC
4) American Stores Properties Inc.	2	\$ 10,506,784			\$ 10,506,784	0.70%	Commercial DATE CAPITAL PROJECT
5) John P. Hooten	27	\$ 10,406,469			\$ 10,406,469	0.69%	Commer., Indust., Vac. Land GENERAL TAXING AGENC
6) EOR Smoketree	1	\$ 10,380,969			\$ 10,380,969	0.69%	Residential GENERAL TAXING AGENC
7) Richard J. Mazurek Trust	1	\$ 10,289,043			\$ 10,289,043	0.68%	Residential DATE CAPITAL PROJECT
8) First American Trust Company	7	\$ 9,653,438			\$ 9,653,438	0.64%	Recreational GENERAL TAXING AGENC
9) S & D Indian Palms California Limited	74	\$ 9,617,398			\$ 9,617,398	0.64%	Recrea., Vac. Land, Commer. GENERAL TAXING AGENC
10) Plantation Golf Club Inc.	3	\$ 9,397,710			\$ 9,397,710	0.62%	Recreational, Unknown GENERAL TAXING AGENC
Top Ten Totals	139	\$ 107,653,562	3	\$ 10,225,157	\$ 117,878,719	7.80%	
City Totals		\$ 1,448,008,406		\$ 63,560,220	\$ 1,511,568,626		

