

Agenda Report

December 14, 2009

TO: Honorable Mayor and City Council
THROUGH: Finance Committee
FROM: Director of Finance
**SUBJECT: CITY COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)
UPDATE**

RECOMMENDATION:

This report is for information only.

BACKGROUND:

Finance staff is in the final stages of preparing the City's Comprehensive Annual Financial Report (CAFR) for the FY 2009. The final audited version will be available prior to December 31, 2009 and a formal presentation will be given to the Audit Committee and City Council on January 11, 2010.

Although the final audit is not yet complete, staff wanted to provide a preliminary update.

A few highlights of the fiscal year ended June 30, 2009 are:

- The grand total of all City net assets including the Rose Bowl and Convention Center exceeds \$1 billion. This reflects a 4.7% increase or \$45 million.
- The primary government assets of the City exceeded liabilities at the close of fiscal year 2009 by \$952 million (net assets). This total does not include the Rose Bowl or Pasadena Convention Center and reflects a \$47 million or 5% increase over the prior year.
- Of the primary government's total net assets increase of \$47 million, approximately 27 percent of this increase is attributable to governmental activities and 73 percent is attributable to business type activities.
- The City's general fund deficit was \$9.5 million. (This is composed of several sub-funds such as Parking Operations, LA Impact, New Years Day, Foothill Air Support, and the General Fund.) Of this total \$9.1 million was the General Fund deficit.

Highlights continued:

- As of the close of fiscal year 2009, the City's governmental funds reported combined ending fund balances of \$227 million.
- The City anticipates receiving an unqualified (clean) audit opinion from our outside auditors, Mayer Hoffman McCann.
- It is also believed that the City's Comprehensive Annual Financial Report (CAFR) continues to qualify for the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting.

Attached are reprints of an unaudited draft of the City's government-wide financial statements. These are one component of the City's Comprehensive Annual Financial Report (CAFR). The CAFR with auditors' opinion letter will be delivered to you prior to December 31, 2009.

FISCAL IMPACT:

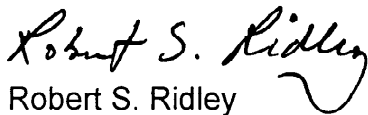
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Respectfully submitted,



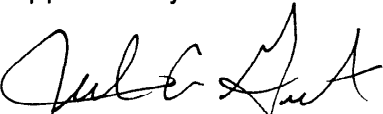
ANDREW GREEN
Director of Finance

Prepared by:



Robert S. Ridley
Controller

Approved by:



for MICHAEL J. BECK
City Manager