

**PASADENA COMMUNITY
DEVELOPMENT COMMISSION**

(A Component Unit of the City of Pasadena, California)

Basic Financial Statements

Year Ended June 30, 2006

PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)

Basic Financial Statements

Year Ended June 30, 2006

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PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)

Basic Financial Statements

Year Ended June 30, 2006

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Honorable Mayor and City Council
Pasadena Community Development Commission
Pasadena, California

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Pasadena Community Development Commission, a component unit of the City of Pasadena, California, as of and for the year ended June 30, 2006, which collectively comprise the basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the management of the Pasadena Community Development Commission. Our responsibility is to express opinions on these financial statements based on our audit. The prior year summarized comparative financial information has been derived from the Commission's 2005 financial statements which were audited by Conrad and Associates, L.L.P., who merged with Mayer Hoffman McCann P.C. as of January 1, 2006, and whose report dated October 5, 2005 expressed unqualified opinions on the respective financial statements of the governmental activities, each major fund, and the aggregate remaining fund information.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Pasadena Community Development Commission as of June 30, 2006 for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The information identified in the accompanying table of contents as *management's discussion and analysis* and *required supplementary information* are not a required part of the basic financial statements, but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Honorable Mayor and City Council
Pasadena Community Development Commission
Pasadena, California

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The combining fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued a report dated September 28, 2006 on our consideration of the Pasadena Community Development Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance.

Mayor Hoffman Melana R.C.

Irvine, California
September 28, 2006

MANAGEMENT'S DISCUSSION AND ANALYSIS

The management of the Pasadena Community Development Commission (Commission), offers readers of the Commission's financial statements this narrative overview and analysis of the financial activities of the Commission for the fiscal year ended June 30, 2006. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS:

The net assets of the Commission exceeded its liabilities at the close of the fiscal year 2006 by (\$2,677). Of this amount, the restricted net assets are for Low Moderate Housing of \$30,542 and unrestricted long-term of (\$33,219).

The Commission's net asset's for Low Moderate Housing has increased by \$6,131 over the previous fiscal year.

The Commission's total debt increased by (\$5) when compared with the prior fiscal year. This net increase of only \$5 is primarily due to increase in notes and advances and repayment of bonded debt.

OVERVIEW OF THE FINANCIAL STATEMENTS:

This discussion and analysis is intended to serve as an introduction to the Commission's basic financial statements. The Commission's financial statements consist of three components: government-wide financial statements, fund financial statements and notes to the financial statements. The financial statements are designed to provide readers with a broad overview of the Commission's finances, in a manner similar to a private sector business.

The statement of net assets presents information on all of the Commission's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Commission is improving or deteriorating.

The statement of revenues, expenses and changes in net assets presents information showing how the Commission's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in impacting cash flows in future fiscal periods.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the financial statements. The notes to the financial statements can be found on pages 20 through 41 of this report.

FINANCIAL ANALYSIS:

Attachment A – Comparative Statement of Net Assets:

As noted earlier, net assets may serve over time as a useful indicator of an entity's financial position. The Commission's net assets exceeded liabilities by (\$2,677) at the close of the most recent fiscal year.

The largest portion of the Commission net assets reflects its investment in cash and investment less any outstanding related debt used to pay for redevelopment activities. Although the Commission's investment is reported net of related debt, it should be noted that the resources needed to repay this outstanding debt must be provided from incremental property tax. The significant increase in the Commission's other assets represents a restatement of notes receivable arising from redevelopment and housing activities. In fiscal year 2006, there was an allowance for uncollectible receivables in the amount of \$7,511. After further analysis, it was determined that most of these notes would be repaid and as such the allowance was eliminated.

An additional portion of the Commission's net asset represents resources that are subject to restrictions on how they may be used. There was an decrease of \$327 in restricted net assets for the most recent fiscal year due to reserve requirements of notes. When both restricted and unrestricted resources are combined in a fund, expenses are considered to be paid first from restricted resources, and then from unrestricted resources.

The overall net assets of the commission decreased by \$7,535 or (73.79) percent from the prior year. During 2006 fiscal year, the key factors in this gain are as follows:

The Special Revenue Fund revenue increased by \$6,131 or 25.12 percent from prior year. Housing in lieu fees had the most significant increased from the prior year which was \$1,966 or 65 percent.

Attachment B – Comparative Statement of Revenue, Expenditures and changes in Fund Balances:

Governmental activities decreased the Commission's net of assets by \$7,535 thereby accounting for 21.06 percent of the increase from the prior year. The key elements of this increase are as follows:

Program revenue for Services, and Capital Grants and Contributions by \$5,165 or 100 percent. The largest changes in program revenue resulted in lieu from developer which increased by \$4,987 or 100 percent for redevelopment activities.

Also, ERAF expense decreased by (\$26) or 1.44 percent from the prior year.

Tax revenue increased by \$1,622 or 7.59 percent from fiscal year 2005. This increase was due to primarily to an increase assessed valuation for the current fiscal year.

There was an overall decrease of \$2,369 total operating revenue for the most recent fiscal year due primarily to increase incremental property tax and housing in lieu fees collected.

There was an overall increase of \$2,801 in total operating expenditures and increase of \$2,263 in total redevelopment activities over the previous fiscal year.

Attachment C – Comparative Schedule of Outstanding Debt:

The Commission's total debt increased by \$5 for the current fiscal year, due to an increase in notes and advances and repayment of bonded debt.

ECONOMIC FACTORS AND NEXT YEAR BUDGET:

In August, 2004, Senate Bill 1096 (SB 1096) which deals with local government, including several provisions for redevelopment, was passed. The provisions pertaining to redevelopment in the bill included a loss of \$250 million in fiscal years 2005 and 2006 to provide a shift of annual property tax revenue from special districts to the Educational Revenue Augmentation Fund (ERAF).

The law requires redevelopment agencies to remit to the county auditor an amount of revenue determined in accordance with specified calculations made by the State Director of Finance and based on a specified report of the State Controller, for deposit in the ERAF in each county for allocation to school entities.

The PCDC deposited the following amounts in property tax increment revenues to meet SB 1096 requirements for fiscal year 2005 and 2006 of \$1,803 and \$1,839 respectively.

REQUEST FOR INFORMATION:

This financial report is designed to provide a general overview of the Commission's financial position. Questions concerning any of the information provided in this report or requests for additional financial information should be address to the Director of Finance, Pasadena Community Development Commission, 117 East Colorado Boulevard-Fifth Floor, Pasadena, California, 91105.

ATTACHMENT A

PASADENA COMMUNITY DEVELOPMENT COMMISSION
Comparative Statement of Net Assets

	<u>2006</u>	<u>2005</u>	Amount of Increase <u>(Decrease)</u>	Percent of Increase <u>(Decrease)</u>
<u>Assets</u>				
Cash and investments	\$ 28,326,582	25,662,319	2,664,263	10.38
Cash and investments with fiscal agents	1,110,669	1,437,893	(327,224)	(22.76)
Other assets	<u>24,862,218</u>	<u>18,771,175</u>	<u>6,091,043</u>	<u>32.45</u>
Total Assets	<u>54,299,469</u>	<u>45,871,387</u>	<u>8,428,082</u>	<u>18.37</u>
<u>Liabilities</u>				
Other liabilities	3,973,819	3,087,949	885,870	28.69
Long-term liabilities outstanding	<u>53,002,876</u>	<u>53,008,556</u>	<u>(5,680)</u>	<u>(0.01)</u>
Total Liabilities	<u>56,976,695</u>	<u>56,096,505</u>	<u>880,190</u>	<u>1.57</u>
<u>Net assets</u>				
Restricted for:	30,542,235	24,411,124	6,131,111	25.12
Unrestricted	<u>(33,219,461)</u>	<u>(34,624,026)</u>	<u>1,404,565</u>	<u>(4.06)</u>
Total net assets	<u>\$ (2,677,226)</u>	<u>(10,212,902)</u>	<u>7,535,676</u>	<u>21.06</u>

ATTACHMENT B

PASADENA COMMUNITY DEVELOPMENT COMMISSION
 Comparative Statement of Revenue, Expenditures and
 Changes in Net Assets

	<u>2006</u>	<u>2005</u>	Amount of Increase (Decrease)	Percent of Increase (Decrease)
Revenues:				
Program revenues:				
Operating contributions and grants	\$ 5,165,376	9,126,781	(3,961,405)	(43.40)
Capital grants and contributions	558,000	1,036,250	(478,250)	(46.15)
General revenues:				
Incremental property tax	22,993,833	21,371,712	1,622,121	7.59
Grants and contributions not restricted to specific programs				
Rental income	1,121,202	1,145,002	(23,800)	(2.08)
Investment earnings	770,431	811,616	(41,185)	(5.07)
Other revenues	1,205,913	692,481	513,432	74.14
Total revenues	<u>31,814,755</u>	<u>34,183,842</u>	<u>(2,369,087)</u>	<u>(6.93)</u>
Expenses:				
Administration overhead	2,383,593	2,371,104	12,489	0.53
Redevelopment activities	3,700,511	1,437,133	2,263,378	157.49
Affordable housing assistance	72,214	167,360	(95,146)	(56.85)
ERAF expense	1,777,086	1,803,123	(26,037)	(1.44)
Interest expense	16,345,675	15,698,932	646,743	4.12
Total Expenses	<u>24,279,079</u>	<u>21,477,652</u>	<u>2,801,427</u>	<u>13.04</u>
Increase in net assets	7,535,676	12,706,190	(5,170,514)	40.69
Net assets (deficit) at beginning of year	<u>(10,212,902)</u>	<u>(22,919,092)</u>	12,706,190	55.44
Net assets (deficit) at end of year	<u>\$ (2,677,226)</u>	<u>(10,212,902)</u>	<u>7,535,676</u>	<u>73.79</u>

ATTACHMENT C

PASADENA COMMUNITY DEVELOPMENT COMMISSION
Comparative Schedule of Outstanding Debt

	<u>Initial Amount</u>	<u>Interest Rate</u>	<u>Balance 06/30/05</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance 06/30/06</u>
<u>Bonded debt</u>						
Fair Oaks Project						
1993 Tax Allocation Refunding Bonds	\$ 3,435,000	3.25-6.125%	2,675,000	-	(2,675,000)	-
2006 Tax Allocation Refunding Bonds	2,470,000	3.8%-4.9%	-	2,470,000	-	2,470,000
Orange Grove						
2000 Tax Allocation Refunding Bonds	2,801,000	4.35-5.50%	2,006,000	-	(172,000)	1,834,000
Villa Parke						
1993 Tax Allocation Refunding Bonds	1,620,000	3.25-6.125%	890,000	-	(890,000)	-
2000 Tax Allocation Refunding Bonds	1,814,000	4.35-5.50%	1,298,000	-	(112,000)	1,186,000
2006 Tax Allocation Refunding Bonds	710,000	3.8%-4.5%	-	710,000	-	710,000
Lake Washington						
1993 Tax Allocation Refunding Bonds	1,285,000	3.375-6.5%	910,000	-	(910,000)	-
2006 Tax Allocation Refunding Bonds	805,000	3.8%-4.7%	-	805,000	-	805,000
Low Moderate Housing						
1991 Tax Allocation Bonds	4,540,000	6%	1,946,364	-	(279,036)	1,667,328
1996 Tax Allocation Bonds	3,480,000	4.125-6%	2,340,000	-	(2,340,000)	-
2006 Tax Allocation Refunding Bonds	1,935,000	3.8%-4.3%	-	1,935,000	-	1,935,000
Total tax allocation bonds payable			12,065,364	5,920,000	(7,378,036)	10,607,328
Advances payable - City			35,667,052	1,189,344	(278,504)	36,577,892
Notes Payable - Other			5,263,924	1,267,620	(713,888)	5,817,656
Total outstanding debt			<u>\$ 52,996,340</u>	<u>8,376,964</u>	<u>(8,370,428)</u>	<u>53,002,876</u>

PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)

Statement of Net Assets

June 30, 2006

	<u>Governmental Activities</u>	
	<u>2006</u>	<u>2005</u>
Assets:		
Cash and investments (note 3)	\$ 28,326,582	25,662,319
Accounts receivable	412,392	131,921
Interest receivable	140,130	101,898
Taxes receivable	3,301,102	1,303,689
Notes receivable (note 4)	23,197,338	20,177,382
Allowance for uncollectible long-term receivables (note 4)	(7,511,332)	(6,997,384)
Property held for resale (note 7)	5,322,588	4,053,669
Restricted assets:		
Cash and investments with fiscal agents (note 3)	<u>1,110,669</u>	<u>1,437,893</u>
 Total assets	 <u>54,299,469</u>	 <u>45,871,387</u>
Liabilities:		
Accounts payable	688,024	722,878
Due to the City of Pasadena	3,173,684	1,894,656
Interest payable	112,111	470,415
Noncurrent liabilities (notes 8 to 11):		
Due within one year	1,430,808	1,676,924
Due in more than one year	<u>51,572,068</u>	<u>51,319,416</u>
 Total liabilities	 <u>56,976,695</u>	 <u>56,084,289</u>
Net assets (deficit):		
Restricted for low/moderate housing	30,542,235	24,411,124
Unrestricted	<u>(33,219,461)</u>	<u>(34,624,026)</u>
 Total net assets (deficit)	 <u>\$ (2,677,226)</u>	 <u>(10,212,902)</u>

See accompanying notes to the basic financial statements.

PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)

Statement of Activities

Year Ended June 30, 2006

<u>Expenses</u>	Program Revenues			Net	
	Charges for	Operating	Capital	Governmental Activities	
	Services	Contributions and Grants	Contributions and Grants	2006	2005
Governmental activities:					
Administrative overhead costs	\$ 2,383,593	-	-	(2,383,593)	(2,371,104)
Legal and financial services	212,936	-	-	(212,936)	(39,103)
Planning	727,688	-	-	(727,688)	(315,362)
Project Management	437,985	-	-	(437,985)	-
Real estate acquisition	33,055	-	-	(33,055)	(7,288)
Emergency shelter service	172,847	-	-	(172,847)	(119,919)
Operation of acquired properties	-	-	-	-	(29,620)
Public improvement	869,319	-	-	(869,319)	(852,274)
Relocation	1,183,955	-	-	(1,183,955)	(18,000)
Rehabilitation	12,805	-	177,818	558,000	723,013
Redevelopment activities	-	-	-	-	1,286,642
Affordable housing assistance	72,214	-	4,987,558	4,915,344	5,800,000
Sales tax rebate - City of Pasadena	35,514	-	-	(35,514)	2,853,463
ERAF Expense	1,777,086	-	-	(1,777,086)	-
Interest expense	16,345,675	-	-	(16,345,675)	(1,803,123)
	<u>\$ 24,264,672</u>	<u>-</u>	<u>5,165,376</u>	<u>558,000</u>	<u>(18,541,296)</u>
Total governmental activities				<u>(18,541,296)</u>	<u>(11,314,619)</u>
General revenues:					
Taxes:					
Incremental property taxes				22,993,833	21,371,712
Rental Income				1,121,202	1,145,002
Investment earnings				1,004,104	890,478
Net change in fair value of investments				(233,673)	(78,862)
Other revenues				1,205,913	692,480
				<u>26,091,379</u>	<u>24,020,810</u>
Total general revenues					
Change in net assets				7,550,083	12,706,190
Net assets (deficit) at beginning of year				<u>(10,212,902)</u>	<u>(22,919,092)</u>
Net assets (deficit) at end of year				<u>\$ (2,662,819)</u>	<u>(10,212,902)</u>

See accompanying notes to the basic financial statements.

PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)

Governmental Funds - Balance Sheet

June 30, 2006

		Debt Service	
	Special Revenue	Downtown	Fair Oaks
<u>Assets</u>			
Cash and investments (note 3)	\$ 9,725,783	-	1,478,776
Cash and investments with fiscal agents (note 3)	-	-	259,768
Accounts receivable	274,824	-	-
Interest receivable	21,296	-	8,550
Taxes receivable	-	2,879,385	43,920
Notes receivable (note 4)	15,686,009	-	-
Due from other funds (note 5)	98,680	-	-
Advances to other funds (note 6)	-	-	-
Allowance for uncollectible long-term receivables	-	-	-
Property held for resale (note 7)	5,091,088	-	-
	<u>\$ 30,897,680</u>	<u>2,879,385</u>	<u>1,791,014</u>
<u>Liabilities and Fund Balances</u>			
Liabilities:			
Accounts payable	\$ 355,445	-	-
Due to City of Pasadena	-	2,869,996	-
Due to other funds (note 5)	-	-	8,784
Advances from other funds (note 6)	-	-	-
	<u>355,445</u>	<u>2,869,996</u>	<u>8,784</u>
Fund balances (deficit)			
Reserved for:			
Property held for resale	5,091,088	-	-
Notes receivable	15,686,009	-	-
Encumbrances	8,716,431	-	-
Debt service	-	9,389	1,782,230
Unreserved, reported in :			
Special revenue fund	1,048,707	-	-
Designated for future capital projects	-	-	-
Undesignated	-	-	-
	<u>30,542,235</u>	<u>9,389</u>	<u>1,782,230</u>
Total fund balances (deficit)	<u>\$ 30,897,680</u>	<u>2,879,385</u>	<u>1,791,014</u>
Total liabilities and fund balances	<u>\$ 30,897,680</u>	<u>2,879,385</u>	<u>1,791,014</u>

See accompanying notes to the basic financial statements.

Debt Service	Capital Projects			Other Governmental Funds	Totals	
	Lake/ Washington	Downtown	Fair Oaks		Old Pasadena	2006
1,165,858	7,039,462	2,396	2,859,409	6,054,898	28,326,582	25,662,319
80,722	-	-	-	770,179	1,110,669	1,437,893
-	137,568	-	-	-	412,392	131,921
15,745	38,961	-	18,480	37,098	140,130	101,898
15,685	-	-	143,358	218,754	3,301,102	1,303,689
-	4,311,680	2,110,595	-	1,089,054	23,197,338	20,177,382
-	1,664,361	-	-	-	1,763,041	1,664,362
-	767,158	-	-	189,485	956,643	956,643
-	(5,078,841)	(2,110,595)	-	(1,278,539)	(8,467,975)	(7,954,027)
-	231,500	-	-	-	5,322,588	4,053,669
<u>1,278,010</u>	<u>9,111,849</u>	<u>2,396</u>	<u>3,021,247</u>	<u>7,080,929</u>	<u>56,062,510</u>	<u>47,535,749</u>
-	130,165	-	-	202,414	688,024	722,878
-	-	43,587	-	260,101	3,173,684	1,894,656
3,137	-	1,664,361	43,007	43,752	1,763,041	1,664,362
767,158	-	-	189,485	-	956,643	956,643
<u>770,295</u>	<u>130,165</u>	<u>1,707,948</u>	<u>232,492</u>	<u>506,267</u>	<u>6,581,392</u>	<u>5,238,539</u>
-	231,500	-	-	-	5,322,588	4,053,669
-	-	-	-	-	15,686,009	13,179,998
-	-	-	-	-	8,716,431	6,981,617
507,715	-	-	-	4,355,030	6,654,364	6,514,884
-	-	-	-	-	1,048,707	427,340
-	8,750,184	-	2,788,755	2,228,441	13,767,380	12,804,804
-	-	(1,705,552)	-	(8,809)	(1,714,361)	(1,665,102)
<u>507,715</u>	<u>8,981,684</u>	<u>(1,705,552)</u>	<u>2,788,755</u>	<u>6,574,662</u>	<u>49,481,118</u>	<u>42,297,210</u>
<u>1,278,010</u>	<u>9,111,849</u>	<u>2,396</u>	<u>3,021,247</u>	<u>7,080,929</u>	<u>56,062,510</u>	<u>47,535,749</u>

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PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)
Governmental Funds
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Assets
June 30, 2006

Fund balances of governmental funds	\$ 49,481,118
Amounts reported for governmental activities in the statement of net assets are different because:	
Long term debt has not been included in the governmental fund activity.	(53,002,876)
Accrued interest payable for the current portion of interest due on Long term debt has not been reported in the governmental funds.	(112,111)
Interfund balances are eliminated in the governmental statements, except for residual amounts due between governmental activities.	<u>956,643</u>
Net assets of governmental activities	<u>\$ (2,677,226)</u>

See accompanying notes to the basic financial statements.

PASADENA COMMUNITY DEVELOPMENT COMMISSION
(A Component Unit of the City of Pasadena, California)

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

Year Ended June 30, 2006

	Special Revenue	Debt Service	
		Downtown	Fair Oaks
Revenues:			
Incremental property taxes	\$ -	16,640,253	770,411
Intergovernmental	-	-	-
Rental income	97,610	-	-
Investment earnings	327,480	-	65,397
Net changes in fair value of investments	(70,792)	-	(22,231)
Reimbursement from developers	-	-	31,235
Sales tax	-	-	-
Housing in lieu fees	4,987,558	-	-
Other revenue	1,205,913	-	-
Total revenues	<u>6,547,769</u>	<u>16,640,253</u>	<u>844,812</u>
Expenditures:			
Current:			
Administrative overhead costs (note 13)	516,441	-	-
Legal and financial services	207,364	-	-
Planning	367,736	-	-
Project Management	437,985	-	-
Real estate acquisition	-	-	-
Emergency shelter service	172,847	-	-
Operation of acquired properties	9,787	-	-
Public improvement	-	-	-
Relocation	1,183,955	-	-
Rehabilitation	-	-	-
Affordable housing assistance	72,214	-	-
Sales tax rebate - City of Pasadena	-	-	-
ERAF expense	-	1,261,732	-
Debt service:			
Principal	-	34,544	126,235
Interest and fiscal charges	-	14,604,746	697,253
Payment to refunded bonds escrow agent	-	-	500,207
Cost of issuance and bond discount	-	-	62,409
Total expenditures	<u>2,968,329</u>	<u>15,901,022</u>	<u>1,386,104</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,579,440</u>	<u>739,231</u>	<u>(541,292)</u>
Other financing sources (uses):			
Issuance of long term debt	-	-	2,470,000
Payment to refunded bond escrow agent	-	-	(2,148,421)
Issuance of notes	1,267,620	-	-
Proceeds of advances from the City of Pasadena	-	-	618,240
Transfers from the City of Pasadena	-	-	-
Transfers to the City of Pasadena	-	-	-
Transfers in (note 12)	2,267,364	60,769	-
Transfers out (note 12)	(983,313)	(800,000)	(241,725)
Total other financing sources (uses)	<u>2,551,671</u>	<u>(739,231)</u>	<u>698,094</u>
Change in fund balances	6,131,111	-	156,802
Fund balances (deficit) at beginning of year	<u>24,411,124</u>	<u>9,389</u>	<u>1,625,428</u>
Fund balances (deficit) at end of year	<u>\$ 30,542,235</u>	<u>9,389</u>	<u>1,782,230</u>

See accompanying notes to the basic financial statements.

Debt Service		Capital Projects		Other	Totals	
Lake/ Washington	Downtown	Fair Oaks	Old Pasadena	Governmental Funds	2006	2005
338,794	-	-	3,228,210	2,016,165	22,993,833	21,371,712
-	-	-	-	558,000	558,000	1,036,250
-	993,698	29,894	-	-	1,121,202	1,145,002
35,947	186,048	-	96,172	293,060	1,004,104	890,478
(11,548)	(42,585)	-	(14,605)	(71,912)	(233,673)	(78,862)
145,337	-	192	-	1,054	177,818	6,105,958
-	-	-	-	627,362	627,362	664,159
-	-	-	-	-	4,987,558	3,020,823
-	-	-	-	-	1,205,913	692,480
<u>508,530</u>	<u>1,137,161</u>	<u>30,086</u>	<u>3,309,777</u>	<u>3,423,729</u>	<u>32,442,117</u>	<u>34,848,000</u>
-	1,464,311	125,124	348,548	302,920	2,757,344	3,167,179
-	5,572	-	-	-	212,936	42,353
-	225,392	-	89,204	45,356	727,688	315,362
-	-	-	-	-	437,985	-
-	-	33,055	-	-	33,055	7,288
-	-	-	-	-	172,847	119,919
-	4,620	-	-	-	14,407	29,620
-	-	-	869,319	-	869,319	852,274
-	-	-	-	-	1,183,955	18,000
-	12,805	-	-	-	12,805	52,317
-	-	-	-	-	72,214	167,360
-	-	-	-	662,876	662,876	658,456
-	-	-	231,020	284,334	1,777,086	1,803,123
203,393	-	-	-	1,591,262	1,955,434	3,344,144
467,576	-	-	43,908	890,496	16,703,979	15,724,484
191,862	-	-	-	716,959	1,409,028	-
26,739	-	-	-	87,133	176,281	-
<u>889,570</u>	<u>1,712,700</u>	<u>158,179</u>	<u>1,581,999</u>	<u>4,581,336</u>	<u>29,179,239</u>	<u>26,301,879</u>
<u>(381,040)</u>	<u>(575,539)</u>	<u>(128,093)</u>	<u>1,727,778</u>	<u>(1,157,607)</u>	<u>3,262,878</u>	<u>8,546,121</u>
805,000	-	-	-	2,645,000	5,920,000	-
(697,763)	-	-	-	(2,339,517)	(5,185,701)	-
-	-	-	-	-	1,267,620	-
429,552	-	-	43,908	97,644	1,189,344	1,189,347
-	800,000	-	-	-	800,000	800,000
-	(70,233)	-	-	-	(70,233)	(9,628)
-	-	-	-	1,073,045	3,401,178	5,086,699
<u>(67,759)</u>	<u>(60,769)</u>	<u>87,643</u>	<u>(899,157)</u>	<u>(436,098)</u>	<u>(3,401,178)</u>	<u>(5,086,699)</u>
<u>469,030</u>	<u>668,998</u>	<u>87,643</u>	<u>(855,249)</u>	<u>1,040,074</u>	<u>3,921,030</u>	<u>1,979,719</u>
87,990	93,459	(40,450)	872,529	(117,533)	7,183,908	10,525,840
<u>419,725</u>	<u>8,888,225</u>	<u>(1,665,102)</u>	<u>1,916,226</u>	<u>6,692,195</u>	<u>42,297,210</u>	<u>31,771,370</u>
<u>507,715</u>	<u>8,981,684</u>	<u>(1,705,552)</u>	<u>2,788,755</u>	<u>6,574,662</u>	<u>49,481,118</u>	<u>42,297,210</u>