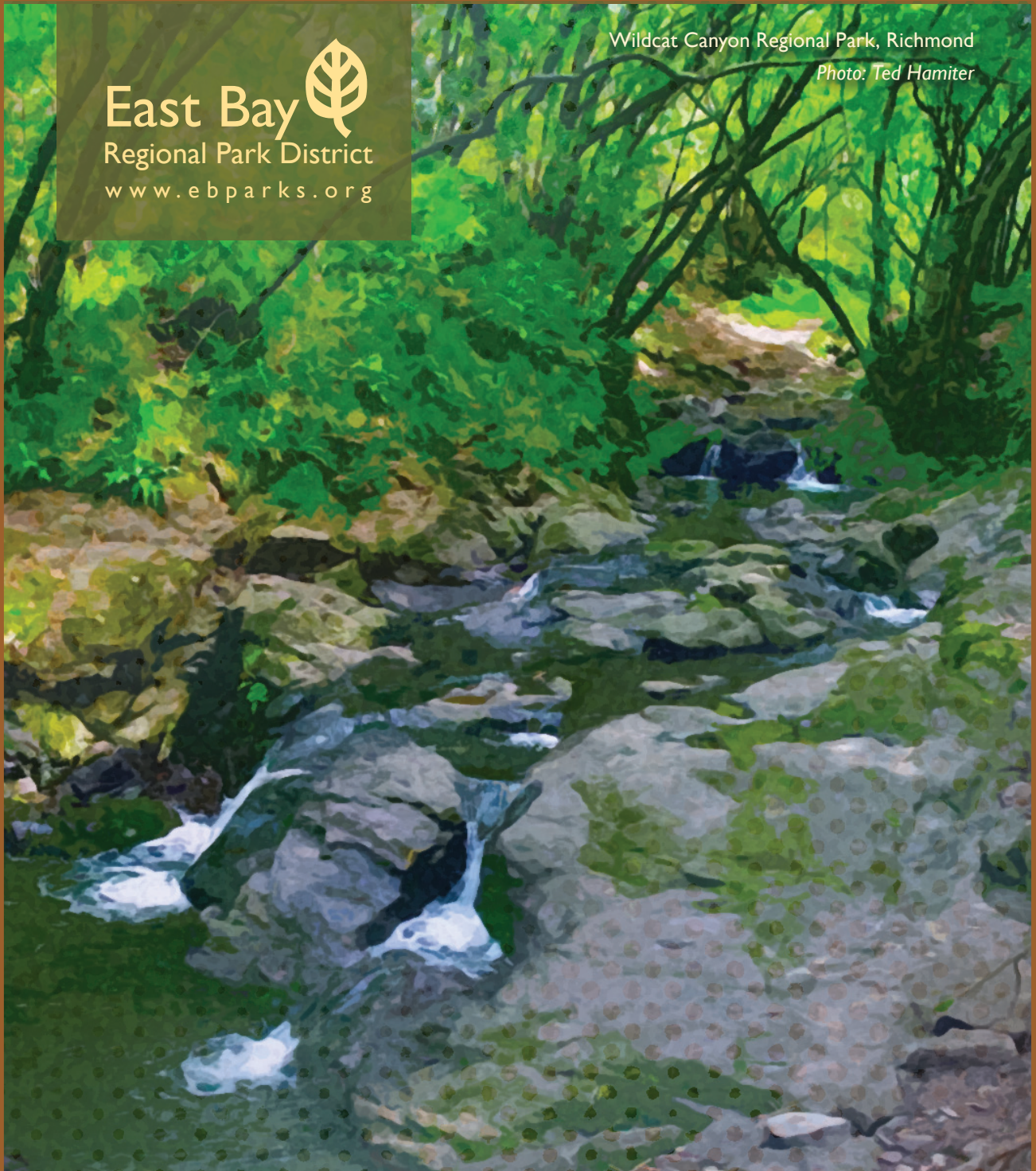




East Bay  
Regional Park District  
[www.ebparks.org](http://www.ebparks.org)

Wildcat Canyon Regional Park, Richmond

Photo: Ted Hamiter



# Comprehensive Annual Financial Report

Fiscal Year Ended December 31, 2012

Headquartered in Oakland, California  
Operating a Regional Park System within Alameda and Contra Costa Counties

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# **East Bay Regional Park District**

Oakland, California

## **Comprehensive Annual Financial Report**

For the year ended December 31, 2012

**Prepared by:**  
Finance Department

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**East Bay Regional Park District  
 Comprehensive Annual Financial Report  
 For the year ended December 31, 2012  
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**May 17, 2013**

**Members of the Board of Directors and  
Citizens of Alameda and Contra Costa Counties:**

---

I am pleased to submit the East Bay Regional Park District's Comprehensive Annual Financial Report (CAFR), for the fiscal year ended December 31, 2012. This report is submitted in accordance with Board Operating Guidelines, Title VIII, and state law requirements that the District issue annually a report on its financial position and activity. The financial statements are prepared in conformity with Generally Accepted Accounting Principles (GAAP), and comply with the pronouncements of the Governmental Accounting Standards Board (GASB).

The statements are audited in accordance with Generally Accepted Auditing Standards (GAAS), by Vavrinek, Trine, Day & Co. LLP, Certified Public Accountants, a public accounting firm fully licensed and qualified to perform audits of state and local governments within the State of California. The goal of the independent audit is to provide reasonable assurance that the financial statements are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded that there was a reasonable basis for rendering an unmodified opinion that the East Bay Regional Park District's financial statements for the year ending December 31, 2012 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. This letter of transmittal is designed to complement the MD&A, and should be read in conjunction with it.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. This framework of internal controls is designed both to protect the District's assets from loss, theft, or misuse, and to compile sufficient and reliable information for the preparation of the District's financial statements. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with District management. I believe that the data, as presented, is accurate in all material respects; that its presentation fairly shows the financial position and the results of the District's operations as measured by the financial activity of its various funds; and that the included disclosures will provide the reader with an understanding of the District's financial affairs.

**EAST BAY REGIONAL PARK DISTRICT PROFILE**

The East Bay Regional Park District was incorporated in 1934 as a California Special District and it operates under Sections 5500-5595 of the Public Resources Code of the State of California. It is the largest regional park agency in the U.S. The District actively acquires parkland and open space in Alameda and Contra Costa Counties. 64 parks and more than 1,100 miles of trail, which are situated on over 113,000 acres, are managed by the District. Part of the District's mission is to:

- Provide, manage and restore a diversified system of regional parklands, trails and parkland-related services,
- Acquire and preserve significant biologic, geologic, scenic and historic resources within Alameda and Contra Costa Counties,
- Balance environmental concerns and outdoor recreation opportunities, while providing educational programs, and
- Improve park use access to members of underrepresented groups.

The District is governed by a seven member Board of Directors. Each member is elected by voters in their respective ward and serves a four-year term. The overall responsibility of the Board is to establish policies which promote and protect the public interest, as it is served by District parks and programs.

The District is a legally separate and fiscally independent entity from other government agencies which may also provide governmental services within the same geographic area. There are no separate or legal entities or component units included in the financial statements of the District.

### **RELEVANT FINANCIAL POLICIES**

Annually the District updates policies and procedures, as well as developing new guidelines, which guide decision making and provide information to District staff. 2012 work included updates to the Investment Policy, the Fraud Prevention Policy, the Auditing Policy, the Balanced Budget Policy, and the Internal Control Policy. Finance policies are approved by the Board of Directors via resolution.

In particular, the Internal Control Policy defines the comprehensive framework of internal controls, and specifies who in the District is responsible for what portion of the control framework. The Policy states:

*Internal controls represent the policies, procedures, systems, and practices that District management establishes to ensure accomplishment of objectives and safeguarding of public assets entrusted to it. Proper and functioning internal controls allow the District to have effective and efficient operations, reliable financial reporting, and remain compliant with laws and regulations.*

Inherent limitations of internal controls include:

1. Cost vs benefit considerations
2. Risk of management override potential
3. Risk of collusion

### **THE STATE AND REGIONAL ECONOMY**

The East Bay Regional Park District is located in the San Francisco Bay Area. With over 2.6 million residents (35% of the Bay Area's population) and almost one-third of the Bay Area's jobs, the East Bay has been the fastest growing and most thriving region in the San Francisco Bay Area since the mid-1980s.

Statewide, California real estate markets are rebounding, with demand exceeding supply in some areas. However, unemployment is forecasted to remain close to 10% until 2014. Although the federal sequestration will impair the state's fragile economic recovery, on the bright side, in November, 2012, the voters passed a California tax increase that will help balance the state budget over the next few years.

The East Bay's economy touched bottom in 2009. Since that time, employment and property values stabilized and then began a slow but steady recovery in 2011, which continued throughout 2012. However, compared to San Francisco and South Bay, the East Bay's real estate values and employment gains are unexceptional. Employment sectors that are growing modestly are construction, professional, scientific and technical categories. Housing is still affordable, and Contra Costa County experienced population growth last year. The outlook is positive, with slow steady growth forecast for the future.

### **MAJOR INITIATIVES AND ACHIEVEMENTS**

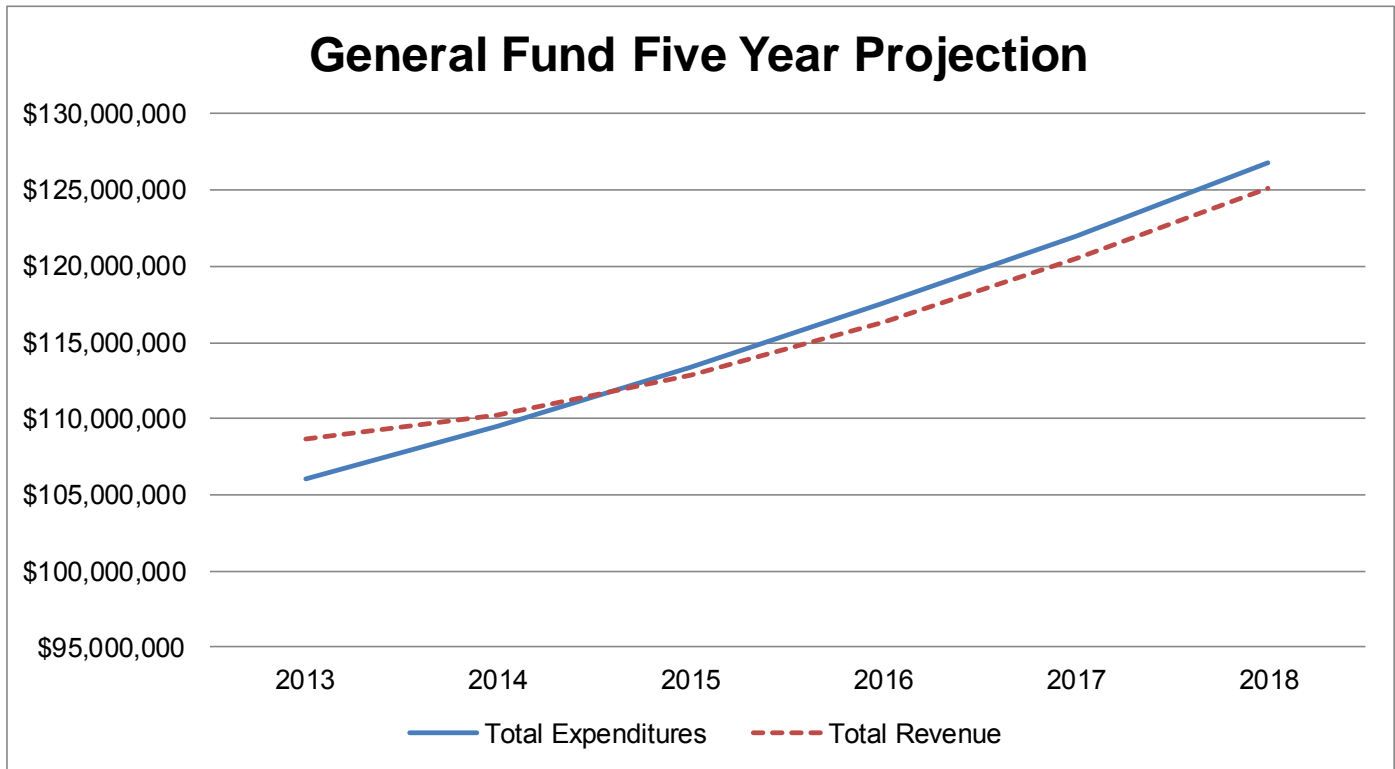
During 2012 the District's achievements were many and varied:

- Land acquisitions of 2,400 acres at a cost of \$15 million were completed in 2012.
- The District celebrated the opening of the Big Break Visitor's Center at the Delta, the first new District visitor's center opening in 38 years.
- \$25 million Promissory Notes for field and administrative facilities replacement and renovation were issued at historically low interest rates.
- Master Plan update public hearings were completed and public comments received and incorporated.
- The Major Infrastructure Renovation and Replacement Fund was established to accumulate resources to fund future District needs such as paving, water utilities, bridges, pipes and pumps, etc.
- All contracts related to \$10 million TIGER II projects were issued, thus obligating the federal funds prior to the September, 2012 deadline.

**BUDGET INITIATIVES AND LONG-TERM FINANCIAL PLANS**

2013 was the first budget in 4 years to include General Fund budgeted revenue in excess of General Fund appropriations. In 2009 the Board of Directors committed \$9 million of fund balance for 2011-2015 revenue augmentation (smoothing) to be used to fill the anticipated gap between operating resources and uses. Although the use of this committed fund balance was budgeted in 2010, 2011 and 2012, it was not used, as revenue consistently surpassed budget and expenditures never exceeded appropriations. As a result of the improved economy, and with a continued conservative approach to appropriation funding levels, going forward it is prudent to budget revenues in excess of expenditures and no longer consider the use of General Fund committed fund balance as a resource to fund operations,

That said, the District’s major revenue source for operations is property tax. It is forecasted to grow between 2% and 5% for the next twenty years. The challenge will be managing the pent up demand for more staff, ever increasing personnel costs, especially health and pension benefits, new facility openings, infrastructure maintenance, and funding new initiatives, all within the limited annual growth expected in operating revenue. As demonstrated by the graph below, the General Fund five year forecast produces a “gap” between forecasted revenues and projected expenditures, which will require vigilant control of discretionary costs.



	2013	2014	2015	2016	2017	2018
Total Revenue	\$ 108,656,300	\$ 110,184,786	\$ 112,867,651	\$ 116,361,832	\$ 120,471,734	\$ 125,059,205
Total Expenditures	106,004,460	109,506,472	113,374,953	117,521,152	121,967,657	126,741,999
Available / (Gap)	\$ 2,651,840	\$ 678,313	\$ (507,303)	\$ (1,159,319)	\$ (1,495,923)	\$ (1,682,794)

Assumptions used for revenue projections include:

1. Property tax projections based upon Beacon’s average annual forecast (ranging from 2% to 4.1% per year),
2. 1% annual increase in fees and charges and other revenue,
3. Loss of Flexivan revenue in 2014, followed by 1% annual growth in property usage revenue,
4. 1% increase in investment revenue in 2014 followed by 3% annual growth in the subsequent years,
5. 3% annual increase in transfers in, resulting from the increase in revenue from ECCC HCP properties which fund General Fund expenditures for activities on those properties.

Assumptions used for expenditure projections include:

1. 1% annual increase for salaries, retirement costs and supplies and services,

2. 10% annual benefit cost increase,
3. 4.4%-4.8% annual increase in required transfers out (for personnel costs included in other funds),
4. No change in debt service, capital expenditures, inter-agency commitments,
5. No discretionary transfers, for example to fund infrastructure and capital projects.
6. No "pipeline" additions, no resources provided for operating new facilities or increased acreage.

Additionally, with the \$25 million bond proceeds from the 2012 Promissory Notes, organizing and prioritizing field and administration renovation and replacement projects will be required to be integrated along with the capital projects funded through grants and Measure WW proceeds.

Finally, an integral part of the District's long term financial plans is to continue the implementation, expansion and refinement of performance management and measures as a budget and strategic planning tool. As newly available resources are provided, corresponding performance objectives and measures will be required to demonstrate the outcomes and effectiveness of the use of those resources.

#### **AWARDS AND ACKNOWLEDGEMENTS**

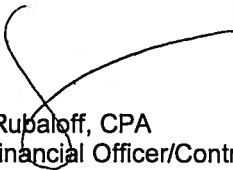
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the Fiscal Year Ended December 31, 2011. This was the twelfth consecutive year that the District was awarded this prestigious national award. The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. In order to be awarded a Certificate, the District must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards and satisfy generally accepted accounting principles and applicable legal requirements. These requirements are above and beyond the minimum levels of required financial reporting used by many public agencies.

A Certificate of Achievement for Excellence in Financial Reporting is valid for one year. We believe that our current report continues to conform to the Certificate of Achievement requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The successful preparation and timely completion of this Comprehensive Annual Financial Report is a significant endeavor by the Finance Department. It could not have been achieved without contributions from each member of the Finance Department. I would like to express my appreciation to Accounting Manager, Kimberly Balingit, Assistant Finance Officer, Deborah Spaulding and Audit Manager, David Sumner, for their contributions. The contribution of the other District staff, who responded to the many questions and requests for detailed information, is also appreciated. The Finance staff also expresses gratitude for the leadership and support provided by Assistance General Manager of Finance and Management Services, Dave Collins, and General Manager, Robert Doyle, and their confidence in the Department's pursuit in this undertaking.

Finally, I would like to thank the members of the Board of Directors, for their leadership, interest and continued support for the initiatives that are offered for improving financial operations and enhancing the quality of services provided by the District to our constituents.

Respectfully submitted,



Cinde Rupaloff, CPA  
Chief Financial Officer/Controller

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

East Bay Regional Park  
District, California

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Christopher P. Mouill*

President

*Jeffrey R. Emer*

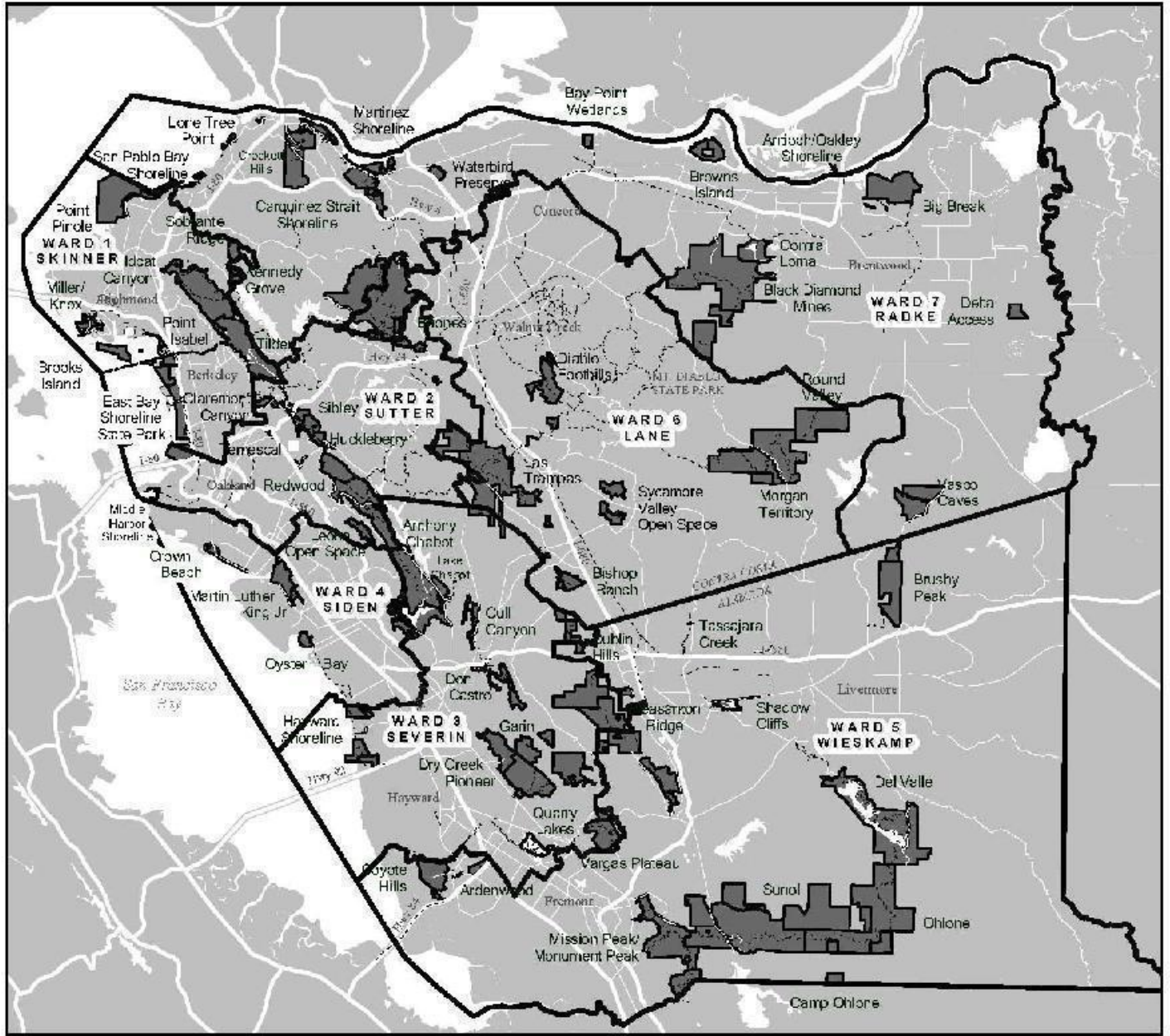
Executive Director



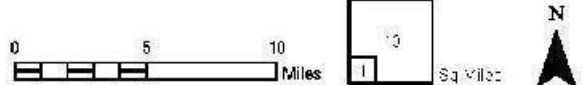


# EAST BAY REGIONAL PARK DISTRICT

Environmental Review  
& EIR/EA Volume 1  
Infrastructure Project  
14.1 Exhibit  
8/26/11-09/08/11 - 10/26/11

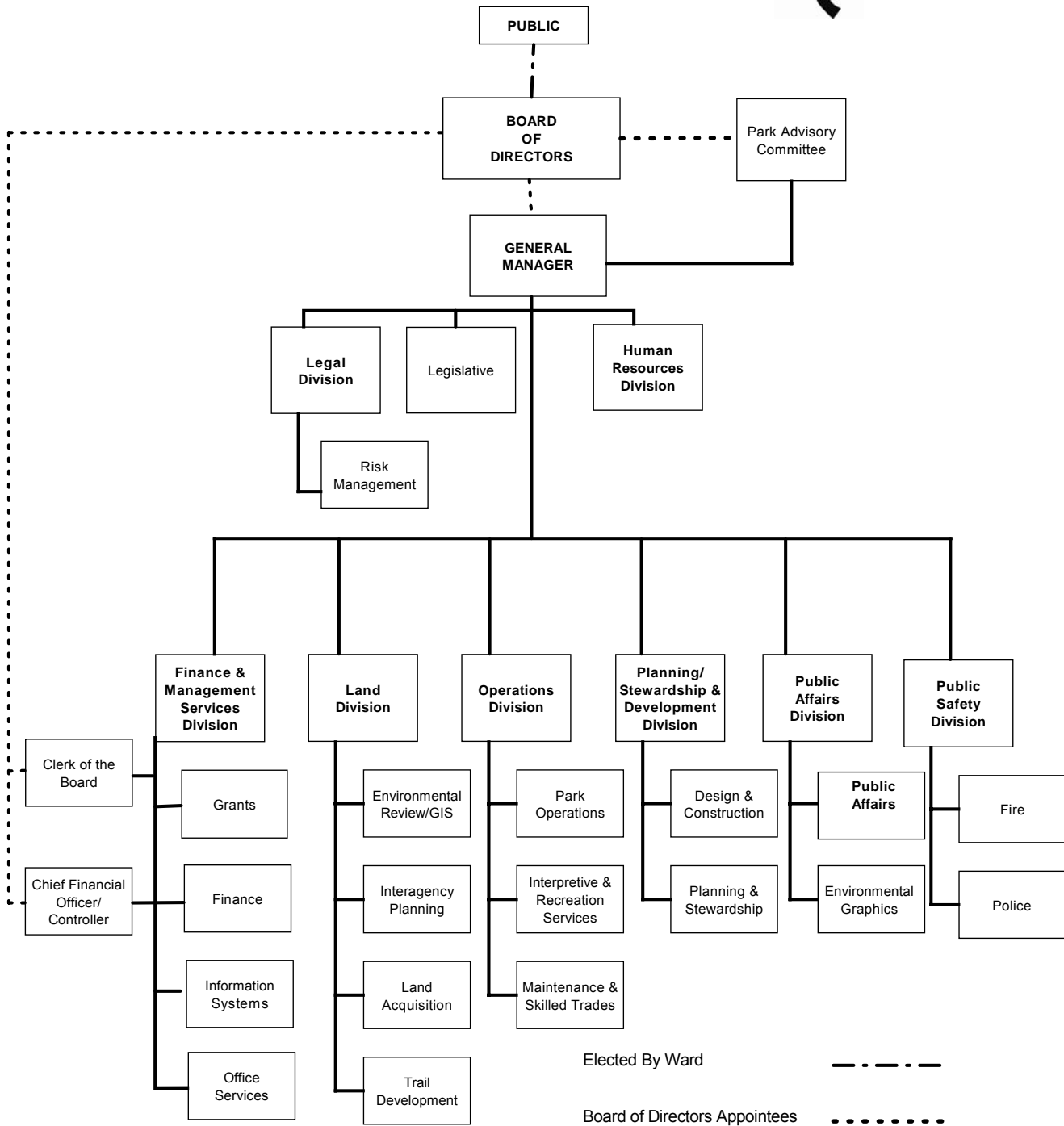


- EBRPD Regional Trails
- Main Roads
- Freeways
- EBRPD Lands
- County Boundary



# EAST BAY REGIONAL PARK DISTRICT

## Organizational Chart



Elected By Ward - - - - -

Board of Directors Appointees . . . . .

Staff Supervision / Coordination \_\_\_\_\_

**Elected Board of Directors**

Whitney Dotson	Ward 1
John Sutter	Ward 2
Carol Severin	Ward 3
Doug Siden	Ward 4
Ayn Wieskamp	Ward 5
Beverly Lane	Ward 6
Ted Radke	Ward 7

**Administrative Personnel**

Robert Doyle	General Manager
Mike Anderson	Assistant General Manager, Planning/Stewardship/Development Division
Tim Anderson	Assistant General Manager, Public Safety Division
Carol Johnson	Assistant General Manager, Public Affairs Division
Dave Collins	Assistant General Manager, Finance/Management Service Division
Bob Nisbet	Assistant General Manager, Land Division
Jim O'Connor	Assistant General Manager, Operations Division
Ted Radosevich	Assistant General Manager, Legal Division
Cinde Rubaloff	Chief Financial Officer/Controller, Finance Department
Susan Gonzales	Human Resources Manager, Human Resources Division
Allen Pulido	Clerk of the Board



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VAVRINEK, TRINE, DAY  
& COMPANY, LLP  
*Certified Public Accountants*

VALUE THE DIFFERENCE

## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
East Bay Regional Park District  
Oakland, California

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Bay Regional Park District (the District), as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

## **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 District as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America. As described in Note 1 to the financial statements, in 2012, the District adopted new accounting guidance, GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, and GASB Statement No. 66, *Technical Corrections*. Our opinion is not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated May 17, 2013, on our consideration of the District'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering District's internal control over financial reporting and compliance.

*Varrinek, Trine, Day & Co., LLP*

Pleasanton, California  
May 17, 2013

**East Bay Regional Park District  
Management's Discussion and Analysis  
For the year ended December 31, 2012**

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We, the management of the East Bay Regional Park District, offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with the District's financial statements, which follow this section, and the additional information that we have furnished in our Transmittal Letter at the front of this report.

**FINANCIAL HIGHLIGHTS**

As reported on the District's Government-Wide Statement of Net Position, the assets of the District exceeded its liabilities at December 31, 2012, by \$639.2 million (net position). Of this amount, \$461.6 million was the net investment in capital assets. Restricted net position totaled \$41.4 million and was comprised of the following restrictions:

Third party agreements*	\$23.9 million,
Debt service	\$12.7 million,
State statute	\$4.8 million.

\*expendable and nonexpendable

The District's unrestricted net position totaled \$136.2 million.

Total net position increased by \$23.2 million over the prior year, an increase of 3.8%. The net position percent increase was consistent with the net position percent increase in 2011.

As reported on the District's governmental fund financial statements, total fund balance was \$215.4 million, an increase of \$1.5 million, 0.7%, from the prior year.

The General Fund had an increase in fund balance of \$2.3 million, as reported on the District's governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances, which resulted in December 31, 2012 total fund balance of \$93.4 million, an increase of 2.5% over the prior year. Revenue was 6.3% over budget (\$6.3 million) and expenditures were 4.2% under budget (\$4.3 million).

Debt Service Fund had a decrease of \$1.7 million (11.7%) and an ending fund balance of \$12.8 million. The decrease was attributable to 2012 debt service payments from funds held by fiscal agent.

Project Fund had a decrease of \$0.2 million (.2%) and an ending fund balance of \$87.2 million.

All other non-major governmental funds had a combined increase of \$1.1 million (5.2%) and an ending fund balances of \$22.1 million.

**East Bay Regional Park District  
Management's Discussion and Analysis  
For the year ended December 31, 2012**

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**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements, which are comprised of three components: (1) Government-Wide Financial Statement, (2) Fund Financial Statements, and (3) Notes to the Financial Statements. This report also contains other supplementary information in addition to the Basic Financial Statements.

**Government-Wide Financial Statements**

The Government-Wide Financial Statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

- The Statement of Net Position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the District's financial position.
- The Statement of Activities present the change in the District's net position during the current year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g. unearned revenue, earned but unused vacation leave, and deferred inflows and outflows of resources).

The District has only governmental-type activities, activities that are principally supported by taxes and intergovernmental revenues. The District has no business-type activities, activities that are intended to recover all or a significant portion of their costs through user fees and charges. The governmental functions of the District include the following divisions: Executive/Legislative, Finance/Management Services, Human Resources, Land, Legal, Operations, Planning/Stewardship/Development, Public Affairs and Public Safety.

The Government-Wide Financial Statements can be found beginning on page 32 of this report.

**Fund Financial Statements**

The fund financial statements are designed to report information about groupings of related accounts, which are used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into the following three categories: governmental funds, proprietary funds, and fiduciary funds.

- Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-Wide Financial Statements. However, unlike the Government-Wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating the District's near-term financing requirements.

Since the focus of governmental funds is narrower than that of the Government-Wide Financial Statements, it is useful to compare the information presented for governmental funds in the Governmental Fund Financial Statement with similar information presented for governmental activities in the Government-Wide Financial Statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance provide reconciliations (pages 37 and 40) to facilitate

**East Bay Regional Park District  
Management's Discussion and Analysis  
For the year ended December 31, 2012**

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**OVERVIEW OF FINANCIAL STATEMENTS, continued**

the comparison between governmental funds and governmental activities.

The District maintains several individual governmental funds organized according to their type (special revenue, permanent, debt service, and capital projects). Information is presented separately in the Governmental Fund Balance Sheet (page 36) and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance (page 40) for the General Fund and the other major funds, the Debt Service Fund and the Project Fund. Data from the remaining governmental funds is combined into a single, aggregated presentation, entitled non-major governmental funds. Individual fund data for each non-major fund is provided in the Combining Governmental Fund Balance Sheet (beginning on page 96) and the Combining Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance (beginning on page 98).

- Proprietary funds are generally used to account for services for which customers are charged – either outside customers or internal units or departments of the District. These funds utilize the accrual method of accounting. The District's only proprietary funds are internal service funds.

Internal service funds are used to report activities that provide supplies and services for certain District programs and activities. The District uses internal service funds to account for workers' compensation, general liability, major infrastructure renovation and replacement, major equipment replacement, and employment benefit activities. The internal service funds are combined into a single, aggregated presentation in the Proprietary Fund Financial Statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in the report.

The Proprietary Fund Financial Statements begin on page 46 of this report. The internal service funds combining statements are on pages 110-115.

- Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Since the resources of these funds are not available to support the District's own programs, they are not reflected in the Government-Wide Financial Statements. These funds utilize the accrual method of accounting.

The Fiduciary Fund Financial Statements begin on page 50 of this report.

**Notes to the Financial Statements**

The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the Government-Wide Financial Statements and Fund Financial Statements. The notes to the financial statements can be found beginning on page 54 of this report.

**Other Required Supplementary Information (RSI)**

The RSI includes two types of information. The District's general budgetary information is presented in this section, followed by the General Fund Budgetary Comparison Schedule. This comparison demonstrates General Fund compliance with the legal provision of 2012 appropriations.

Additionally, the RSI section includes information on the District's funding progress for the retirement plans and the post-employment health care plan (OPEB).

RSI begins on page 88 of this report.



**East Bay Regional Park District  
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**OVERVIEW OF FINANCIAL STATEMENTS, continued**

**Supplementary Information**

In addition to the basic financial statements and the accompanying notes, this report presents certain supplementary information. In this section are the combining and individual fund statements of the non-major governmental funds and the internal service funds. Budgetary comparison schedules are provided for all governmental funds in this section also.

Supplementary information begins on page 95.

**GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS**

**Statement of Net Position**

As noted earlier, net position is an indicator of a government's financial position. The net position of the District (the amount by which assets exceeded liabilities) at the end of the year was \$639.2 million.

The largest portion of net position (72%) reflected the net investment in capital assets. The District uses these assets to provide services to constituents; thus these assets are not available for future spending. Although the District's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources because the capital assets cannot be used to liquidate these liabilities.

An additional portion of the District net position (6%) represents resources that are subject to external restrictions. The remaining balance (21%) of the unrestricted net position may be used to meet the District's ongoing obligations to constituents and creditors, subject to restrictions of various funding sources, as applicable.

2012 capital asset additions totaled \$27 million, and when netted with depreciation expense of \$8 million, resulted in the \$19 million increase in net investment in capital assets. Related debt increased \$6 million and unspent proceeds increased \$3 million. This resulted in an increase of net position invested in capital assets of \$16.5 million.

Restricted net position has been revised to show types of restriction, including the non-expendable versus the expendable portion of the restricted amounts. The reduction in total restricted is attributed to the reduction in net position restricted for projects.

Unrestricted net position increased by \$30 million mainly as a result of current year revenue over expenses.

Beginning balance of net position was restated as a result of the implementation of GASB number 65 and elimination of bond issuance costs which were recorded as deferred debt charges asset. Additionally beginning balance net position was restated for prior period adjustment to capital assets. 2012 change in net position is \$23,163,081 less impact of prior period adjustments of (\$375,913) results in change as reported in the following table of \$22,787,168. See note 18 for details.

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**GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued**

Comparison of assets and liabilities follow:

- Overall cash and restricted cash with fiscal agent increased \$8 million, mainly due to the issuance of \$25 million in new debt during 2012, offset with \$19 million in debt service payments. The balance of the cash increase of \$2 million was mainly due to operating revenue in excess of operating expenditures.
- Accrued bond issuance costs (reported as deferred charges) of \$1 million were removed from the assets as a result of the implementation of GASB number 65, and beginning net position was restated for 2012.
- Other assets increased as a result of receivable related to redevelopment tax increment revenue, as well as an addition of a new note receivable and a piece of land held for resale.
- Capital assets net increase was mainly attributed to land purchases.
- Long-term liability increase resulted from the netting of increase in debt of \$5 million, with the reduction in claims of \$1 million. Claim liability is based upon information presented in the current actuary report.

Please see Notes for details of both capital assets and long-term debt (notes 5 and 7 respectively).

The following table is a comparison between 2012 and 2011 assets, liabilities and net position.

**Summary Statement Net Position  
Total Primary Government  
As of December 31, 2012, and 2011 (in thousands)**

	<b>Governmental Activities</b>		
	<b>2012</b>	<b>2011</b>	<b>Total Change</b>
<b>Assets:</b>			
Current and other assets	\$ 268,011	\$ 258,942	\$ 9,069
Capital assets, net of depreciation	549,866	530,835	19,031
Total assets	817,877	789,777	28,100
<b>Deferred outflows of resources</b>	178	-	178
<b>Liabilities:</b>			
Other liabilities	15,711	14,863	848
Long-term liabilities	162,376	158,475	3,901
Total liabilities	178,087	173,338	4,749
<b>Deferred inflows of resources</b>	742	-	742
<b>Net Position:</b>			
Net investment in capital assets	461,618	445,134	16,484
Restricted	41,364	64,277	(22,913)
Unrestricted	136,245	107,028	29,217
Total net position	\$ 639,226	\$ 616,439	\$ 22,787

**East Bay Regional Park District  
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**GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued**

**Statement of Activities**

2012 net position increase of \$22.8 million is comparable to the prior year.

Program revenue declined \$7.8 million in 2012 compared to 2011:

- Finance/Management Services Division (FMS) decreased \$1 million in the category of capital grants, which was state grant revenue received in prior year only.
- Land Division reduction was \$1 million, resulting from the net impact of \$1 million increase in current year project related state grant revenue recognition, which was offset by \$2 million less cash received from project related state grants.
- Operations Division had increase in operating grants of \$1.8 million, which was offset by reduction in charges for services of \$3.3 million, \$2.3 million related to interagency agreements (2011 one-time payment from SFPUC) and \$1 million related to reduction in GASB 34 adjustment for the recognition of earned revenue.
- Planning/Stewardship/Development Division (PSD) had decrease in program revenues totaling \$3.6 million, which resulted from the decrease in earned state capital grants and earned interagency agreement revenue.

General revenue property tax increased \$5 million as a result of rebounding assessed property valuation, while general obligation bond property tax revenue decreased due to reduced debt levy amount corresponding to decreased debt service requirements.

Expenses declined \$6 million in 2012, compared to 2011.

- FMS decrease of \$2 million was a result of lower reimbursements to local agencies for the Measure WW local grant program and reduction in services in the Project Fund.
- Operations decrease of \$2.4 million was attributed to year-end adjustments for GASB 34. Modified cash basis expenditures were comparable to prior year, but adjustment for internal service fund lookback was a reduction in expenses in 2012 as opposed to an increase in expenses in 2011. Likewise, adjustment for compensated absences was a decrease to 2012 expenses, but an increase in 2011 expenses.
- PSD decrease of \$1.4 million was attributed to reduction in services in the Project Fund.

See following table for comparison between 2012 and 2011 activity.

**East Bay Regional Park District  
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**GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued**

**Summary Statement of Activities  
Total Primary Government  
For the Years Ended December 31, 2012, and 2011 (in thousands)**

	Governmental Activities				Total Change	Change in %
	2012	% of Total	2011	% of Total		
<b>Revenues:</b>						
Program Revenues						
Charges for services	\$ 19,250	12%	\$ 24,333	15%	\$ (5,083)	-3%
Operating grants and contributions	6,929	4%	1,777	1%	5,151	3%
Capital grants and contributions	11,324	7%	19,189	12%	(7,865)	-5%
General Revenues						
General property tax	95,554	61%	90,798	56%	4,756	5%
General obligation bond property tax	20,532	13%	22,884	14%	(2,352)	-1%
Unrestricted interest	741	0%	848	1%	(107)	0%
Debt/bond related interest	258	0%	611	0%	(353)	0%
Extraordinary Item	-	0%	761	0%	(761)	0%
Endowment Contribution	846	1%	-	0%	846	1%
Total revenues	<u>\$ 155,435</u>	<u>100%</u>	<u>\$ 161,203</u>	<u>100%</u>	<u>\$ (5,768)</u>	
<b>Expenses:</b>						
Executive/Legislative Division	\$ 1,771	1%	\$ 2,109	2%	\$ (338)	0%
Finance/Management Services Division	22,146	17%	24,209	17%	(2,063)	-1%
Human Resources Division	1,901	1%	2,210	2%	(309)	0%
Land Division	3,091	2%	2,555	2%	535	0%
Legal Division	1,089	1%	1,206	1%	(117)	0%
Operations Division	61,499	46%	63,926	46%	(2,427)	0%
Planning/Stewardship/Develop Division	9,911	7%	11,282	8%	(1,371)	-1%
Public Affairs Division	3,101	2%	2,968	2%	133	0%
Public Safety Division	22,702	17%	22,852	16%	(150)	1%
Interest on long-term debt	5,060	4%	5,313	4%	(253)	0%
Total expenses	<u>\$ 132,271</u>	<u>100%</u>	<u>\$ 138,631</u>	<u>100%</u>	<u>\$ (6,359)</u>	

**East Bay Regional Park District  
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**FUND FINANCIAL STATEMENT ANALYSIS**

The District uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

**GOVERNMENTAL FUNDS**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available to provide services. In particular, unreserved fund balance may serve as a useful measure of a government's net spendable resources.

The District governmental funds are comprised of the General Fund, Debt Service Fund, and Project Fund, which are all major funds. Additionally, governmental funds include non-major funds, which are comprised of all special revenue and permanent funds. At December 31, 2012 the District governmental funds had a combined fund balance of \$215.4 million, an increase of \$1.5 million from 2011.

**Asset and liability analysis:**

- Increase in total assets of \$4.5 million was attributed to General Fund cash (\$3.5 million) and other assets (\$2.5 million), offset by decrease in General Fund prepaid and due from other funds (\$1.5 million). Cash increase was the result of revenue over expenditures, plus increase in sources of cash (resulting from increased liability balances). Other asset increase was attributed to accrual of receivable related to redevelopment (RDA) tax increment revenue. Decrease in prepaid was result of annual amortization of prepaid CalPERS side-fund payoff asset. Decrease in due to other fund was result of General Liability Fund repayment of a portion of 2011 advance.
- Total liabilities increased \$3.6 million in the categories of accounts payable and deferred revenue. The former is in all funds and the latter is in the General Fund and Project Fund. Increase in accounts payable was result of year-end timing. Increase in deferred revenue in General Fund was the RDA amount. Increase in Project Fund was the result of increase in grants revenue, unbilled and thus unavailable.
- Committed fund balance increased \$15.9 million as a result of 2012 Board action reclassifying amounts historically designated, which were treated as assigned or unassigned in 2011 due to GASB number 54 requirements. Board action included reinstatement of land acquisition/development, fire fuel reduction grant match (previously entitled fire claim recoveries) and revenue take-away contingency (previously entitled economic uncertainty). See note 9 for detail of all fund balance categories.
- Change in fund balance between 2011 and 2012 was \$1,475,410. Prior period adjustment restating fund balance in General Fund, Project Fund and non-major Landscape and Lighting District Fund totaled \$528,804. (See note 18 for details of prior period adjustment.) Difference is \$946,606, per following table.

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**FUND FINANCIAL STATEMENT ANALYSIS**

**Governmental Funds – Summary Balance Sheet**  
As of December 31, 2012 and 2011 (in thousands)

		<b>2012</b>	<b>2011</b>	<b>Total Change</b>
<b>Assets</b>		\$ 235,125	\$ 230,600	\$ 4,525
<b>Liabilities</b>		13,326	16,168	(2,842)
<b>Deferred inflows of resources</b>		6,421	-	6,421
<b>Fund balance:</b>				
	Non-spendable	13,106	11,669	1,437
	Restricted	93,983	94,935	(952)
	Committed	70,717	54,814	15,902
	Assigned	1,777	7,845	(6,068)
	Unassigned	35,796	45,168	(9,372)
	Total fund balance	215,378	214,432	946
<b>Total liab/def inflows/fund balance</b>		\$ 235,125	\$ 230,600	\$ 4,525

Revenue and expenditure analysis:

- Increase in property tax revenue in the General Fund was due to increase in assessed values as well as additional amounts received due to the dissolution of redevelopment agencies. Decrease in interagency agreements/grants was in Project Fund. During 2010 and 2011 the District received extraordinary amounts of governmental grant revenue (to purchase property). In 2012 governmental grant revenue decreased, but the Project Fund did receive significant private grants for property purchases, which accounted for the increase in miscellaneous revenue.
- Decrease in expenditures was a result of a significant decline in debt service and capital outlay, in the Debt Service and Project Funds, which were slightly offset with 2-3% increases in Operations and Public Safety operating expenditures in the General Fund, as staffing levels returned to normal levels, after hiring freeze in prior two years.

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**FUND FINANCIAL STATEMENT ANALYSIS, continued**

**Governmental Funds - Revenues Classified by Source, Expenditures Classified by Function**  
For the Years Ended December 31, 2012 and 2011 (in thousands)

			2012	% of Total	2011	% of Total	Total Change	Change in %
<b>Revenues:</b>								
	Property tax/assessments	\$	123,425	81%	\$	121,602	76%	\$ 1,823 6%
	Charges for services		8,998	6%		9,448	6%	(450) 0%
	Interest/property usage		3,458	2%		3,978	2%	(520) 0%
	Interagency agreements/grants		10,199	7%		23,953	15%	(13,754) -8%
	Miscellaneous		5,987	4%		2,049	1%	3,938 3%
	<b>Total revenue</b>	<b>\$</b>	<b>152,067</b>	<b>100%</b>	<b>\$</b>	<b>161,029</b>	<b>100%</b>	<b>\$ (8,963)</b>
<b>Expenditures:</b>								
	<b>Current:</b>							
	Executive/Legislative	\$	1,789	1%	\$	1,961	1%	\$ (173) 0%
	Finance/Management Services		21,884	12%		23,560	13%	(1,676) 0%
	Human Resources		1,997	1%		2,086	1%	(89) 0%
	Land		3,125	2%		2,470	1%	655 0%
	Legal		1,253	1%		1,140	1%	113 0%
	Operations		57,212	33%		55,053	29%	2,159 3%
	Planning/Stewardship/Develop		10,066	6%		10,822	6%	(756) 0%
	Public Affairs		3,118	2%		2,853	2%	265 0%
	Public Safety		23,819	14%		21,455	11%	2,365 2%
	Debt service		24,766	14%		31,420	17%	(6,654) -3%
	Capital Outlay		26,379	15%		34,249	18%	(7,870) -3%
	<b>Total expenditures</b>	<b>\$</b>	<b>175,408</b>	<b>100%</b>	<b>\$</b>	<b>187,069</b>	<b>100%</b>	<b>\$ (11,660)</b>

**General Fund** – This fund is the main operating fund of the District and represents the largest accounting entity of District governmental funds. The 2012 primary funding source for the General Fund was property tax revenues, which totaled \$95 million, and was 89% of General Fund total revenue of \$107.2 million. The property tax increased by \$4 million over prior year as assessed valuations began to rebound in 2012. Furthermore approximately \$3 million additional property tax was attributed to the dissolution of redevelopment agencies. The next largest revenue source was charges for services, \$8.9 million, consistent with the prior year. All other revenue sources were consistent with prior year.

The 2012 General Fund primary functional expenditures were in the Operations Division, which totaled \$50.5 million, a \$2 million increase over 2011, which accounted for 52% of total General Fund expenditures, consistent with the prior year. The Public Safety Division, second in magnitude with expenditures of \$22.1 million, \$1.7 million greater than 2011, comprised 23% of total General Fund expenditures, also consistent with 2011. In fact all divisions expenditures as a percent of total expenditures were consistent with prior year.

**East Bay Regional Park District  
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**FUND FINANCIAL STATEMENT ANALYSIS, continued**

At the end of 2012, the fund balance of the General Fund was \$93.4 million, an increase of \$2.3 million from the restated beginning balance. The fund balance has been re-categorized in compliance with GASB 54 and is comprised of \$6.1 million non-spendable (6.5%), \$0.8 million restricted (0.8%), \$50.7 million committed (54.4%), and \$35.8 million unassigned (38.3%). Detail of each category is provided in Note 9.

**Debt Service Fund** - This fund accounts for all resources accumulated to pay principal and interest due on the District's outstanding 2012 Promissory Notes, 2002 Limited Obligation Refunding Debt, Measure AA debt obligations, including 2006, 2008 and 2009 refundings, as well as Measure WW series 2009A. Revenues for the Measure AA and Measure WW general obligation bonds are derived from a voter-approved property tax rate levied in Alameda and Contra Costa counties, which are restricted for only this purpose. The 2012 Promissory Notes and 2002 Limited Obligation debt service is funded by limited ad valorem property taxes levied in Alameda and Contra Costa Counties. Revenue from debt levies decreased \$2 million in 2012 due to reduction in debt service requirements for Measure AA and Measure WW bonds. Corresponding decrease in debt service was \$7 million. Use of Measure AA fund balance was \$2 million.

**Project Fund** – This fund accounts for revenues received and expenditures related to acquisition of land for parks, open space, trails and for project costs associated with park facilities and trail development and improvement. Additionally, unspent bond proceeds are accounted for in this fund. Grant revenues decreased \$10.8 million in the Project Fund from 2011, contrasted by the change in bond proceed funds, which increased by \$25 million in 2012 as a result of the issuance of the 2012 Promissory Notes. Project expenditures decreased \$7.5 million compared to 2011 because land acquisitions were lower.

**Non-major Governmental Funds** - All special revenue funds are included in the category of non-major funds. Additionally, permanent funds established for legal endowments are non-major funds. All non-major fund revenue and expenditures compare to 2011 with the exceptions of "other special revenue" funds where revenue was \$.5 million higher in 2011 as the result of a two large one-time gifts, and Permanent Fund in which 2012 revenue increased by \$900,000 as a result of the receipt of new permanent endowments.

Special revenue funds include:

Landscape and Lighting Districts:

- o Alameda County – Contra Costa County Regional Trails
- o East Contra Costa County

Zones of Benefit:

- o Five Canyons
- o Dublin Hills
- o Walpert Ridge
- o San Ramon Hills
- o Stone Valley
- o Gateway Valley/Sibley Volcanic

Measure CC (Public Safety & Environmental Maintenance Zone)

Mitigation Fund

Other Special Revenue:

- o Martin Luther King, Jr. Intern Program
- o Ardenwood/Coyote Hills Trail
- o Private Gifts
- o Public Safety Asset Seizure and Forfeitures

Measure WW Local Grant Program



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**FUND FINANCIAL STATEMENT ANALYSIS, continued**

**PROPRIETARY FUNDS**

The District's proprietary funds include only internal service funds, which are used to finance and account for special activities performed by a designated department for other departments in the District, generally on a cost-reimbursement basis. Functions accounted for in this category include:

- Workers' Compensation
- Major Infrastructure Renovation and Replacement
- Major Equipment Replacement
- General Liability
- Employee Benefits

**Proprietary Funds – Summary Balance Sheet**  
As of December 31, 2012 and 2011 (in thousands)

	<b>2012</b>	<b>2011</b>	<b>Total Change</b>
<b>Assets</b>	\$ 30,880	\$ 26,262	\$ 4,618
<b>Liabilities</b>	12,261	13,683	(1,422)
<b>Total net position</b>	\$ 18,619	\$ 12,579	\$ 6,040

Comparisons of 2012 and 2011 balances and activity:

- The increase in assets of \$4.6 million was attributed to: a) the increase in cash and investments in the Workers' Compensation fund, as revenue exceeded expenses by \$1.0, b) funding of new Major Infrastructure Renovation/Replacement Fund with a cash balance of \$2.8 million, c) \$0.8 million increase in Major Equipment Replacement cash balance.
- Liability balances were comparable to prior year, except in Workers' Compensation and General Liability Funds, where accruals for claims decreased \$1.4 million.
- Change in net position between 2011 and 2012 was \$5,520,964. Prior period adjustment impact on General Liability Fund was \$528,804. The combination results in the change of \$6,039,768 in the above table.
- Operating revenues were slightly higher in all funds except Employee Benefit Fund, which was consistent with prior year. General Liability Fund also had insurance proceeds as extraordinary item revenue in the prior year.
- Operating expenses declined significantly from 2011 due to the prior year inclusion of Tilden Corporation Yard fire related costs in the General Liability Fund cost of services. Additionally, Workers' Compensation and General Liability Funds had significant decreases in claim costs.

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**FUND FINANCIAL STATEMENT ANALYSIS, continued**

**Proprietary Funds - Revenues Classified by Source, Expenses Classified by Function**  
 For the Years Ended December 31, 2012 and 2011 (in thousands)

		2012	% of Total	2011	% of Total	Total Change	Change in %
<b>Revenues:</b>							
	Charges for services	\$ 11,054	95%	\$ 9,646	97%	\$ 1,408	-3%
	Other revenue	618	5%	261	3%	357	3%
	<b>Total revenue</b>	<b>\$ 11,672</b>	<b>100%</b>	<b>\$ 9,907</b>	<b>100%</b>	<b>\$ 1,765</b>	
<b>Expenses:</b>							
	Cost of services	\$ 4,111	58%	\$ 8,325	108%	\$ (4,214)	-50%
	Claims	1,661	23%	4,276	55%	(2,615)	-32%
	General and administrative	1,344	19%	755	10%	589	9%
	<b>Total expenses</b>	<b>\$ 7,115</b>	<b>100%</b>	<b>\$ 7,707</b>	<b>100%</b>	<b>\$ (2,027)</b>	

**East Bay Regional Park District  
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**GENERAL FUND BUDGETARY HIGHLIGHTS**

General Fund actual revenue was greater than final budgetary estimates by \$6.3 million, the majority of the variance due to the receipt of higher than anticipated property tax revenue.

Actual expenditures were less than appropriations by \$4.3 million. The largest positive variance between actual expenditures and appropriations was in the Operations Division (\$1.6 million or 1.7% of General Fund budget). The largest variance in expenditure type was salary/benefits, which was less than budget by \$2.5 million, and services, which was less than budget by \$1.3 million. The former was due to staff vacancies; the latter was due to unspent appropriations for repairs and maintenance, as well as unspent budget mainly in the PSD Division for other services.

The original budget was amended throughout the year as approved by either the Board of Directors or by the General Manager, in accordance with Board Operating Guidelines. Increases in General Fund revenue budgets (including transfers in) totaled \$1.4 million. Increase in General Fund appropriations totaled \$4.9 million (including transfers out). Actual and budgeted transfers out increased \$4 million, \$2.5 million of which provided initial funding for the new Major Infrastructure Renovation and Replacement Fund and \$1.5 million of which funded projects.

**General Fund Budget – Actual --Variances**  
As of December 31, 2012 and 2011 (in thousands)

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>2012 Variance</b>	<b>2011 Variance</b>	<b>Total Change</b>
<b>Revenue</b>	\$ 100,606	\$ 100,808	\$107,155	\$ 6,347	\$ 3,719	\$ 2,628
<b>Expenditures</b>	100,954	101,785	97,463	4,322	5,167	(845)
<b>Revenue over expenditures</b>	(349)	(977)	9,692	10,668	8,886	1,782
<b>Other Sources (uses)</b>	(5,064)	(7,920)	(7,406)	514	3,166	(2,652)
<b>Net change in fund balance</b>	\$ (5,412)	\$ (8,897)	\$ 2,286	\$ 11,183	\$ 12,052	\$ (869)

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**CAPITAL AND DEBT ADMINISTRATION**

**Capital Assets Net**

The District's investment in capital assets for its governmental activities as of December 31, 2012 equaled \$549.9 million (net of accumulated depreciation). Detailed information about the components of capital assets is included in Note 5. Beginning balance of construction in progress was restated as a result of the prior period adjustment. 2012 change in total capital assets net was \$18,335,919 plus prior period adjustment of \$695,226 results in the change noted in the table below of \$19,031,145. The preponderance of the net capital assets increase is attributed to land acquisitions.

**Capital Assets (net of depreciation) - Governmental Activities**  
As of December 31, 2012, and 2011 (in thousands)

	2012	2011	Change	% Change
<b>Description</b>				
Land and trails	\$ 368,916	\$ 354,424	\$ 14,492	4%
Historical structures	1,552	750	802	107%
Construction in progress	34,224	32,689	1,535	5%
Improvements	135,380	132,591	2,789	2%
Equipment	9,794	10,381	(587)	-6%
Total	<u>\$ 549,866</u>	<u>\$ 530,835</u>	<u>\$ 19,031</u>	<u>4%</u>

**Debt Administration**

Information about the District's outstanding debt is included in Note 7 of the financial statements. As of December 31, 2012, the District had \$137.4 million in long-term debt outstanding as summarized below. This table does not include debt valuation/premium or discount amounts. The increase was due to the issuance of 2012 Promissory Notes. The decreases were attributable to normal principal payments made during 2012.

**Long-Term Debt - Governmental Activities**  
As of December 31, 2012 and 2011 (in thousands)

	2012	2011	Change	% Change
<b>Description</b>				
General Obligation Bonded Debt	\$ 111,180	\$ 128,310	\$ (17,130)	-13%
Limited Obligation Bonded Debt	26,210	2,335	23,875	1022%
Capital Lease	-	765	(765)	-100%
Total	<u>\$ 137,390</u>	<u>\$ 131,410</u>	<u>\$ 5,980</u>	<u>5%</u>

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**CAPITAL AND DEBT ADMINISTRATION, continued**

All general obligation (GO) bonds of the District were authorized by Measure AA and Measure WW, approved by the voters in 1988 and 2008 respectively. For Measure AA, the District was authorized and has issued \$225 million. For Measure WW, the District is authorized to issue \$500 million and has issued \$80 million. The proceeds of both measures are to be used for the acquisition and capital development of parklands, recreational facilities, open space and to fund the grant program for local agencies' park projects.

In 2012 the District issued \$25 million in limited obligation promissory notes, which did not require voter approval. Debt service will be paid out of general resources, Proceeds will be used to finance field and administrative facility renovation and replacement. The District complied with all its bond covenants during the year and was not adversely impacted by any credit rating agency actions.

The District's credit ratings for its General Obligation Bonds were "Aa1" by Moody's Investor Services and "AAA" by Standard & Poor's. The District's credit ratings for the promissory notes were "Aa1" and "AA+" by Moody's and Standard & Poor's respectively.

The District is subject to Public Resource Code section 5568 which states that limited obligation debt is limited to 5% of assessed valuation of real and personal property located within Alameda and Contra Costa Counties. The Public Resource Code refers to the California Government Code section 43605 in relationship to bonded debt. This section establishes a legal debt limit of 15% of assessed valuation subject to debt levy (which does not include Murray Township). Based upon the 2012/2013 assessed valuation of Alameda and Contra Costa Counties (\$297 billion with Murray Township and \$286 billion without Murray Township) the limited obligation debt limit was \$14.85 billion and the bonded debt limit was \$42.9 billion.

- The limited obligation debt limit (\$14.85 billion), when compared to the District's outstanding limited obligation debt (\$26.2 million), provided a legal debt margin of \$14.8 billion.
- The bonded indebtedness debt limit (\$42.9 billion), when compared to the District's outstanding bonded debt (\$111.2 million less amount held by fiscal agent for debt service, \$9 million) provided a legal debt margin of \$42.8 billion.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

The District's major operating resource is property tax. 2013 is the first year since 2011 that property tax revenue was budgeted higher than prior year. Based upon the Beacon Economics August 2012 report, property tax is expected to experience slow, steady growth, between 2% and 4%, in the near and midterm (next three years), reaching 5% annual growth in the long term (20 years). This is based upon the expectation of the return in value of the real estate market in the East Bay. The second largest operating revenue source is charges for services. These revenues are weather dependent, not economically dependent, and are expected to remain relatively flat for the near and midterm. Interest revenue, traditionally the next largest source of revenue, has declined precipitously in the last few years due to historically low interest rates, with no expectation of significant growth in the near or midterm.

Contrasted with the positive, although not significant increases in operating revenue, pressure from pent up demand for increased expenditures is obvious. Increased staffing costs, as well as increased staffing needs are the near and midterm major demand on resources. Additionally, unfunded aging infrastructure renovation and replacement are of concern.

**East Bay Regional Park District  
Management's Discussion and Analysis  
For the year ended December 31, 2012**

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**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET, continued**

In an effort to control and stabilize operating costs the District has completed a variety of initiatives during the past few years. In 2012 additional measures were taken which include:

- Committing General Fund fund balance (rather than annual operating appropriations) for extraordinary workers compensation claims (\$2 million), RDA AB 1484 litigated revenue (\$1.3 million), revenue takeaway (\$10% of annual property tax revenue),
- Establishing Major Infrastructure Renovation and Replacement Fund, and providing resources totaling \$4.5 million during 2012 and 2013,
- Replacing previous General Fund annual debt service obligation in the amount of \$1.9 million (for 2002 limited obligation refunding and helicopter capital lease which were both paid in full by the beginning of 2013) with debt service on new 2012 Promissory Notes in the amount of \$1.4 annually, and
- Reducing costs such as OPEB trust administration fees, bank charges and trustee fees on the newly issued debt.

Additionally, as development project activities continue, staff is mindful of the potential increased burden the completed projects may have on operations. Detailed planning and constant communication between staff and the Board is being utilized to share information, temper expectations and seek creative solutions.

Overall the District is optimistic that we will continue our high level of public service, and the commitment to our employees of no layoffs, during the slow economic recovery. The District is financially healthy due to our historic and on-going emphasis on conservative fiscal policies.

**REQUESTS FOR INFORMATION**

The financial report is designed to provide citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions about this report should be directed to the following:

East Bay Regional Park District  
Attention: Finance Department  
2950 Peralta Oaks Court  
Oakland, CA 94605-0381  
Phone (510) 544-2400

**GOVERNMENT-WIDE  
FINANCIAL STATEMENTS**

**East Bay Regional Park District  
Statement of Net Position  
December 31, 2012**

		Governmental Activities
<b>ASSETS</b>		
	Cash and investments	\$ 169,009,369
	Receivables	5,756,389
	Prepaid items and deposits	8,320,339
	Consumable supplies	434,385
	Restricted cash and investments held by fiscal agent	77,113,439
	Notes receivable	711,551
	Other assets	3,444,034
	Net pension asset-OPEB	3,221,351
	Capital assets and land non-depreciable	404,692,298
	Capital assets net of depreciation	145,174,077
	<b>Total assets</b>	<b>817,877,232</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
	Deferred amounts on refunding	178,337
<b>LIABILITIES</b>		
	Accounts payable	4,120,278
	Accrued payroll and related liabilities	2,934,390
	Interest payable	1,726,833
	Unearned revenue	5,489,165
	Deposits	680,098
	Other liabilities	760,408
	Long-term liabilities:	
	Claims due within one year	2,469,800
	Compensated absences due within one year	796,637
	Long-term debt due within one year	15,423,695
	Claims due in more than one year	7,854,000
	Compensated absences due in more than one year	4,026,515
	Long-term debt due in more than one year	131,805,058
	<b>Total liabilities</b>	<b>178,086,877</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
	Deferred amounts on refunding	742,384
<b>NET POSITION</b>		
	Net investment in capital assets	461,617,626
	Restricted for:	
	Operations	16,010,839
	Debt service	12,730,090
	Projects	5,447,693
	Pension obligation	3,221,351
	Mitigation projects:	
	Expendable	246,900
	Nonexpendable	3,707,308
	Total restricted net position	41,364,181
	Unrestricted	136,244,501
	<b>Total net position</b>	<b>\$ 639,226,308</b>
See accompanying Notes to Basic Financial Statements.		



**East Bay Regional Park District  
Statement of Activities  
For the year ended December 31, 2012**

Functions/Programs	Expenses	PROGRAM REVENUES				Total Program Revenues	NET REVENUES (EXPENSES) Governmental Activities
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants			
Primary Government:							
Executive/Legislative Division	\$ 1,770,570	\$ -	\$ -	\$ -	\$ -	\$ (1,770,570)	
Finance/Management Service Division	22,146,423	69,306	797,863	-	867,169	(21,279,254)	
Human Resources Division	1,901,476	42	289	-	331	(1,901,145)	
Land Division	3,090,734	312,792	2,005,509	10,166,893	12,485,194	9,394,460	
Legal Division	1,089,042	312	469	-	781	(1,088,261)	
Operations Division	61,499,098	16,680,067	1,541,875	1,011,035	19,232,977	(42,266,121)	
Planning/Stewardship/Develop Division	9,911,185	689,273	1,712,197	146,297	2,547,767	(7,363,418)	
Public Affairs Division	3,101,111	103	357,943	-	358,046	(2,743,065)	
Public Safety Division	22,701,888	1,498,593	512,627	-	2,011,220	(20,690,668)	
Interest on long-term debt	5,059,952	-	-	-	-	(5,059,952)	
	<b>\$ 132,271,479</b>	<b>\$ 19,250,488</b>	<b>\$ 6,928,772</b>	<b>\$ 11,324,225</b>	<b>\$ 37,503,485</b>	<b>(94,767,994)</b>	
<b>GENERAL REVENUES:</b>							
General property taxes							95,554,076
General obligation bond property tax							20,532,194
Unrestricted interest							740,999
Debt/Bond related interest							258,204
Total general revenues							<u>117,085,473</u>
<b>ENDOWMENT CONTRIBUTION</b>							<u>845,602</u>
<b>CHANGE IN NET POSITION</b>							<u>23,163,081</u>
Net position, beginning of year as restated							616,063,227
<b>Net position, end of year</b>							<u><b>\$639,226,308</b></u>
See accompanying Notes to Basic Financial Statements.							

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# GOVERNMENTAL FUND FINANCIAL STATEMENTS

**General Fund** - The General Fund accounts for all financial resources and expenditures which are not required legally, or by sound financial management, to be accounted for in another fund.

**Debt Service Fund** – This fund accounts for resources accumulated to pay principal and interest due on the District's bonded indebtedness, which includes:

- 2002 Limited Obligation Bonds
- 2012 Promissory Notes
- Measure AA General Obligation bonds:
  - 2006 Refunding bonds
  - 2008 Refunding bonds
  - 2009 Refunding bonds,
- Measure WW General Obligation bonds:
  - Series 2009A

**Project Fund** – This fund accounts for the resources and expenditures related to the acquisition and development of parkland and other projects. Included in this group are the unexpended bond proceeds from Measure AA authorized in 1988, Measure WW authorized in 2008, and Promissory Notes issued in 2012.

**Non-major governmental funds** - The special revenue and permanent funds are non-major funds of the District. Details about the type of activities included in this column are in the Supplementary Information Section of this report.

**East Bay Regional Park District  
Balance Sheet  
Governmental Funds  
December 31, 2012**

		Major Funds		
		General Fund	Debt Service Fund	Project Fund
<b>ASSETS</b>				
Cash and investments		\$ 93,130,445	\$ 4,449,530	\$ 18,840,281
Restricted cash and investments held by fiscal agent		-	9,125,966	67,987,473
Receivables:				
	Accounts receivable	1,009,220	-	294,302
	Grants receivable	3,779	-	3,913,826
	Interest receivable	327,188	825	59,607
	Property usage receivable	18,337	-	750
Prepaid items and deposits		5,636,960	-	2,071,521
Due from other funds		1,215,096	-	-
Consumable supplies		434,385	-	-
Notes receivable		-	-	700,000
Other assets		2,876,198	-	567,833
<b>Total assets</b>		<b>104,651,608</b>	<b>13,576,321</b>	<b>94,435,593</b>
<b>LIABILITIES</b>				
Accounts payable		2,369,789	-	1,175,941
Accrued payroll and related liabilities		2,538,838	-	127,009
Unearned revenue		4,487,447	803,386	1,000
Deposits		680,098	-	-
Other liabilities		522,022	44,676	193,709
<b>Total liabilities</b>		<b>10,598,194</b>	<b>848,062</b>	<b>1,497,659</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenue		681,173	-	5,739,740
<b>FUND BALANCES</b>				
Non-spendable		6,071,345	-	3,316,021
Restricted		758,115	12,728,259	64,994,743
Committed		50,747,150	-	18,887,430
Assigned		-	-	-
Unassigned		35,795,631	-	-
<b>Total fund balances</b>		<b>93,372,241</b>	<b>12,728,259</b>	<b>87,198,194</b>
<b>Total liab/def inflows/fund balances</b>		<b>\$ 104,651,608</b>	<b>\$ 13,576,321</b>	<b>\$ 94,435,593</b>
See accompanying Notes to Basic Financial Statements.				

Non-Major Governmental Funds	Total Governmental Funds
\$ 22,436,208	\$ 138,856,464
-	77,113,439
13,388	1,316,910
-	3,917,605
-	387,620
-	19,087
-	7,708,481
-	1,215,096
-	434,385
11,551	711,551
-	3,444,031
22,461,147	235,124,669
64,704	3,610,434
119,974	2,785,821
197,332	5,489,165
-	680,098
-	760,407
382,010	13,325,925
-	6,420,913
3,718,859	13,106,225
15,501,454	93,982,571
1,081,921	70,716,501
1,776,903	1,776,903
-	35,795,631
22,079,137	215,377,831
\$ 22,461,147	\$ 235,124,669

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**East Bay Regional Park District**  
**Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide**  
**Statement of Net Position**  
**December 31, 2012**

<b>Total Fund Balance - Governmental Funds</b>		<b>\$ 215,377,831</b>
Amounts reported for governmental activities in the Government-wide Statement of Net Position were different because:		
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Capital assets were adjusted as follows:		
Non-depreciable	404,692,298	
Depreciable, net	145,174,077	
Total capital assets		549,866,375
Net pension asset - OPEB was not a current financial resource. Therefore, it was not reported in the fund financial statements.		
		3,221,351
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in the fund financial statements.		
		(1,726,833)
Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual functions. The assets and liabilities of the internal service funds were included in the governmental activities in the Government-wide Statement of Net Position.		
		18,619,055
Revenues which were deferred inflows on the fund financial statements because they were not currently available, were reports as revenue in the Government-wide Statement of Activity.		
		6,420,913
Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the fund financial statements.		
Compensated absences-due within one year	(792,257)	
Long-term debt-due within one year	(15,423,695)	
Compensated absences-due in more than one year	(3,967,327)	
Long-term debt-due in more than one year	(131,805,058)	
Total long-term liabilities		(151,988,337)
Deferred inflows and outflows related to deferred amounts on refunding were not current financial obligations. Therefore, they are not reported in the fund financial statements.		
Deferred outflows of resources	178,337	
Deferred inflows of resources	(742,384)	
Total deferred resources		(564,047)
<b>Net Position of Governmental Activities</b>		<b>\$ 639,226,308</b>
See accompanying Notes to Basic Financial Statements.		

**East Bay Regional Park District**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the year ended December 31, 2012**

		Major Funds		
		General Fund	Debt Service Fund	Project Fund
<b>REVENUES</b>				
Property taxes and assessments		\$ 94,954,076	\$ 20,532,194	\$ -
Charges for services		8,931,295	-	18,846
Interest		453,194	85,772	178,778
Property Usage		1,958,790	-	5,550
Interagency agreements and grants		214,373	-	9,984,862
Miscellaneous		643,024	-	4,438,965
	<b>Total revenues</b>	<b>107,154,752</b>	<b>20,617,966</b>	<b>14,627,001</b>
<b>EXPENDITURES</b>				
Current:				
	Executive/Legislative Division	1,788,715	-	-
	Finance/Management Services Division	7,561,446	55,620	1,011,894
	Human Resources Division	1,997,220	-	-
	Land Division	2,389,847	-	685,086
	Legal Division	1,223,745	-	-
	Operations Division	50,498,360	-	1,813,977
	Planning/Stewardship/Development Division	4,996,501	-	5,022,127
	Public Affairs Division	3,106,542	-	11,443
	Public Safety Division	22,133,318	-	1,381,552
Debt service:				
	Principal	765,218	18,250,000	-
	Cost of issuance	-	-	511,003
	Interest	28,848	5,211,140	-
Capital outlay		973,224	-	25,335,066
	<b>Total expenditures</b>	<b>97,462,984</b>	<b>23,516,760</b>	<b>35,772,148</b>
	<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>9,691,768</b>	<b>(2,898,794)</b>	<b>(21,145,147)</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
	Proceeds from sales of property	100,034	-	-
	Debt issuance	-	-	24,995,000
	Premium on issuance of debt	-	-	387,673
	Transfers in	1,851,910	1,154,090	10,262,587
	Transfers out	(9,358,083)	-	(14,678,599)
	<b>Total other financing sources (uses)</b>	<b>(7,406,139)</b>	<b>1,154,090</b>	<b>20,966,661</b>
	<b>NET CHANGE IN FUND BALANCES</b>	<b>2,285,629</b>	<b>(1,744,704)</b>	<b>(178,486)</b>
<b>FUND BALANCES</b>				
	Beginning of year, as restated	91,086,612	14,472,963	87,376,680
	End of year	\$ 93,372,241	\$ 12,728,259	\$ 87,198,194
See accompanying Notes to Basic Financial Statements.				



	Non-Major Governmental Funds	Total Governmental Funds
	\$ 7,938,377	\$ 123,424,647
	47,546	8,997,687
	200,354	918,098
	575,670	2,540,010
	-	10,199,235
	905,005	5,986,994
	9,666,952	152,066,671
	-	1,788,715
	13,254,776	21,883,736
	-	1,997,220
	50,392	3,125,325
	28,870	1,252,615
	4,899,550	57,211,887
	47,099	10,065,727
	-	3,117,985
	304,522	23,819,392
	-	19,015,218
	-	511,003
	-	5,239,988
	71,164	26,379,454
	18,656,373	175,408,265
	(8,989,421)	(23,341,594)
	-	100,034
	-	24,995,000
	-	387,673
	13,516,966	26,785,553
	(3,414,574)	(27,451,256)
	10,102,392	24,817,004
	1,112,971	1,475,410
	20,966,166	213,902,421
	\$ 22,079,137	\$ 215,377,831

**East Bay Regional Park District  
 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and  
 Changes in Fund Balances to the Government-Wide Statement of Activities  
 For the year ended December 31, 2012**

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<b>Net Change in Fund Balance - Governmental Funds</b>	<b>\$</b>	<b>1,475,410</b>
Amounts reported for governmental activities in the Government-wide Statement of Activity were different because:		
Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances reported capital outlay as expenditures. However, in the Government-wide State of Net Position, capital outlay was capitalized as current period increases in capital assets, and the cost was allocated over the useful lives of the assets as depreciation expense in the Government-wide Statement of Activities.		26,379,454
Fund financial statement do not report real property donations. However, in the government-wide statement, the fair value of donated property, at date of donation, was recorded as capital contributions with a corresponding increase in capital assets.		205,000
Depreciation expense on capital assets was reported in the government-wide statement as an expense, but it did not required the use of current financial resources. Therefore, depreciation expense was not reported as an expenditure in the fund financial statements.		(7,912,202)
Proceeds from the sale of capital assets resulted in cash inflows and were recorded as other financing sources in the fund financial statement. However, gain or loss on disposal of capital assets was reported in the government-wide statement.		
Proceeds from sale of capital assets	(100,034)	
Net book value of asset disposals	<u>(236,299)</u>	
Loss on sale of capital assets adjustment		(336,333)
OPEB contributions in excess of required contributions were recorded as an asset on the governemnt-wide statement. The annual adjustment to the asset impacts annual pension expense.		368,283
Earned revenues which were deferred on the fund financial statement because they were not currently available, were reported as revenue in the government-wide statement.		3,226,441
Repayment of debt principal was an expenditure in fund financial statement, as a use of current resources, but the repayment reduced long-term liabilities in the government-wide statement.		19,015,218

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Accrued interest on long-term debt was reported in the government-wide statement, but it does not require the use of current financial resources. Therefore, the change in the accrual was not reported as an expenditure in the fund financial statement.	25,079
Bond proceeds and the premium from debt issuance provided current financial resources in the fund financial statement. However, in the government-wide statement debt issuance and related premium increased long-term liabilities.	(25,382,673)
Bond premiums/discounts were recognized in the year of debt issuance in the fund financial statement. In the government-wide statement they were capitalized and were amortized as part of long-term debt, over the life of the debt.	665,960
Payment of vacation and sick leave was an expenditure in the fund financial statement, but the payment reduced vacation and sick leave liabilities in the government-wide statement.	(77,520)
Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual functions. The net revenue of the internal service funds was reported with government activities in the Government-wide Statement of Activities.	<u>5,510,964</u>
<b>Net Position of Governmental Activities</b>	<b><u><u>\$ 23,163,081</u></u></b>

See accompanying Notes to Basic Financial Statements.

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## **PROPRIETARY FUND FINANCIAL STATEMENTS**

**INTERNAL SERVICE FUNDS** - Internal Service Funds are used to account for goods and services provided by the internal service departments to other District departments, on a cost reimbursement basis.

**East Bay Regional Park District**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2012**

		Governmental Activities
		Internal Service Funds
<b>ASSETS</b>		
Current assets:		
	Cash and investments	\$ 30,152,904
	Accounts receivable	115,166
	Prepaid items and deposits	611,858
	<b>Total assets</b>	<b>30,879,928</b>
<b>LIABILITIES</b>		
Current liabilities:		
	Accounts payable	509,845
	Accrued payroll and related liabilities	148,569
	Due to other funds	1,215,096
	Accrued claims - due within one year	2,469,800
	Compensated absences - due within one year	4,380
	<b>Total current liabilities</b>	<b>4,347,690</b>
Non-current liabilities:		
	Accrued claims - due in more than one year	7,854,000
	Compensated absences - due in more than one year	59,183
	<b>Total non-current liabilities</b>	<b>7,913,183</b>
	<b>Total liabilities</b>	<b>12,260,873</b>
<b>NET POSITION</b>		
	Unrestricted	18,619,055
	<b>Total net position</b>	<b>\$ 18,619,055</b>
See accompanying Notes to Basic Financial Statements.		

**East Bay Regional Park District**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Funds**  
**For the year ended December 31, 2012**

		Governmental Activities
		Internal Service Funds
<b>OPERATING REVENUES</b>		
Charges for services		\$ 11,054,271
Other revenue		618,078
	<b>Total operating revenues</b>	<b>11,672,349</b>
<b>OPERATING EXPENSES</b>		-
Cost of services		4,110,813
Claims		1,660,571
General and administrative		1,343,510
	<b>Total operating expenses</b>	<b>7,114,894</b>
	<b>OPERATING INCOME (LOSS)</b>	<b>4,557,455</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Interest income		287,805
	<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>4,845,260</b>
<b>TRANSFERS</b>		
Transfers in		3,001,000
Transfers out		(2,335,296)
	<b>Total transfers</b>	<b>665,704</b>
	<b>CHANGE IN NET POSITION</b>	<b>5,510,964</b>
<b>NET POSITION</b>		
Beginning of year, as restated		13,108,091
End of year		<b>\$ 18,619,055</b>
See accompanying Notes to Basic Financial Statements.		

**East Bay Regional Park District**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the year ended December 31, 2012**

	Governmental Activities
	Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Receipts from customers/other	\$ 11,932,493
Payments to suppliers	(1,508,628)
Payments to employees	(3,806,097)
Claims paid	(2,978,571)
<b>Net cash provided/(used) by operating activities</b>	<b>3,639,197</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>	
Due to other fund	(248,596)
Transfer in	3,001,000
Transfers out	(2,335,296)
<b>Net cash provided/(used) for noncapital financing activities</b>	<b>417,108</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Interest	287,805
<b>Net cash provided/(used) by investing activities</b>	<b>287,805</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>4,344,110</b>
<b>CASH AND CASH EQUIVALENTS</b>	
Beginning of year, as restated	25,808,794
End of year	<b>\$ 30,152,904</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	
Operating income (loss)	\$ 4,557,455
Adjustments to reconcile operating income (loss) to cash flows from operating activities:	
Changes in assets and liabilities:	
Accounts receivable	260,145
Prepaid items and deposits	(4,420)
Accounts payable	100,820
Accrued payroll and related liabilities	43,197
Accrued claims	(1,318,000)
<b>Net cash provided/(used) by operating activities</b>	<b>\$ 3,639,197</b>
See accompanying Notes to Basic Financial Statements.	



## **FIDUCIARY FUND FINANCIAL STATEMENTS**

**PENSION TYPE TRUST FUNDS** - Pension type trust funds are used to account for assets for which the District is a trustee and has a fiduciary responsibility. The financial activities of these funds are excluded from the Government-Wide Financial Statements, but are presented in separate Fiduciary Fund Financial Statements.

**East Bay Regional Park District**  
**Statement of Net Position**  
**Fiduciary Funds**  
**December 31, 2012**

	EBRPD Retirement Plan- Safety	EBRPD Retirement Plan- General Employees	Total Pension-type Trust Funds
<b>ASSETS</b>			
Investment in retirement accounts:			
Cash	\$ 99,026	\$ 971,381	\$ 1,070,407
Intermediate bond funds	658,043	6,454,984	7,113,027
Domestic equity funds	1,130,811	11,092,545	12,223,356
Fixed income funds	948,731	9,306,458	10,255,189
International equity funds	357,771	3,509,506	3,867,277
subtotal	3,194,382	31,334,874	34,529,256
Accounts receivable	14,000	312,276	326,276
<b>Total assets</b>	<b>3,208,382</b>	<b>31,647,150</b>	<b>34,855,532</b>
<b>NET POSITION</b>			
Net position held in trust for pension benefits	\$ 3,208,382	\$ 31,647,150	\$ 34,855,532
See accompanying Notes to Basic Financial Statements.			

**East Bay Regional Park District  
Statement of Changes in Net Position  
Fiduciary Funds  
For the year ended December 31, 2012**

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	EBRPD Retirement Plan- Safety	EBRPD Retirement Plan- General Employees	Total Pension-type Trust Funds
<b>ADDITIONS</b>			
Investment income	\$ 352,056	\$ 3,301,688	\$ 3,653,744
Contributions from employer	186,000	2,175,061	2,361,061
<b>Total additions</b>	<u>538,056</u>	<u>5,476,749</u>	<u>6,014,805</u>
<b>DEDUCTIONS</b>			
Payment to retirees	482,756	2,965,501	3,448,257
Administration costs	8,170	80,588	88,758
<b>Total deductions</b>	<u>490,926</u>	<u>3,046,089</u>	<u>3,537,015</u>
<b>CHANGES IN NET POSITION</b>	47,130	2,430,660	2,477,790
<b>NET POSITION</b>			
Beginning of year	3,161,252	29,216,490	32,377,742
End of year	<u>\$ 3,208,382</u>	<u>\$ 31,647,150</u>	<u>\$ 34,855,532</u>

See accompanying Notes to Basic Financial Statements.

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**NOTES TO BASIC  
FINANCIAL STATEMENTS**

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements**  
**December 31, 2012**

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**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The basic financial statements of the East Bay Regional Park District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

**A. Reporting Entity**

The East Bay Regional Park District was incorporated in 1934 as a California Special District. The District operates under Sections 5500-5595 of the Public Resources Code of the State of California for the purpose of acquiring park, recreation and open space land; and the development, operation and maintenance of these lands. The District operates 64 parks covering almost 113,000 acres within Alameda and Contra Costa Counties, including recreation areas, wilderness, shorelines, preserves and land banks areas; 1,100 miles of regional and inter-park trails; 10 visitors centers; and other recreational facilities.

The District is governed by a seven member board elected by District residents in each of the District's seven wards. The District is legally separate and fiscally independent, which means it can issue debt, set and modify budgets and fees and sue or be sued. The financial statements of the Districts include only the financial activities of the District. There are no separate or legal entities or component units included in the financial statements of the District.

**B. Basis of Accounting and Measurement Focus**

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Governmental resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

**Government-Wide Financial Statements**

The District's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present a summary of governmental activities. The District has no business-type activities. Fiduciary activities of the District are not included in these statements.

The government-wide financial statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets (including non-current and capital assets), deferred outflows, liabilities (including debt and other non-current liabilities) and deferred inflows, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions reported as program revenues for the District are reported in three categories:

- Charges for services
- Operating contributions and grants
- Capital contributions and grants.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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Certain eliminations have been made in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated. In the Statement of Activities, internal service fund transactions have been eliminated. The following interfund activities have been eliminated:

- Due to/from,
- Transfers in/out,
- Intra-District charges.

The District applies all applicable GASB pronouncements, including all NCGA Statements and Interpretations, currently in effect.

**Governmental Fund Financial Statements**

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balance, as presented in these statements, to the net position presented in the government-wide financial statements. The District has presented all major funds that meet the qualifications for major fund reporting. The District reports the following major governmental funds in the accompanying financial statements:

General Fund - is used to account for all financial resources which are not legally required, or by sound financial management, to be accounted for in another fund.

Debt Service Fund - accounts for resources accumulated to pay principal and interest due on the District's outstanding bond issues.

Project Fund - accounts for the collection of resources and the related expenditures for acquisition and construction of major capital improvement projects in the District. Also included in this fund are projects which do not meet the capitalization limits, and unexpended bond proceeds used to finance acquisitions and construction of the District's projects.

The District includes special revenue funds and permanent funds in the non-major fund aggregation.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

Revenues are recorded when received in cash, except that revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the District, are property tax, grant revenues and earnings on investments. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
December 31, 2012**

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**Proprietary Fund Financial Statements**

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Change in Net Position, and a Statement of Cash Flows.

The District's only proprietary funds are internal service funds, which are aggregated in one column in the fund financial statements, and their balances and activities have been combined with the governmental activities in the government-wide financial statements. Proprietary funds are accounted for using the "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Change in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which liability is incurred. In these funds, receivables have been recorded as revenue and provisions have been made for uncollectible amounts.

The operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The District's internal service funds account for Workers' Compensation, Major Infrastructure Renovation and Replacement, Major Equipment Replacement, General Liability and Employee Benefits.

**Fiduciary Fund Financial Statements**

Fiduciary fund financial statements include a Statement of Net Position and a Statement of Changes Net Position. The District's fiduciary funds include two pension trust funds. The pension trust funds are used to account for resources legally held in trust for the provision of pension. The EBRPD Retirement Plans are sole-employer plans. The fiduciary funds use the accrual basis of accounting, accruing contributions when due, as receivable. The trust fund has an investment policy and investments are reported at fair value.

**C. Cash, Cash Equivalents and Investments**

The District pools cash resources of its various funds to facilitate cash management. Cash in excess of current requirements is invested and reported as investments. It is the District's intent to hold investments until maturity. However, the District may, in response to market conditions, sell investments prior to maturity in order to improve the quality, liquidity, or yield of the portfolio. Interest earnings are apportioned among funds based upon ending accounting period cash and investment balances.

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as cash and investments.



**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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In accordance with GASB Statement No. 40, *Deposit and Investment Disclosures (Amendment of GASB No. 3)*, certain disclosures requirements for deposits and investment risks are made in the following areas:

- ◆ Interest rate risk, and
- ◆ Credit risk:
  - Overall,
  - Custodial credit risk, and
  - Concentrations of credit risk.

In addition, other disclosures are specified, including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

The District participates in an investment pool managed by the State of California, Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in structured notes and asset-backed securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these structured notes and asset-backed securities are subject to market risk due to changing interest rates.

The District's formal Investment Policy, which is updated and approved by the Board annually, includes a section on risk tolerance and specifies required action to mitigate credit and maturity risk.

**D. Restricted Cash and Investments**

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects.

**E. Consumable Supplies**

The consumable supplies are valued at average cost and recorded as expenditures when consumed. The General Fund consumable supplies, which consists of office supplies, employee uniforms, field repair and maintenance items, vehicle parts and maintenance items, etc., is offset by a non-spendable fund balance to indicate that this asset is not available for appropriation.

**F. Capital Assets**

The capital assets, which include land, structures, improvements, equipment and infrastructure assets, are reported in the government-wide financial statements. They are recorded at historical cost, or estimated historical cost, if actual cost is not available. Donated assets with a value that meets the District's capitalization limits, are valued at their estimated fair value on the date of donation. All land, regardless of cost, equipment over \$25,000 - and a useful life of two years or more, and structures and improvements over \$100,000 - and a useful life of two years or more, are capitalized. Capital assets in government fund operations are recorded as expenditures in the fund financial statements. Equipment purchased in the Major Equipment Replacement internal service fund is transferred to the General Fund at year-end, as the General Fund is required to maintain it.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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Historical treasures and structures are capitalized at historical cost or fair value at the date of donation. Historical treasures and structures, such as the carousel at Tilden Park, are protected, cared for and preserved. GASB Statement No. 34 does not require depreciation for these items which are considered inexhaustible.

Depreciation is provided using the straight line method over the following estimated useful lives:

	Useful Lives Years	Capitalization Threshold
Equipment	5 - 25	\$25,000
Transportation	10 - 70	\$100,000
Public access	20 - 70	\$100,000
Drainage	20 - 100	\$100,000
Utilities	10 - 50	\$100,000
Other improvements	10 - 35	\$100,000
Structures	50	\$100,000

GASB Statement No. 34 requires the inclusion of infrastructure assets in the basic financial statement. In accordance with Statement No. 34, the District has included the value of all infrastructure in the current financial statements. The District defines infrastructure as: roads, bridges, sidewalks, park improvements, etc. Each major infrastructure system can be divided into subsystems. The subsystems information is not included in the financial statements, but is maintained in the capital asset system. The District elected to use the Basic Approach, as defined in GASB No. 34, to value the infrastructure, estimating historical costs by using historical records, standard unit costs, or present replacement cost indexed by a reciprocal factor. The accumulated depreciation, defined as the total depreciation from the date asset was placed in service to the current date, was computed on a straight line basis, using industry accepted life expectancies for each infrastructure subsystem.

**G. Interest Payable**

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred for governmental fund types. There is no debt in proprietary fund types.

**H. Deferred Inflows of Resources and Unearned/Deferred Revenue**

In the government-wide financial statement, unearned revenue is recognized for transactions for which revenue has not yet been earned. Typical transactions recorded as unearned revenues are property taxes received for subsequent years, grant advances and prepaid charges for services.

In the governmental fund financial statements, deferred revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The District records deferred revenue for transactions for which revenues have not been earned. The District records deferred inflows of resources for revenue for which funds are not available to meet current financial obligations (not received within 60 days of year-end). Typical transactions recorded as deferred inflows of resources are receivables for grant expenditures incurred, but not reimbursed within availability period, and accounts receivables invoiced but not received within availability period.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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***I. Long-Term Debt***

Government-wide financial statements - Long-term debt and other long-term obligations are reported as liabilities.

Bond premiums/discounts and deferred gain/loss on refundings are deferred and amortized over the life of the bonds using the straight line method. In the case of deferred gain/loss on refunding the amortization period is the lesser of the life of the refunded debt or the refunding debt. Bonds payables are reported net of the unamortized premium/discount. The deferred gain/loss on refunding is reported as deferred inflows/outflows of resources for deferred amounts on refunding on the Government Wide Statement of Net Position.

Fund financial statements - Long-term debt and other long-term obligations are not reported in the fund financial statements, but are included in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.

Bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as other financing sources, net of the applicable premium or discount. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

***K. Compensated Absences***

Compensated absences are comprised of the portions of vacation, sick leave and compensated time off, which are accrued as earned. The liability for compensated absences is determined annually. The total amount of the compensated absences liability is recorded in the government-wide financial statement and compensated absences expense is charged to the various departments.

The members of Local 2428, at retirement after 10 years of service, have the option of being paid for 1/2 of unused, accrued sick leave - up to a maximum of 17 days, or applying the amount towards service credits. Employees who voluntarily terminate after 10 years of service are paid 1/3 of unused, accrued sick leave up to a maximum of 15 days.

The members of the Police Association who terminate, for non-disciplinary reasons, after 20 years of continuous service are paid accrued sick leave calculated based upon the following formula: 1% of the product of-- the number of whole years of continuous employment - times the daily rate of pay at the time of separation-- times the number of accrued and unused hours.

The members of management, after an aggregate of 10 years of service, at voluntary termination or retirement can be paid 1/3 of the accrued but unused sick leave - up to a maximum of 45 days. At retirement the balance is added to service credits.

Employees of the District may not carry-over more accrued vacation hours than the equivalent of the preceding year's earned vacation credits plus 12 additional days, unless approved by General Manager. Excess accrual is paid out.

***L. Revenues***

Property Tax - Alameda County and Contra Costa County assess, bill, collect, and distribute property taxes to the District. The District reports property tax revenue net of county collection fees.

Contra Costa County's distribution method is under the "Teeter Plan", which requires the County to remit to the District the entire amount levied. The County then retains all delinquent payments, including interest and penalties. Alameda County, on the other hand, remits the District's share of taxes to the District as they are collected, including interest and penalties.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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The lien date of secured property taxes is January 1, and the taxes are levied on July 1. They are due in two installments, on November 1 and March 1, and become delinquent after December 10 and April 10, respectively. The lien date of the unsecured property tax is also January 1. It is an ad valorem tax and is a lien against the assessed, any person owning, claiming, possessing or controlling the property on the lien date. The tax is due on July 1, and becomes delinquent on August 31.

Program Revenues - Program revenues are associated with the various functions of the District. They are derived from the activity, or are granted in relationship to, a particular activity or program of the District. They include charges for services, such as park admission fees, operating grants and donations, such as amounts provided by private donors for trail maintenance, and capital grants and donations, such as amounts received from other governmental agencies for the purchase of property.

**M. Net Position Government-Wide Financial Statements**

In the government-wide financial statements, net position is classified in the following categories:

Net investment in capital assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

Restricted net position – This amount is restricted by external creditors, grantors, contributors, or laws or regulations of governments. Restricted net position related to permanent endowments is further delineated as expendable and nonexpendable.

Unrestricted net position – This amount is all net position that do not meet the definition of “invested in capital assets, net of related debt” or “restricted net position” as defined above.

**N. Use of Restricted/Unrestricted Net Position**

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the District’s policy is to apply restricted net position first.

**O. Use of Estimates**

The preparation of the basic financial statements, in conformity with GAAP, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

**P. Permanent Funds**

The District accounts for resources received from developers and other governmental agencies, which are intended for long term management and maintenance of mitigation property and improvements dedicated to the District, in permanent funds. These resources are restricted to the extent that only earnings, and not principal, may be used for purposes that support the government’s programs. On the fund financial statement, non-expendable fund balance is the principal amounts of the endowments, and is not available for expenditure. Restricted fund balance is comprised of investment earning on the endowment principal, and is available for expenditure. On the government-wide financial statement endowment principal and interest are reported as restricted for mitigation projects, nonexpendable and expendable respectively.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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**Q. Implementation of New GASB Pronouncements**

In 2012, the District adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No:

- GASB 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, the primary objective of which is to directly incorporate the applicable provisions in FASB and AICPA pronouncements issued on or before November 30, 1989 into the state and local government accounting and financial reporting standards.
- GASB 63, *Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*, the objective of which is to address presentation issues associated with the financial position elements created in Concepts Statement No. 4, *Elements of Financial Statements*.
- GASB 65, *Items Previously Reported as Assets and Liabilities*, the purpose of which is to determine whether certain balances currently reported as assets and liabilities should continue to be reported as such or instead should be reported as deferred outflow of resource or outflow of resources (expenditures), or deferred inflow of resources or inflow of resources (revenue).
- GASB 66, *Technical Corrections*, the intention of which is to resolve conflicting accounting and financial reporting guidance that resulted from the issuance of GASB Statement No. 54 and GASB Statement No. 62.

The District is currently analyzing its accounting practices to determine the potential impact on the financial statements for:

- GASB Statement No. 67, *Financial Reporting for Pension Plans—an amendment of GASB Statement No. 25*, effective for fiscal years beginning after June 15, 2013,
- GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, effective for fiscal years beginning after June 15, 2013,
- GASB Statement No. 69, *Government Combinations and Disposals of Government Operations*, effective for financial reporting periods beginning after December 13, 2013,
- GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, effective for financial reporting periods beginning after June 15, 2013.

**R. Subsequent Events**

The District's management has evaluated events or transactions that may have occurred for potential recognition or disclosure in the financial statements from the balance sheet date through May 17, 2013, which is the date the draft financial statements were available to be issued. Management has determined that there were no subsequent events or transactions that would have a material impact on the current year's financial statement.

**2. CASH AND INVESTMENTS**

The District maintains a cash and investment pool, which includes cash balances and authorized investments for all funds, except funds required to be held by fiscal agents under the provisions of bond indentures. The District's dependence on property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves to finance operations during the remainder of the year.

Investment income is allocated among funds on the basis of average month-end cash and investment balances in these funds. Investment income is credited directly to the related fund for the cash and investments held by fiscal agents.

Investments maturing in three months or less at the time of purchase are considered to be liquid assets for purposes of measuring cash flows.

**A. Cash Deposits**

The carrying amounts of the District's cash and deposit were \$4,065,492 at December 31, 2012. Bank balances before

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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reconciling items were \$4,776,049 at December 31, 2012, the total amount of which was insured and/or collateralized with securities held by the pledging financial institutions in the District's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the District's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the District's name.

The fair value of pledged securities must equal at least 110% of the cash deposits. California law also allows institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the District's total cash deposits. This collateral is held by the institution but is considered to be held in the District's name and places the District ahead of general creditors of the institution. The District has waived collateral requirements for the portion of deposits covered by the Federal Deposit Insurance Corporation.

***B. Investments***

Under the provisions of the District's investment policy, and in accordance with California Government Code, the following investments are authorized:

- United States Treasury Bills, Bonds, and Notes
- Obligations issued by Agencies of the United States Government
- Bankers' Acceptances
- Commercial Paper
- Certificates of Deposit, Negotiable Certificates of Deposit
- Repurchase Agreements
- California Local Agency Investment Fund
- California Asset Management Program
- Medium Term Notes
- Money Market Mutual Funds
- Securities of the State of California and California Local Agencies

Bond proceeds are invested in compliance with the individual fiscal agent agreements associated with each issue.

The District's investments are carried at fair value as required by generally accepted accounting principles of the United States. The guaranteed investment certificate (GIC) purchased to finance the 2002 Limited Obligation reserve fund is reported at cost. The District adjusts the carrying value of its investments to reflect their fair market value at each fiscal year-end, and it includes the effects of these adjustments in investment income for that fiscal year.

The District 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 District's investments with LAIF at December 31, 2012, include a portion of the pool funds invested in structured notes and asset-backed securities. These investments include the following:

Structured notes - are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-backed securities - (usually comprised of mortgage-backed securities), entitle their purchasers to receive a share of the cash flows from a pool of assets, such as principal and interest repayments from a pool of mortgages (such as collateralized mortgage obligations (CMO)) or credit card receivables.

As of December 31, 2012, the District had \$50,056,361 (fair value) invested in LAIF, which had invested 3.74% of the pool investment funds in structured notes and asset-backed securities. The LAIF fair value factor of 1.0011277231 was used to calculate the fair value of the investments in LAIF.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

**C. Summary of Cash and Investments**

The following is a summary of cash and investments at December 31, 2012:

		Government-Wide Statement of Net Assets		
		Governmental Activities	Fiduciary Funds	Total
Cash and investments		\$ 169,009,369	\$ -	\$ 169,009,369
Restricted cash/invest held by fiscal agent		77,113,439	-	77,113,439
	Total cash and investments	\$ 246,122,808	\$ -	\$ 246,122,808

Fair value of the District's cash and investments, grouped by maturity date, at December 31, 2012, follows:

Cash and Investment Type	Fair Value	1 Year or Less	1-2 Years	2-3 Years	3-4 Years	4-5 Years
Cash and Deposits	\$ 4,065,492	\$ 4,065,492	\$ -	\$ -	\$ -	\$ -
First American Govern Fund	137,727	137,727	-	-	-	-
LAIF	50,056,361	50,056,361	-	-	-	-
CAMP	35,796,441	35,796,441	-	-	-	-
Government securities:						
U.S. FHLB	3,676,284	3,676,284	-	-	-	-
U.S. FHLMC	14,358,879	7,815,569	4,440,596	2,102,714	-	-
U.S. FNMA	12,814,855	5,038,248	6,753,439	-	-	1,023,168
U.S. FFCB	3,539,113	2,003,888	1,535,225	-	-	-
U.S. Freddie Mac Global	3,572,718	-	2,268,446	1,304,272	-	-
U.S. Fannie Mae Global	2,324,282	-	-	2,324,282	-	-
U.S. T-Notes	23,028,961	5,421,206	6,825,087	9,746,028	1,036,640	-
Municipal bonds	713,644	409,196	304,448	-	-	-
Subtotal	64,028,736	24,364,391	22,127,241	15,477,296	1,036,640	1,023,168
Corp notes/comm paper/CD	14,924,612	4,043,834	4,899,470	4,095,063	1,886,245	-
Total cash and investments	\$ 169,009,369	\$ 118,464,246	\$ 27,026,711	\$ 19,572,359	\$ 2,922,885	\$ 1,023,168

Fair value of the cash and investments held by fiscal agents, grouped by maturity date, at December 31, 2012, follows:

Cash and Investment Type	Fair Value	1 Year or Less	1-2 Years	2-3 Years	3-4 Years	4-5 Years
First American Govern Fund	\$ 29,181,964	\$ 29,181,964	\$ -	\$ -	\$ -	\$ -
CAMP	15,644,191	15,644,191	-	-	-	-
Government securities:						
U.S. FNMA	11,054,074	11,054,074	-	-	-	-
U.S. FHLB	2,504,938	-	2,504,938	-	-	-
U.S. T-Notes	9,736,378	2,998,125	6,738,253	-	-	-
Subtotal	68,121,545	58,878,354	9,243,191	-	-	-
Societe Generale GIC	8,991,894	8,991,894	-	-	-	-
Total Cash and Investments	\$ 77,113,439	\$ 83,514,439	\$ 9,243,191	\$ -	\$ -	\$ -

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

**D. Risks**

Investment risk tolerance is specifically addressed in the District's formal investment policy, which is updated annually, and reviewed and approved via resolution of the Board of Directors. The policy specifies that:

- credit risk will be mitigated by investing in high grade securities and diversification,
- market risk will be mitigated by maintaining appropriate diversification of assets,
- interest rate risk will be mitigated through general limitation of maturities to five years or less at time of trade settlement,
  - eligible banker's acceptances must have maturity not exceeding 180 days from date of trade settlement,
  - prime commercial paper must have maturity not exceeding 270 days from date of trade settlement,
  - repurchase agreements must not have final termination date exceeding 30 days, and
- custodial risk is mitigated in accordance with provision of Section 53608 of the California Government Code.

*Credit Risk* - This is the risk of loss due to failure of the issuer of a security, which is mitigated by requiring investment in high grade securities. In August, 2012, Standard & Poor's lowered the long-term credit rating from AAA to AA+ on debt of the U.S. government sponsored enterprises. These downgrades relate to the credit risk associated with the District's investments in U.S. Treasury and U.S. Agency securities. At December 31, 2012, the District had the following investments credit risk ratings:

		Credit Quality Ratings	
		Moody's	S&P
U.S.government agencies:			
	FHLB	Aaa	AA+
	FHLMC	Aaa	AA+
	FNMA	Aaa	AA+
	Freddie Mac Global	Aaa	AA+
	Fannie Mae Global	Aaa	AA+
	T-notes	Aaa	AA+
Municipal bonds:			
	California State Revenue	MIG1	ASP-1
	Palo Alto USD, CA General Obligation	Aa1	AAA
Corporate notes/commercial paper/CD			
	Bank of New York	Aa3	A+
	Berkshire Hathaway Inc.	Aa2	AA+
	Colgate-Palmolive Co	Aa3	AA-
	GE Capital	A1	AA+
	Gold Sachs	A3	A
	Google Incopr	Aa2	AA
	IBM Corp	Aa3	AA-
	John Deer Capital Corp	A2	A
	JP Morgan Chase & Co	A2	AA-
	Mass Mutual Global Fund	Aa2	AA+
	Metropolitan Life Global	Aa3	AA-
	New York Life Global	Aaa	AA+
	Proctor & Gamble Co Corp	Aa3	AA-
	Wal-Mart	Aa2	AA
	GE Capital Corp	CP	P-1
	Rabobank US Financial Corp	CP	P-1
	Toyota Motor Credit Corp	CP	P-1
	Bank of Nova Scotia Houston	CD	Aa1
	WestPac Banking Corp NY	CD	Aa2
	LAIF	not rated	not rated
	CAMP	not rated	AAAm
	First American Govern (US Bank)	Aaa-mf	AAAm



**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

*Interest Rate Risk* - This is the risk of receiving less than optimal interest earnings, or a decline in market value of securities held, due to fluctuations in interest rates. It is mitigated by limiting the average maturity of the portfolio to five years or less. At December 31, 2012, the District's investments had the following maturities:

Maturity	% of Portfolio
Up to one year	76%
One year to two years	15%
Two years to five years	9%

*Custodial Credit Risk* - This risk is that, in the event of the failure of the counter party, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All securities are held by third-party custodian, US Bank, which is a registered member of the Federal Reserve Bank. The securities held by US Bank are in street name, and a customer number assigned to the District identifies ownership.

*Concentration Risk* - Although the District's investment policy does not define concentration risk, each type of allowable investment has a not to exceed amount. For example, federal agencies and U.S. government-sponsored enterprise obligations and instruments cannot exceed 75% of the total portfolio. No more than 5% of the portfolio can be invested in commercial paper of any one issuer and the District cannot purchase more than 5% of the outstanding commercial paper of any single issuer. At December 31, 2012 the District's investments in excess of 5% of the total portfolio were U.S. FHLMC and U.S. FNMA.

*Foreign-currency Risk* – The District's investment policy does not address foreign currency risk, as no investments associated with foreign currency are permitted.

**E. Risks Associated with Trust Assets**

The assets of the EBRPD Retirement Plans are not assets of the District, and thus are not included in the disclosure of the District's cash and investments. However, the District does have fiduciary responsibility for the Retirement Plans trust assets and has established the Statement of Investment Policy for the East Bay Regional Park District Retirement Plans, revised October 2011. The policy establishes asset allocation targets, which are currently 40% for domestic equity, 10% for international equity, 28% for core bonds, 20% for intermediate bonds and 2% for cash. The trust is in compliance with the asset allocation targets at December 31, 2012. Fair value of each category are included in Statement of Net Position, Fiduciary Funds.

**F. Fair Value of Investments**

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, investments were stated at fair value using the aggregate method. The total fair value adjustment resulted in a net increase in the fair value of investments of \$151,826.

**3. NOTE RECEIVABLE**

On October 5, 1998 the District sold a parcel of land in exchange for a note in the amount of \$105,000, secured by a first deed of trust. The note bears interest at 7.5% per year, payable in monthly installments of \$973 through October 5, 2013. At December 31, 2012 the principal balance of the note was \$11,551.

During 2012 the District loaned \$700,000 to the Armand Borel Trust dated June 20, 1994 as amended and restated in 2008. The loan amount is secured by a recorded deed of trust for the real property owned by the Trust. The District is the beneficiary of the personal and real property from the Borel Estate, which is held in the Trust. The Trust lacked sufficient funds to undertake necessary actions, which would have resulted in foreclosure on real property and loss to the District. Therefore the District loaned \$700,000, for a term of 3 years, at 10% simple interest. Principal and accrued interest are due at maturity, or at property sale, whichever occurs first.

**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
December 31, 2012**

**4. INTERFUND TRANSACTIONS**

**A. Due to/from other funds**

At December 31, 2012, the balance of the due to/from other fund between the General Fund and the General Liability Fund was \$1,215,096. Loan was made in 2011 as a cash flow mechanism to fund immediate costs incurred as a result of the Tilden Corporation Yard fire. Loan is being repaid as insurance proceeds are received.

**B. Transfers In and Out**

Transfers between funds during the year ended December 31, 2012 were as follows:

Transfers In						
Governmental Funds						
Major Funds						
Transfers Out	General Fund	Debt Service Fund	Project Fund	Non-major Funds	Internal Service Funds	Total
General Fund	\$ -	\$ 1,154,090	\$ 5,598,993	\$ -	\$ 2,605,000	\$ 9,358,083
Project Fund	1,186,635	-	-	13,491,966	-	14,678,599
Non-major Funds	169,000	-	3,220,574	25,000	-	3,414,574
Internal Service Funds	496,275	-	1,443,021	-	396,000	2,335,296
Total	\$ 1,851,910	\$ 1,154,090	\$ 10,262,588	\$ 13,516,966	\$ 3,001,000	\$ 29,786,554

Transfer into the General Fund from the Project Fund was the return of unspent project budgets. Transfer into the General Fund from the non-major funds was conveyance of operating funds from special revenue accounts. Transfer into the General Fund from the internal service funds was the transfer of capital assets acquired in internal service fund.

Transfer into the Debt Service Fund from the General Fund was to fund limited obligation debt service payments.

Transfer into the Project Fund from all sources was to fund capital and other than asset (OTA) projects.

Transfer into the non-major funds from the Project Fund was the transfer of bond proceeds to fund the Measure WW local grant program, which is accounted for in a special revenue fund. Transfer between non-major funds was interest earned in the permanent fund, which funds activities in special revenue fund.

Transfer into the internal service fund was the General Fund's initial funding of the new Major Infrastructure Renovation and Replacement Fund, as was transfer between internal service funds.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

**5. CAPITAL ASSETS**

**A. Capital Asset Additions and Retirements**

The changes in the District's capital assets for governmental activities during the year ended December 31, 2012 follows:

	Balance January 1, 2012	Additions	Retirements	Transfers	Balance December 31, 2012
<b>Non-depreciable capital assets:</b>					
Land	\$ 354,424,510	\$ -	\$ -	\$ 14,491,419	\$ 368,915,929
Historical structures	750,496	-	-	801,358	1,551,854
Construction in progress, as restated	33,383,922	25,271,890	-	(24,431,296)	34,224,516
<b>Total non-depreciable</b>	<b>388,558,928</b>	<b>25,271,890</b>	<b>-</b>	<b>(9,138,519)</b>	<b>404,692,299</b>
<b>Depreciable capital assets:</b>					
Land improvements	39,163,896	-	(140,953)	643,841	39,666,784
Public access	31,686,043	-	-	835,747	32,521,790
Structures and improvements	42,597,049	-	-	5,784,769	48,381,818
Transportation	81,801,217	-	-	1,865,220	83,666,437
Utilities	14,590,289	-	-	5,789	14,596,078
Leasehold improvements	73,287,975	-	(509,572)	341	72,778,744
Equipment	27,079,354	1,312,564	(797,275)	2,812	27,597,455
<b>Total depreciable</b>	<b>310,205,823</b>	<b>1,312,564</b>	<b>(1,447,800)</b>	<b>9,138,519</b>	<b>319,209,106</b>
<b>Less accumulated depreciation:</b>					
Land improvements	(37,041,843)	(453,457)	98,667	-	(37,396,633)
Public access	(11,326,417)	(640,669)	-	-	(11,967,086)
Structures and improvements	(11,807,868)	(935,877)	-	-	(12,743,745)
Transportation	(50,759,434)	(1,921,130)	-	-	(52,680,564)
Utilities	(1,649,899)	(505,992)	-	-	(2,155,891)
Leasehold improvements	(37,950,831)	(1,565,345)	228,172	-	(39,288,004)
Equipment	(16,698,002)	(1,889,732)	784,628	-	(17,803,106)
<b>Total depreciation</b>	<b>(167,234,294)</b>	<b>(7,912,202)</b>	<b>1,111,467</b>	<b>-</b>	<b>(174,035,029)</b>
<b>Depreciable assets, net</b>	<b>142,971,529</b>	<b>(6,599,638)</b>	<b>(336,333)</b>	<b>9,138,519</b>	<b>145,174,077</b>
<b>Total capital asset net</b>	<b>\$ 531,530,457</b>	<b>\$ 18,672,252</b>	<b>\$ (336,333)</b>	<b>\$ -</b>	<b>\$ 549,866,376</b>

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

Depreciation expense is charged to functions based on their usage of the related assets. The amounts allocated to each function are as follows:

Governmental Activities	2012 Depreciation
Finance/Management Services	\$ 397,947
Land	253
Legal	7,342
Operations	6,684,029
Planning/Stewardship/Development	68,441
Public Affairs	6,240
Public Safety	747,950
Total Governmental Activities	\$ 7,912,202

**B. Capital Asset Contributions**

Some capital assets may be acquired using Federal and State grant funds, or they may be contributed by developers or other governments. Assets acquired using grant funds are recorded in the fund financial statements. Assets received as contributions are recorded only in the government-wide statements. GASB Statement No. 34 requires that the fair value at date of contribution be accounted for as program revenue.

**6. DEFERRED INFLOWS OF RESOURCES AND UNEARNED REVENUE**

**A. Government-Wide Financial Statement**

Unearned revenues in government-wide financial statement includes prepaid property taxes received from counties in excess of 50% earned at December 31, and reservation deposits for events with dates subsequent to December 31. At December 31, 2012, unearned revenues in the government-wide financial statements were as follows:

Governmental Activities	2012 Unearned Revenue
Property Tax	\$ 4,617,358
Reservations	795,374
Other	76,433
Total Governmental Activities	\$ 5,489,165

**B. Fund Financial Statements**

In addition to the unearned revenues listed above, at December 31, 2012 the following deferred revenues were recorded as deferred inflows of resources in the fund financial statement because the funds were not available (not received within 60 days of year-end) to finance expenditures of the current period.

Governmental Funds	2012 Deferred Revenue
Grants	\$ 5,720,189
Other	700,727
Total Governmental Activities	\$ 6,420,916

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

**7. LONG TERM LIABILITIES**

**A. Long Term Debt Issues and Transactions**

The District's debt issues and transactions are summarized below and discussed in detail thereafter.

	Balance			Balance		
	January 1, 2012	Additions	Retirements	December 31, 2012	Due Within One Year	Due in More Than One Year
Measure AA Go Bonds						
2006 Refunding	\$ 5,985,000	\$ -	\$ (1,745,000)	\$ 4,240,000	\$ 1,830,000	\$ 2,410,000
Unamortized premium	374,591	-	(93,648)	280,943	93,648	187,295
2008 Refunding	22,325,000	-	(3,010,000)	19,315,000	3,135,000	16,180,000
Unamortized premium	3,292,974	-	(470,425)	2,822,549	470,425	2,352,124
2009 Refunding-taxable	12,375,000	-	(12,375,000)	-	-	-
2009 Refunding-tax exempt	7,625,000	-	-	7,625,000	7,625,000	-
Unamortized premium	265,052	-	(212,041)	53,011	53,011	-
Total Measure AA	52,315,235	-	(17,906,114)	34,336,503	13,207,084	21,129,419
Measure WW GO Bonds						
Series 2009A	80,000,000	-	-	80,000,000	-	80,000,000
Unamortized premium	6,675,850	-	(376,104)	6,299,746	376,104	5,923,642
Total Measure WW	86,675,850	-	(376,104)	86,299,746	376,104	85,923,642
Limited Obligation Bond						
2002 Refunding Bonds	2,335,000	-	(1,120,000)	1,215,000	1,215,000	-
2012 Limited Obligation Bonds	-	24,995,000	-	24,995,000	610,000	24,385,000
Unamortized premium	-	387,673	(5,169)	382,504	15,506	366,998
Total limited obligation	2,335,000	25,382,673	(1,125,169)	26,592,504	1,840,506	24,751,998
Capital Equipment Lease						
Suntrust Equipment-Helicopter	765,218	-	(765,218)	-	-	-
<b>Total Debt</b>	<b>\$ 142,091,303</b>	<b>\$ 25,382,673</b>	<b>\$(20,172,605)</b>	<b>\$ 147,228,753</b>	<b>#####</b>	<b>\$ 131,805,059</b>

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

**B. Debt Service Requirements**

Future principal and interest payments on all long-term debt were as follows at December 31, 2012:

<b>Limited Obligation Bonds</b>							
		December 31,	Principal	Interest			
		2013	\$ 1,825,000	\$ 835,028			
		2014	765,000	655,618			
		2015	785,000	636,293			
		2016	800,000	620,443			
		2017	815,000	605,311			
		2018-2022	4,320,000	2,778,400			
		2023-2027	4,820,000	2,286,958			
		2028-2032	5,555,000	1,548,320			
		2033-2037	6,525,000	580,088			
		Total	26,210,000	10,546,459			
		Debt premium	382,504				
		Total non-GO	\$ 26,592,504	\$ 10,546,459			
		<b>Measure AA GO Bonds</b>		<b>Measure WW GO Bonds</b>		<b>Total GO Bonds</b>	
December 31,	Principal	Interest	Principal	Interest	Principal	Interest	
2013	\$ 12,590,000	\$ 1,423,225	\$ -	\$ 3,230,275	\$ 12,590,000	\$ 4,653,500	
2014	4,455,000	914,500	3,840,000	3,230,275	8,295,000	4,144,775	
2015	4,665,000	706,750	3,945,000	3,124,600	8,610,000	3,831,350	
2016	3,600,000	473,500	4,055,000	3,015,475	7,655,000	3,488,975	
2017	3,780,000	293,500	4,170,000	2,899,675	7,950,000	3,193,175	
2018-2022	2,090,000	104,500	22,950,000	12,405,850	25,040,000	12,510,350	
2023-2027	-	-	27,890,000	7,469,650	27,890,000	7,469,650	
2028-2032	-	-	13,150,000	991,750	13,150,000	991,750	
Total	31,180,000	3,915,975	80,000,000	36,367,550	111,180,000	40,283,525	
Debt premium	3,156,503		6,299,746		9,456,249		
Total GO	\$ 34,336,503	\$ 3,915,975	\$ 86,299,746	\$ 36,367,550	\$ 120,636,249	\$ 40,283,525	
<b>Grand Total</b>							
		December 31,	Principal	Interest			
		2013	\$ 14,415,000	\$ 5,488,528			
		2014	9,060,000	4,800,393			
		2015	9,395,000	4,467,643			
		2016	8,455,000	4,109,418			
		2017	8,765,000	3,798,486			
		2018-2022	29,360,000	15,288,750			
		2023-2027	32,710,000	9,756,608			
		2028-2032	18,705,000	2,540,070			
		2033-2037	6,525,000	580,088			
		Total	137,390,000	50,829,984			
		Debt premium	9,838,753	-			
		Grand Total	\$ 147,228,753	\$ 50,829,984			

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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**C. Description of the Long-Term Debt Issues**

2002 Limited Obligation Refunding Bonds – On January 23, 2002 the District issued \$10,605,000 of 2002 Limited Obligation Refunding Bonds, with interest rates between 2.0% and 4.2%, to defease \$11,170,000 of outstanding 1993 Limited Obligation Refunding Bonds. Proceeds from the 2002 Bonds were placed in an irrevocable trust to provide for all future debt service payments on the defeased 1993 Bonds. Accordingly, the trust account assets and the liability for the defeased 1993 Bonds are not included in the District's general purpose financial statements. The outstanding debt balance at December 31, 2012 was \$1,215,000.

The defeased 1993 bonds were called on March 1, 2002.

The 2002 Limited Obligation Refunding Bonds are limited obligations of the District, payable solely from limited ad valorem property taxes levied upon certain taxable property within the District or from other funds legally available.

The Bonds are subject to optional and mandatory early redemption provisions.

2012 Promissory Notes – On August 24, 2012 the District issued \$24,955,000 of 2012 Promissory Notes, with interest rates between 1.75% and 3.5%, to finance field and administrative facility replacement and renovation. The outstanding balance as of December 31, 2012 was \$24,995,000.

The 2012 Promissory Notes are limited obligations of the District, payable solely from limited ad valorem property taxes levied upon certain taxable property within the District or from other funds legally available.

The Notes are subject to optional and mandatory early redemption provisions.

The Notes were issued at a \$387,673 premium, which is being amortized over the 25 year life of the bonds, resulting in annual amortization of \$15,507.

Capital Lease - 2007 master equipment lease/purchase agreement with Banc of America Public Capital Corp was for the financing of the purchase of a helicopter. The liability was for the maximum equipment cost of \$3,558,000 at an interest rate of 3.77%. The remaining capital lease balance of \$765,218 was paid in full during 2012.

Measure AA 2006 General Obligation Refunding Bonds – The District issued General Obligation (GO) Refunding Bonds in the amount of \$23,600,000, with interest rates ranging from 4.25% to 5.0%, on July 11, 2006. The bond proceeds were placed in an irrevocable trust for the payment of principal and interest on the General Obligation Bonds Series 1998D in the amount of \$26,170,000 on September 30, 2009. The outstanding debt balance at December 31, 2012 was \$4,240,000.

The District is empowered and is externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the 2006 GO Refunding Bonds.

The Bonds are subject to optional and mandatory early redemption provisions.

The Bonds were issued at a premium of \$826,303, which is being amortized over the 9 year life of the bonds, resulting in annual amortization of \$93,648.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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Measure AA 2008 General Obligation Refunding Bonds – The District issued General Obligation (GO) Refunding Bonds in the amount of \$75,600,000, with interest rates ranging from 3.495% to 5.25%, on July 3, 2008. The bond proceeds were placed in an irrevocable trust for the payment of principal and interest on the 1998 General Obligation Refunding Bonds and to all outstanding bonds of \$80,035,000 on September 1, 2009. The outstanding debt balance at December 31, 2012 was \$19,315,000.

The District is empowered and is externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the 2008 GO Refunding Bonds.

The Bonds are subject to optional and mandatory early redemption provisions.

The Bonds were issued at a premium of \$4,753,767, which is being amortized over the 12 year life of the bonds, resulting in annual amortization of \$470,425.

Measure AA 2009 General Obligation Refunding Bonds – The District issued General Obligation Refunding Bonds in the amount of \$20,000,000, with interest rates ranging from 2.25% to 4%, on October 14, 2009. The \$20,000,000 is comprised of \$7,625,000 non-taxable and \$12,375,000 taxable general obligation bonds. The bond proceeds were placed in an irrevocable trust for the payment of a portion of the principal and interest on the 2006 E, 2006 Refunding and 2008 Refunding Bonds. The outstanding debt balance at December 31, 2012 was \$7,625,000.

The District is empowered and is externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the 2009 General Obligation Refunding Bonds.

The Bonds are subject to optional and mandatory early redemption provisions.

The Bonds were issued at a premium of \$742,144, which is being amortized over the 3.5 year life of the bonds, resulting in annual amortization of \$212,041.

Measure WW 2009 General Obligation Bonds – The District issued General Obligation (GO) Bonds Series 2009 in the amount of \$80,000,000, with interest rates ranging from 2.25% to 5.0%, on October 14, 2009. The purpose of the 2009 Bonds was to finance acquisition of land, and for developing and improving recreational space of the District. The outstanding debt balance at December 31, 2012 was \$80,000,000.

The District is empowered and is externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the GO Series 2009 Bonds.

The Bonds are subject to optional and mandatory early redemption provisions.

The Bonds were issued at a premium of \$7,522,085, which is being amortized over the 20 year life of the bonds, resulting in annual amortization of \$376,104.



**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

*Defeased Debt* – In 2009 the District defeased a portion of the outstanding principal of the 2006 Refunding, and 2008 Refunding Bonds in the amount of \$18,075,000. The proceeds of the new debt were used to purchase U.S. government securities, which were placed in a separate, irrevocable trust fund. The investments, and fixed earnings from the investments, are expected to be sufficient to fully service the defeased debt, until the debt is called or matures. For financial reporting purposes, the debt is considered defeased. Consequently, the related trustee assets and liabilities are not included in the District's financial statements. Defeased debt outstanding, but removed from long-term liabilities is \$11,950,000 at December 31, 2012.

**D. Deferred Inflows and Outflows**

As of December 31, 2012, deferred inflows on the Government-Wide Financial Statements consisted of unamortized gain/loss on debt refundings for the following debt issues:

	Balance January 1, 2012	Additions	Deletions	Balance December 31, 2012
Deferred inflows:				
2006 Refunding	\$ 785,513	\$ -	\$ (196,378)	\$ 589,135
2008 Refunding	178,791	-	(25,542)	153,249
	<u>\$ 964,304</u>	<u>\$ -</u>	<u>\$ (221,920)</u>	<u>\$ 742,384</u>
Deferred outflows				
2009 Refunding	\$ (891,684)	\$ -	\$ 713,347	\$ (178,337)

**E. Compensated Absences**

The District records a liability to recognize the financial effect of unused vacation and other compensated leaves. The total of vacation and other compensated leaves was \$4,823,152 at December 31, 2012. The District uses the General Fund to liquidate compensated absences recorded in the governmental activities. The District has no business-type activities.

	January 1, 2012	Additions	Deletions	December 31, 2012	Due within One Year	Due in More than One Year
Governmental Activities	\$ 4,742,063	\$ 485,737	\$ (404,648)	\$ 4,823,152	\$ 796,637	\$ 4,026,515

**F. Accrued Claims**

The District records current and long term liability to recognize incurred but not reported claims in proprietary funds for self-insured general liability, workers' compensation and dental benefits as follows:

	January 1, 2012	Claims incurred	Claims paid	December 31, 2012	Due within One Year	Due in More than One Year
Workers' compensation	\$ 9,844,000	\$ 1,004,784	\$ (1,638,784)	\$ 9,210,000	\$2,059,000	\$ 7,151,000
General liability	1,709,000	(638,210)	(1,790)	1,069,000	366,000	703,000
Dental benefits	88,800	901,634	(945,634)	44,800	44,800	-
	<u>\$ 11,641,800</u>	<u>\$ 1,268,208</u>	<u>\$ (2,586,208)</u>	<u>\$ 10,323,800</u>	<u>\$2,469,800</u>	<u>\$ 7,854,000</u>

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

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**9. FUND EQUITY**

***A. Classification of Governmental Fund Balances***

As a result of GASB Statements No. 54 fund balance classifications have been amended to report a hierarchy based upon the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

- Nonspendable - amounts that cannot be spent because they are (1) not in spendable form, such as prepaid, inventories and long-term receivables, or (2) legally or contractually required to remain intact.
- Restricted - amounts that are restricted by external parties such as imposed by grantors, via contracts, by laws, or per regulations.
- Committed - amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.
- Assigned - amounts which are intended to be used for a specific purpose, but do not meet the criteria of restricted or committed, including the remaining fund balance in all governmental funds, except the General Fund.
- Unassigned - negative fund balance amounts, or the residual amounts in the General Fund that have no restrictions placed upon them.

The District does not have a formal policy on the order of spending of unrestricted amounts when an expenditure is incurred for which amounts in any of the unrestricted fund balance classification could be used. Therefore, by default under GASB Statement No. 54, the District uses committed resources first, then assigned resources, and unassigned resources last as they are needed.

Governmental fund balances are committed only through formal action of the governing body via Board of Directors resolution. Modification or rescission of fund balance commitments also require resolution of the Board. Management is authorized to assign fund balance for specific purposes.

The following is detail of the categories of governmental funds' fund balances at December 31, 2012.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

	General Fund	Debt Service Fund	Project Fund	Non-Major Funds	Total Governmental Funds
<b>Nonspendable</b>					
Endowment corpus	\$ -	\$ -	\$ -	\$ 3,707,308	\$ 3,707,308
Consumable supplies	434,385	-	-	-	434,385
Land held for resale	-	-	544,500	-	544,500
Long-term note receivable	-	-	700,000	11,551	711,551
Prepaid/deposits	5,636,960	-	2,071,521	-	7,708,481
<b>Total Nonspendable</b>	<b>6,071,345</b>	<b>-</b>	<b>3,316,021</b>	<b>3,718,859</b>	<b>13,106,225</b>
<b>Restricted</b>					
Bond/debt related	-	12,728,259	59,504,871	1,831	72,234,961
GASB 31 related to bond/debt	-	-	93,697	-	93,697
Encumbrances	533,727	-	5,396,175	37,597	5,967,499
Endowment earnings	-	-	-	246,900	246,900
Per legal contract/agreement	224,388	-	-	10,439,230	10,663,618
Per statute	-	-	-	4,775,896	4,775,896
<b>Total Restricted</b>	<b>758,115</b>	<b>12,728,259</b>	<b>64,994,743</b>	<b>15,501,454</b>	<b>93,982,571</b>
<b>Committed by Board of Directors</b>					
2010-2015 property tax augmentation	9,000,000	-	-	-	9,000,000
Election costs	2,200,000	-	-	-	2,200,000
Fire fuel reduction grant match	-	-	380,245	-	380,245
First quarter expenditures	25,666,614	-	-	-	25,666,614
Land acquisition/development	-	-	7,261,055	-	7,261,055
Legal Contingency	1,000,000	-	-	-	1,000,000
Mitigation	-	-	-	1,081,921	1,081,921
Projects	-	-	11,246,130	-	11,246,130
RDA tax increment remitted under protest	1,343,636	-	-	-	1,343,636
Revenue take-away contingency	9,536,900	-	-	-	9,536,900
Workers' compensation contingency	2,000,000	-	-	-	2,000,000
<b>Total Committed</b>	<b>50,747,150</b>	<b>-</b>	<b>18,887,430</b>	<b>1,081,921</b>	<b>70,716,501</b>
<b>Assigned by Management</b>					
Gifts	-	-	-	1,456,172	1,456,172
Martin Luther King Jr. Internship	-	-	-	78,663	78,663
Mitigation	-	-	-	242,068	242,068
<b>Total Assigned</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,776,903</b>	<b>1,776,903</b>
<b>Unassigned</b>					
GASB 31	58,128	-	-	-	58,128
Other	35,737,503	-	-	-	35,737,503
<b>Total Unassigned</b>	<b>35,795,631</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>35,795,631</b>
<b>Total Fund Balance</b>	<b>\$93,372,241</b>	<b>\$12,728,259</b>	<b>\$87,198,194</b>	<b>\$22,079,137</b>	<b>\$ 215,377,831</b>

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

**B. Mitigation and Gift Special Revenue Funds**

Special revenue funds include the Mitigation and Gifts Funds. These are used to account for revenues received from private parties as donations, or in relationship to mitigation agreements associated with land acquisition and development. Details, balances and 2012 activity are presented in the following table.

	Non-spendable	Restricted	Committed	Assigned	Unassigned	Total
<b>Other Special Revenue Fund - Gift Fund</b>						
Peake note receivable	\$ 11,551	\$ -	\$ -	\$ -	\$ -	\$ 11,551
Peake/no location	-	-	-	240,288	-	240,288
Dickson/trails	-	-	-	677,129	-	677,129
Meyers/Dry Creek Garden	-	116,053	-	-	-	116,053
Henry/Tilden	-	-	-	344,522	-	344,522
Hayward 1900/Walpert Ridge	-	1,800,309	-	-	-	1,800,309
Various/memorial benches	-	225,407	-	-	-	225,407
OG Property/Sibley	-	1,025,257	-	-	-	1,025,257
NextEra/Vasco Caves	-	505,921	-	-	-	505,921
Foster/no location	-	-	-	194,817	-	194,817
	<b>\$ 11,551</b>	<b>\$ 3,672,947</b>	<b>\$ -</b>	<b>\$ 1,456,756</b>	<b>\$ -</b>	<b>\$ 5,141,254</b>
<b>Mitigation Fund</b>						
MLK Marsh/Port of Oakland	\$ -	\$ 278,236	\$ -	\$ -	\$ -	\$ 278,236
Walnut Ck-Iron Horse Tr/Tosco	-	1,435,845	-	-	-	1,435,845
Contra Loma Lagoon/CCWD	-	270,466	-	-	-	270,466
Oyster Bay	-	-	-	28,980	-	28,980
Vasco Caves/Northwind	-	-	758,481	-	-	758,481
Waterbird/Chevron	-	-	145,649	-	-	145,649
ER District wide	-	7,255	-	213,087	-	220,342
ER Brushy Peak/Republic Svc	-	-	85,035	-	-	85,035
ER Black Diamond/CC Co	-	-	92,756	-	-	92,756
	<b>\$ -</b>	<b>\$ 1,991,802</b>	<b>\$ 1,081,921</b>	<b>\$ 242,067</b>	<b>\$ -</b>	<b>\$ 3,315,790</b>
ER=environmental review						

**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
December 31, 2012**

**C. Government-wide Restricted Net Position**

Restricted net position is categorized as expendable and nonexpendable on the Government-wide Statement of Net Position. Restricted net position is further divided into restricted by third party agreements, debt service and statute. Details of restrictions on net position follow:

Restricted Net Position	
Expendable	
Net pension obligation	\$ 3,221,351
Permanent endowment earnings	246,900
Legal contract or agreement	16,682,635
Special assessments	4,775,897
Debt service	12,730,090
Nonexpendable	
Permanent fund corpus	3,707,308
Total restricted net position	<u>\$ 41,364,181</u>

**10. DEFERRED COMPENSATION**

Employees may participate in a deferred compensation program (457 plan) at their option. In the past, the District matched a portion of employees' contribution up to a 3% maximum. The matching benefit was eliminated January 1, 2012.

Additionally management employees may participate in 401(a) plan in which the District previously contributed a maximum match of 3%. The matching benefit was discontinued effective January 1, 2012.

This plan is maintained by a third party, and the related financial information is not included in these financial statements.

**11. OTHER POST EMPLOYMENT BENEFITS (OPEB) - POSTEMPLOYMENT HEALTHCARE PLAN**

Plan Description: In 2007 the District began contributing to an OPEB trust. In 2012 the District became a participant in the California Employers' Retiree Benefit Trust (CERBT), an agent multiple-employer defined benefit healthcare plan administered by CalPERS. Fiduciary responsibility is assumed by the plan administrator. The District's Plan provides medical insurance benefits to eligible retirees and their eligible dependents based on union agreements and District policy. There are benefits for pre-Medicare and post-Medicare status.

- **2428 Union Employees pre-Medicare:**
  - The District pays \$100 (\$200) per month towards medical premiums for any employee who works for the District until at least age 55 and retires with at least 10 (20 or more) years of service. The benefit discontinues at age 65 when Medicare coverage commences.
- **2428 Union Employees post-Medicare hired after 1/1/2012:**
  - Eligible for CalPERS Health with District providing the PEMCHA contribution. The PEMCHA amount is following the "unequal" method beginning in the year 2012, with increases to the minimum each year in the amount of 5% until it equals the PEMCHA minimum.
- **2428 Union Employees post-Medicare hired before 1/1/2012:**
  - Each retired employee and spouse (upon spouse reaching age 65), is offered one of the following options at District expense:

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
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- Enrollment in the AARP Medicare Supplement and Rx Plan, or
- Reimbursement in an amount equal to the amount required to fund the AARP option.
- **Police Association Employees:**
  - The District contributes to future retiree medical at a cost equal to the PEMCHA minimum amount, which was \$115 per month per retiree in 2013, as long as they retire or resign in good standing at age 50 or older after 10 years of service.
- **Management/Confidential Employees pre-Medicare hired or promoted on or after 1/1/2003:**
  - If the retiree has at least 10 (20) years of service as a regular employee, the District will pay \$250 (\$300) a month toward medical.
- **Management/Confidential Employees pre-Medicare hired or promoted before 1/1/2003:**
  - Family medical benefits will be provided at the medical plan rates for employees who retire from the District until age 65, when Medicare commences.
- **Management/Confidential Employees post-Medicare hired after 1/1/2012:**

Eligible for choice of either:

  - If employee is enrolled in CalPERS Health with District, the District will provide the PEMHCA contribution. The PEMCHA amount is following the “unequal” method beginning in the year 2012, with increases to the minimum each year in the amount of 5% until it equals the PEMCHA minimum.
  - If the retiree has at least 10 (20) years of service as a regular employee, the District will pay \$250 (\$300) a month.
- **Management/Confidential Employees post-Medicare hired or promoted before 1/1/2012:**
  - The cost of Medicare, Part B, will be provided thereafter for employee and spouse (upon spouse turning 65)
  - Each retired employee and spouse (upon spouse reaching age 65), is offered one of the following options at District expense:
    - Enrollment in the AARP Medicare Supplement and Rx plan, or
    - Reimbursement in an amount equal to the amount required to fund the AARP option.
- **Management employees at the level of Assistant General Manager or General Manager:**
  - If retiree has least 10 (20) years of service as a regular employee will be paid \$300 (\$350) a month toward medical. Management employees at the level of Assistant General Manager or General Manager with 20 (15) years of service, upon reaching the age of 65, will be offered the opportunity to continue enrollment in the medical program or the AARP supplemental coverage at District expense for the retiree and spouse (retiree only). They will also be offered the opportunity to continue participation in the District dental program at District expense, after 20 years, retiree and spouse, at 15 years retiree only at the District's expense.
- **Board Members:**
  - Board members who retire from the Board with 12 or more years of service are eligible for the same benefits as pre-2003 Management and Confidential employees, at District expense. Board members who retire with less than 12 years of service are eligible for these benefits at their own expense.

The schedule of funding progress, included in RSI section of the CAFR, presents multi-year trend information about the OPEB actuarial value of plan assets in relationship to the actuarial accrued liability for benefits.

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

Funding Policy: The District pays all costs of the plan, except for the participation of retirees who pay District group medical and dental premiums. In 2007 the District established a separate retiree healthcare benefit trust. In 2012 the District joined the CERBT, and a one-time transfer of plan assets totaling \$23,831,550 was made from the prior trust administrator. The District's policy is to make a contribution to the Trust each pay period, for the purpose of funding its calculated obligations over a period of time. The amount necessary to fund future benefits is based upon January 1, 2012 actuarial valuation completed by Bartel and Associates, LLC in accordance with GASB Statement No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*.

For fiscal year 2012, the District contributed a total of \$3,679,844 to the plan, which reported income of \$2,254,142. The estimated Actuarial Accrued Liability (AAL) at January 1, 2012 was \$44,634,000 (at December 31, 2012 \$48,445,000). The initial UAAL is being amortized over a 20 year fixed (closed) period, with 15 years remaining at January 1, 2012. Plan changes are amortized over 15 year fixed period. Assumption changes and experience and contribution gains/losses are amortized over a 15 year fixed period. Maximum 30 year combined period is used. The cost method is entry age normal and the amortization method is level percent of payroll.

Annual OPEB Cost and Net OPEB Assets: The District's annual OPEB cost (expense) is calculated based on the Annual Required Contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The 2012 ARC rate is 8.9% (increasing to 9.9% in January 1, 2013) of annual covered payroll. The following table shows the components of the District's annual OPEB cost for the year, the amount contributed to the plan, and the changes in the District's net OPEB obligation (asset).

Plan cost, the percentage of annual cost contributed to the Plan, and the net Plan obligation for the year ended December 31, 2012 are as follows:

Required annual contribution (ARC)	\$ 3,679,844
Interest on net pension asset	(221,590)
Adjustment to ARC	283,050
Annual OPEB cost (expense)	3,741,304
Contributions made (less implied subsidy)	(3,679,844)
Decrease/(increase) net pension asset	61,460
Net pension asset beginning of year, as restated*	(3,282,810)
Net pension asset end of year	\$ (3,221,350)

The net pension asset represents the 2007 contribution amount above the ARC. This amount is recorded as an asset on the Government-Wide Statement of Net Position.

\*Note the beginning of year balance has been corrected to reflect 2010 and 2011 ARC as percentage of actual payroll, rather than percentage of projected payroll.

Audited financial statements for the CERBT are available on their website, [www.calpers.ca.gov](http://www.calpers.ca.gov) or may be obtained by writing to CalPERS:

Lincoln Plaza North  
 400 Q St.  
 Sacramento, CA 95811

**East Bay Regional Park District**  
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Plan cost, the percentage of annual cost contributed to the Plan and the net Plan assets for the year ended December 31, 2010, 2011 and 2012 are as follows:

Year Ending December 31,	Annual OPEB Cost*	Amount Contributed**	Percentage Contributed	Net OPEB Asset
2010	\$ 4,153,000	\$ 4,000,902	96%	\$ 3,626,023
2011	\$ 3,965,000	\$ 3,683,236	93%	\$ 3,282,810
2012	\$ 4,094,000	\$ 3,679,844	90%	\$ 3,221,350

\*Note the annual plan cost is per the actuarial study, which does not include interest on net pension asset or the adjustment to ARC. This has been adjusted from prior year presentation of information.

\*\*Note the amount contributed is the ARC, which is the actuarial determined rate times actual payroll. This has been adjusted from prior year presentation of information..

Funded Status and Funding Progress: Based upon the most recent actuarial valuation for January 1, 2012 (completed August 2012) , the 2013 projected AAL for benefits was \$48,445,000. The 2012 projected actuarial value of plan assets was \$24,865,000. UAAL was reported at \$23,580,000. The estimated annual covered payroll was \$44,098,000, resulting in a UAAL as a percent of payroll of 54.6%, a 11.7% decrease in UAAL as a percent of payroll from prior year, and consistent with annual decreases since plan inception.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members), include the types of benefits provided at the time of each valuation, and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Per the January 1, 2012 actuarial valuation, the actuarial cost method used is entry age normal (EAN) cost method. Under the EAN cost method, the plan's normal cost is developed as a level percent of payroll throughout the participants' working lifetime. Entry age is based on current age minus years of service. The actuarial accrued liability (AAL) represents the portion of the present value of benefits that participants have earned (on an actuarial, not actual basis) through the valuation date.

In the current actuarial report, the assumptions used were:

- discount rate 6.75%,
- payroll increases 3.25%,
- inflation 3%,
- PEMHCA minimum increase 4.5%, and
- dental trend 3%

Another key assumption is future healthcare inflation rates. For the January 1, 2012 actuarial valuation, premiums rate increases range from 8.5% as an annual high in 2014, decreasing to annual low of 5.0% in 2021 and beyond.

The schedule of funding progress included in the RSI section presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.



**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
December 31, 2012**

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**12. PENSION PLANS**

The District has four defined benefit retirement plans: the East Bay Regional Park District General Employees Plan, the East Bay Regional Park District Sworn Safety Plan, the California Public Employees' Retirement System (CalPERS) Miscellaneous Plan, and the CalPERS Safety Plan. The plans provide retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and their beneficiaries.

The schedule of funding progress and employer contributions, included in the RSI section of the CAFR, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing relative to the actuarial accrued liability for benefits over time.

**A. East Bay Regional Park District Retirement Plans**

Plan Description. The District contributes to the EBRPD Plans, a single employer defined benefit pension plan, to provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The EBRPD Plans are administered by Transamerica Retirement Services. Benefit provisions are established by Resolution of the Board of Directors. The EBRPD plans have been closed since January 1, 2001, and January 1, 2000, for the General Employees Plan and the Sworn Safety Plan, respectively. All new and eligible employees hired after these dates are enrolled in CalPERS (a multi-employer defined benefit pension system). As of January 1, 2012, there remain 14 active employees (which includes 6 Board members), 10 current term-vested, 15 future term-vested, and 178 retirees in the General Employees Plan, and 1 terminated vested and 28 retirees in the Sworn Safety Plan.

The Retirement Plan has an investment policy which includes asset allocation targets. The targets are: 40% domestic equity, 10% international equity, 28% cored fixed income, 20% intermediate bonds and 2% cash. The asset allocation was determined in 2011 as a result of the Asset –Liability Study. At December 31, 2012 the allocation was as follows:

- 34% domestic equities, the largest portion of which was in Vanguard Value Index Fund,
- 28% fixed income funds, which was invested in PIMCO Total Return Fund,
- 21% intermediate bond fund, which was invested in PIMCO Moderate Duration,
- 11% international equity through EuroPacific Growth Fund,
- 6% cash.

The EBRPD Retirement Plans do not issue separate, audited financial statements.

Funding Policy. Management employees' contribution rate is 8.15%, and non-management employees' contribution rate is 8.55% for the General Employees Plan. At the end of 2012, employees were contributing 3% of employee portion, with the District paying the balance. The total employee portion was \$82,789, with the District paying \$65,251 of that amount. Additionally, during 2012 the District was required to contribute \$2,048,000 to the General Employees Plan and \$186,000 to the Sworn Safety Plan. The annual contribution requirements of both plans are determined via the actuarial study completed by Bartel Associates, LLC. Copies of the annual actuarial valuation report may be obtained at the District's Finance Department.

Annual Pension Cost. The District's 2012 annual pension cost for the EBRPD plans was \$2,316,789. This required contribution was determined as part of the January 1, 2011, actuarial valuation using the projected unit credit (PUC) actuarial cost method. The actuarial assumptions included: (a) 7.25% investment rate of return (net of administrative expenses), (b) health mortality based on the 1983 Group Annuity Mortality table, (c) 0% projected salary increases, and (d) 2.00% cost-of-living adjustment per annum. The initial unfunded actuarial accrued liability (UAAL) in the EBRPD plans

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are being amortized as level dollar amounts over 10 years beginning in 2006 on a closed basis, and the gains/losses and method changes are amortized over 15 years level dollar.

**Three-Year Trend Information for EBRPD Plans**

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
2010	\$ 1,858,680	100%	\$ -
2011	\$ 2,729,975	100%	\$ -
2012	\$ 2,316,789	100%	\$ -

**B. California Public Employees Retirement Systems**

Plan Description. The District contributes to the California Public Employee Retirement System (CalPERS). The miscellaneous employees of the District are part of an agent multiple-employer defined benefit pension plan. The safety employees are part of a cost-sharing multiple-employer defined benefit plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS 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 District Board resolution. Copies of CalPERS' annual financial report may be obtained from their executive office at 400 P Street, Sacramento, CA 95814.

Funding Policy. Participants contribution rates are 8% for miscellaneous and 9% for safety employees of their annual covered salary. Pursuant to labor contracts and policies, at the end of 2012 the District was paying 4% of the miscellaneous employees' contribution, 8% of fire's employee portion, 9% of sworn employee portion and 6.5% of non-sworn miscellaneous employees covered by the Police Association bargaining agreement.

The District's payment of employee contribution totaled \$2,426,214 for fiscal year 2012. The District is also required to contribute at an actuarially determined rate. The current rate is 20.376% (miscellaneous employees) and 24.706% (safety employees) of annual covered payroll. The contribution requirements of plan members and the District are established and may be amended by CalPERS.

Annual Pension Costs. The District's annual pension cost of \$12,234,633 was equal to the District's required and actual contribution. The required contribution was determined as part of the June 30, 2011, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses), (b) projected salary increases ranging from 3.55% -14.45% depending upon entry age, and (c) 3.00% inflation, compounded annually. The actuarial value of CalPERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. CalPERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payrolls on a closed basis. The average remaining amortization period at June 30, 2011, was 16 years for miscellaneous employees and 19 years for safety employees as of the valuation date, for prior and current service unfunded liability.

**Three-Year Trend Information for CalPERS**

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (Asset)
2010	\$ 11,118,767	100%	\$ -
2011	\$ 11,905,756	100%	\$ -
2012	\$ 12,234,633	100%	\$ -

**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
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Funded status and funding progress for all plans as of the most current actuarial report dates follows:

**Funded Status – All Plans**

	Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
EBRPD General*	2012	\$ 31,846,524	\$ 47,803,000	\$ 18,346,293	66.6%	NA	NA
EBRPD Safety**	2012	\$ 2,858,400	\$ 4,703,000	\$ 1,979,225	60.8%	NA	NA
CalPERS Misc***	2011	\$ 142,360,987	\$ 195,859,156	\$ 53,498,169	72.7%	\$ 36,075,622	148%

\*Note EBRPD General Plan has only 14 active employees, and annual payroll is considered inconsequential.

\*\* Note EBRPD Safety Plan has no active employees and thus no annual payroll.

\*\*\* Note CalPERS Safety Plan does not require disclosure as the District is part of a cost-sharing multiple-employer pool.

**13. RISK MANAGEMENT**

For general insurance coverage, including property, liability and watercraft, the District is a member of the CSAC-Excess Insurance Authority (EIA). The District's self-insurance limit is \$500,000 for liability and \$25,000 for property. EIA covers the amount in excess of the self-insurance limits to \$25 million/year for liability and \$400 million/year for property. Additionally the District purchases insurance coverage for aviation, errors and omission, and boiler and machinery. Total cost of 2012 general insurance was \$675,840.

For workers' compensation coverage, the District retains \$350,000 for each claim, with the excess coverage provided through EIA. Total cost of 2012 workers' compensation insurance was \$330,562.

The actuarially determined liability at December 31, 2012 for general liability was \$1,069,000, which includes an estimate for incurred, but not reported claims. The actuarially determined liability at December 31, 2012 for workers' compensation liability was \$9,210,000, which includes an estimate for incurred, but not reported claims. The estimated liability for self-insured dental plan was \$44,800.

Comparison with prior year for all accrued claims follows:

Year Ending December 31,	Accrued Claims Beginning of Year	Claims Incurred	Claims Paid	Accrued Claims End of Year
2010	\$ 9,725,278.00	\$ 4,796,750.00	\$ (3,416,435.00)	\$ 11,105,593.00
2011	\$ 11,105,593.00	\$ 1,791,040.00	\$ (1,254,833.00)	\$ 11,641,800.00
2012	\$ 11,641,800.00	\$ 1,268,208.00	\$ (2,586,208.00)	\$ 10,323,800.00

**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
December 31, 2012**

**14. OPERATING LEASES**

The District has a number of licenses and operating agreements with cities, counties, and other local agencies. Under these agreements, the District is given use of property owned by these entities in exchange for operating and maintaining the property as a regional park or open space. Generally, these agreements require no payment or a nominal payment by the District to these entities, and the contract terms vary from short-term to perpetuity. These leases are immaterial. The District also leases certain properties for the same purpose. Land and facilities are leased to tenants and concessionaires, who have agreed to provide the following minimum annual payments:

Year Ending December 31,	Amount
2013	2,960,856
2014	2,851,384
2015	2,515,614
2016	1,689,644
2017	1,602,747
Thereafter	12,826,397
Total	<u>\$ 24,446,642</u>

**15. POLLUTION REMEDIATION COSTS**

In accordance with GASB 49, the District is reporting the estimated liability for pollution remediation obligations. These amounts are reported as other liabilities in the fund and government-wide financial statements. The District has two pollution remediation sites. The liabilities discussed below are included in other liabilities in the Balance Sheet and Statement of Net Position.

The first is a former underground fuel storage tank that contaminated subsurface soil and groundwater. The site has undergone investigation and remediation since 1993, but is not under an executive clean-up order by any outside agency.

Original 2008 estimated future liability of \$300,000 was based upon the opinion of an independent environmental consultant, using expected cash flow measurement techniques. Costs incurred are compensation to a third party environmental service firm that performs "bioventing" procedures, groundwater monitoring, and submission of quarterly status reports to the regulatory agencies. The estimate assumes continuing the level of "bioventing" techniques currently employed, which is deemed to be an appropriate corrective action to mitigate residual petroleum contamination. If the District chooses to apply other methods of decontamination in the future, the estimated costs could change. There is a small likelihood of future change in methods. There are no recoveries available to reduce the liability.

At December 31, 2011 the District implemented additional remediation measures using an oxygen releasing compound to increase microbial digestion of the hydrocarbons present in the waste plume. The cost during 2012 for this additional remediation, operation of the bioventing system, and regulatory reporting was \$16,870. The remediation liability based on the currently employed methods is \$117,612 as of December 31, 2012.

The second site is an abandoned oil well that was unlisted and unidentified in the State of California's Division of Oil, Gas and Geothermal Resources records, which has contaminated shallow soil downslope from the wellhead. Pursuant to investigation and reports issued by an independent environmental consultant, the District should reseal the abandoned oil well and remove contaminate soil to prevent further contamination. The estimated future liability of decommissioning the well and remediating contaminated soil is \$80,000. However, actual costs may exceed preliminary projections due to the scope of work, conditions of the soil, and contractual and regulatory requirements. There are no recoveries to reduce the liability. The remediation liability at the end of 2012 was \$60,600.

**East Bay Regional Park District  
Notes to the Basic Financial Statements, continued  
December 31, 2012**

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**16. RELATED PARTIES**

***A. Joint Ventures***

The District is a party to numerous jointly governed organizations, in which there is no ongoing financial interest or ongoing financial responsibility.

The District is member of the joint powers agreement, in 1989, under section 6500 et seq. of the California Government Code, with the City of Oakland, and the Oakland Unified School District, the purpose of which was the creation of the Chabot Space and Science Center. The JPA is governed by a 22 member Board, 3 of whom are representatives from the District. The District is designated as lead agency pursuant to Government Code Section 6509. Per the JPA agreement, it is required to license to the Center the use of telescopes. The District is also required to lease a parcel of land to the Center for a parking garage. The District has no other ongoing financial interest or responsibilities. Additionally, to the full extent permitted by law, the District is protected and indemnified against any claims or liabilities arising out of participation in the JPA.

The District is one of the 35 members of the East Bay Regional Communication System Authority, created in 2007, which will be, at build-out, a 36-site, 2 county, P-25 compliant communication system designed to provide fully interoperable communications to all public agencies within Alameda and Contra Costa Counties. The activities of the JPA are funded through State and Federal grants. The District has no obligations for the debts or liabilities of the JPA.

Additionally the District maintains operating agreements with other entities. East Bay Municipal Utility District is invoiced for services provided by EBRPD personnel on EBMUD property. The District also operates three state owned parks, Crown Memorial State Beach, Del Valle Regional Park and McLaughlin Eastshore State Park.

***B. Regional Parks Foundation***

The Foundation is a private 501(c)(3) non-profit organization, created in 1969, which supports the East Bay Regional Park District. The Foundation's mission is to raise funds to provide broader public access, resource enhancement and preservation, and support for education and recreational programs. The Foundation is not considered a component unit of the District under GASB 39, *Determining Whether Certain Organizations are Component Units*, because the economic resources of the Foundation are insignificant to the District. Thus its financial information is not included in the District's financial statements.

**17. COMMITMENTS AND CONTINGENCIES**

The District participates in several Federal and State grant programs. These programs have been audited by the District's independent auditor in accordance with the provisions of the federal Single Audit Act amendments of 1996 and applicable State requirements. No cost disallowance was proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The District expects such amounts, if any, to be immaterial.

The District is a defendant in a number of lawsuits which have arisen in the normal course of business. In the opinion of the District's management and District's counsel, these actions when finally adjudicated will not have a material adverse effect on the financial position of the District.

Encumbrances outstanding at December 31, 2012 for contract commitments in governmental funds totaled \$5,967,499 and in internal services funds \$1,204,603.

Additionally, the 2012 CAFR includes the East Bay Regional Park District Retirement Plans as fiduciary funds. The District has the fiduciary responsibility for administering the sole employer defined benefit pension plan. In compliance

**East Bay Regional Park District**  
**Notes to the Basic Financial Statements, continued**  
**December 31, 2012**

with GASB 25, *Financial Reporting for Defined Benefit Pension Plans and Notes Disclosures for Defined Contribution Plans*, the District is required to account for the resources held in trust for employees and their beneficiaries based on defined benefit pension agreements. At December 31, 2012 fair value of assets held by the plans was \$34,529,256.

**18. RESTATEMENT OF PRIOR PERIOD BALANCES**

During the fiscal year 2012 the District determined amounts previously recorded as expenditures/expenses (\$695,226) associated with the 2011 Tilden Corp Yard fire in the General, Landscape Lighting District and General Liability Funds should have been capitalized as leasehold improvements to the Pacheco Corp Yard, which was leased as a relocation site. Thus amounts which previously reduced fund balance in General, Landscape Lighting District and General Liability Funds were moved to the Project Fund, and associated fund balances/net position were adjusted in the fund financial statements. Additionally the beginning balance of work in process, non-depreciable capital asset, was increased on the government wide statement, and net position in capital asset net of related debt was likewise increased.

The impact in the General Fund was a reduction in salary/benefit expenditures, which was also the impact in the Landscape Lighting District Fund. The impact in the General Liability Fund was a reduction in services, supplies and equipment expenses. The amounts were moved to the Project Fund and capitalized as construction in progress

As a result of the implementation of GASB Statement No. 65, deferred charges related to cost of issuance of debt, which was being amortized over the life of the debt (\$1,071,139), previously recorded on the government wide statement of net position was written off at the beginning of the year, and net position adjusted accordingly.

	December 31, 2011 Fund Balance/Net Position as Previously Reported	Prior Period Adjustment	January 1, 2012 Restated Fund Balance/Net Position
<b>Fund financial statements</b>			
General Fund	90,921,917	164,695	91,086,612
Project Fund	88,071,906	(695,226)	87,376,680
Non-major governmental funds - Landscape Lighting District	2,062,844	1,728	2,064,572
Internal service fund - General Liability Fund	1,753,576	528,804	2,282,380
<b>Government wide financial statements</b>			
Deferred charges-debt cost of issuance	1,071,139	(1,071,139)	-
Net investment in capital assets-non-depreciable	387,863,702	695,226	388,558,928
Net position	616,439,140	(375,913)	616,063,227

## **REQUIRED SUPPLEMENTARY INFORMATION**

**East Bay Regional Park District  
Required Supplementary Information  
For the year ended December 31, 2012**

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**1. BUDGETARY INFORMATION**

***A. Budgeting Procedures***

The District Board of Directors adopts an annual operating budget, effective January 1 of each year, for governmental (except public safety special revenue funds) and proprietary funds. Project fund is budgeted on a project length basis and therefore are not comparable on an annual basis. The Board of Directors may amend the budget by resolution during the year. The General Manager, or his designee, is authorized to transfer budgeted amounts up to \$25,000; however, any revisions which alter the total expenditures of the fund must be approved by the District Board. All unencumbered appropriations lapse at the end of the fiscal year. The supplemental revisions in appropriations shown in section B below were adopted by the Board of Directors.

Annual budgets are prepared on a basis consistent with generally accepted accounting principles. The District maintains budgetary controls to ensure compliance with legal provisions embodied in the appropriated budget approved by the Board of Directors. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amounts) for the operating budgets is at the division level.

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of the formal budgetary process. In general, encumbrances outstanding at year-end lapse and must be re-appropriated as part of the following year budget.



**East Bay Regional Park District  
Required Supplementary Information, continued  
For the year ended December 31, 2012**

**B. Schedule of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual-General Fund**

	Original Budget	Final Budget	Actual Amounts	Variance Positive (Negative)
<b>REVENUES</b>				
Property taxes and assessments	\$ 88,990,000	\$ 88,990,000	\$ 94,954,076	\$ 5,964,076
Charges for services	7,921,200	8,008,500	8,931,295	922,795
Interest	1,000,000	1,000,000	453,194	(546,806)
Property usage	1,778,500	1,778,500	1,958,790	180,290
Interagency agreements and grants	448,000	448,000	214,373	(233,627)
Miscellaneous	468,050	583,050	643,024	59,974
<b>Total revenues</b>	<b>100,605,750</b>	<b>100,808,050</b>	<b>107,154,752</b>	<b>6,346,702</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Executive/Legislative Division	2,388,860	2,068,421	1,788,715	279,706
Finance/Management Services Division	8,281,970	8,383,303	7,561,446	821,857
Human Resources Division	2,191,990	2,192,490	1,997,220	195,270
Land Division	2,641,160	2,642,225	2,389,847	252,378
Legal Division	1,301,350	1,317,600	1,223,745	93,855
Operations Division	51,768,600	52,139,278	50,498,360	1,640,918
Planning/Stewardship/Development Division	5,356,730	5,360,736	4,996,501	364,235
Public Affairs Division	3,406,820	3,452,225	3,106,542	345,683
Public Safety Division	22,290,660	22,897,631	22,133,318	764,313
<b>Debt service:</b>				
Principal	765,220	765,220	765,218	2
Interest	28,850	28,850	28,848	2
Capital outlay	532,250	536,717	973,224	(436,507)
<b>Total expenditures</b>	<b>100,954,460</b>	<b>101,784,696</b>	<b>97,462,984</b>	<b>4,321,712</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(348,710)</b>	<b>(976,646)</b>	<b>9,691,768</b>	<b>10,668,414</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sales of property	82,000	82,000	100,034	18,034
Transfers in	169,000	1,355,635	1,851,910	496,275
Transfers out	(5,314,540)	(9,358,083)	(9,358,083)	(0)
<b>Total other financing sources (uses)</b>	<b>(5,063,540)</b>	<b>(7,920,448)</b>	<b>(7,406,139)</b>	<b>514,309</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (5,412,250)</b>	<b>\$ (8,897,095)</b>	<b>2,285,629</b>	<b>\$ 11,182,724</b>
Beginning of year, as restated			91,086,612	
End of year			<b>\$ 93,372,241</b>	

**East Bay Regional Park District  
 Required Supplementary Information, continued  
 For the year ended December 31, 2012**

**2. SCHEDULE OF FUNDING PROGRESS FOR DEFINED BENEFIT PENSION PLANS**

**A. East Bay Regional Park District Retirement Plans Schedule of Funding Progress**

A schedule of funding progress, as of the actuarial valuation date of April 1, 2007, 2009 and January 1, 2011, of actuarial valuations is presented below. The plan has bi-annual actuarial studies, which include information for two years. The dollar amount of the ARC, which is calculated by the actuary, is paid quarterly as a flat dollar amount, not as a percent of bi-weekly payroll.

**SCHEDULE OF FUNDING PROGRESS (as required by GASB Statement No. 25)**

General Employee Plan:						
Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll*	UAAL as % of Payroll
2007	\$ 27,651,000	\$ 37,619,000	\$ 9,968,000	73.5%	NA	NA
2008	\$ 21,368,000	\$ 38,544,000	\$ 17,176,000	55.4%	NA	NA
2009	\$ 25,642,000	\$ 38,544,000	\$ 12,902,000	66.5%	NA	NA
2010	\$ 27,572,000	\$ 47,803,000	\$ 20,231,000	57.7%	NA	NA
2011	\$ 29,456,707	\$ 47,803,000	\$ 18,346,293	61.6%	NA	NA
2012	\$ 31,846,524	\$ 47,803,000	\$ 15,956,476	66.6%	NA	NA
Sworn Safety Plan:						
Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio		UAAL as % of Payroll
2007	\$ 2,333,000	\$ 3,399,000	\$ 1,066,000	68.6%	NA	NA
2008	\$ 1,750,000	\$ 3,213,000	\$ 1,463,000	54.5%	NA	NA
2009	\$ 2,100,000	\$ 3,213,000	\$ 1,113,000	65.4%	NA	NA
2010	\$ 1,969,000	\$ 4,703,000	\$ 2,734,000	41.9%	NA	NA
2011	\$ 2,723,775	\$ 4,703,000	\$ 1,979,225	57.9%	NA	NA
2012	\$ 2,858,401	\$ 4,703,000	\$ 1,844,599	60.8%	NA	NA

\*Note due to the limited number of active employees in the General Employee Plan and no active employees in the Sworn Safety Plan the annual contribution is no longer calculated as a percent of total payroll.

**East Bay Regional Park District  
 Required Supplementary Information, continued  
 For the year ended December 31, 2012**

SCHEDULE OF EMPLOYER CONTRIBUTIONS (as required by GASB Statement No. 25)

General Employee Plan:			
Valuation Date	Annual Required Contribution (ARC)	Employer Contribution	% Contributed
2007	\$ 1,712,000	\$ 3,179,625	185.7%
2008	\$ 1,593,000	\$ 1,691,423	106.2%
2009	\$ 1,593,000	\$ 1,695,831	106.5%
2010	\$ 2,046,000	\$ 1,682,197	82.2%
2011	\$ 2,046,000	\$ 4,634,975	226.5%
2012	\$ 2,130,789	\$ 2,175,061	102.1%
Sworn Safety Plan:			
Valuation Date	Annual Required Contribution (ARC)	Employer Contribution	% Contributed
2007	\$ 94,000	\$ 103,000	109.6%
2008	\$ 147,000	\$ -	0.0%
2009	\$ 147,000	\$ 294,000	200.0%
2010	\$ 168,000	\$ 241,000	143.5%
2011	\$ 168,000	\$ 1,095,000	651.8%
2012	\$ 186,000	\$ 186,000	100%

The assets of the EBRPD Retirement Plans have been included as a trust fund in the East Bay Regional Park District financial statements, since the District has the fiduciary responsibility over this plan.

The EBRPD Retirement Plans do not issue separate audited annual financial statements.

**East Bay Regional Park District  
Required Supplementary Information, continued  
For the year ended December 31, 2012**

**B. Public Employees' Retirement System (CalPERS) Schedule of Funding Progress**

A schedule of funding progress as of the actuarial valuation date of June 30, 2009, 2010 and 2011 (the latest information available), of actuarial valuations is presented below. Note that in 2003 the District's safety employees became part of a CalPERS Risk Pool for employers with less than 100 active plan members. As part of a cost-sharing multiple-employer defined benefit plan, disclosure of the schedule of funding progress is not required.

**CalPERS Miscellaneous Plan**

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
2009	\$ 114,010,732	\$ 163,916,317	\$ 49,905,585	69.6%	\$ 35,386,076	141.0%
2010	\$ 127,339,913	\$ 178,522,290	\$ 51,182,377	71.3%	\$ 35,575,222	143.9%
2011	\$ 142,360,987	\$ 195,859,156	\$ 53,498,169	72.7%	\$ 36,075,622	148.3%

Audited annual financial statements and ten-year trend information are available from CalPERS at P.O. Box 942709, Sacramento, CA 94229-2709

**3. SCHEDULE OF FUNDING PROGRESS FOR OTHER POST EMPLOYMENT BENEFITS (OPEB)**

Schedule of funding progress as of the actuarial valuation date of January 1, 2010, 2011, and 2012, of actuarial valuations is presented below.

**OPEB**

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
2010	\$ 13,381,000	\$ 44,654,000	\$ 31,273,000	30.0%	\$ 44,600,000	70.1%
2011	\$ 17,235,000	\$ 44,654,000	\$ 27,419,000	38.6%	\$ 46,050,000	59.5%
2012	\$ 20,543,000	\$ 44,634,000	\$ 24,091,000	46.0%	\$ 44,098,000	54.6%

## **SUPPLEMENTARY INFORMATION**

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## NON-MAJOR GOVERNMENTAL FUNDS

**Landscape and Lighting District-** The Two-County Regional Trails Landscape and Lighting Assessment District and the East Contra Costa County Landscape and Lighting Assessment District are presented in this column. The special assessments levied on property within these districts are additional sources of funding, which supplement General Fund resources, supporting operation, maintenance and servicing of parks and trails within these districts.

**Zones of Benefit** - Accounting for the Five Canyons, Dublin Hills, Walpert Ridge, San Ramon Hills, Stone Valley and Gateway Valley/Sibley Volcanic Zones of Benefit comprise the information in this column. Zones of benefit assessments are sources of funding used to support the operations, maintenance and service of specific trails, open space areas, and facility improvements, or provide landscaping, irrigation, fencing, gates, and signs, in specific locations, which benefit the assessed parcels within the benefit districts.

**Measure CC (Public Safety and Environmental Maintenance Zone 1)** - Measure CC excise tax was approved by property owners in Alameda, Albany, Berkeley, Emeryville, Oakland, Piedmont, Richmond, San Pablo, El Cerrito, as well as some unincorporated areas in Alameda and Contra Costa Counties. The funds are used for additional public safety, wildfire protection, public access and environmental maintenance of the parks and trails within these areas.

**Mitigation** - This fund accounts for the amounts the District receives from mitigation agreements associated with land acquisitions and developments. Expenditure of these funds is restricted by the terms of the agreements.

**Measure WW Local Grant Fund** – This fund accounts for the amounts granted to local agencies for park projects funded through the \$125 million portion of the Measure WW. Sources for funding are transferred from the Measure WW Project Fund, which holds the bond proceeds.

**Other Special Revenue Funds** - Included in this column are:

- Martin Luther King Jr. Intern Program, in which revenue is expended on internship awards for individual or community projects related to the ideals of Martin Luther King, Jr.
- Ardenwood/Coyote Hills Trail Fund accounts for the resources related to the maintenance of a linear park and trail from Ardenwood to Coyote Hills Park.
- The Gift Fund accounts for gifts made to the District by private parties. The use of gift funds is restricted by the terms of the underlying agreements or conditions related to the gift.
- McLaughlin Eastshore State Park accounts for funds received from the State for the operations and maintenance of the jointly owned property.
- The public safety funds account for assets seizures and asset forfeitures, related to criminal activity in which the District police department was involved in arrests and/or investigation. The former are held until the criminal case is adjudicated. The latter are distributed to the District for restricted Public Safety use.

**East Bay Regional Park District  
Combining Balance Sheet  
Non-Major Governmental Funds  
December 31, 2012**

		Special Revenue Funds		
		Landscape		
		Lighting District	Zone of Benefit	Measure CC
<b>ASSETS</b>				
Cash and investments		\$ 2,553,480	\$ 599,916	\$ 2,522,947
Accounts receivable		-	-	-
Notes receivable		-	-	-
	<b>Total assets</b>	<b>2,553,480</b>	<b>599,916</b>	<b>2,522,947</b>
<b>LIABILITIES</b>				
Accounts payable		29,466	23,976	1,902
Accrued payroll and related liabilities		93,769	1,901	19,758
Unearned revenue		124,702	865	37,664
	<b>Total liabilities</b>	<b>247,937</b>	<b>26,742</b>	<b>59,324</b>
<b>FUND BALANCES</b>				
	Non-spendable	-	-	-
	Restricted	2,305,543	573,174	2,463,623
	Committed	-	-	-
	<b>Total fund balances</b>	<b>2,305,543</b>	<b>573,174</b>	<b>2,463,623</b>
	<b>Total liabilities and fund balances</b>	<b>\$ 2,553,480</b>	<b>\$ 599,916</b>	<b>\$ 2,522,947</b>



Special Revenue Funds					
Mitigation	Other Special Revenue	Measure WW Local Grant	Permanent Funds	Total Non-Major Governmental Funds	
\$ 3,316,291	\$ 9,483,979	\$ 5,387	\$ 3,954,208	\$ 22,436,208	
70	13,318	-	-	13,388	
-	11,551	-	-	11,551	
3,316,361	9,508,848	5,387	3,954,208	22,461,147	
-	9,360	-	-	64,704	
571	418	3,557	-	119,974	
-	34,101	-	-	197,332	
571	43,879	3,557	-	382,010	
-	11,551	-	3,707,308	3,718,859	
1,991,802	7,918,582	1,830	246,900	15,501,454	
1,081,921	-	-	-	1,081,921	
3,315,790	9,464,969	1,830	3,954,208	22,079,137	
\$ 3,316,361	\$ 9,508,848	\$ 5,387	\$ 3,954,208	\$ 22,461,147	

**East Bay Regional Park District  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Non-Major Governmental Funds  
For the year ended December 31, 2012**

		Special Revenue Funds		
		Landscape		
		Lighting Districts	Zones of Benefit	Measure CC
<b>REVENUES</b>				
Property taxes and assessments	\$	4,641,265	\$ 114,369	\$ 3,182,743
Charges for services		-	-	-
Interest		17,244	6,053	13,088
Property usage		-	-	-
Miscellaneous		-	-	-
<b>Total revenues</b>		<b>4,658,509</b>	<b>120,422</b>	<b>3,195,831</b>
<b>EXPENDITURES</b>				
<b>Current:</b>				
Finance/Management Services Division		38,432	700	111,000
Land Division		-	-	-
Legal Division		-	-	-
Operations Division		4,248,676	132,514	456,869
Planning/Stewardship/Development Division		-	-	47,099
Public Safety Division		-	-	289,013
Capital outlay		30,430	-	-
<b>Total expenditures</b>		<b>4,317,538</b>	<b>133,214</b>	<b>903,981</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>		<b>340,971</b>	<b>(12,792)</b>	<b>2,291,850</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in		-	-	-
Transfers out		(100,000)	-	(3,056,574)
<b>Total other financing sources (uses)</b>		<b>(100,000)</b>	<b>-</b>	<b>(3,056,574)</b>
<b>NET CHANGE IN FUND BALANCES</b>		<b>240,971</b>	<b>(12,792)</b>	<b>(764,724)</b>
<b>FUND BALANCES</b>				
Beginning of year, as restated		2,064,572	585,966	3,228,347
End of year	\$	<b>2,305,543</b>	<b>\$ 573,174</b>	<b>\$ 2,463,623</b>

Special Revenue Funds					
Mitigation	Other Special Revenue	Measure WW Local Grant	Permanent Funds	Total Non-Major Governmental Funds	
\$ -	\$ -	\$ -	\$ -	\$ 7,938,377	
-	47,546	-	-	47,546	
32,819	93,798	-	37,352	200,354	
85,658	490,012	-	-	575,670	
-	59,404	-	845,601	905,005	
118,477	690,760	-	882,953	9,666,952	
-	-	13,104,644	-	13,254,776	
34,559	15,833	-	-	50,392	
28,870	-	-	-	28,870	
-	61,491	-	-	4,899,550	
-	-	-	-	47,099	
-	15,509	-	-	304,522	
40,734	-	-	-	71,164	
104,163	92,833	13,104,644	-	18,656,373	
14,314	597,927	(13,104,644)	882,953	(8,989,421)	
25,000	-	13,491,966	-	13,516,966	
-	(228,000)	-	(30,000)	(3,414,574)	
25,000	(228,000)	13,491,966	(30,000)	10,102,392	
39,314	369,927	387,322	852,953	1,112,971	
3,276,476	9,095,042	(385,492)	3,101,255	20,966,166	
\$ 3,315,790	\$ 9,464,969	\$ 1,830	\$ 3,954,208	\$ 22,079,137	

**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Debt Service Fund  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Property taxes and assessments	\$ 18,647,000	\$ 18,647,000	\$20,532,194	\$ 1,885,194
Interest	57,400	57,400	85,772	28,372
<b>Total revenues</b>	<b>18,704,400</b>	<b>18,704,400</b>	<b>20,617,966</b>	<b>1,913,566</b>
<b>EXPENDITURES</b>				
Current:				
Finance/Management Services Division	19,000	19,000	55,620	(36,620)
Debt service:				
Principal	19,230,000	19,230,000	18,250,000	980,000
Interest expense	5,255,270	5,255,270	5,211,140	44,130
<b>Total expenditures</b>	<b>24,504,270</b>	<b>24,504,270</b>	<b>23,516,760</b>	<b>987,510</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(5,799,870)</b>	<b>(5,799,870)</b>	<b>(2,898,794)</b>	<b>2,901,076</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	1,154,090	1,154,090	1,154,090	-
<b>Total other financing sources (uses)</b>	<b>1,154,090</b>	<b>1,154,090</b>	<b>1,154,090</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (4,645,780)</b>	<b>\$ (4,645,780)</b>	<b>(1,744,704)</b>	<b>\$ 2,901,076</b>
Beginning of year			14,472,963	
End of year			<u>\$ 12,728,259</u>	

**East Bay Regional Park District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual**  
**Project Fund**  
**For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ -	\$ -	\$ 18,846	\$ 18,846
Interest	500,000	500,000	178,778	(321,222)
Property usage	-	-	5,550	5,550
Inter-agency agreements and grants	221,000	13,734,474	9,984,862	(3,749,612)
Miscellaneous	-	1,267,100	4,438,965	3,171,865
<b>Total revenues</b>	<b>721,000</b>	<b>15,501,574</b>	<b>14,627,001</b>	<b>(874,573)</b>
<b>EXPENDITURES</b>				
Current:				
Finance/Management Services Division	228,200	2,243,483	1,011,894	1,231,589
Land Division	370,750	1,663,076	685,086	977,990
Operations Division	1,688,580	3,439,633	1,813,977	1,625,656
Planning/Stewardship/Development Division	4,944,920	6,529,216	5,022,127	1,507,089
Public Affairs Division	-	-	11,443	(11,443)
Public Safety Division	1,252,170	2,020,003	1,381,552	638,451
Debt service:				
Cost of issuance	-	-	511,003	(511,003)
Capital outlay	6,999,470	27,746,598	25,335,066	2,411,532
<b>Total expenditures</b>	<b>15,484,090</b>	<b>43,642,010</b>	<b>35,772,148</b>	<b>7,869,862</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(14,763,090)</b>	<b>(28,140,436)</b>	<b>(21,145,147)</b>	<b>6,995,289</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Debt issuance	-	-	24,995,000	24,995,000
Premium on issuance of debt	-	-	387,673	387,673
Transfers in	13,169,380	20,698,213	10,262,587	(10,435,626)
Transfers out	(23,059,300)	(28,646,559)	(14,678,599)	13,967,960
<b>Total other financing sources (uses)</b>	<b>(9,889,920)</b>	<b>(7,948,346)</b>	<b>20,966,661</b>	<b>28,915,007</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (24,653,010)</b>	<b>\$ (36,088,782)</b>	<b>(178,486)</b>	<b>\$ 35,910,296</b>
Beginning of year, as restated			87,376,680	
End of year			<b>\$ 87,198,194</b>	

**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Landscape and Lighting Districts Special Revenue Fund  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Property taxes and assessments	\$ 4,422,000	\$ 4,422,000	\$ 4,641,265	\$ 219,265
Interest	10,000	10,000	17,244	7,244
<b>Total revenues</b>	<b>4,432,000</b>	<b>4,432,000</b>	<b>4,658,509</b>	<b>226,509</b>
<b>EXPENDITURES</b>				
Current:				
Finance/Management Services Division	37,950	38,570	38,432	138
Operations Division	4,540,030	4,549,753	4,248,676	301,077
Capital outlay	-	30,430	30,430	-
<b>Total expenditures</b>	<b>4,577,980</b>	<b>4,618,753</b>	<b>4,317,538</b>	<b>301,215</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(145,980)</b>	<b>(186,753)</b>	<b>340,971</b>	<b>527,724</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(100,000)	(100,000)	(100,000)	-
<b>Total other financing sources (uses)</b>	<b>(100,000)</b>	<b>(100,000)</b>	<b>(100,000)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (245,980)</b>	<b>\$ (286,753)</b>	<b>240,971</b>	<b>\$ 527,724</b>
Beginning of year, as restated			2,064,572	
End of year			<b>\$ 2,305,543</b>	

**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Zones of Benefit Special Revenue Fund  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Property taxes and assessments	\$ 99,870	\$ 99,870	\$ 114,369	\$ 14,499
Interest	4,600	4,600	6,053	1,453
<b>Total revenues</b>	<b>104,470</b>	<b>104,470</b>	<b>120,422</b>	<b>15,952</b>
<b>EXPENDITURES</b>				
Current:				
Finance/Management Services Division	1,150	1,150	700	450
Operations Division	216,230	219,984	132,514	87,470
<b>Total expenditures</b>	<b>217,380</b>	<b>221,134</b>	<b>133,214</b>	<b>87,920</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(112,910)</b>	<b>(116,664)</b>	<b>(12,792)</b>	<b>103,872</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (112,910)</b>	<b>\$ (116,664)</b>	<b>(12,792)</b>	<b>\$ 103,872</b>
Beginning of year			585,966	
End of year			<u>\$573,174</u>	

**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Measure CC Special Revenue Fund  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Property taxes and assessments	\$ 3,115,000	\$ 3,115,000	\$ 3,182,743	\$ 67,743
Interest	20,000	20,000	13,088	(6,912)
<b>Total revenues</b>	<b>3,135,000</b>	<b>3,135,000</b>	<b>3,195,831</b>	<b>60,831</b>
<b>EXPENDITURES</b>				
Current:				
Finance/Management Services Division	115,300	116,300	111,000	5,300
Operations Division	524,580	523,580	456,869	66,711
Planning/Stewardship/Development Division	53,340	53,340	47,099	6,241
Public Safety Division	306,770	306,770	289,013	17,757
<b>Total expenditures</b>	<b>999,990</b>	<b>999,990</b>	<b>903,981</b>	<b>96,009</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>2,135,010</b>	<b>2,135,010</b>	<b>2,291,850</b>	<b>156,840</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(2,898,930)	(3,056,574)	(3,056,574)	-
<b>Total other financing sources (uses)</b>	<b>(2,898,930)</b>	<b>(3,056,574)</b>	<b>(3,056,574)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (763,920)</b>	<b>\$ (921,564)</b>	<b>(764,724)</b>	<b>\$ 156,840</b>
Beginning of year			3,228,347	
End of year			<b>\$ 2,463,623</b>	



**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Mitigation Special Revenue Fund  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Interest	\$ 130,000	\$ 130,000	\$ 32,819	\$ (97,181)
Property usage	60,000	60,000	85,658	25,658
<b>Total revenues</b>	<b>190,000</b>	<b>190,000</b>	<b>118,477</b>	<b>(71,523)</b>
<b>EXPENDITURES</b>				
Current:				
Land Division	142,440	149,030	34,559	114,471
Legal Division	37,000	37,000	28,870	8,130
Capital outlay	-	40,734	40,734	-
<b>Total expenditures</b>	<b>179,440</b>	<b>226,764</b>	<b>104,163</b>	<b>122,601</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>10,560</b>	<b>(36,764)</b>	<b>14,314</b>	<b>51,078</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer in	25,000	25,000	25,000	-
<b>Total other financing sources (uses)</b>	<b>25,000</b>	<b>25,000</b>	<b>25,000</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 35,560</b>	<b>\$ (11,764)</b>	<b>39,314</b>	<b>\$ 51,078</b>
Beginning of year			3,276,476	
End of year			<b>\$ 3,315,790</b>	

**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Other Special Revenue Funds  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Charges for services	\$ 80,000	\$ 80,000	\$ -	\$ (80,000)
Interest	125,000	125,000	47,546	(77,454)
Property usage	250,000	250,000	93,798	(156,202)
Interagency agreements and grants	-	-	490,012	490,012
Miscellaneous	22,000	22,000	59,404	37,404
<b>Total revenues</b>	<b>477,000</b>	<b>477,000</b>	<b>690,760</b>	<b>213,760</b>
<b>EXPENDITURES</b>				
Current:				
Land Division	57,260	57,260	15,833	41,427
Operations Division	77,060	78,107	61,491	16,616
Public Safety Division	-	33,612	15,509	18,103
<b>Total expenditures</b>	<b>134,320</b>	<b>168,979</b>	<b>92,833</b>	<b>76,146</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>342,680</b>	<b>308,021</b>	<b>597,927</b>	<b>289,906</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(164,000)	(228,000)	(228,000)	-
<b>Total other financing sources (uses)</b>	<b>(164,000)</b>	<b>(228,000)</b>	<b>(228,000)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ 178,680</b>	<b>\$ 80,021</b>	<b>369,927</b>	<b>\$ 289,906</b>
Beginning of year			9,095,042	
End of year			<u>\$9,464,969</u>	

**East Bay Regional Park District  
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual  
Measure WW Local Grant Special Revenue Fund  
For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
<b>EXPENDITURES</b>				
Current:				
Finance/Management Services Division	\$ 17,024,300	\$ 17,028,130	\$ 13,104,644	\$ 3,923,486
<b>Total expenditures</b>	<u>17,024,300</u>	<u>17,028,130</u>	<u>13,104,644</u>	<u>3,923,486</u>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(17,024,300)</u>	<u>(17,028,130)</u>	<u>(13,104,644)</u>	<u>(3,923,486)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	17,024,300	17,024,300	13,491,966	(3,532,334)
<b>Total other financing sources (uses)</b>	<u>17,024,300</u>	<u>17,024,300</u>	<u>13,491,966</u>	<u>(3,532,334)</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>\$ -</u>	<u>\$ (3,830)</u>	<u>387,322</u>	<u>\$ 391,152</u>
Beginning of year			(385,492)	
End of year			<u>\$ 1,830</u>	

**East Bay Regional Park District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual**  
**Permanent Funds**  
**For the year ended December 31, 2012**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
<b>REVENUES</b>				
Interest	\$ 29,400	\$ 29,400	\$ 37,352	\$ 7,952
Miscellaneous	-	73,000	845,601	772,601
<b>Total revenues</b>	<b>-</b>	<b>73,000</b>	<b>882,953</b>	<b>809,953</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>-</b>	<b>73,000</b>	<b>882,953</b>	<b>809,953</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(30,000)	(30,000)	(30,000)	-
<b>Total other financing sources (uses)</b>	<b>(30,000)</b>	<b>(30,000)</b>	<b>(30,000)</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCE</b>	<b>\$ (30,000)</b>	<b>\$ 43,000</b>	<b>852,953</b>	<b>\$ 809,953</b>
Beginning of year			3,101,255	
End of year			<u>\$3,954,208</u>	

## INTERNAL SERVICE FUNDS

Internal Service Funds are used to finance and account for special activities and services performed by a designated department for other departments in the District on a cost reimbursement basis.

**Workers' Compensation** - This fund accounts for workers' compensation insurance, claims, administrative costs, and back fill of positions relating to injuries and is supported by payroll charges.

**Major Infrastructure Renovation and Replacement** - This fund accounts for the accumulation of resource required to maintain and replace the District's major infrastructure components such as paving, pipes and pumps, water systems, utilities, bridges, etc. The funding comes via interfund transfers from the General Fund.

**Major Equipment Replacement** - This fund accounts for the planning and expenditure of funds for high cost equipment replacement and is funded through intra-District charges paid by departments with equipment on the replacement list.

**General Liability** - This fund accounts for general insurance premiums, claims, adjustor fees and attorney fees and is supported by intra-District charges paid by all departments.

**Employee Benefits** - This fund is supported by payroll charges and intra-District charges and is responsible for District wide vacation payouts, EBRPD Retirement Plan contributions, self-insured dental and unemployment claims and benefit administration fees.

**East Bay Regional Park District  
Combining Statement of Net Position  
Internal Service Funds  
December 31, 2012**

		Workers' Compensation	Major Infrastructure Renovation/Replace	Major Equipment Replacement
<b>ASSETS</b>				
Current assets:				
	Cash and investments	\$ 10,072,056	\$ 2,804,893	\$ 11,032,789
	Accounts receivable	76,837	-	-
	Prepaid items and deposits	260,151	-	-
	<b>Total assets</b>	<b>10,409,044</b>	<b>2,804,893</b>	<b>11,032,789</b>
<b>LIABILITIES</b>				
Current liabilities:				
	Accounts payable	-	-	2,309
	Accrued payroll and related liabilities	25,617	-	-
	Due to other funds	-	-	-
	Accrued claims - due within one year	2,059,000	-	-
	Compensated absences - due within one year	3,459	-	-
	<b>Total current liabilities</b>	<b>2,088,076</b>	<b>-</b>	<b>2,309</b>
Non-current liabilities:				
	Accrued claims - due in more than one year	7,151,000	-	-
	Compensated absences - due in more than one year	28,322	-	-
	<b>Total non-current liabilities</b>	<b>7,179,322</b>	<b>-</b>	<b>-</b>
	<b>Total liabilities</b>	<b>9,267,398</b>	<b>-</b>	<b>2,309</b>
<b>NET POSITION</b>				
	Unrestricted	1,141,646	2,804,893	11,030,480
	<b>Total net position</b>	<b>\$ 1,141,646</b>	<b>\$ 2,804,893</b>	<b>\$ 11,030,480</b>

	General Liability	Employee Benefits	Total
	\$ 4,422,665	\$ 1,820,501	\$ 30,152,904
	17,069	21,260	115,166
	270,407	81,300	611,858
	4,710,141	1,923,061	30,879,928
	5,629	501,907	509,845
	7,372	115,580	148,569
	1,215,096	-	1,215,096
	366,000	44,800	2,469,800
	921	-	4,380
	1,595,018	662,287	4,347,690
	703,000	-	7,854,000
	30,861	-	59,183
	733,861	-	7,913,183
	2,328,879	662,287	12,260,873
	2,381,262	1,260,774	18,619,055
	\$ 2,381,262	\$ 1,260,774	\$ 18,619,055

**East Bay Regional Park District**  
**Combining Statement of Revenue, Expenses and Changes in Net Position**  
**Internal Service Funds**  
**For the year ended December 31, 2012**

	Workers' Compensation	Major Infrastructure Renovation/Replace	Major Equipment Replacement
<b>OPERATING REVENUES</b>			
Charges for services	\$ 3,170,380	\$ -	\$ 1,655,690
Other revenue	268,826	-	-
<b>Total operating revenues</b>	<b>3,439,206</b>	<b>-</b>	<b>1,655,690</b>
<b>OPERATING EXPENSES</b>			
Cost of services	330,562	-	-
Claims	1,004,784	-	-
General and Administrative	704,244	-	-
<b>Total operating expenses</b>	<b>2,039,590</b>	<b>-</b>	<b>-</b>
<b>OPERATING INCOME (LOSS)</b>	<b>1,399,616</b>	<b>-</b>	<b>1,655,690</b>
<b>NONOPERATING REVENUES (EXPENSES)</b>			
Interest income	97,719	10,893	108,902
<b>INCOME (LOSS) BEFORE TRANSFERS</b>	<b>1,497,335</b>	<b>10,893</b>	<b>1,764,592</b>
<b>TRANSFERS</b>			
Transfers in	-	2,921,000	-
Transfers out	-	(127,000)	(836,972)
<b>Total transfers</b>	<b>-</b>	<b>2,794,000</b>	<b>(836,972)</b>
<b>CHANGE IN NET POSITION</b>	<b>1,497,335</b>	<b>2,804,893</b>	<b>927,620</b>
<b>NET POSITION (DEFICIT)</b>			
Beginning of year, as restated	(355,689)	-	10,102,860
End of year	\$ 1,141,646	\$ 2,804,893	\$ 11,030,480



	General Liability	Employee Benefits	Total
	\$ 1,655,000	\$ 4,573,201	\$ 11,054,271
	349,241	11	618,078
	2,004,241	4,573,212	11,672,349
	713,387	3,066,864	4,110,813
	(625,193)	1,280,980	1,660,571
	523,187	116,079	1,343,510
	611,381	4,463,923	7,114,894
	1,392,860	109,289	4,557,455
	52,346	17,945	287,805
	1,445,206	127,234	4,845,260
	25,000	55,000	3,001,000
	(1,371,324)	-	(2,335,296)
	(1,346,324)	55,000	665,704
	98,882	182,234	5,510,964
	2,282,380	1,078,540	13,108,091
	\$ 2,381,262	\$ 1,260,774	\$ 18,619,055

**East Bay Regional Park District  
Combining Statement of Cash Flows  
Internal Service Funds  
For the year ended December 31, 2012**

	Workers' Compensation	Major Infrastructure Renovation/Replace	Major Equipment Replacement
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers/other	\$ 3,487,594	\$ -	\$ 1,655,690
Payments to suppliers	(550,050)	-	(56,191)
Payments to employees	(494,222)	-	-
Claims paid	(1,638,784)	-	-
<b>Net cash provided/(used) by operating activities</b>	<b>804,538</b>	<b>-</b>	<b>1,599,499</b>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Due to other fund	-	-	-
Transfers in	-	2,921,000	-
Transfers out	-	(127,000)	(836,972)
<b>Net cash provided/(used) for noncapital financing activities</b>	<b>-</b>	<b>2,794,000</b>	<b>(836,972)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest	97,719	10,893	108,902
<b>Net cash provided/(used) by investing activities</b>	<b>97,719</b>	<b>10,893</b>	<b>108,902</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>902,257</b>	<b>2,804,893</b>	<b>871,429</b>
<b>CASH AND CASH EQUIVALENTS</b>			
Beginning of year, as restated	9,169,799	-	10,161,360
End of year	<b>\$ 10,072,056</b>	<b>\$ 2,804,893</b>	<b>\$ 11,032,789</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>			
Operating income (loss)	\$ 1,399,616	\$ -	\$ 1,655,690
Adjustments to reconcile operating income (loss) to cash flows from operating activities:			
Changes in assets and liabilities:			
Accounts receivable	48,388	-	-
Prepaid items and deposits	5,711	-	-
Accounts payable	(15,249)	-	(56,191)
Accrued payroll and related liabilities	72	-	-
Accrued claims	(634,000)	-	-
<b>Net cash provided/(used) by operating activities</b>	<b>\$ 804,538</b>	<b>\$ -</b>	<b>\$ 1,599,499</b>

	General Liability	Employee Benefits	Total
	\$ 2,225,956	\$ 4,563,253	\$ 11,932,493
	(1,039,882)	137,495	(1,508,628)
	(282,481)	(3,029,394)	(3,806,097)
	(14,807)	(1,324,980)	(2,978,571)
	888,786	346,374	3,639,197
	(248,596)	-	(248,596)
	25,000	55,000	3,001,000
	(1,371,324)	-	(2,335,296)
	(1,594,920)	55,000	417,108
	52,346	17,945	287,805
	52,346	17,945	287,805
	(653,788)	419,319	4,344,110
	5,076,453	1,401,182	25,808,794
	<u>\$ 4,422,665</u>	<u>\$ 1,820,501</u>	<u>\$ 30,152,904</u>
	\$ 1,392,860	\$ 109,289	\$ 4,557,455
	221,715	(9,958)	260,145
	(10,131)	-	(4,420)
	(81,314)	253,574	100,820
	5,656	37,469	43,197
	(640,000)	(44,000)	(1,318,000)
	<u>\$ 888,786</u>	<u>\$ 346,374</u>	<u>\$ 3,639,197</u>

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## **STATISTICAL SECTION**

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**East Bay Regional Park District  
Statistical Section  
For the year ended December 31, 2012**

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This part of the East Bay Regional Park District Comprehensive Annual Financial Report provides information that improves understandability of financial statements, note disclosures, and required supplementary information. The District has only governmental activities, and thus the governmental activity amounts equal the primary government amounts.

**Contents**

**Financial Trends**

These schedules depict financial trend information.

**Revenue Capacity**

These schedules provide information about the District's most significant local revenue source.

**Debt Capacity**

These schedules display the District's current level of debt, and help the reader assess the District's ability to issue additional future debt.

**Demographic and Economic Information**

These schedules show indicators that help in understanding the environment within which the District's financial activities take place.

**Operating Information**

These schedules present services and infrastructure data, relating financial information to the services the District provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant years.

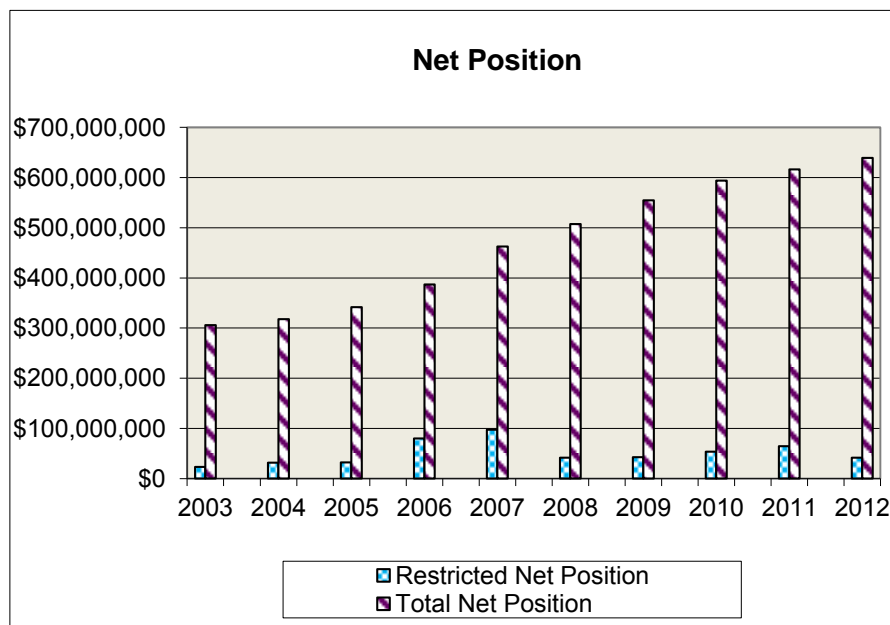
**East Bay Regional Park District  
Net Position  
Last Ten Fiscal Years**

	Year ending December 31,			
	2003	2004	2005	2006
<b>Governmental Activities/Primary Government</b>				
Net investment in capital assets	\$ 243,917,699	\$ 243,364,372	\$ 260,401,572	\$ 241,985,865
Restricted for:				
Capital projects	5,155,349	15,696,137	12,880,788	55,801,616
Debt service	11,007,374	8,574,562	9,387,412	12,480,224
Special projects	6,687,233	7,437,575	9,758,963	11,389,797
Operations				
Pension obligation				
Mitigation projects:				
Expendable				
Nonexpendable				
<b>Total restricted net position</b>	<u>22,849,956</u>	<u>31,708,274</u>	<u>32,027,163</u>	<u>79,671,637</u>
Unrestricted	<u>38,743,327</u>	<u>42,580,488</u>	<u>49,334,475</u>	<u>65,213,569</u>
<b>Total governmental activities/primary government net position</b>	<u>\$ 305,510,982</u>	<u>\$ 317,653,154</u>	<u>\$ 341,763,210</u>	<u>\$ 386,871,071</u>

\*as restated \$616,063,227

Source: East Bay Regional Park District.

Year ending December 31,					
2007	2008	2009	2010	2011	2012
\$ 295,619,074	\$ 350,404,884	\$ 384,801,194	\$ 420,410,465	\$ 445,133,895	\$ 461,617,626
66,038,450	9,731,399	8,948,410	18,522,764	34,662,211	-
16,558,074	20,116,946	26,338,455	20,925,374	14,472,963	12,730,090
14,771,806	11,561,039	7,203,058	14,109,436	15,142,325	5,447,693
					16,010,839
					3,221,351
					246,900
					3,707,308
<u>97,368,330</u>	<u>41,409,384</u>	<u>42,489,923</u>	<u>53,557,574</u>	<u>64,277,499</u>	<u>41,364,181</u>
<u>69,708,084</u>	<u>115,320,521</u>	<u>127,527,580</u>	<u>119,897,765</u>	<u>107,027,746</u>	<u>136,244,501</u>
<u>\$ 462,695,488</u>	<u>\$ 507,134,789</u>	<u>\$ 554,818,697</u>	<u>\$ 593,865,804</u>	<u>\$ 616,439,140 *</u>	<u>\$ 639,226,308</u>



**East Bay Regional Park District  
Changes in Net Position  
Last Ten Fiscal Years**

	Year ending December 31,		
	2003	2004	2005
<b>Governmental Activities</b>			
<b>Expenses</b>			
Executive and Legislative Division	\$ 1,710,795	\$ 2,129,832	\$ 2,019,860
Finance and Management Services Division	4,733,515	6,037,457	5,278,264
Human Resources Division	1,271,840	1,338,041	1,453,997
Land Division	1,918,126	1,742,154	1,803,833
Legal Division	1,707,731	2,096,420	1,955,885
Operations Division	47,774,011	46,788,417	49,968,242
Planning/Stewardship and Development Division	5,380,110	4,642,492	5,775,520
Public Affairs Division	1,823,800	2,024,445	2,022,814
Public Safety Division	11,961,985	14,507,590	14,745,840
Interest on long-term debt	7,057,377	7,480,490	7,017,634
<b>Total governmental activities/primary government expenses</b>	<b>85,339,290</b>	<b>88,787,338</b>	<b>92,041,889</b>
<b>Program Revenues</b>			
Charges for services			
Executive and Legislative Division	-	-	2,899
Finance and Management Services Division	6,541	15,576	33,015
Human Resources Division	-	-	-
Land Division	-	29	531,066
Legal Division	-	-	-
Operations Division	9,985,795	11,218,406	13,265,904
Planning/Stewardship and Development Division	21,868	16,180	30,196
Public Affairs Division	5,218	364	63
Public Safety Division	994,990	1,008,297	1,308,318
Operating contributions and grants	640,822	1,079,573	1,300,052
Capital contributions and grants	11,977,734	7,031,509	8,660,178
<b>Total governmental activities/primary government revenues</b>	<b>23,632,968</b>	<b>20,369,934</b>	<b>25,131,691</b>
<b>Total govern/primary govern net (expense) revenue</b>	<b>(61,706,322)</b>	<b>(68,417,404)</b>	<b>(66,910,198)</b>
<b>General Revenues</b>			
Property taxes and assessments	82,528,230	83,215,144	86,897,879
General obligation bond property tax	-	-	-
Unrestricted interest	1,026,938	914,428	1,198,364
Debt/bond related interest	-	-	-
Miscellaneous	2,574,175	1,855,161	1,740,598
Endowment contribution	-	-	-
Extraordinary item	-	-	-
<b>Total general/primary government revenues</b>	<b>86,129,343</b>	<b>85,984,733</b>	<b>89,836,841</b>
<b>Change in net position</b>	<b>\$ 24,423,021</b>	<b>\$ 17,567,329</b>	<b>\$ 22,926,643</b>

Source: East Bay Regional Park District.

Year ending December 31,						
2006	2007	2008	2009	2010	2011	2012
\$ 2,264,328	\$ 1,777,502	\$ 4,057,850	\$ 2,457,139	\$ 1,988,340	\$ 2,108,946	\$ 1,770,570
6,313,639	8,767,117	8,785,967	13,186,667	20,036,518	24,209,016	22,146,423
1,510,867	1,812,495	1,980,395	1,851,719	2,006,161	2,210,203	1,901,476
2,163,581	7,913,281	2,936,767	2,291,803	3,697,404	2,555,259	3,090,734
1,271,127	1,399,926	1,305,775	1,572,650	1,362,031	1,205,704	1,089,042
51,068,211	42,698,820	60,732,645	59,669,927	59,848,798	63,925,956	61,499,098
7,411,272	17,793,485	9,416,208	6,457,765	10,549,048	11,282,151	9,911,185
1,393,443	2,671,478	3,072,368	2,961,039	2,983,987	2,968,268	3,101,111
16,337,813	19,501,807	21,925,522	21,156,662	21,280,310	22,852,382	22,701,888
7,383,969	8,184,436	7,567,362	5,744,689	6,220,090	5,312,829	5,059,952
<u>97,118,250</u>	<u>112,520,347</u>	<u>121,780,859</u>	<u>117,350,060</u>	<u>129,972,687</u>	<u>138,630,714</u>	<u>132,271,479</u>
4,260	1,100	(9,010)	700	150	-	-
18,003	53,758	135,533	1,109,368	409,628	68,465	69,306
-	-	(9,735)	2,446	-	-	42
-	151,971	5,697	964,449	392,073	1,251,567	312,792
-	-	41,048	387,650	419,809	7,985	312
14,686,868	16,438,637	18,711,809	15,979,011	16,381,249	19,992,488	16,680,067
51,057	548,139	423,208	(1,584,705)	527,773	1,567,296	689,273
-	2,535	(6,497)	2,206	1,979	9,408	103
1,587,376	2,131,624	3,167,222	2,362,737	1,430,186	1,436,299	1,498,593
1,878,905	2,628,615	592,744	514,242	1,229,280	1,777,357	6,928,772
13,395,411	15,391,454	12,621,636	17,838,236	27,365,637	19,189,471	11,324,225
<u>31,621,880</u>	<u>37,347,833</u>	<u>35,673,655</u>	<u>37,576,340</u>	<u>48,157,764</u>	<u>45,300,336</u>	<u>37,503,485</u>
<u>(65,496,370)</u>	<u>(75,172,514)</u>	<u>(86,107,204)</u>	<u>(79,773,720)</u>	<u>(81,814,923)</u>	<u>(93,330,378)</u>	<u>(94,767,994)</u>
103,782,653	115,028,552	126,141,955	95,015,571	91,042,456	90,797,991	95,554,076
-	-	-	30,084,466	28,038,818	22,884,370	20,532,194
4,982,031	8,912,779	7,597,702	2,357,591	829,029	848,442	740,999
-	-	-	-	951,730	611,397	258,204
1,839,547	696,053	-	-	-	-	-
-	-	-	-	-	-	845,602
-	-	-	-	-	761,514	-
<u>110,604,231</u>	<u>124,637,384</u>	<u>133,739,657</u>	<u>127,457,628</u>	<u>120,862,033</u>	<u>115,903,714</u>	<u>117,931,075</u>
<u>\$ 45,107,861</u>	<u>\$ 49,464,870</u>	<u>\$ 47,632,453</u>	<u>\$ 47,683,908</u>	<u>\$ 39,047,110</u>	<u>\$ 22,573,336</u>	<u>\$ 23,163,081</u>

**East Bay Regional Park District  
Fund Balance of Governmental Funds  
Last Ten Fiscal Years**

	Year ending December 31,			
	2003	2004	2005	2006
<b>General Fund</b>				
Reserved	\$ 1,520,363	\$ 1,377,692	\$ 1,432,379	\$ 1,676,437
Unreserved, designated in	6,296,297	41,059,101	46,763,083	57,663,178
Unreserved, reported in	30,616,038	-	-	-
Non-spendable				
Restricted				
Committed				
Assigned				
Unassigned				
<b>Total General Fund</b>	<b>38,432,698</b>	<b>42,436,793</b>	<b>48,195,462</b>	<b>59,339,615</b>
<b>Other Governmental Funds</b>				
Reserved	16,392,962	13,681,418	17,755,245	31,803,131
Unreserved, designated in:				
Special revenue funds	6,567,598	6,388,091	8,577,801	9,574,267
Project funds	9,773,245	13,413,555	6,917,433	40,218,433
Debt service funds	7,195	-	-	-
Unreserved reported in:				
Special revenue funds	(117,799)	797	1,129	2,979
Project funds	-	3,145,723	1,219,005	-
Permanent funds	-	-	-	-
Non-spendable				
Restricted				
Committed				
Assigned				
Unassigned				
<b>Total other governmental funds</b>	<b>32,623,201</b>	<b>36,629,584</b>	<b>34,470,613</b>	<b>81,598,810</b>
<b>Total governmental funds</b>	<b>\$ 71,055,899</b>	<b>\$ 79,066,377</b>	<b>\$ 82,666,075</b>	<b>\$ 140,938,425</b>

Source: East Bay Regional Park District.

Amounts are reported on modified accrual basis of accounting

\* Change in fund balance classification is due to implementation of GASB 54 for year ended December 31, 2011

\*\*restated \$91,086,612

\*\*\*restated \$122,815,809

Year ending December 31,					
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011*</u>	<u>2012</u>
\$ 1,787,517	\$ 2,399,652	\$ 10,325,522	\$ 8,912,139		
64,366,025	14,058,921	22,197,891	48,915,671		
-	56,494,885	49,466,329	30,772,533		
				\$ 7,100,622	\$ 6,071,345
				825,797	758,115
				37,438,615	50,747,150
				-	-
				45,556,883	35,795,631
<u>66,153,542</u>	<u>72,953,458</u>	<u>81,989,742</u>	<u>88,600,343</u>	<u>90,921,917</u> **	<u>93,372,241</u>
30,001,555	24,952,651	41,872,957	36,561,520		
14,562,231	-	-	-		
52,657,852	6,280,851	6,266,942	6,246,125		
-	-	-	-		
-	18,139,662	17,815,242	15,892,728		
-	51,896,150	118,060,011	94,684,577		
-	-	-	233,583		
				4,568,866	7,034,880
				94,109,584	93,224,456
				17,375,615	19,969,351
				7,844,564	1,776,903
				(389,322)	-
<u>97,221,638</u>	<u>101,269,314</u>	<u>184,015,152</u>	<u>153,618,533</u>	<u>123,509,307</u> ***	<u>122,005,590</u>
<u>\$ 163,375,180</u>	<u>\$ 174,222,772</u>	<u>\$ 266,004,894</u>	<u>\$ 242,218,876</u>	<u>\$ 214,431,224</u>	<u>\$ 215,377,831</u>

**East Bay Regional Park District  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years**

	Year ending December 31,			
	2003	2004	2005	2006
<b>REVENUES:</b>				
Property taxes and assessments	\$ 86,711,731	\$ 87,582,145	\$ 92,839,802	\$ 111,269,118
Charges for services	7,337,823	7,740,124	7,954,035	8,454,900
Interest	1,099,191	831,531	1,735,308	4,652,472
Property usage	995,676	1,258,474	1,406,639	1,467,508
Interagency agreements and grants	8,387,932	5,440,153	6,649,019	10,651,396
Miscellaneous	1,734,371	3,374,956	4,167,022	5,401,349
<b>Total revenues</b>	<b>106,266,724</b>	<b>106,227,383</b>	<b>114,751,825</b>	<b>141,896,743</b>
<b>EXPENDITURES:</b>				
Current:				
Executive and Legislative Division	1,752,079	2,149,163	1,875,978	2,235,343
Finance and Management Services Division	4,641,336	5,219,379	5,345,754	6,905,663
Human Resources Division	1,334,498	1,305,834	1,461,058	1,490,143
Land Division	1,948,370	1,682,155	1,809,076	2,125,201
Legal Division	1,724,434	2,050,575	1,324,079	1,257,036
Operations Division	39,718,609	41,752,824	45,660,187	45,532,895
Planning/Stewardship and Develop Division:	5,631,396	4,450,741	5,736,876	7,282,794
Public Affairs Division	1,873,265	1,860,771	2,020,295	2,374,350
Public Safety Division	11,870,427	13,898,245	15,383,808	15,545,992
Debt Service:				
Principal	7,509,707	7,904,764	9,459,811	8,460,000
Interest	7,885,033	7,532,186	7,196,053	6,110,199
Cost of issuance	-	-	-	1,495,402
Capital Outlay	26,165,211	12,573,011	13,331,651	18,114,454
<b>Total expenditures</b>	<b>112,054,365</b>	<b>102,379,648</b>	<b>110,604,626</b>	<b>118,929,472</b>
<b>REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(5,787,641)</b>	<b>3,847,735</b>	<b>4,147,199</b>	<b>22,967,271</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sales of property	46,522	130,532	91,235	102,180
Proceeds from issuance of debt (including premium)	-	-	-	38,860,420
Transfers in	18,623,301	8,993,730	7,702,651	49,921,003
Transfers out	(22,193,709)	(10,266,043)	(8,341,387)	(53,578,524)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,523,886)</b>	<b>(1,141,781)</b>	<b>(547,501)</b>	<b>35,305,079</b>
<b>Net Change in Fund Balances</b>	<b>(9,311,527)</b>	<b>2,705,954</b>	<b>3,599,698</b>	<b>58,272,350</b>
<b>FUND BALANCES:</b>				
Beginning of year, as restated	80,367,426	76,360,422	79,066,376	82,666,074
End of year	<u>\$ 71,055,899</u>	<u>\$ 79,066,376</u>	<u>\$ 82,666,074</u>	<u>\$ 140,938,424</u>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>17.9%</b>	<b>17.3%</b>	<b>17.2%</b>	<b>14.5%</b>

Source: East Bay Regional Park District.

Amounts are reported on modified accrual basis of accounting

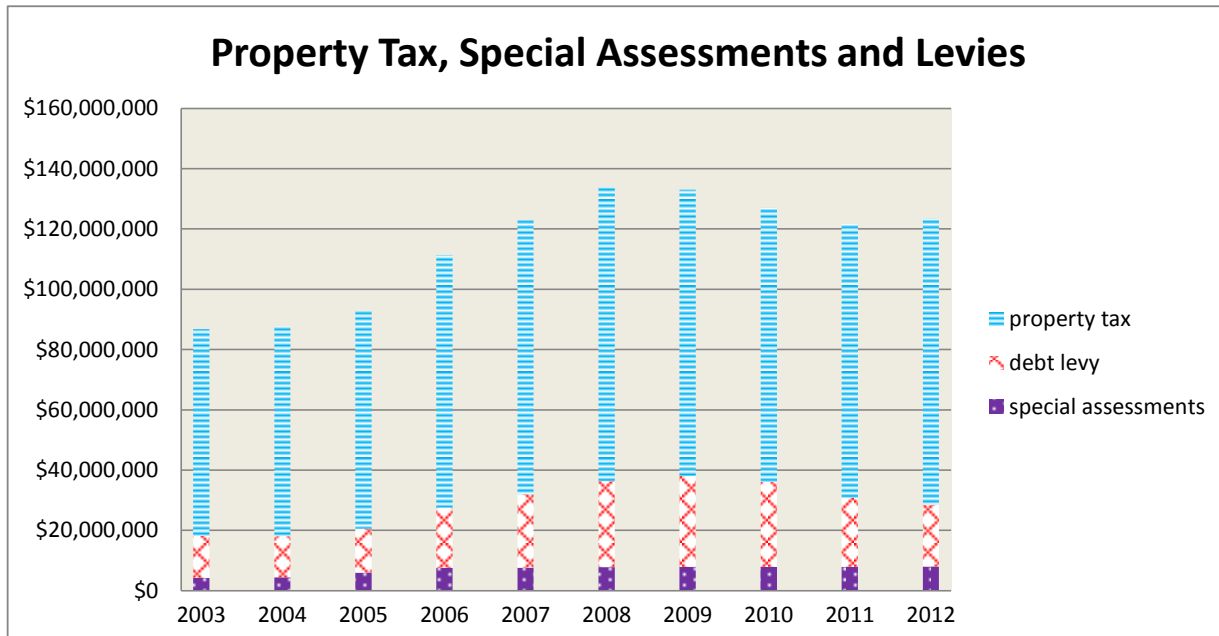
\*as restated \$213,902,421



Year ending December 31,					
2007	2008	2009	2010	2011	2012
\$ 122,971,647	\$ 133,883,576	\$ 133,010,666	\$ 127,002,718	\$ 121,601,603	\$ 123,424,647
9,398,530	10,179,602	10,159,681	9,333,354	9,447,957	8,997,687
8,912,779	7,597,702	2,821,942	1,748,425	1,443,937	918,098
1,703,143	1,662,362	1,774,871	1,989,547	2,534,478	2,540,010
15,066,253	6,799,224	15,120,375	21,377,974	23,952,739	10,199,235
4,053,891	5,016,238	3,612,643	3,947,406	2,048,629	5,986,994
<u>162,106,243</u>	<u>165,138,704</u>	<u>166,500,178</u>	<u>165,399,425</u>	<u>161,029,343</u>	<u>152,066,671</u>
2,100,469	4,055,201	2,183,147	2,056,177	1,961,287	1,788,715
8,379,434	8,389,868	13,443,720	19,557,292	23,560,132	21,883,736
1,775,255	1,980,395	1,884,094	1,965,973	2,086,091	1,997,220
2,565,223	2,931,756	2,642,425	2,908,814	2,470,186	3,125,325
1,357,269	1,304,203	1,457,191	1,372,125	1,139,741	1,252,615
53,360,271	53,448,259	54,983,632	53,254,338	55,052,990	57,211,887
8,177,060	9,315,195	6,522,752	8,381,146	10,821,563	10,065,727
2,615,998	3,060,236	3,155,034	2,934,996	2,852,968	3,117,985
19,418,439	21,111,836	20,783,140	21,067,016	21,454,554	23,819,392
16,820,000	19,784,930	26,674,809	28,425,626	25,157,417	19,015,218
8,825,223	8,918,037	6,271,625	7,011,571	6,262,649	5,239,988
-	576,871	737,549	-	-	511,003
18,247,883	21,408,509	20,905,972	40,655,395	34,248,963	26,379,454
<u>143,642,524</u>	<u>156,285,296</u>	<u>161,645,090</u>	<u>189,590,470</u>	<u>187,068,541</u>	<u>175,408,265</u>
<u>18,463,719</u>	<u>8,853,408</u>	<u>4,855,088</u>	<u>(24,191,045)</u>	<u>(26,039,198)</u>	<u>(23,341,594)</u>
163,456	165,342	150,486	113,942	90,280	100,034
3,558,000	1,872,621	87,692,502	-	-	25,382,673
17,820,473	24,974,503	17,558,121	36,741,204	37,748,327	26,785,553
(17,568,893)	(25,881,969)	(18,474,073)	(36,450,121)	(39,587,062)	(27,451,256)
<u>3,973,036</u>	<u>1,130,497</u>	<u>86,927,036</u>	<u>405,025</u>	<u>(1,748,455)</u>	<u>24,817,004</u>
<u>22,436,755</u>	<u>9,983,905</u>	<u>91,782,124</u>	<u>(23,786,020)</u>	<u>(27,787,653)</u>	<u>1,475,410</u>
140,938,424	166,288,084	174,222,772	266,004,896	242,218,876	213,902,421
<u>\$ 163,375,179</u>	<u>\$ 176,271,989</u>	<u>\$ 266,004,896</u>	<u>\$ 242,218,876</u>	<u>\$ 214,431,224</u> *	<u>\$ 215,377,831</u>
<u>20.5%</u>	<u>21.3%</u>	<u>23.4%</u>	<u>23.8%</u>	<u>20.6%</u>	<u>16.3%</u>

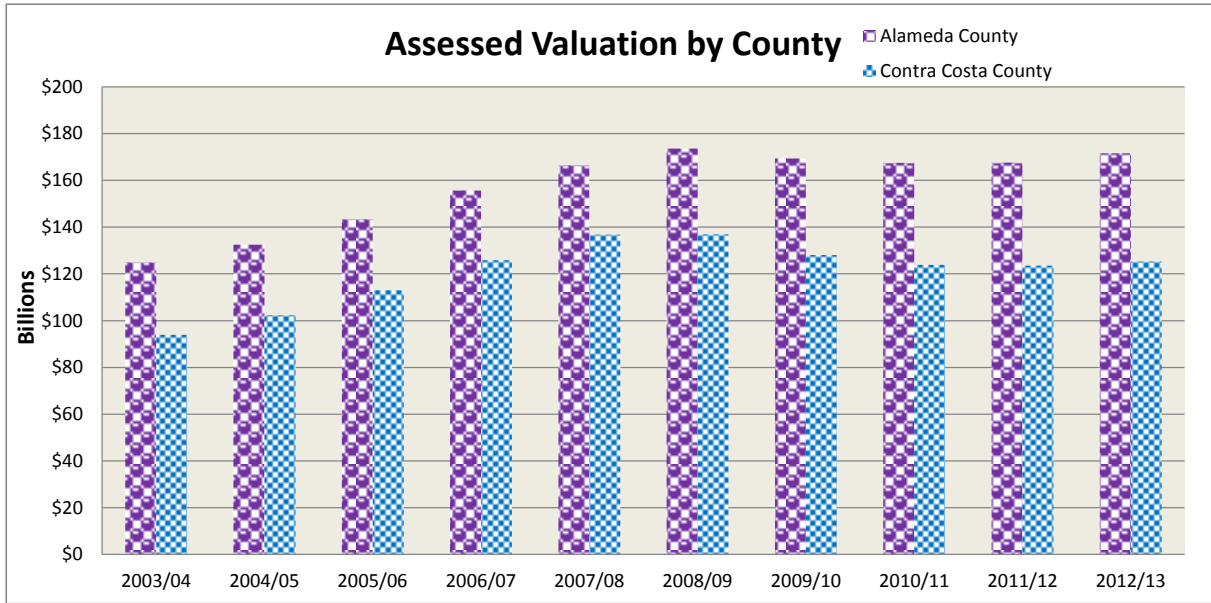
**East Bay Regional Park District  
Governmental Activities Tax Revenue By Source  
Last Ten Fiscal Years**

Fiscal Year^	Special Assessments	Debt Levy	Property Tax	Total
2003	4,180,884	13,923,574	68,607,273	86,711,731
2004	4,367,002	13,677,411	69,537,732	87,582,145
2005	5,941,923	14,585,161	72,312,718	92,839,802
2006	7,513,973	20,018,247	83,736,898	111,269,118
2007	7,625,528	24,342,317	91,003,802	122,971,647
2008	7,741,621	28,591,391	97,550,564	133,883,576
2009	7,910,629	30,084,466	95,015,571	133,010,666
2010	7,921,444	28,038,818	91,042,456	127,002,718
2011	7,919,242	22,884,370	90,797,991	121,601,603
2012	7,938,377	20,532,194	94,954,076 *	123,424,647



Source: East Bay Regional Park District.  
 Amounts are reported on modified accrual basis of accounting  
 ^January 1 through December 31  
 \*modified accrual basis

**East Bay Regional Park District  
Assessed and Estimated Actual  
Value of Taxable Property  
Last Ten Fiscal Years**



ALAMEDA COUNTY*						
Fiscal Year ^	Secured	State Board	Unsecured	exemptions	RDA	Net AV
2003/04	132,809,634,347	137,392,228	10,057,708,868	(4,940,045,659)	(13,115,789,870)	124,948,899,914
2004/05	142,742,717,130	178,131,488	9,864,122,398	(5,519,311,753)	(14,791,746,040)	132,473,913,223
2005/06	156,119,565,121	172,890,412	10,440,284,634	(5,897,754,398)	(17,518,604,826)	143,316,380,943
2006/07	171,848,566,602	157,839,966	10,435,972,098	(6,053,307,861)	(20,724,713,473)	155,664,357,332
2007/08	186,238,748,120	98,490,077	10,844,768,390	(6,632,908,615)	(24,138,583,776)	166,410,514,196
2008/09	195,178,888,584	94,778,439	11,392,576,690	(6,878,483,552)	(26,224,620,779)	173,563,139,382
2009/10	189,849,097,805	99,345,128	11,836,801,735	(7,246,517,224)	(25,166,111,280)	169,372,616,164
2010/11	187,081,447,978	98,026,751	11,844,626,884	(7,548,254,040)	(24,009,730,794)	167,466,116,779
2011/12	187,997,896,633	71,719,328	11,694,376,870	(8,313,718,502)	(23,826,303,683)	167,623,970,646
2012/13	191,880,982,817	261,836,789	12,079,675,165	(8,291,837,483)	(24,379,274,221)	171,551,383,067

CONTRA COSTA COUNTY						
Fiscal Year ^	Secured	State Board	Unsecured	exemptions	RDA	Net AV
2003/04	103,784,368,727	1,160,643,678	4,185,490,377	(3,819,367,567)	(11,403,858,953)	93,907,276,262
2004/05	114,000,805,246	864,749,778	4,313,471,799	(3,982,398,414)	(12,875,154,691)	102,321,473,718
2005/06	126,468,984,000	778,008,389	4,432,258,484	(4,208,323,230)	(14,510,421,448)	112,960,506,195
2006/07	142,013,985,497	657,680,011	4,640,413,806	(4,391,154,242)	(17,077,726,100)	125,843,198,972
2007/08	155,108,728,455	558,065,472	4,723,601,018	(4,763,860,826)	(18,805,423,183)	136,821,110,936
2008/09	155,509,726,416	576,695,232	5,164,766,412	(5,267,550,406)	(19,082,111,154)	136,901,526,500
2009/10	144,284,195,822	557,056,345	5,464,759,133	(5,641,220,998)	(16,656,249,408)	128,008,540,894
2010/11	139,956,796,753	560,296,728	5,244,966,789	(6,006,815,504)	(15,949,148,990)	123,806,095,776
2011/12	139,305,613,294	539,960,865	5,456,388,640	(6,229,924,601)	(15,513,648,769)	123,558,389,429
2012/13	140,466,348,337	590,750,775	5,661,125,229	(6,347,417,049)	(15,002,930,921)	125,367,876,371

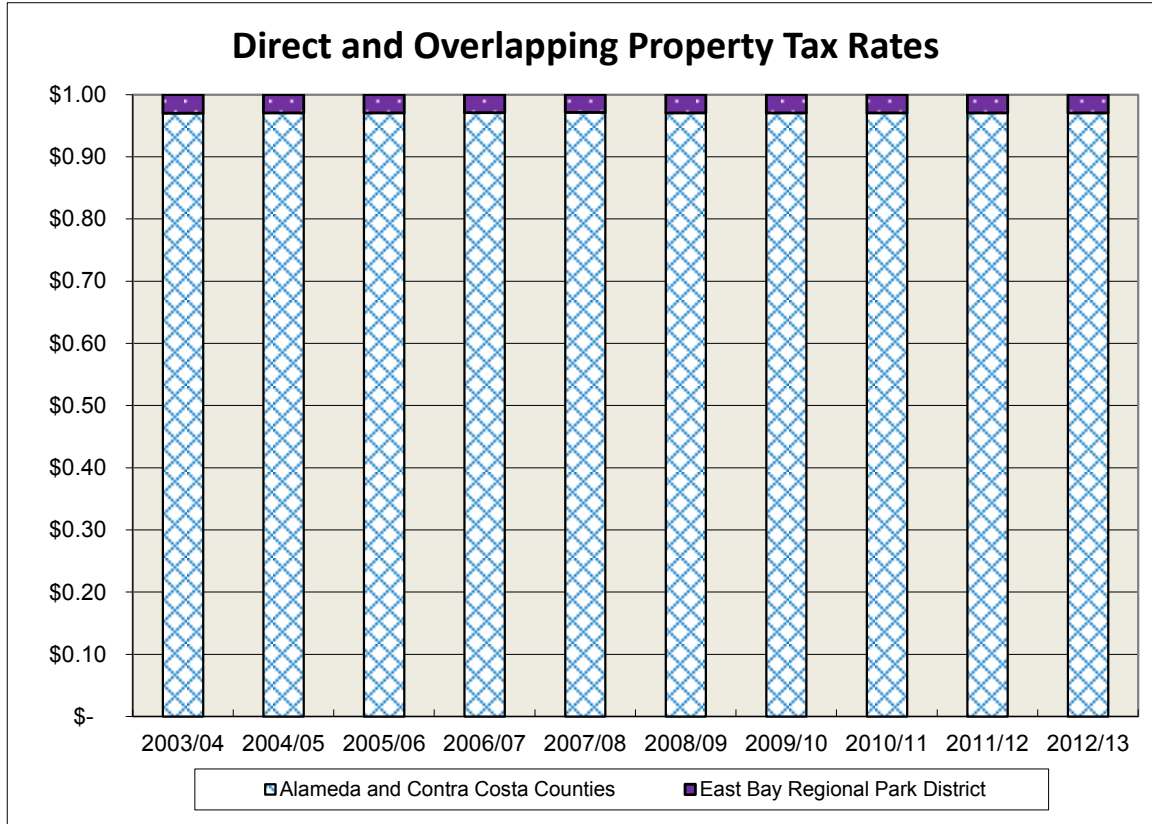
^July 1 to June 30.

\*including Murray Township

estimate of actual value of taxable property is unknown

Source: Alameda and Contra Costa Counties Auditor-Controller

**East Bay Regional Park District  
Property Tax Rates  
All Direct and Overlapping Governments  
Last Ten Fiscal Years**



Fiscal Year <sup>^</sup>	ALAMEDA COUNTY			CONTRA COSTA COUNTY		
	Other Overlapping Governments	Park District	Total Basic County Wide	Other Overlapping Governments	Park District	Total Basic County Wide
2003/04	0.97036	0.02964	1.00000	0.97037	0.02963	1.00000
2004/05	0.97040	0.02960	1.00000	0.97079	0.02921	1.00000
2005/06	0.97039	0.02961	1.00000	0.97102	0.02898	1.00000
2006/07	0.97131	0.02869	1.00000	0.97103	0.02897	1.00000
2007/08	0.97037	0.02854	1.00000	0.97148	0.02852	1.00000
2008/09	0.97035	0.02965	1.00000	0.97126	0.02874	1.00000
2009/10	0.97035	0.02965	1.00000	0.97088	0.02912	1.00000
2010/11	0.97034	0.02966	1.00000	0.97088	0.02912	1.00000
2011/12	0.97038	0.02962	1.00000	0.97071	0.02929	1.00000
2012/13	0.97036	0.02964	1.00000	0.97071	0.02929	1.00000

Note: The above ratios are expressed as dollars assessed per \$100 of assessed valuation.

<sup>^</sup>July 1 through June 30

Source: Alameda County Auditor-Controller and Contra Costa County Auditor-Controller

**East Bay Regional Park District  
Principal Property Taxpayers  
(Amounts expressed in thousands)  
2012 and 2003**

Alameda County Assessed Value (AV)						
Taxpayers	June 30, 2012			June 30, 2003		
	Secured AV	Rank	Percent of Total Secured AV	Secured AV	Rank	Percent of Total Secured AV
Pacific Gas & Electric Co.	\$ 1,505,810	1	0.82%	\$ 899,352	2	0.73%
AT&T California	478,460	2	0.26%	874,210	3	0.71%
Kaiser Foundation Hospitals	409,387	3	0.22%	na	na	na
Kaiser Foundation Health Plan, Inc.	352,000	4	0.19%	na	na	na
Bayer Healthcare LLC	269,118	5	0.15%	na	na	na
SCI Limited Partnership	261,128	6	0.14%	232,145	8	0.19%
Northern Calif. Industrial Portfolio Inc.	260,891	7	0.14%	na	na	na
Pacific Commons Retail LLC	237,973	8	0.13%	na	na	na
Stoneridge Properties	232,441	9	0.13%	na	na	na
OCC Venture LLC	230,646	10	0.12%	na	na	na
New United Motor Manufacturing, Inc.	na	na	na	1,005,339	1	0.82%
Sun Microsystems, Inc.	na	na	na	369,857	4	0.30%
Cutter Laboratories	na	na	na	313,942	5	0.25%
Calwest Industrial Properties, Inc.	na	na	na	282,926	6	0.23%
Oakland City Center LLC	na	na	na	254,074	7	0.21%
Cingular Wireless	na	na	na	217,277	9	0.18%
WB Bernal, LLC	na	na	na	209,248	10	0.17%
	<u>\$ 4,237,854</u>		<u>2.30%</u>	<u>\$ 4,658,370</u>		<u>3.79%</u>

Contra Costa County Assessed Value (AV)						
Taxpayers	June 30, 2012			June 30, 2003		
	Taxable Secured and Unitary AV	Rank	Percent of Total Secured AV	Taxable Secured and Unitary AV	Rank	Percent of Total Secured AV
Chevron USA	\$ 3,307,693	1	2.44%	\$ 2,219,962	1	2.20%
Equilon/Shell Oil Co.	2,039,793	2	1.50%	1,284,827	2	1.27%
Pacific Gas & Electric Co.	1,783,548	3	1.31%	783,310	3	0.78%
Tosco Corporation	1,446,999	4	1.07%	612,486	5	0.61%
Tesoro Refining & Marketing	1,247,334	5	0.92%	409,047	8	0.41%
Sunset Land Company	762,120	6	0.56%	na		
AT&T/Pacific Bell	598,732	7	0.44%	733,047	4	0.73%
Seeno Construction Company	553,995	8	0.41%	421,799	7	0.42%
Shappell Industries, Inc.	453,687	9	0.33%	na		
Calpine/Delta Energy Center LLC	429,866	10	0.32%	593,840	6	0.59%
WFB Real Estate	na	na	na	354,470	9	0.35%
GMAC Commercial	na	na	na	347,779	10	0.34%
	<u>\$ 12,623,767</u>		<u>9.30%</u>	<u>\$ 7,760,567</u>		<u>7.70%</u>

Source: Alameda and Contra Costa Counties.

**East Bay Regional Park District  
Alameda and Contra Costa Counties  
Secured and Unsecured Property Tax Levies and Collections  
Last Ten Fiscal Years**

<b>Alameda County</b>				
Fiscal Year	Taxes Levied for the Fiscal Year <sup>^</sup> >	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount#	Percentage	
2002/03	34,295,112	33,526,425	98%	**
2003/04	35,964,967	35,824,980	100%	**
2004/05	38,315,654 #	35,016,481	91%	**
2005/06	41,520,792 #	38,386,417	92%	**
2006/07	45,055,453	43,771,360	97%	**
2007/08	47,643,340	44,106,912	93%	**
2008/09	49,292,572	45,951,671	93%	**
2009/10	48,019,943	44,842,022	93%	**
2010/11	48,095,327	44,719,904	93%	**
2011/12	48,397,032	44,909,489	93%	**

\*\* information about amount of delinquent taxes by original levy year, collected in subsequent years, is unavailable.  
<both levy and remittance information are supplied by Alameda County.

<b>Contra Costa County</b>				
Fiscal Year	Taxes Levied for the Fiscal Year <sup>^</sup> >	Collected within the Fiscal Year of the Levy		
		Amount#	Percentage of Levy<	
2002/03	25,981,948	25,981,948	100%	
2003/04	27,658,888	27,658,888	100%	
2004/05	27,920,427 #	27,920,427	100%	
2005/06	30,861,611 #	30,861,611	100%	
2006/07	36,289,475	36,289,475	100%	
2007/08	39,230,498	39,230,498	100%	
2008/09	39,456,225	39,456,225	100%	
2009/10	34,154,626 #	34,154,626	100%	
2010/11	36,094,609	36,094,609	100%	
2011/12	36,693,087	36,693,087	100%	

>per final statement of fiscal year  
<Contra Costa County follows California's alternate method of apportionment (the Teeter Plan), under which 100% of amounts levied are paid to the District in the year of levy, regardless of when they are collected.

# ERAF takeaway

<sup>^</sup>July 1 through June 30

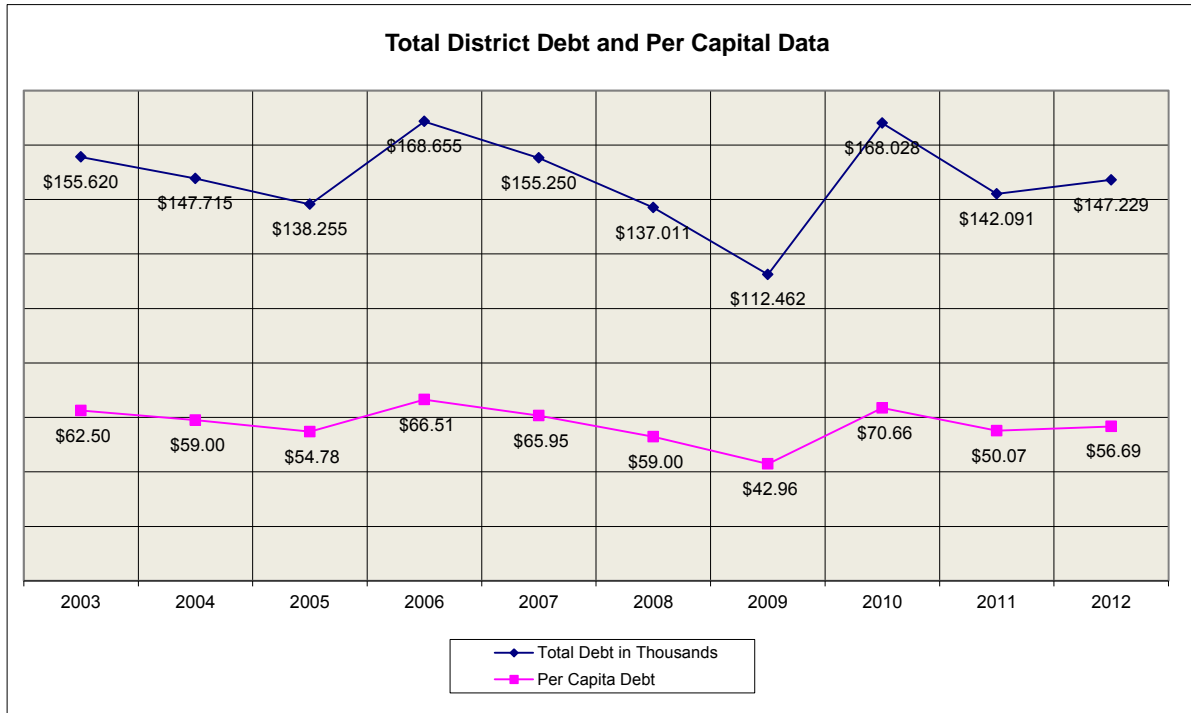
Source: Alameda and Contra Costa Counties remittance advices and annual revenue letter

all amounts revised to tie to documents received from primary sources

**East Bay Regional Park District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities				Total	Taxable Assessed Value^ (AV)	Percentage of Taxable AV
	General Obligation Bonds	Limited Obligation Bonds	Notes Payable	Capital Leases			
2003	144,020,000	9,920,000	267,004	1,412,571	155,619,575	218,856,176,176	0.071%
2004	137,175,000	9,160,000	222,004	1,157,807	147,714,811	234,795,386,941	0.063%
2005	129,990,000	8,265,000	-	-	138,255,000	256,276,887,138	0.054%
2006	161,305,420 ^	7,350,000	-	-	168,655,420	281,507,556,304	0.060%
2007	145,277,378 ^	6,415,000	-	3,558,000	155,250,378	303,231,625,132	0.051%
2008	128,663,098 ^	5,450,000	-	2,898,070	137,011,168	310,464,665,882	0.044%
2009	105,798,814 ^	4,450,000	-	2,213,261	112,462,075	297,381,157,058	0.038%
2010	163,115,169 ^	3,410,000	-	1,502,635	168,027,804	291,272,212,555	0.058%
2011	138,991,085 ^	2,335,000	-	765,218	142,091,303	291,182,360,075	0.049%
2012	120,636,249	26,592,504	-	-	147,228,753	296,919,259,438	0.050%

^ adjusted to include unamortized premium/discount and gain/loss on refunding



Fiscal Year	Population	Per Capita	Percentage of Personal Income
2003	2,490,027	\$ 62.50	0.155%
2004	2,503,823	\$ 59.00	0.138%
2005	2,523,872	\$ 54.78	0.123%
2006	2,535,739	\$ 66.51	0.141%
2007	2,561,245	\$ 60.62	0.122%
2008	2,591,185	\$ 52.88	0.103%
2009	2,617,982	\$ 42.96	0.086%
2010	2,647,912	\$ 63.46	0.127%
2011	2,577,463	\$ 55.13	*
2012	2,597,254	\$ 56.69	*

Source: East Bay Regional Park District, and Alameda and Contra Costa Counties.

\* Data is unavailable for 2011 and 2012.

^total AV amount provided. AV subject to debt levy for GO bonds (presented on next page) is less than total AV subject to general property tax. Limited obligation, notes payable and capital leases are paid from general property tax..

Estimated actual value of taxable property information is not available.

**East Bay Regional Park District  
 Ratios of General Bonded Debt Outstanding  
 Last Ten Fiscal Years**

Fiscal Year	General Obligation	Debt Service	Total	Taxable	Percentage	Population	Per Capita
	Bonds	Monies Available <sup>^</sup>		Assessed Value*	of Taxable AV		
2003	144,020,000	10,445,499 **	133,574,501	212,189,287,446	0.063%	2,490,027	\$ 53.64
2004	137,175,000	9,972,726 **	127,202,274	227,306,097,595	0.056%	2,503,823	\$ 50.80
2005	129,990,000	10,842,265 **	119,147,735	247,454,520,042	0.048%	2,523,872	\$ 47.21
2006	161,305,420	15,425,393	145,880,027	271,499,401,719	0.054%	2,535,739	\$ 57.53
2007	145,277,378	15,455,528	129,821,850	292,240,941,884	0.044%	2,561,245	\$ 50.69
2008	128,663,098	20,969,840	107,693,258	298,975,505,322	0.036%	2,591,185	\$ 41.56
2009	105,798,814	27,161,473	78,637,341	286,696,000,505	0.027%	2,617,982	\$ 30.04
2010	163,115,169	21,777,729	141,337,440	280,911,792,747	0.050%	2,647,912	\$ 53.38
2011	138,991,085	15,014,111	123,976,974	280,778,884,338	0.044%	2,577,463	\$ 48.10
2012	120,636,249	9,125,966	111,510,283	285,864,674,411	0.039%	2,597,254	\$ 42.93

<sup>^</sup>for principal repayment

\*amount subject to debt levy

\*\*revised

Source: East Bay Regional Park District, and Alameda and Contra Costa Counties.



**East Bay Regional Park District  
Computation of Direct and Overlapping Bonded Debt  
December 31, 2012**

JURISDICTION	Percentage Applicable * to the District	Net Debt Outstanding
<b>Overlapping Tax and Assessment Debt:</b>		
Bay Area Rapid Transit District	67.539%	277,375,919
Chabot Community College District	99.982%	438,277,055
Peralta Community College District	100.000%	415,480,000
Other Community College Districts	0.347-100.000%	409,914,647
Berkeley Unified School District	100.000%	213,454,222
Fremont Unified School District	99.987%	177,627,291
Mount Diablo Unified School District	100.000%	451,795,057
Oakland Unified School District	100.000%	740,425,000
San Ramon Valley Unified School District	100.000%	253,159,896
West Contra Costa Unified School District	100.000%	797,215,136
Other Unified School Districts	1.794-100.000%	1,699,240,626
Union High School District	100.000%	355,090,306
Cities General Obligation and Parcel Tax Obligations	99.987-100.000%	433,182,189
Washington Township Healthcare District	100.000%	59,975,000
West Contra Costa Healthcare Parcel Tax Obligations	100.000%	60,845,000
East Bay Municipal Utility District Special District ^	100.000%	21,650,000
Pleasant Hill Recreation and Park District	100.000%	27,425,000
Community Facilities Districts	100.000%	360,621,942
1915 Act Bonds	100.000%	416,449,036
Total overlapping tax and assessment debt		<u>7,609,203,322</u>
<b>Overlapping General Fund Obligation Debt</b>		
Alameda County General Fund Obligations	99.990%	646,145,879
Alameda County Pension Obligations	99.990%	109,266,674
Contra Costa County General Fund Obligations	100.000%	301,447,976
Contra Costa County Pension Obligations	100.000%	358,495,000
Alameda-Contra Costa Transit District Certificates of Participation	100.000%	31,380,000
Unified School District Certificates and Participation	99.978-100.000%	187,656,148
Other School District General Fund and Pension Obligations	Various	163,472,993
City of Oakland General Fund and Pension Obligations	100.000%	672,276,004
Other City General Fund and Pension Fund Obligations	99.933-100.000%	864,527,154
Contra Costa Fire Protection District Pension Obligations	100.000%	106,185,000
Special District General Fund Obligations	22.565-100%	16,319,354
Total gross overlapping General Fund obligation debt		<u>3,457,172,182</u>
Overlapping Tax Increment Debt		2,089,497,098
<b>Gross Combined Overlapping Debt</b>		<b><u>\$ 13,155,872,602</u></b>
<b>Direct Debt:</b>		
East Bay Regional Park District (total direct bonded debt)	100.000%	147,228,753
<b>Gross Combined Direct and Overlapping Debt^</b>		<b><u>\$ 13,293,262,602</u></b>
Less: Contra Costa County obligations supported from revenue funds		(113,267,796)
City of Hayward supported obligations		(1,180,000)
City of Richmond supported obligation		(49,760,800)
		<u>(164,208,596)</u>
<b>Net Combined Overlapping Debt</b>		<b><u>\$ 12,991,664,006</u></b>
<b>Direct Debt:</b>		
East Bay Regional Park District (total direct bonded debt)	100.000%	\$ 147,228,753
<b>Net Combined Direct and Overlapping Debt</b>		<b><u>\$ 13,129,054,006</u></b>

\* Calculation based upon portion of another government's taxable assessed valuation (AV) within the District's boundaries divided by each government's total taxable AV.

^ Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital leases obligations. Qualified Zone Academy Bonds are included based on principal due at maturity.

Source: California Municipal Statistics, Inc.

**East Bay Regional Park District  
 Legal Debt Margin for General Obligation Bonds  
 Last Ten Fiscal Years**

<b>Computation of Legal Debt Margin for General Obligation Bonds</b>	<b>Fiscal Year<sup>^</sup></b>			
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
Assessed Valuation:				
Assessed value subject to debt levy*	\$ 209,049,401,812	\$ 224,172,035,821	\$ 244,316,856,388	\$ 268,339,047,384
Add: HOPTR	3,139,885,634	3,134,061,774	3,137,663,654	3,160,354,335
Total assessed valuation	212,189,287,446	227,306,097,595	247,454,520,042	271,499,401,719
Debt Applicable to Limitation:				
Total general obligation debt	144,020,000	137,175,000	129,990,000	161,305,420
Less: amount available for repayment:	10,445,499	9,972,726	10,842,265	15,425,393
Total debt applicable to limitation	133,574,501	127,202,274	119,147,735	145,880,027
Legal Debt Margin:				
Bonded debt limit (15% AV)	31,828,393,117	34,095,914,639	37,118,178,006	40,724,910,258
Debt applicable to limitation	133,574,501	127,202,274	119,147,735	145,880,027
Legal debt margin	<u>\$ 31,694,818,616</u>	<u>\$ 33,968,712,365</u>	<u>\$ 36,999,030,271</u>	<u>\$ 40,579,030,231</u>

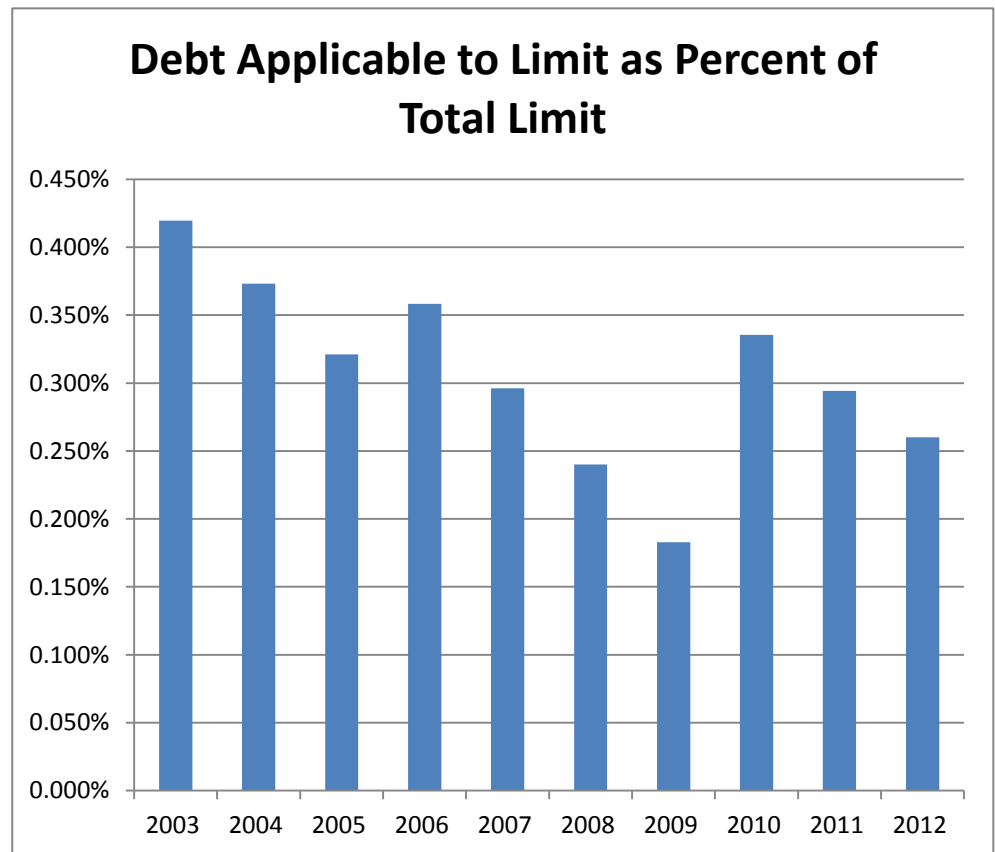
\*excludes Murray Township

<sup>^</sup>AV fiscal year july 1 through June 31, debt fiscal year January 1 through December 31

>per balance sheet restricted cash and investments in debt service fund  
 certain amounts were revised

Source: East Bay Regional Park District.

Fiscal Year^					
2007	2008	2009	2010	2011	2012
\$ 289,067,446,915	\$ 295,793,425,105	\$ 283,518,339,759	\$ 277,771,111,665	\$ 277,678,058,227	\$ 282,817,745,337
3,173,494,969	3,182,080,217	3,177,660,746	3,140,681,082	3,100,826,111	3,046,929,074
292,240,941,884	298,975,505,322	286,696,000,505	280,911,792,747	280,778,884,338	285,864,674,411
145,277,378	128,663,098	105,798,814	163,115,169	138,991,085	120,636,249
15,455,528	20,969,840	27,161,473	21,777,729	15,014,111	9,125,966
129,821,850	107,693,258	78,637,341	141,337,440	123,976,974	111,510,283
43,836,141,283	44,846,325,798	43,004,400,076	42,136,768,912	42,116,832,651	42,879,701,162
129,821,850	107,693,258	78,637,341	141,337,440	123,976,974	111,510,283
\$ 43,706,319,433	\$ 44,738,632,540	\$ 42,925,762,735	\$ 41,995,431,472	\$ 41,992,855,677	\$ 42,768,190,879



**East Bay Regional Park District  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

<b>Alameda County</b>				
Fiscal Year <sup>^</sup>	Population	Personal Income in thousands	Per Capita Personal Income	Unemployment Rate
2003	1,496,200	\$ 56,257,943	\$ 37,601	6.9%
2004	1,498,125	\$ 59,419,621	\$ 39,663	5.9%
2005	1,507,500	\$ 62,331,734	\$ 41,348	5.1%
2006	1,510,303	\$ 66,325,334	\$ 43,915	4.4%
2007	1,526,148	\$ 70,761,435	\$ 46,366	4.7%
2008	1,543,000	\$ 73,159,686	\$ 47,414	7.2%
2009	1,556,657	\$ 71,596,468	\$ 45,994	11.1%
2010	1,574,857	\$ 72,757,457	\$ 46,199	11.5%
2011	1,521,157	na	na	10.9%
2012	1,532,137	na	na	9.5%

<b>Contra Costa County</b>				
Fiscal Year <sup>^</sup>	Population	Personal Income in thousands	Per Capita Personal Income	Unemployment Rate
2003	993,827	\$ 45,769,497	\$ 46,054	6.1%
2004	1,005,698	\$ 48,917,847	\$ 48,641	5.4%
2005	1,016,372	\$ 51,528,384	\$ 50,698	5.1%
2006	1,025,436	\$ 55,313,098	\$ 53,941	4.5%
2007	1,035,097	\$ 58,491,374	\$ 56,508	4.7%
2008	1,048,185	\$ 59,348,149	\$ 56,620	6.3%
2009	1,061,325	\$ 59,043,740	\$ 55,632	10.8%
2010	1,073,055	na	na	11.3%
2011	1,056,306	na	na	11.0%
2012	1,065,117	na	na	9.4%

Source: Alameda and Contra Costa Counties.

<sup>^</sup>July 1 through June 30.

na = not available as of December 31, 2012.

certain amounts have been revised

**East Bay Regional Park District  
Principal Employers  
Current and Prior Years**

Employers	Alameda County					
	2011*			2003		
	Estimated # of Employees	Rank	% of Total County Employment	Estimated # of Employees	Rank	% of Total County Employment
University of California Berkeley	21,341	1	3.14%	21,035	1	3.00%
Kaiser Permanente Medical Group Inc.	9,944	2	1.47	19,862	2	2.83
State of California	9,265	3	1.37	7,600	4	1.08
Safeway Inc.	9,121	4	1.34	7,196	5	1.02
County of Alameda	8,843	5	1.30	8,939	3	1.27
Lawrence Livermore National Laboratory	6,700	6	0.99	5,725	8	0.82
United States Postal Service	5,917	7	0.87	6,000	7	0.85
Wells Fargo Bank	5,632	8	0.83	4,659	12	0.66
City of Oakland	5,082	9	0.75	4,248	13	0.60
Alta Bates Summit Medical Center	4,878	10	0.72	5,000	10	0.71
<b>Total</b>	<b>86,723</b>		<b>12.78%</b>	<b>90,264</b>		<b>12.84%</b>

\* The most recent information available is as of June 30, 2011.

# The number of employees, except for Alameda County, and City of Oakland, include all employees in the East Bay, since number of employees within Alameda County is not available.

\*\* Percentage is calculated based on Alameda County's total employment of 678,700 for 2011, and 702,300 for 2003.

Employers	Contra Costa County **					
	2012			2005 ***		
	Estimated of Employees	Rank	% of Total County Employment	Estimated of Employees	Rank	% of Total County Employment
John Muir Health	2,200	1	0.46%			
Kaiser Foundation Hospital	2,000	2	0.42			
Chevron Corp.	1,329	3	0.28	5,000	1	1.03%
Target Corporation	1,262	4	0.26	3,400	2	0.70
Walmart Stores, Inc.	1,150	5	0.24			
Contra Costa Newspapers, Inc.	1,140	6	0.24			
Doctors Medical Center	937	7	0.19	900	8	0.19
Shell/Martinez Refinery	900	8	0.19	1,000	6	0.21
Bio-Rad Laboratories	900	9	0.19			
Texaco Inc.	800	10	0.17			
Kaiser Foundation Hospital				2,300	3	0.48
John Muir Medical Center				1,900	4	0.39
John Muir/Mt. Diablo Medical Center				1,500	5	0.31
USS Posco Industries				975	7	0.20
Bank of the West				800	9	0.17
Aetna Health Services				600	10	0.12
All Others	465,201			465,825		
<b>Total</b>	<b>477,819</b>		<b>2.64%</b>	<b>484,200</b>		<b>3.80%</b>

\*\*\* Principal Employers information for 2003 is not available.

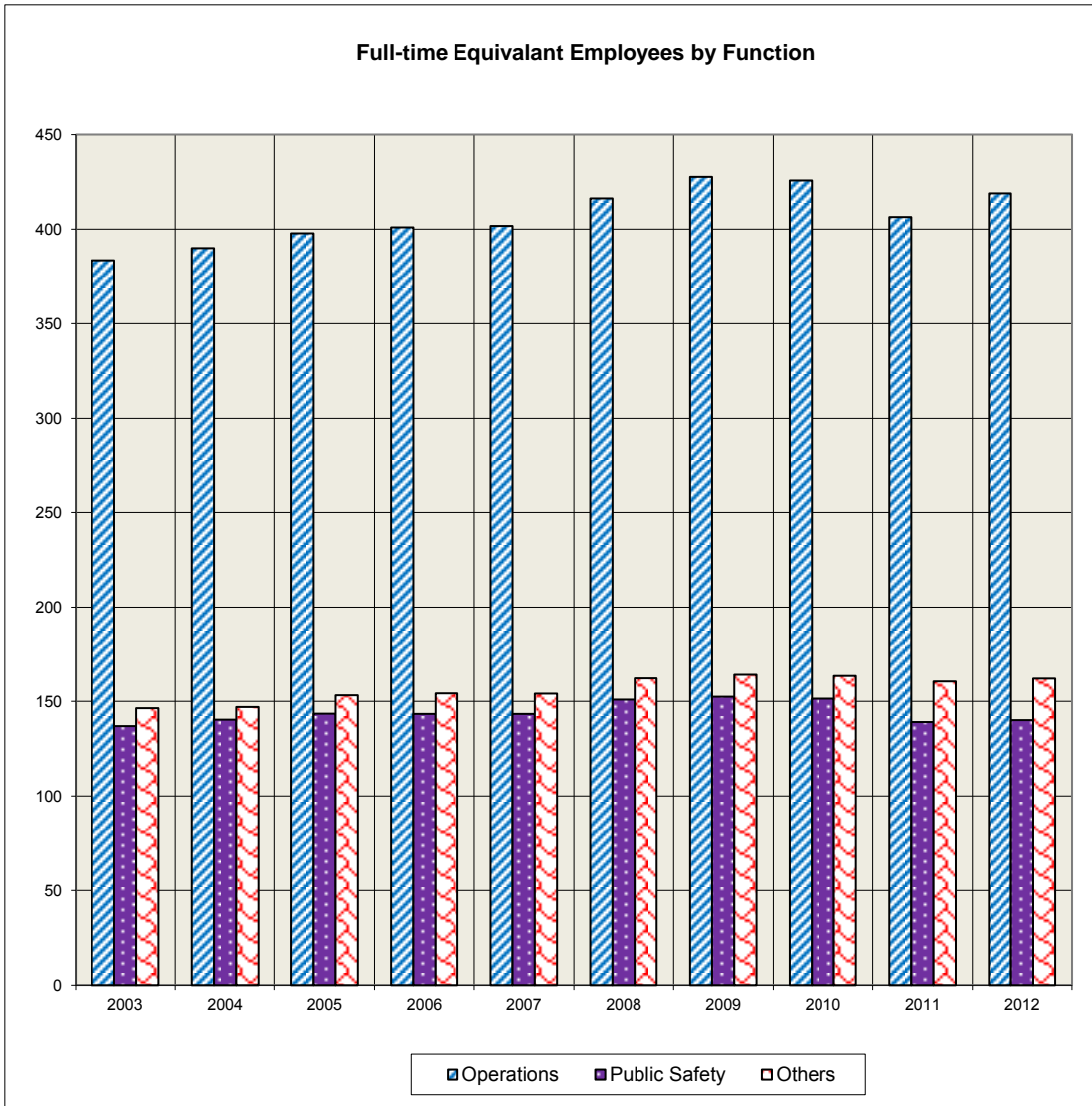
\* \* Government employers are excluded.

Source: Alameda and Contra Costa Counties.

**East Bay Regional Park District**  
**Full-time Equivalent Employees by Function**  
**Last Ten Fiscal Years**

Function	Year ending December 31,									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
<b>Legislative &amp; Executive</b>										
Clerk of the Board	2.00	2.00	2.00	2.00	2.00	*	*	*	*	*
General Manager	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	7.00
Subtotal	<u>10.00</u>	<u>10.00</u>	<u>10.00</u>	<u>10.00</u>	<u>10.00</u>	<u>8.00</u>	<u>8.00</u>	<u>8.00</u>	<u>8.00</u>	<u>7.00</u>
<b>Human Resources Division</b>	<b>11.00</b>	<b>11.00</b>	<b>11.75</b>	<b>11.75</b>	<b>11.75</b>	<b>12.00</b>	<b>13.80</b>	<b>13.80</b>	<b>13.80</b>	<b>13.80</b>
<b>Land Division:</b>										
Administration	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50	3.50
GIS & Environmental Review	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Interagency Planning Department	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Land Acquisition Department	5.78	5.78	5.78	5.78	5.78	6.00	6.00	6.00	6.00	5.00
Trails Development Department	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Subtotal	<u>17.28</u>	<u>17.28</u>	<u>17.28</u>	<u>18.28</u>	<u>18.28</u>	<u>18.50</u>	<u>18.50</u>	<u>18.50</u>	<u>18.50</u>	<u>18.50</u>
<b>Legal Division</b>	<b>8.45</b>	<b>8.45</b>	<b>9.45</b>	<b>9.45</b>	<b>9.45</b>	<b>9.45</b>	<b>9.45</b>	<b>9.45</b>	<b>9.45</b>	<b>9.45</b>
<b>Finance/Management Services Division</b>	<b>37.13</b>	<b>37.25</b>	<b>37.95</b>	<b>37.95</b>	<b>37.88</b>	<b>42.00</b>	<b>42.00</b>	<b>42.00</b>	<b>42.00</b>	<b>42.50</b>
<b>Operations Division:</b>										
Administration	5.00	5.00	6.00	6.00	6.00	6.50	8.00	7.00	7.00	7.00
Park Operations Department	245.24	248.39	251.99	254.44	254.44	260.64	263.10	259.09	245.66	253.44
Interpretive & Recreation Services Dept.	70.89	73.46	76.21	76.66	77.41	79.41	85.41	88.41	84.91	88.64
Maintenance & Skilled Trades Dept.	62.48	63.29	63.69	63.98	63.98	69.80	71.23	71.37	68.90	69.90
Subtotal	<u>383.61</u>	<u>390.14</u>	<u>397.89</u>	<u>401.08</u>	<u>401.83</u>	<u>416.35</u>	<u>427.74</u>	<u>425.87</u>	<u>406.47</u>	<u>418.98</u>
<b>Planning/Stewardship/Development Division</b>										
Administration	3.50	3.50	3.50	3.50	2.53	2.53	2.53	2.53	2.53	2.53
Design & Construction Departments	25.75	25.75	26.50	26.50	27.00	29.00	29.00	29.00	27.00	26.83
Planning & Stewardship Departments	20.17	20.67	22.67	22.67	23.12	24.62	24.62	24.12	24.12	24.31
Subtotal	<u>49.42</u>	<u>49.92</u>	<u>52.67</u>	<u>52.67</u>	<u>52.65</u>	<u>56.15</u>	<u>56.15</u>	<u>55.65</u>	<u>53.65</u>	<u>53.67</u>
<b>Public Affairs Division</b>	<b>13.20</b>	<b>13.20</b>	<b>14.20</b>	<b>14.20</b>	<b>14.20</b>	<b>16.20</b>	<b>16.20</b>	<b>16.20</b>	<b>15.20</b>	<b>17.20</b>
<b>Public Safety Division</b>										
Administration & Support Services	25.75	25.75	25.75	25.75	25.75	27.75	27.75	29.75	28.00	28.00
Aquatics Unit	34.74	34.74	34.74	34.32	34.32	38.23	39.43	39.43	36.43	36.43
Fire Department	12.25	12.25	14.75	14.75	14.75	15.75	15.75	15.25	14.75	15.75
Police Department	64.23	67.68	68.28	68.58	68.58	69.29	69.61	67.08	60.01	60.01
Subtotal	<u>136.97</u>	<u>140.42</u>	<u>143.52</u>	<u>143.40</u>	<u>143.40</u>	<u>151.02</u>	<u>152.54</u>	<u>151.51</u>	<u>139.19</u>	<u>140.19</u>
unfunded positions								-35.00		
<b>Total</b>	<b><u>667.06</u></b>	<b><u>677.67</u></b>	<b><u>694.71</u></b>	<b><u>698.78</u></b>	<b><u>699.44</u></b>	<b><u>729.67</u></b>	<b><u>744.38</u></b>	<b><u>705.98</u></b>	<b><u>706.26</u></b>	<b><u>721.29</u></b>

Source: East Bay Regional Park District.



**East Bay Regional Park District  
 Operating Indicators by Function / Program  
 Operations Division Charges for Service Revenue  
 Last Ten Fiscal Years**

	Year ending December 31,			
	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>
Parking	\$ 1,519,542	\$ 1,493,385	\$ 1,610,436	\$ 1,704,396
Facility rentals	841,153	930,603	975,611	929,324
Concessionaires	1,241,803	887,325	846,981	1,102,311
Middle Harbor	775,966	417,407	640,411	571,923
Camping	429,297	432,186	428,813	437,708
Swimming	523,333	531,860	499,659	556,964
Fishing	415,745	377,585	352,239	352,217
Other charges	226,428	886,339	282,101	319,349
Naturalist/recreation programs	261,447	326,747	333,857	353,263
Entry fees and passes	245,898	246,250	259,190	259,109
Sales	123,380	117,645	123,931	123,647
Boat related	41,643	42,454	52,172	53,097
<b>Total</b>	<b>\$ 6,645,635</b>	<b>\$ 6,689,786</b>	<b>\$ 6,405,401</b>	<b>\$ 6,763,308</b>

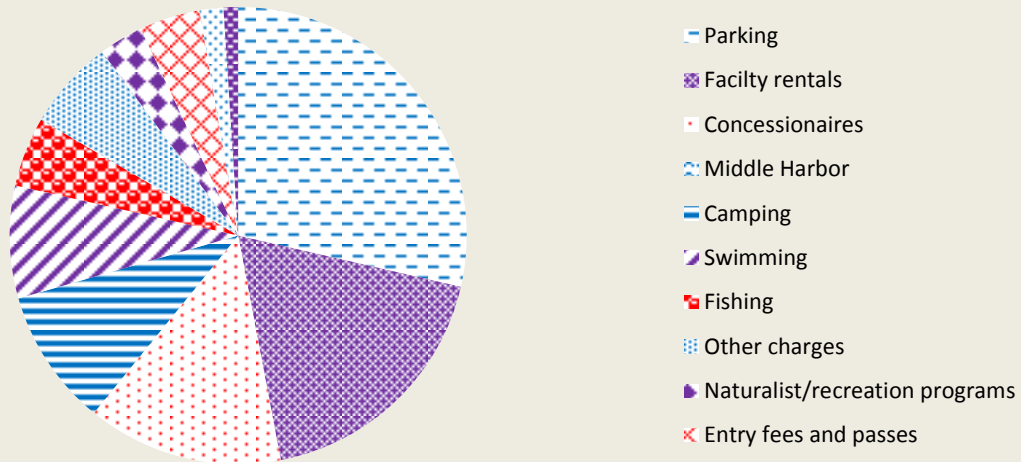
Amounts are reported on modified accrual basis of accounting

Source: East Bay Regional Park District.



Year ending December 31,					
2007	2008	2009	2010	2011	2012
\$ 1,786,002	\$ 1,841,383	\$ 1,900,765	\$ 1,907,090	\$ 1,902,360	\$ 2,066,727
991,744	1,011,946	1,031,210	1,065,859	1,098,798	1,331,002
1,045,343	1,025,108	1,016,011	1,046,490	991,722	1,000,410
662,608	831,794	883,981	658,250	-	-
495,277	544,751	598,462	585,205	719,993	700,764
445,414	533,070	520,515	483,781	448,224	574,835
376,658	403,829	414,275	452,807	435,319	357,300
362,001	495,314	469,047	395,735	395,933	461,772
372,447	356,696	368,653	361,546	372,661	227,212
256,804	242,167	289,145	310,319	362,760	310,607
121,271	122,412	123,483	115,284	117,109	121,301
57,792	74,879	87,946	69,991	81,177	74,210
<u>\$ 6,973,361</u>	<u>\$ 7,483,349</u>	<u>\$ 7,703,493</u>	<u>* \$ 7,452,357</u>	<u>* \$ 6,926,056</u>	<u>\$ 7,226,140</u>

### 2012 Operation Division Charges for Services Revenue



**East Bay Regional Park District  
Operating Indicators by Function  
Divisional Activities  
Last Seven Fiscal Years**

	Year ending December 31,						
	2006	2007	2008	2009	2010	2011	2012
<b>Executive/Legislative Division:</b>							
Board of Directors							
Number of resolutions issued	280	342	333	338	330	314	322
Number of board/special meetings/strategic workshops	27	27	27	29	30	26	27
Openings/dedications/groundbreaking new parks/facilities	2	5	11	5	4	4	5
<b>Finance/Management Services Division:</b>							
Number of grants obtained	69	11	13	17	26	27	35
Number of Measure WW local grant applications approved	-	-	-	40 ^	53	32	18
Amount reimbursed to Measure WW local agencies grant	-	-	-	\$ 340,505 ^	\$ 10,255,616	\$ 13,704,341	\$ 13,097,891
Number of computers replaced	113	204	111	140	198	197	85
Number of Central Stores orders filled	13,526	41,262	14,579	12,108	12,256	11,916	12,458
Tons of paper/cardboard/cans/bottles recycled	12.17	12.39	6.06 *	5.33	5.40	71.55 <	63.18 <
^ Measure WW passed in 2008 so 2009 was first year of Measure WW local grant program.							
* End of 2007 upgraded copy devices to: 1) auto duplex and 2) send PDF documents, which resulted in a significant decrease in paper waste.							
< Starting 2011 a different waste disposal system was used to divert a mix of recycling items from landfills.							
<b>Human Resources Division:</b>							
Number of regular status recruitments	38	49	52	27	17	30	43
Number of interns hired	12	18	18	21	19	20	18
<b>Land Division:</b>							
Number of acres of park land/open space purchased	495	575	495	3,230	5,266	4,307	2,194
Number of trail acquisition/easements/licenses/leases	8	5	2	6	8	3	8
Amount of grant funding utilized for land acquisitions	\$ 2,674,924	\$ 2,175,469	\$ 2,045,154	\$ 9,004,495	\$ 15,819,621	\$ 17,303,079	\$ 9,643,510
<b>Operations Division:</b>							
Park and recreation activities:							
Number of visitors/user:							
Parklands and recreation area	5,361,848	5,300,621	3,883,594	3,943,380	3,339,025	3,327,422	3,675,335
Lakes and shorelines	6,191,814	6,728,607	6,489,861	6,474,566	6,435,464	6,817,549	7,109,953
Regional trails	3,168,930	3,320,650	3,242,291	2,008,789	1,321,166	1,942,728	2,232,074
Number of reservations:							
Visitor centers, aquatics, rec programs	8,679	12,444	14,863	8,559	9,901	10,124	10,051
Picnics	2,860	2,896	3,301	1,319	3,272	3,412	3,521
Camping	8,079	10,913	11,968	11,759	12,093	13,450	13,248
Special events and facility rentals	678	524	863	926	1,040	1,258	1,368
Maintenance activities:							
Number of work orders	744	779	997	799	974	926	906
Gallons of fuel dispensed	225,734	285,978	239,396	207,039	212,759	295,711	281,114
Community involvement activities:							
Number of volunteers	1,109	11,218	11,954	11,433	12,962	8,048	13,945
Volunteer hours	71,454	111,391	120,329	121,635	124,636	115,754	141,670
<b>Planning/Stewardship and Development Division:</b>							
Pounds of fish planted	205,000	168,000	169,214	171,858	174,797	161,917	152,759
Grazing acres	57,400	58,166	64,714	66,932	68,187	72,107	71,699
Resource protection surveys conducted	895	480	1,037	N/A	1,322	1,353	1,622
Amount of grant funding utilized for development projects	\$ 6,741,873	\$ 8,596,715	\$ 540,313	\$ 288,671	\$ 3,633,819	\$ 6,174,518	\$ 2,272,527
<b>Public Affairs Division:</b>							
Number of participants in Trails Challenge	1,416	1,808	6,105	7,875	9,475	9,902	8,954
Number of unique visitors to District's website	-	287,610 *	825,386	1,018,102	1,078,583	1,204,223	1,266,929
*2007 rolled out new website and started keeping statistics of website visitors							
<b>Public Safety Division:</b>							
Number of police/medical/fire service calls	5,895	6,770	8,115	8,051	7,520	8,231	8,946
Police field contacts	3,638	3,924	4,052	2,961	3,264	2,586	3,194
Number of citations issued							
Moving and other violations	N/A	676	4,029	3,311	2,857	1,988	1,556
Parking	3,416	2,810	2,862	2,357	2,114	2,747	3,035
Helicopter flight hours	861	852	677	845	633	846	870
Acres of hazardous fuel reduction/maintenance activities	897	928	806	947	879	968	600
Number of low income participants in jr lifeguard program	38	39	60	72	70	64	32
Swim lesson participants	755	1,216	1,459	1,678	1,697	1,868	1,592
Plants destroyed in the marijuana eradication program	6,000	626	997	4,300	1,845	5,300	65

Source: East Bay Regional Park District.

Although the District implemented GASB 34 in 2003, data presented is beginning in 2006 due to lack of prior years' records.

**East Bay Regional Park District  
Capital Assets Statistics by Function  
Last Seven Fiscal Years**

	Year ending December 31,						
	2006	2007	2008	2009	2010	2011	2012
Land Division:							
Acreage:							
Park and trail located in Alameda County	51,876	52,214	52,256	53,473	54,315	55,398	56,780
Park and trail located in Contra Costa County	45,792	46,044	46,439	48,724	53,172	55,670	56,700
Total Acreage	<u>97,668</u>	<u>98,258</u>	<u>98,695</u>	<u>102,197</u>	<u>107,487</u>	<u>111,067</u>	<u>113,480</u>
Operations Division:							
Number of parks	64	64	65	65	65	65	65
Number of visitor centers	9	9	9	9	9	9	10
Number of fishing docks/piers	32	32	32	32	32	43	30
Number of swimming pools and chlorinated lagoons	6	6	7	7	7	6	6
Number of golf courses	2	2	2	2	2	2	2
Number of dump trucks	*	*	25	24	22	26	21
Number of dozers	*	*	5	5	5	5	3
Number of motorgraders, pavers and compaction rollers	*	*	3	4	4	5	3
Number of sanitation pumpers	*	*	5	5	5	6	5
Number of mowers (all types)	*	*	87	76	76	67	65
Number of tractors (all types)	*	*	44	43	43	42	44
Number of water trucks/tenders	*	*	3	2	2	2	2
Planning/Stewardship and Development Division:							
Number of stocked lake and ponds	9	9	9	9	9	9	9
Public Safety							
Number of helicopters	2	2	2	2	2	2	2
Number of fire engines	*	*	15	13	13	12	12
Number of police vehicles	*	*	75	78	78	77	78
Number of water tenders	*	*	1	1	1	2	2

\* information for these years not available

Although the District implemented GASB 34 in 2003, data presented is beginning in 2006 due to lack of prior years' records.

Source: East Bay Regional Park District.

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Comprehensive  
Annual Financial Report  
Fiscal Year Ended December 31, 2012