

Comprehensive Annual Financial Report

Fiscal Year Ended
December 31, 2010



Lake Chabot Regional Park

East Bay 
Regional Park District
www.ebparks.org

Headquartered in Oakland, California

Operating a Regional Park System within
Alameda and Contra Costa Counties

East Bay Regional Park District

Oakland, California

Comprehensive Annual Financial Report

For the year ended December 31, 2010

Prepared by:
Finance Department

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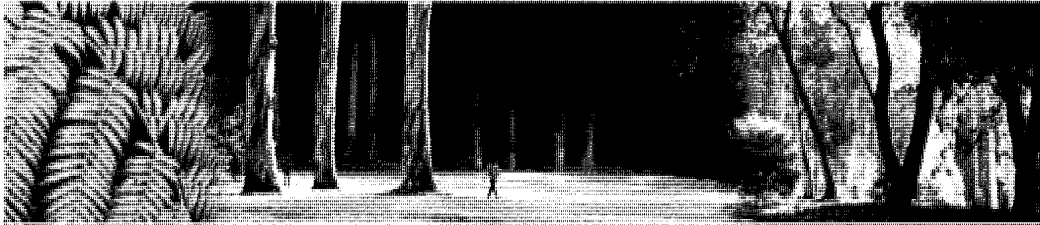
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May 8, 2011

**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, 2010. 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 unqualified opinion that the East Bay Regional Park District's financial statements for the year ending December 31, 2010 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. Sixty five parks and more than 1,100 miles of trail, which are situated on almost 108,000 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 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.

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'S ECONOMY AND OUTLOOK

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.

Although statistics on California's economic recovery are positive, with monthly growth and increasing personal income, unemployment remained at over 12% at the end of 2010. Additionally the State budget remains in perennial crisis.

In the East Bay, jobs continue to decline, with private sector employment at its lowest level since the downturn began three years ago. The unemployment rate in the East Bay was 11.5% at the end of 2010, and is not expected to fall below 10% until 2012-2013.

East Bay property values continue to fall, albeit more slowly than originally anticipated. The median home price is approximately at the 2001 level. However default and foreclosure rates have decreased significantly, more than 40% since their peak at the beginning of 2009.

The continuing decline in assessed valuation (AV) totals through June, 2011:

Alameda County--3.48%

Contra Costa County--10.14%

This directly impacts the District, as over 80% of the District's operating revenue is provided by property tax. It is anticipated that AV will continue to decline through 2013, and not attain 2008 levels until 2016/2017.

In response to the forecasted decline in AV, the District designated 2009 General Fund revenue in excess of expenditures as a resource to "smooth the pothole" created by the economic downturn and loss of property tax. \$9 million was designated to be used to supplement operating revenues in the effort to maintain 2009 service levels. 2011 District budget includes the use of \$3.5 million of the designated fund balance for smoothing to produce a balanced operating budget.

MAJOR INITIATIVES AND ACHIEVEMENTS

During 2010 the District's achievements were many and varied:

- Wildfire Hazard Reduction and Resource Management Plan was adopted by the Board of Directors. The plan, five years in development, is a guide for vegetation management activities with the purpose to protect public safety by reducing the likelihood of catastrophic wildfire along the wild land-urban interface, and to provide environmental protections and benefits to regional parklands.
- The Public Safety Division earned the Commission on Accreditation of Law Enforcement Agencies (CALEA) accreditation, demonstrating that the Division meets an established set of professional standards which promote efficient use of resources and improve service delivery.
- Expanded District outreach to East Bay communities by translating District materials into Spanish, Chinese, Vietnamese and Korean. Produced the commemorative video "Inspiration and Promise, East Bay Parks at

75". Coordinated the book release for Living Landscape, which tells the story of the East Bay Regional Park District from its founding during the Great Depression, through the passage of Measure WW in 2008.

- Began leadership of the international Healthy Parks Healthy People initiative, a movement to foster the understanding about the benefits that parks and open space have on people's physical and mental health, as well as overall community and environmental health.
- Successfully competed for award of \$10.2 million in Federal TIGER II green transportation trail grant.
- Purchased over 5,000 acres (5.6% increase) of parkland utilizing Measure WW funding in partnership with East Contra Costa County Habitat Conservancy grants. The District entered 2011 with 438 active projects, with total budgets in excess of \$230,000,000 including:
 - Completion of Delta Discovery Experience at Big Break,
 - Enhancement of tern nesting site on Brooks Island,
 - Wetland restoration at Byron Vernal Pools,
 - Sand replacement at Crown Beach,
 - Construction of Atlas Road Bridge at Point Pinole,
 - Invasive Spartina control at Eastshore State Park,
 - Levee repair at Hayward Shoreline,
 - Americans with Disability Act (ADA) paths and parking paving at Lake Chabot, and
 - Construction of Bay Trail segment at Wildcat Canyon/Alvarado.

LONG-TERM FINANCIAL PLANS

Due to the continued decline in the District's major funding source, property tax, fiscal conservatism and detailed monitoring of General Fund revenues and expenditures will be the financial focus during 2011. Additionally the sharply increasing cost of personnel benefits is a concern during 2011 union contract negotiations.

The District's 2011 budget retains 2010 appropriation levels, with a very small increase in number of Operations and Public Safety full time equivalents (FTE).

Thus, development projects in the "pipeline" are being closely monitored for their impacts on future operating costs and deferred to future years where feasible. Additionally, major initiatives previously funded through the General Fund, such as pavement maintenance and fire fuels reduction/vegetation management, are being curtailed in the short term due to the reduction in General Fund resources.

The major challenge during this period will be balancing the need to reduce operating costs while retaining core services and implementing Measure WW mandates. Many Measure WW projects, including the local grant program and property acquisition will continue unabated.

Additionally, the District continues work on the Master Plan update. The Master Plan is the framework for long-term planning and financial resource allocation.

Finally, the District continues expansion of performance measures as a budget and strategic planning tool. And the District will continue updating and formalizing financial procedures and policies in compliance with Government finance Officers Association (GFOA) best practices.

2010 DOCUMENT CHANGES

During 2010 the District discontinued two internal service funds, Section 125 Plan and Special Health, and instituted a new one for employee benefits. In the current CAFR, additional graphs and information have been included in the Statistical Section.

CERTIFICATES AND AWARDS

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, 2009. This was the tenth straight 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.

ACKNOWLEDGEMENTS

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 our department. I would like to express my appreciation to Assistant Finance Officer, Deborah Spaulding, General Ledger Supervisor, Kimberly Balingit, 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 Rubaloff, 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, 2009

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.

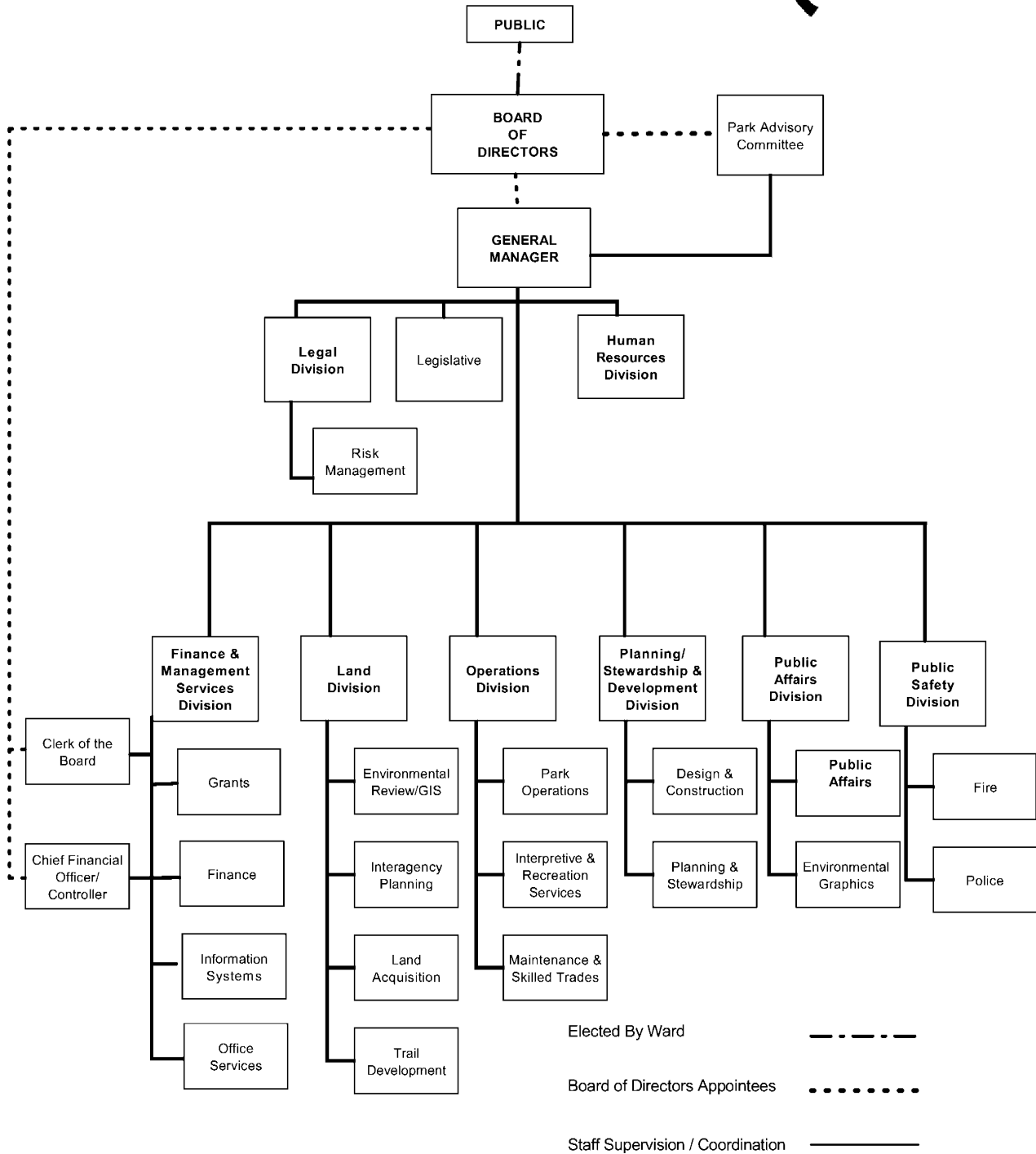


President

Executive Director

EAST BAY REGIONAL PARK DISTRICT

Organizational Chart



**East Bay Regional Park District
Officials
December 31, 2010**

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
Nancy Wenninger	Assistant General Manager, Land Division
John Escobar	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, as of and for the year ended December 31, 2010, which collectively comprise the East Bay Regional Park District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the East Bay Regional Park District's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the East Bay Regional Park District as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 8, 2011 on our consideration of the East Bay Regional Park District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis and the Required Supplemental Information, as listed in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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FRESNO • LAGUNA HILLS • PLEASANTON • RANCHO CUCAMONGA • PALO ALTO • SACRAMENTO

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The supplemental information listed in the Table of Contents is presented for purposes of additional analysis and is not a required part of the basic statements of the East Bay Regional Park District. This information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

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

Vavrinek, Trine, Day & Co., LLP

Pleasanton, California
May 8, 2011

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

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, 2010. 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 Assets, the assets of the District exceeded its liabilities at December 31, 2010, by \$593.9 million (net assets). Of this amount, \$420.4 million was invested in capital assets net of related debt. Restricted net assets total \$53.6 million and were comprised of the following:

Capital projects \$18.5 million,
Debt service \$20.9 million, and
Special projects \$14.1 million,

The balance of \$119.9 million was unrestricted.

Total net assets increased by \$39.0 million over the prior year, an increase of 7%.

As reported on the District's Fund Financial Statement Balance Sheet, Governmental Funds, total fund balance was \$242.2 million, a decrease of \$23.8 million, 9%, over the prior year.

The General Fund had an increase in fund balance of \$6.6 million, as reported on the District's Statement of Revenues, Expenditures, and Changes in Fund Balances, Governmental Funds, which resulted in December 31, 2010 total fund balance in General Fund of \$88.6 million, an increase of 8% over the prior year. Revenue was slightly over budget (\$600,000) and expenditures were almost 6% under budget (\$5.7 million) resulting in the 2010 surplus.

Debt service funds had a decrease of \$5.4 million (20.5%) and an ending fund balance of \$20.9 million. The decrease was attributable to the 2010 use of capitalized interest for debt service payments related to the 2009 Measure WW bond issue.

Project funds had a decrease of \$27.2 million (19.5%) and an ending fund balance of \$112.6 million. The decrease was due to the use of Measure WW bond proceeds for land acquisition and transfers to fund the Measure WW local grant program in a special revenue fund.

All other non-major governmental funds had a combined increase of \$2.2 million (12.4%) and an ending fund balances of \$20.0 million. The increase is attributed to \$1 million endowment received in the permanent funds, and revenue over expenditures in Measure CC special revenue fund.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

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 Assets presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of changes in the District's financial position.
- The Statement of Activities and Changes in Net Assets present the change in the District's net assets during the current year. All changes in net assets 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, and earned but unused vacation leave).

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 30 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 Statement 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, 2010**

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 34) and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance (page 38) for the General Fund and the other major funds, the debt service funds and the capital projects funds. 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 (page 92) and the Combining Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance (page 94).

- 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 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 44 of this report. The internal service funds combining statements are on pages 106-111.

- 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 48 of this report. The fiduciary funds combining statements are on pages 114 and 115.

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 52 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 2010 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 84 of this report.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

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, the internal service funds, and the fiduciary funds, as well as the Statement of Changes in Assets and Liabilities for the agency fund. Budgetary comparison schedules are provided for all governmental funds in this section also.

Supplementary information begins on page 92.

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

Statement of Net Assets

As noted earlier, net assets are an indicator of a government's financial position. The net assets of the District (the amount by which assets exceeded liabilities) at the end of the year were \$593.9 million.

The largest portion of net assets (70.8%) reflected the investment in capital assets, less any related outstanding debt used to acquire those assets. The District uses these assets to provide services to constituents; thus these assets are not available for future spending. Although the District's 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 assets (9.0%) represents resources that are subject to external restrictions. The remaining balance (20.3%) of the unrestricted net assets may be used to meet the District's ongoing obligations to constituents and creditors, subject to restrictions of various funding sources, as applicable.

Note the 2010 percentage of net assets attributable to each of the above categories was within 2% of the 2009 amounts. Largest changes were in invested in capital assets, net of related debt, a \$35 million increase and the reclassification of net pension obligation asset-OPEB to unrestricted.

As stated earlier, net assets increased by \$39 million. Total assets have increased \$14 million and total liabilities decreased \$25 million. In general:

- Restricted cash with fiscal agent decreased (\$20 million) as Measure WW bond proceeds were spent on the local grant program and for land acquisition,
- Capital assets increased (\$35 million) as a result of land acquisitions utilizing Measure WW bond proceeds and grant funds,
- Accounts receivable decreased (\$6 million) corresponded to cash increase (\$5 million),
- Long term debt decreased \$25 million, and
- Please see Notes for details of both capital assets and long-term debt (notes 5 and 7 respectively).

See the following table for comparison of 2009 and 2010 assets, liabilities and net assets.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued

**Summary Statement Net Assets
Total Primary Government
As of December 31, 2010, and 2009 (in thousands)**

	Governmental Activities		
	2010	2009	Total Activity Change
Assets:			
Current and other assets	\$ 291,886	\$ 313,640	\$ (21,754)
Capital assets, net of depreciation	504,613	468,807	35,806
Total assets	<u>796,499</u>	<u>782,447</u>	<u>14,052</u>
Liabilities:			
Current liabilities	47,757	47,893	(136)
Noncurrent liabilities	154,876	179,735	(24,859)
Total liabilities	<u>202,633</u>	<u>227,628</u>	<u>(24,995)</u>
Net Assets:			
Invested in capital assets, net of related debt	420,410	384,801	35,609
Restricted	53,558	46,359	7,199
Unrestricted	119,898	123,659	(3,761)
Total net assets	<u>\$ 593,866</u>	<u>\$ 554,819</u>	<u>\$ 39,047</u>

Statement of Activities and Changes in Net Assets

Net assets increased \$39.0 million at end of 2010, an increase slightly lower (\$8.6 million or 18%) than the increase in 2009 and 2008. The smaller increase was a direct result of the decrease in general property tax revenue (\$6 million), increase in various functions' net expenses over revenue (\$2 million) and decrease in interest revenue (\$0.6 million).

Overall, program revenues grew substantially over prior year, increasing by \$10.6 million:

- Charges for services overall were consistent with prior year. The most significant changes were in:
 - Finance/Management Service Division decrease due to lower CalTrans pass-through for Civicorp.
 - Planning/Stewardship and Development Division increase due to removal of one time negative adjustment for loss on reclassification of capital assets which occurred in 2009.
 - Public Safety Division decrease due to decline in fire assistance charges during 2010.
- Operating grants increased in Land Division due to receipt of endowment.
- Capital contributions doubled in Land Division related to receipt of donated real property and property acquisition partner- agency grants.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued

Overall, expenses increased by \$13 million. Major changes were in the following functions:

- Increase in Finance/Management Services Division of \$7 million related to increased activity in the local grant program, which is coded to the Grants Department, part of Finance/Management Services Division.
- Increase in Land Division of \$1.4 million related to increased cost of project services.
- Increase in Planning/Stewardship/Development Division of \$4 million due to removal of a one-time negative adjustment to expenses due to reclassification of capital assets which occurred in 2009.

General revenues decreased from prior year by \$6.6 million:

- 2010 general property tax revenues decreased \$4 million from 2009 amount. This was due to the decline in property assessed valuations. Debt service property tax (which was charged based upon an annually calculated levy amount) decreased \$2 million.
- Unrestricted interest revenue was lower than 2009 due to poor interest rate environment. As mid-term investments with higher interest rates matured during 2010, they were reinvested in lower yielding instruments, due to the historically low returns on federal treasuries and agencies.

See following table for comparison between 2009 and 2010 revenue, expenses and changes in net assets.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued

**Summary Statement of Activities and Changes in Net Assets
Total Primary Government
For the Years Ended December 31, 2010, and 2009 (in thousands)**

	Governmental Activities		Total Activity Change
	2010	2009	
Revenues:			
Program Revenues			
Charges for services	\$ 19,563	\$ 19,224	\$ 339
Operating grants and contributions	1,229	514	715
Capital grants and contributions	27,366	17,838	9,528
General Revenues			
General property tax	91,042	95,016	(3,974)
General obligation bond property tax	28,039	30,084	(2,045)
Unrestricted interest	1,781	2,358	(577)
Total revenues	<u>169,020</u>	<u>165,034</u>	<u>3,986</u>
Expenses:			
Executive/Legislative Division	1,988	2,457	(469)
Finance/Management Services Division	20,037	13,186	6,851
Human Resources Division	2,006	1,852	154
Land Division	3,697	2,292	1,405
Legal Division	1,362	1,572	(210)
Operations Division	59,849	59,670	179
Planning/Stewardship/Develop Division	10,549	6,458	4,091
Public Affairs Division	2,984	2,961	259
Public Safety Division	21,280	21,157	(112)
Interest on long-term debt	6,220	5,745	475
Total expenses	<u>129,973</u>	<u>117,350</u>	<u>12,623</u>
Change in net assets	39,047	47,684	(8,637)
Net assets, beginning	<u>554,819</u>	<u>507,135</u>	<u>47,684</u>
Net assets ending	\$ <u>593,866</u>	\$ <u>554,819</u>	\$ <u>39,047</u>

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

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 funds, and capital project funds, 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, 2010 the District governmental funds had a combined fund balance of \$242.2 million, a decrease of \$23.8 million from 2009.

Asset decreases include:

- Restricted cash held by fiscal agent related to Measure WW debt proceeds decreased \$20 million, as it was used for the Measure WW local grant program and land acquisitions.
- Receivables decreased by \$5.9 million in majority due to receipt of outstanding grants payments from the California Coastal Conservancy and the State of California.

Governmental Funds – Summary Balance Sheet
As of December 31, 2010 and 2009 (in thousands)

	<u>2010</u>	<u>2009</u>	<u>Change</u>
Assets	\$ <u>263,423</u>	\$ <u>286,398</u>	\$ <u>(22,975)</u>
Liabilities	<u>21,204</u>	<u>20,393</u>	<u>811</u>
Fund balance:			
Reserved	45,474	56,411	(10,937)
Unreserved, designated	55,162	28,465	26,697
Unreserved, undesignated	<u>141,583</u>	<u>181,129</u>	<u>(39,546)</u>
Total fund balance	<u>242,219</u>	<u>266,005</u>	<u>(23,786)</u>
Total liabilities and fund balance	\$ <u>263,423</u>	\$ <u>286,398</u>	\$ <u>(22,975)</u>

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

FUND FINANCIAL STATEMENT ANALYSIS, continued

Governmental Funds - Revenues Classified by Source, Expenditures Classified by Function
For the Years Ended December 31, 2010 and 2009 (in thousands)

	2010 Amount	% of Total	2009 Amount	% of Total	Change in Amount	Change in %
Revenues:						
Property tax/assessments	\$ 127,003	77%	\$ 133,011	80%	\$ (6,008)	(5%)
Charges for services	9,333	6%	10,160	6%	(827)	(8%)
Interest/property usage	3,738	2%	4,597	3%	(859)	(19%)
Interagency agree/grants	21,378	13%	15,120	9%	6,258	41%
Miscellaneous	3,947	2%	3,612	2%	335	9%
Total revenues	<u>165,399</u>	<u>100%</u>	<u>166,500</u>	<u>100%</u>	<u>(1,101)</u>	(1%)
Expenditures:						
Current:						
Executive/Legislative	2,056	1%	2,183	1%	(127)	(6%)
Finance/Management Svc	19,557	10%	13,444	8%	6,113	45%
Human Resources	1,966	1%	1,884	1%	82	4%
Land	2,909	2%	2,642	2%	267	10%
Legal	1,372	1%	1,457	1%	(85)	(6%)
Operations	53,254	28%	54,919	34%	(1,665)	(3%)
Plan/Stewardship/Develop	8,381	4%	6,588	4%	1,793	27%
Public Affairs	2,935	2%	3,155	2%	(920)	(29%)
Public Safety	21,067	11%	20,783	13%	984	5%
Debt service	35,437	19%	22,670	21%	1,767	5%
Capital outlay	40,656	21%	20,920	13%	19,736	94%
Total expenditures	\$ <u>189,590</u>	<u>100%</u>	\$ <u>161,645</u>	<u>100%</u>	\$ <u>27,945</u>	17%

General Fund – This fund is the main operating fund of the District and represents the largest accounting entity of District governmental funds. The 2010 primary funding source for the General Fund was property tax revenues, which totaled \$91 million, and was 88% of General Fund total revenue of \$103.5 million. The property tax decreased \$4.0 million from the prior year, due to the decline in assessed valuation on which the tax is based. The next largest revenue source was charges for services, \$9.2 million, 8.9% of total revenue, which is consistent with the prior year. Finally, interest revenue, which totaled \$0.4 million in 2010, slumped another 77% (\$1.4 million) from the 2009 amount. This was due to the historically low interest rates available on federal treasuries and agencies.

The 2010 General Fund primary expenditure category financed by these revenues was the Operations Division, which totaled \$47.0 million, 51% of total General Fund expenditures of \$92.0 million. The Public Safety Division was second in magnitude, following Operations, with expenditures of \$20.3 million, 22% of total General Fund expenditures. All division's expenditures as a percent of total expenditures were consistent with prior year.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

FUND FINANCIAL STATEMENT ANALYSIS, continued

At the end of 2010, the General Fund fund balance was \$88.6 million, an increase of \$6.6 million from the beginning of the year. The total included reserves for encumbrances, consumable supplies, and prepaid items and deposits, totaling \$8.9 million. Fund balance designations, including the continuing economic uncertainty, revenue smoothing (discussed below), the increased election costs (discussed below), new legal contingency (discussed below) and first quarter expenditures (discussed below), totaled \$48.9 million. Unreserved fund balance was \$30.8 million, which was 33% of annual General Fund expenditures.

Detail of the reserved and unreserved fund balance categories is provided in Note 9.

In 2009, the Board of Directors authorized General Fund designation, in the amount that 2009 revenues exceeded expenditures, \$9 million, to be used for "smoothing" near term revenue trough in an effort to mitigate the impact of the forecasted continuing decline in property tax. This amount will be used to decrease the impact of revenue volatility by supplementing operating resources, which will minimize cuts to operations over the three year period 2011-2013. \$3.5 million of the designated fund balance for smoothing is included as a resource in the District's 2011 budget. The goal is to maintain, to the extent possible, 2009 service levels during the economic downturn and recovery.

In 2010 the Board authorized an increase in the General Fund designation for election costs in the amount that 2010 election cost appropriations exceeded actual expenditures. Board member election costs create a substantial fluctuation in operating budget every two years. The designated fund balance will be used to reduce operating appropriation fluctuations.

In 2010 the Board authorized a new General Fund designation for legal contingency. Legal costs vary tremendously and are unpredictable. In order to maximize the use of all operating appropriations, it was determined that legal costs should be budgeted at an average level, and unexpected major costs should be paid out of the designated fund balance. This will reduce unused operating appropriations, while still ensuring adequate resources in the event of major legal costs.

In 2010 the Board authorized a new General Fund designation for first quarter expenditures. The District generally receives property tax (our major operating revenue source) in two large payments each year, December and April. Since the District is on the calendar year, the December payment is required to fund the expenditures of the first quarter of the succeeding fiscal year. This fact required extensive and repeated explanation, so it was determined that designating the year end fund balance, in the amount required to fund the next year's first quarter expenditures, would clarify the required use of a large portion of the General Fund fund balance.

In conclusion, although General Fund 2010 operating revenues of \$103.5 million decreased \$6.1 million, 6.2%, from the prior year, due in most part to the decline in property tax and interest revenue, the District was able to sustain operations with 7% budget reductions, and thus ended the year with \$6.6 revenue in excess of expenditures.

Debt Service Funds - These funds account for all resources accumulated to pay principal and interest due on the District's outstanding 2002 Limited Obligation Refunding Debt, Measure AA debt obligations, and Measure WW debt obligations, including the 2009 partial refunding of Measure AA Series 2006e, 2006 Refunding and 2008 Refunding. 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 2002 Limited Obligation debt service is funded by the General Fund.

Projects Funds - These funds account 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 Measure AA and Measure WW bond proceeds are accounted for in this group of funds.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

FUND FINANCIAL STATEMENT ANALYSIS, continued

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.

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
- o Measure WW Local Grant Program

Information about the specific activities of each of these funds is on page 92 of the Supplemental Information.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

FUND FINANCIAL STATEMENT ANALYSIS, continued

Proprietary Funds

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:

- o Workers' Compensation
- o General Liability
- o Major Equipment Replacement
- o Employee Benefits

2010 was the first year the District utilized the Employee Benefit Fund. This fund accounts for vacation payouts, sole employer pension plan payments, employee assistance benefit administration costs, and beginning in 2011 it will include self-insured dental and unemployment claims.

Additionally, 2010 was the first year that 100% of personnel costs associated with management of internal service fund activities were recorded in the internal service funds. Previously some of the personnel costs had been recorded in the General Fund.

Proprietary Funds – Summary Balance Sheet
As of December 31, 2010 and 2009 (in thousands)

	<u>2010</u>	<u>2009</u>	<u>Change</u>
Assets	\$ <u>24,766</u>	\$ <u>22,104</u>	\$ <u>1,298</u>
Liabilities	<u>11,879</u>	<u>9,822</u>	<u>860</u>
Unrestricted Net Assets	\$ <u>12,887</u>	\$ <u>12,282</u>	\$ <u>438</u>

Proprietary Funds - Revenues Classified by Source, Expenses Classified by Function
For the Years Ended December 31, 2010 and 2009 (in thousands)

	<u>2010</u>	<u>% of</u>	<u>2009</u>	<u>% of</u>	<u>Change in</u>	<u>Change</u>
	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>Total</u>	<u>Amount</u>	<u>in %</u>
Revenues:						
Charges for services	\$ 8,426	86%	\$ 3,494	88%	\$ 4,932	141%
Other revenue	1,321	14%	465	12%	857	184%
Total Revenues	<u>9,747</u>	<u>100%</u>	<u>4,349</u>	<u>100%</u>	<u>5,789</u>	<u>146%</u>
Expenses:						
Cost of Services	3,371	36%	1,433	31%	1,938	135%
Claims	4,749	51%	2,961	64%	1,788	60%
General and Admin.	1,139	12%	268	6%	871	325%
Total Expenses	\$ <u>9,259</u>	<u>100%</u>	\$ <u>4,662</u>	<u>100%</u>	\$ <u>4,597</u>	<u>99%</u>

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

GENERAL FUND BUDGETARY HIGHLIGHTS

General Fund actual revenue was slightly greater than final budgetary estimates by \$0.6 million. Actual expenditures were less than appropriations by \$6.6 million, in large part due to divisions' cost-cutting measures in the area of services. The largest positive dollar variance between actual expenditures and appropriations was in the Operations (\$2 million or 4% of budget). The following division had more than 10% cost savings at year end:

- Executive/Legislative 46% due to unspent appropriations for elections costs which will be transferred to designated fund balance.
- Legal 23% due to unspent legal appropriations which is the impetus for designating fund balance for legal contingency rather than committing annual appropriation which are usually not spent.

The original budget was amended at various times 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 totaled \$169,100. Increase in General Fund appropriations totaled \$449,698. Changes in transfers resulted in a net increase in appropriations of \$410,237.

CAPITAL AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of December 31, 2010 equals \$468.8 million (net of accumulated depreciation). Detailed information about the components of capital assets is included in Note 5. Net fixed assets increased \$35.8 million (8%). There was a significant increase in the District's land as a result of the acquisition of 5,000 acres during 2010.

Capital Assets (net of depreciation) - Governmental Activities

As of December 31, 2010, and 2009 (in thousands)

<u>Description</u>	<u>2010</u>	<u>2009</u>	<u>Change</u>	<u>% Change</u>
Land and trails	\$ 338,452	\$ 302,950	\$ 35,502	23%
Historical structures	587	587	0	0%
Construction in progress	25,955	24,233	1,722	7%
Improvements	128,402	128,733	(331)	0%
Equipment	11,217	12,304	(1,087)	(9%)
Total	\$ <u>504,613</u>	\$ <u>468,807</u>	\$ <u>35,806</u>	8%

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

CAPITAL AND DEBT ADMINISTRATION, continued

Debt Administration

The District's debt issues are discussed in detail in Note 7 of the financial statements. As of December 31, 2010, the District had \$156.6 million in long-term debt outstanding as summarized below. This table does not include debt valuation/premium or discount amounts. The decreases were attributable to normal principal payments made during 2010.

Long-Term Debt - Governmental Activities
As of December 31, 2010 and 2009 (in thousands)

<u>Description</u>	<u>2010</u>	<u>2009</u>	<u>Change</u>	<u>% Change</u>
General Obligation Bonded Debt	\$ 151,655	\$ 178,330	\$ (26,675)	(15%)
Limited Obligation Bonded Debt	3,410	4,450	(1,040)	(23%)
Capital Lease	1,503	2,213	(710)	(32%)
Total	\$ <u>156,568</u>	\$ <u>184,993</u>	\$ <u>(28,425)</u>	(15%)

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.

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 California Government Code Section 43605 establishes a legal debt limit of 15% of assessed valuation of all real and personal property within the District. The legal debt margin at December 31, 2010, based upon on the 2010/2011 assessed valuation of Alameda and Contra Costa counties (\$281 billion) was \$42.1 billion. The legal debt margin was debt applicable to the limit (general obligation debt for Measure AA and Measure WW, which equaled \$151.7 million) less amount available for debt repayment (debt service fund fiscal agent cash of \$21.7 million) producing a margin of \$42 billion.

**East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2010**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The local, State and national economies are still recovering from the largest economic decline since the Great Depression. The East Bay's recovery is very slow with continued high levels of unemployment and continued declines in property values. The rate of property value decline has slowed, but is projected to continue through 2013. This has a corresponding impact on the District's major operating revenue source, property tax. But the degree of uncertainty has subsided from the prior year. The District is planning for a near future frugality with the goal of maintaining service levels and 2010 appropriation levels through the next few years.

The District's 2010 General Fund budget was 7% less than 2009. 2011 is budgeted at the 2010 level. Revenue shortfalls will be smoothed with resources designated for this purpose in 2009. The District is optimistic that the current economic situation can be successfully weathered with minimal impact on the services we provide to our constituents.

The District's land acquisition and development activities are funded through the secure revenue stream from Measure WW. The District has done an excellent job in leveraging Measure WW dollars with partner agency contributions.

Additional major projects, such as fire fuel reduction/vegetation maintenance, are funded by Measure CC, which is not impacted by property value declines.

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 be able to continue our high level of public service with few reductions during the current economic challenges. The District is financially healthy due to our historic and on-going emphasis on conservative fiscal policies. Additionally, the District has a healthy fund balance and secure resources for capital acquisition and infrastructure projects.

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 Assets
December 31, 2010**

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and investments	\$ 143,848,976
Receivables	6,194,520
Prepaid items and deposits	8,904,574
Consumable supplies	403,486
Total current assets	<u>159,351,556</u>
Non-current assets:	
Restricted cash and investments held by fiscal agent	119,990,656
Receivables	39,777
Prepaid items and deposits	7,756,386
Deferred charges	1,238,487
Note receivable	34,355
Other assets	910
Net pension obligation asset-OPEB	3,473,925
sub-total	<u>132,534,496</u>
Capital assets:	
Non-depreciable assets	364,994,392
Depreciable assets, net of depreciation	139,618,817
Total capital assets	<u>504,613,209</u>
Total non-current assets	<u>637,147,705</u>
Total assets	<u>796,499,261</u>
LIABILITIES	
Current liabilities:	
Accounts payable	4,343,302
Accrued payroll and related liabilities	3,784,766
Interest payable	2,089,995
Unearned revenue	7,117,591
Deposits	509,173
Other liabilities	1,019,195
Accrued claims-due within one year	2,473,806
Compensated absences-due within one year	580,252
Long-term debt-due within one year	25,838,741
Total current liabilities	<u>47,756,821</u>
Non-current liabilities:	
Accrued claims-due in more than one year	8,631,787
Compensated absences-due in more than one year	4,055,786
Long-term debt-due in more than one year	142,189,063
Total non-current liabilities	<u>154,876,636</u>
Total liabilities	<u>202,633,457</u>
NET ASSETS	
Invested in capital assets, net of related debt	<u>420,410,465</u>
Restricted for:	
Capital projects	18,522,764
Debt service	20,925,374
Special projects	14,109,436
Total restricted net assets	<u>53,557,574</u>
Unrestricted	119,897,765
Total net assets	<u>\$ 593,865,804</u>

See accompanying Notes to Basic Financial Statements.

**East Bay Regional Park District
Statement of Activities and Changes in Net Assets
For the year ended December 31, 2010**

Functions/Programs	Expenses	PROGRAM REVENUES			Total Program Revenues	NET REVENUES (EXPENSES) AND CHANGES IN NET ASSETS
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants		
Primary Government:						
Executive/Legislative Division	\$ 1,988,340	\$ 150	\$ -	\$ -	\$ 150	\$ (1,988,190)
Finance/Management Service Division	20,036,518	409,628	16,275	1,119,776	1,545,679	(18,490,839)
Human Resources Division	2,006,161	-	113,126	-	113,126	(1,893,035)
Land Division	3,697,404	392,073	1,000,000	22,116,168	23,508,241	19,810,837
Legal Division	1,362,031	419,809	-	-	419,809	(942,222)
Operations Division	59,848,798	16,381,249	98,463	123,408	16,603,120	(43,245,678)
Planning/Stewardship/Develop Division	10,549,048	527,773	-	3,633,819	4,161,592	(6,387,456)
Public Affairs Division	2,983,987	1,979	-	250,000	251,979	(2,732,008)
Public Safety Division	21,280,310	1,430,186	1,416	122,466	1,554,068	(19,726,242)
Interest on long-term debt	6,220,090	-	-	-	-	(6,220,090)
	<u>\$ 129,972,687</u>	<u>\$ 19,562,847</u>	<u>\$ 1,229,280</u>	<u>\$ 27,365,637</u>	<u>\$ 48,157,764</u>	<u>(81,814,923)</u>

GENERAL REVENUES:

General property taxes	91,042,456
General obligation bond property tax	28,038,818
Unrestricted interest	829,029
Debt/Bond related interest	951,730
Total general revenues	<u>120,862,033</u>

CHANGES IN NET ASSETS

	39,047,110
Net assets, beginning of year	554,818,694
Net assets, end of year	<u>\$ 593,865,804</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,
- Measure AA General Obligation bonds:
 - Series 2006 E,
 - 2006 Refunding bonds,
 - 2008 Refunding bonds, and
 - 2009 Refunding bonds,
- Measure WW General Obligation bonds:
 - Series 2009.

Projects 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 unexpended bond proceeds of Measure AA authorized in 1988, and Measure WW authorized in 2008.

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 Supplemental Information Section of this report.

**East Bay Regional Park District
Balance Sheet
Governmental Funds
December 31, 2010**

	Major Funds		
	General Fund	Debt Service Fund	Project Fund
ASSETS			
Cash and investments	\$ 88,613,303	\$ 498,666	\$ 9,398,778
Restricted cash and investments held by fiscal agent	-	21,777,729	98,212,927
Receivables:			
Accounts receivable	1,294,982	-	16,459
Grants receivable	-	-	4,134,897
Interest receivable	365,728	1,968	123,267
Property usage receivable	18,617	-	700
Prepaid items and deposits	7,786,934	-	8,288,263
Due from other funds	1,015,771	-	-
Consumable supplies	403,486	-	-
Notes receivable	-	-	-
Other assets	910	-	-
Total assets	99,499,732	22,278,363	120,175,291
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	2,521,096	250	1,342,982
Accrued payroll and related liabilities	3,214,234	-	106,818
Due to other funds	-	-	-
Deferred revenue	4,555,933	1,276,328	5,250,967
Deposits	509,173	-	-
Other liabilities	98,952	76,411	843,832
Total liabilities	10,899,389	1,352,989	7,544,600
FUND BALANCES			
Reserved for:			
Encumbrances	721,718	-	3,411,726
Note receivable	-	-	-
Debt service funds	-	20,925,374	-
Consumable supplies	403,486	-	-
Prepaid items and deposits	7,786,934	-	8,288,263
Other	-	-	-
Total reserved	8,912,139	20,925,374	11,699,989
Unreserved, designated in:			
General Fund	48,915,671	-	-
Project funds	-	-	6,246,125
Unreserved, reported in:			
General Fund	30,772,533	-	-
Project funds	-	-	94,684,577
Special revenue funds	-	-	-
Permanent funds	-	-	-
Total fund balances	88,600,343	20,925,374	112,630,691
Total liabilities and fund balances	\$ 99,499,732	\$ 22,278,363	\$ 120,175,291

See accompanying Notes to Basic Financial Statements.

Non-major Governmental Funds	Total Governmental Funds
\$ 21,345,988	\$ 119,856,735
-	119,990,656
89,693	1,401,133
-	4,134,897
-	490,962
-	19,317
-	16,075,197
-	1,015,771
-	403,486
34,355	34,355
-	910
<u>21,470,036</u>	<u>263,423,422</u>
134,377	3,998,706
89,618	3,410,670
1,015,771	1,015,771
167,801	11,251,029
-	509,173
-	1,019,195
<u>1,407,568</u>	<u>21,204,546</u>
40,096	4,173,541
34,355	34,355
-	20,925,374
-	403,486
-	16,075,197
3,861,706	3,861,706
<u>3,936,158</u>	<u>45,473,659</u>
-	48,915,671
-	6,246,125
-	30,772,533
-	94,684,577
15,892,728	15,892,728
233,583	233,583
<u>20,062,468</u>	<u>242,218,876</u>
<u>\$ 21,470,036</u>	<u>\$ 263,423,421</u>

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**East Bay Regional Park District
 Reconciliation of the Governmental Funds Balance Sheet
 to the Government-Wide Statement of Net Assets
 December 31, 2010**

Total fund balances - governmental funds \$ 242,218,876

Amounts reported for governmental activities in the Statement of Net Assets 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	364,994,392	
Depreciable, net	139,618,817	
Total capital assets		504,613,209

Bond issuance costs were expenditures in the governmental funds, but were capitalized as deferred charges and amortized over the life of the long-term debt on the Government-Wide Financial Statements. 1,238,487

Net pension obligation asset-OPEB was not a current financial resource. Therefore it was not reported in the Governmental Funds Balance Sheet. 3,473,925

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in the Governmental Funds Balance Sheet. (2,089,995)

Internal Service Funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal Service Funds were included in governmental activities in the Government-Wide Statement of Net Assets. 12,886,927

Revenues which were deferred on the Governmental Funds Balance Sheet because they were not currently available were reported as revenue in the Statement of Activities and Changes in Net Assets, and accordingly increase net assets on the Statement of Net Assets. 4,133,438

Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.

Compensated absences - due within one year	(576,523)	
Long-term debt - due within one year	(25,838,741)	
Compensated absences - due in more than one year	(4,004,735)	
Long-term debt - due in more than one year	(142,189,063)	
Total long-term liabilities		(172,609,062)

Net assets of governmental activities \$ 593,865,804

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, 2010**

	Major Funds		
	General Fund	Debt Service Fund	Project Fund
REVENUES			
Property taxes and assessments	\$ 91,042,456	\$ 28,038,818	\$ -
Charges for services	9,248,975	-	20,806
Interest	421,365	113,660	883,723
Property Usage	1,883,006	-	2,350
Interagency agreements and grants	347,527	-	21,011,034
Miscellaneous	513,750	-	2,395,586
Total revenues	<u>103,457,080</u>	<u>28,152,478</u>	<u>24,313,499</u>
EXPENDITURES			
Current:			
Executive/Legislative Division	2,056,177	-	-
Finance/Management Services Division	7,613,734	89,626	1,312,469
Human Resources Division	1,965,973	-	-
Land Division	2,328,698	-	421,958
Legal Division	1,306,555	-	-
Operations Division	46,983,433	-	1,745,177
Planning/Stewardship/Development Division	4,930,057	-	3,346,563
Public Affairs Division	2,931,064	-	3,932
Public Safety Division	20,291,486	-	504,345
Debt service:			
Principal	710,626	27,715,000	-
Interest	83,437	6,928,134	-
Capital outlay	789,341	-	39,836,543
Total expenditures	<u>91,990,583</u>	<u>34,732,760</u>	<u>47,170,988</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>11,466,497</u>	<u>(6,580,282)</u>	<u>(22,857,489)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from sales of property	113,942	-	-
Transfers in	466,172	1,167,200	25,320,609
Transfers out	(5,436,011)	-	(29,682,603)
Total other financing sources (uses)	<u>(4,855,897)</u>	<u>1,167,200</u>	<u>(4,361,994)</u>
NET CHANGE IN FUND BALANCES	<u>6,610,600</u>	<u>(5,413,082)</u>	<u>(27,219,483)</u>
FUND BALANCES			
Beginning of year	81,989,743	26,338,456	139,850,174
End of year	<u>\$ 88,600,343</u>	<u>\$ 20,925,374</u>	<u>\$ 112,630,691</u>

See accompanying Notes to Basic Financial Statements.

Non-major Governmental Funds	Total Governmental Funds
\$ 7,921,444	\$ 127,002,718
63,574	9,333,354
329,677	1,748,425
104,191	1,989,547
19,413	21,377,974
1,038,070	3,947,406
<u>9,476,368</u>	<u>165,399,425</u>
-	2,056,177
10,541,463	19,557,292
-	1,965,973
158,158	2,908,814
65,571	1,372,125
4,525,728	53,254,338
104,525	8,381,146
-	2,934,996
271,185	21,067,016
-	-
-	28,425,626
-	7,011,571
29,510	40,655,395
<u>15,696,139</u>	<u>189,590,470</u>
<u>(6,219,771)</u>	<u>(24,191,045)</u>
-	113,942
9,787,223	36,741,204
(1,331,507)	(36,450,121)
<u>8,455,716</u>	<u>405,025</u>
2,235,945	(23,786,020)
17,826,523	266,004,896
<u>\$ 20,062,468</u>	<u>\$ 242,218,876</u>

**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 and Changes in Net Assets
 For the year ended December 31, 2010**

Net change in fund balances - governmental funds \$ (23,786,020)

Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:

Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances reported capital outlay as expenditures. However, in the government-wide financial statements capital outlay was capitalized on the Statement of Net Assets as current period increases (plus \$78,911 in prior period adjustment) 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 and Changes in Net Assets. Additionally, an adjustment of \$18,713 was made to total capital assets. 40,636,681

Governmental funds do not report real property donations. However in the government-wide statements the fair value at date of donation was recorded as donation revenue with a corresponding increase in capital assets. 4,291,500

Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but it did not require the use of current financial resources. Therefore, depreciation expense was not reported as an expenditure in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances. (8,051,510)

Proceeds from sale of capital assets result in cash inflows and were recorded as other financing sources in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances. However, gain or loss on disposal of capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets.

Proceeds from sales of capital assets	(113,942)	
Loss on sale of capital assets	(956,870)	
		(1,070,812)

OPEB contributions in excess of required contributions were recorded as an asset on the government-wide financial statements, and reduced pension expense. (394,710)

Revenues which were deferred on the Governmental Funds Balance Sheet because they were not currently available were reported as revenue in the Government-Wide Statement of Activities and Changes in Net Assets. (2,459,758)

Payment of vacation and sick leave payable was an expenditure in Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, but the payment reduced vacation and sick leave liabilities in the Government-Wide Statement of Net Assets. 59,833

Repayment of bond principal was an expenditure in Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Assets. 28,425,626

Accrued interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but it does not require the use of current financial resources. Therefore, the change in the accrued portion of interest expense was not reported as expenditures in the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances. 276,837

Cost of issuance, bond premiums/discounts and deferred gain on refunding were recognized in the year of debt issuance in the governmental fund financial statements. In the government-wide statements these items were capitalized, reported as an asset in relationship to cost of issuance, and as part of long-term debt in relationship to premium/discount and deferred gain/loss on refunding. All items were amortized over the life of the debt or the remaining life of the refunded debt (if it was shorter, in the case of deferred gain/loss on refunding). Amortization expense was reported on the Government-Wide Statement of Activities and Changes in Net Assets. 514,644

Internal service funds were used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue of the internal service funds was reported with governmental activities in the Government-Wide Statement of Activities and Changes in Net Assets 604,798

Change in net assets of governmental activities \$ 39,047,110

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 Assets
Proprietary Funds
December 31, 2010**

	Governmental Activities Internal Service Funds
ASSETS	
Cash and investments	\$ 23,992,241
Accounts receivable	187,988
Prepaid items and deposits	585,763
Total assets	<u>24,765,992</u>
LIABILITIES	
Current liabilities:	
Accounts payable	344,596
Accrued payroll and related liabilities	374,096
Accrued claims - due within one year	2,473,806
Compensated absences - due within one year	3,729
Total current liabilities	<u>3,196,226</u>
Non-current liabilities:	
Accrued claims - due in more than one year	8,631,787
Compensated absences - due in more than one year	51,051
Total non-current liabilities	<u>8,682,838</u>
Total liabilities	<u>11,879,064</u>
NET ASSETS	
Unrestricted	12,886,928
Total net assets	<u>\$ 12,886,928</u>

See accompanying Notes to Basic Financial Statements.

East Bay Regional Park District
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended December 31, 2010

	Governmental Activities Internal Service Funds
OPERATING REVENUES	
Charges for services	\$ 8,425,705
Other revenue	1,321,640
Total operating revenues	<u>9,747,345</u>
OPERATING EXPENSES	
Cost of services	3,370,661
Claims	4,749,106
General and Administrative	1,139,364
Total operating expenses	<u>9,259,131</u>
OPERATING INCOME (LOSS)	<u>488,214</u>
NONOPERATING REVENUES (EXPENSES)	
Interest income	407,664
Income (loss) before transfers	<u>895,878</u>
TRANSFERS AND CAPITAL CONTRIBUTIONS	
Transfers in	-
Transfers out	(291,083)
Total transfers and capital contributions	<u>(291,083)</u>
CHANGE IN NET ASSETS	<u>604,796</u>
NET ASSETS	
Beginning of year	12,282,132
End of year	<u>\$ 12,886,928</u>

See accompanying Notes to Basic Financial Statements.

**East Bay Regional Park District
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2010**

	Governmental Activities <u>Internal Service Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers/other	\$ 9,696,010
Payments to suppliers	(1,154,832)
Payments to employees	(2,877,330)
Claims paid	(3,368,791)
Net cash provided/(used) by operating activities	<u>2,295,057</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfer in	-
Transfers out	(291,083)
Net cash provided/(used) for noncapital financing activities	<u>(291,083)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest	407,664
Net cash provided/(used) by investing activities	<u>407,664</u>
Net increase/(decrease) in cash and cash equivalents	<u>2,411,639</u>
CASH AND CASH EQUIVALENTS	
Beginning of year	21,580,603
End of year	<u>\$ 23,992,241</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income (loss)	\$ 488,214
Adjustments to reconcile operating income (loss) to cash flows from operating activities:	
Changes in assets and liabilities:	
Accounts receivable	(51,335)
Prepaid items and deposits	(198,859)
Accounts payable	506,678
Accrued payroll and related liabilities	170,044
Accrued claims	1,380,315
Net cash provided/(used) by operating activities	<u>\$ 2,295,057</u>

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 Fiduciary Net Assets
Fiduciary Funds
December 31, 2010**

	<u>Pension-Type Trust Funds</u>
ASSETS	
Investment in retirement accounts:	
Cash	\$ 407,985
Domestic equity funds	21,786,883
Fixed income funds	22,780,506
International equity funds	<u>3,232,168</u>
Subtotal	48,207,543
Accounts Receivable	<u>709</u>
Total assets	<u><u>48,208,252</u></u>
 LIABILITIES	
Accrued Liability	<u>407,730</u>
 NET ASSETS	
Held in trust	<u><u>\$ 47,800,522</u></u>

See accompanying Notes to Basic Financial Statements.

**East Bay Regional Park District
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the year ended December 31, 2010**

	Pension-Type Trust Funds
ADDITIONS	
Investment income	\$ 5,321,748
Contributions from employer	5,859,582
Total additions	<u>11,181,330</u>
DEDUCTIONS	
Payment to retirees	4,262,213
Administration costs	164,617
Total deductions	<u>4,426,831</u>
CHANGES IN NET ASSETS	6,754,499
NET ASSETS	
Beginning of year	41,046,023
End of year	<u>\$ 47,800,522</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, 2010**

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 65 parks covering almost 108,000 acres within Alameda and Contra Costa Counties, including recreation areas, wilderness, shorelines, preserves and land banks areas; 29 regional trails and numerous inter-park trails totaling more than over 1,100 miles; 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 Assets and a Statement of Activities and Changes in Net Assets. 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 and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. 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 grants and contributions
- Capital grants and contributions.

East Bay Regional Park District

Notes to the Basic Financial Statements, continued December 31, 2010

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets 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,
- Contribution to/from, and
- 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 net assets as presented in these statements to the net assets 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.

Capital 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, 2010**

Proprietary Fund Financial Statements

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

The District's only propriety 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 Assets. The Statement of Revenues, Expenses and Change in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. 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. In accordance with GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Government Entities that Use Proprietary Fund Accounting*, the District applies all GASB pronouncements currently in effect, as well as Financial Accounting Standard Board (FASB) Statement and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB) of the Committee on Accounting Procedure issued on or before November 30, 1989.

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, General Liability, and Major Equipment Replacement. 2010 is the first year for the Employee Benefits Fund.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Assets and a Statement of Changes in Fiduciary Net Assets. 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 and other post-employment benefits. Both the EPRPD retirement plans and the OPEB plan are sole-employer plans. The fiduciary funds use the accrual basis of accounting.

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, 2010**

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 titled 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 as to change in 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 reserved 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 are valued at their estimated fair value on the date of donation. The District's Fixed Asset Policy, which was updated during 2010, increased the capitalization limits. All land, regardless of cost, equipment over \$25,000 - and a useful life over one year, and structures and improvements over \$100,000 - and a useful life over one year, 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 contributed to the

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

General Fund at year end, as the General Fund is required to maintain it.

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 and proprietary fund types.

In the fund financial statements, propriety fund types recognize the interest payable when the liability is incurred.

H. Unearned/Deferred Revenue

In the government-wide financial statements, 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, or for which funds are not available to meet current financial obligations (not received within 60 days of year-end). Typical transactions recorded as deferred revenue 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, 2010**

I. Long-Term Debt

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

Bond premiums and discounts, issuance costs, and deferred gain or loss on refundings are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the unamortized premium or discount (which is amortized over the life of the debt), and net of deferred gain on refunding (which is amortized over the shorter of the life of the refunding debt or the refunded debt). Bond issuance costs are reported as deferred charges and are amortized over the life of the new debt.

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 Assets.

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 Statements 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 POA 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 shall be added to service credits.

All 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 will be 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, 2010**

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 Assets Government-Wide Financial Statements

In the Government-Wide Financial Statements, net assets are classified in the following categories:

Invested in capital assets, net of related debt – 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 assets – This amount is restricted by external creditors, grantors, contributors, or laws or regulations of governments.

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

N. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the District's policy is to apply restricted net assets 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. Reserved fund balance totals the principal amounts of the endowments, and is not available for expenditure. Unreserved fund balance is comprised of investment earning on the endowment principal, and is available for expenditure.

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

Q. Implementation of New GASB Pronouncements

In 2010, the District did not adopt any new accounting standards.

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, 2010, which is the date the 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. Subsequent events of substance are disclosed in note 20.

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 \$10,477,018 at December 31, 2010. Bank balances before reconciling items were \$11,899,845 at December 31, 2010, 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.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010

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

The District's investments are carried at fair value as required by generally accepted accounting principles of the United States. 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, 2010, 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, 2010, the District had \$50,072,141 (fair value) invested in LAIF, which had invested 3.8% of the pool investment funds in structured notes and asset-backed securities. The LAIF fair value factor of 1.001461323 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, 2010**

C. Summary of Cash & Investments

The following is a summary of cash and investments at December 31, 2010:

	Government- Wide Statement of Net Assets		
	Governmental Activities	Fiduciary Funds	Total 2010
Cash and investments	\$ 143,848,976	\$ -	\$ 143,848,976
Restricted cash/invest held by fiscal agent	119,990,656	-	119,990,656
Total cash and investments	<u>\$ 263,839,632</u>	<u>\$ -</u>	<u>\$ 263,839,632</u>

Fair value of the District's cash and investments, grouped by maturity date, at December 31, 2010, 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	\$ 10,477,019	\$ 2,287,236	\$ -	\$ -	\$ -	\$ -
Highmark Money Market	136,279	136,279	-	-	-	-
US govern securities:						
FHLB	7,178,440	4,037,180	2,124,176	1,017,084	-	-
FHLMC	7,246,903	4,020,222	2,231,911	994,770	-	-
FNMA	13,843,432	4,850,467	5,999,113	2,993,851	-	-
FFCB	10,503,357	6,863,232	2,111,520	-	1,528,605	-
T-Notes	9,133,296	9,133,296	-	-	-	-
Total US securities	58,518,725	39,517,694	12,466,721	5,005,705	1,528,605	-
Corporate notes	8,948,257	2,771,966	3,471,001	2,705,289	-	-
LAIF	50,072,141	50,072,141	-	-	-	-
CAMP	26,309,853	26,309,853	-	-	-	-
Total Cash/Investments	<u>\$ 143,848,976</u>	<u>\$ 118,671,655</u>	<u>\$ 15,937,722</u>	<u>\$ 7,710,994</u>	<u>\$ 1,528,605</u>	<u>\$ -</u>

Fair value of the cash and investments held by fiscal agents, grouped by maturity date, at December 31, 2010, follows:

Cash and Investment Type	Fair Value	1 Year or Less	1-2 Years	2-3 Years	3-4 Years	4-5 Years
US govern securities:						
FHLB	\$ 45,927,062	\$ 31,174,539	\$ 8,625,144	\$ 6,127,380	\$ -	\$ -
CAMP	73,003,091	73,003,091	-	-	-	-
Highmark Govern MM	3	3	-	-	-	-
Societe Generale GIC	1,060,500	-	-	1,060,500	-	-
Total Cash/Investments	<u>\$ 119,990,656</u>	<u>\$ 104,177,632</u>	<u>\$ 8,625,144</u>	<u>\$ 7,187,880</u>	<u>\$ -</u>	<u>\$ -</u>

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

D. Risks

Investment risk tolerance is specifically addressed in the District's formal investment policy.

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, 2010, the District's investments had the following maturities:

<u>Maturity</u>	<u>% of Portfolio</u>
Up to one year	85%
One year to two years	9%
Two years to five years	6%

The weighted average market duration for investments was 378 days.

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. At December 31, 2010, the District had the following investments credit risk ratings:

	<u>Credit Quality Ratings</u>	
	<u>Moody's</u>	<u>S & P</u>
U.S. government agency securities:		
FHLB	Aaa	AAA
FHLMC	Aaa	AAA
FNMA	Aaa	AAA
FFCB	Aaa	AAA
T-notes	Aaa	AAA
Corporate notes:		
GE Capital	Aaa	AA+
Citibank	Aaa	AAA
Berkshire Hathaway	Aa2	AA+
Walmart	Aa2	AA
Bank of New York	Aa2	AA-
New York Global Life Funding	Aaa	AAA
TIAA Global Markets	Aa1	AAA
Toyota Motor Credit Corp Com Paper	P-1	A-a+
Deutsche Bank Fin. LLC Com Paper	P-1	A-1+
Barclay's Bank CD	P-1	A-1+
Bank of Nova Scotia CD	Aa1	A-1+
LAIF	Not Rated	Not Rated
CAMP	AAAm	Not Rated

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 custodians, Union Bank of California (UBC) and Bank of New York (BNY). UBC and BNY are registered members of the Federal Reserve Bank. The securities held by UBC and BNY are in street name, and a customer number assigned to the District identifies ownership.

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

Although the District's investment policy does not define *concentration risk* and *foreign-currency risk*, it has many provisions that effectively limit concentration risk and preclude foreign-currency risk.

E. 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 decrease in the fair value of investments of (\$625,747).

3. INTERFUND TRANSACTIONS

A. Due to/from other funds

At December 31, 2010, the District recorded a due to/from other fund transaction to account for a (\$1,015,771) negative cash position in the Measure WW Local Grant Fund that was financed by the General Fund.

B. Transfers In and Out

Transfers between funds during the year ended December 31, 2010 were as follows:

TRANSFERS OUT	TRANSFERS IN				
	Governmental Funds				Total
	Major Funds			Non-major Funds	
General Fund	Debt Service Fund	Project Fund			
General Fund	\$ -	\$ 1,167,200	\$ 4,268,811	\$ -	\$ 5,436,011
Project Fund	130,089	-	19,775,291	9,777,223	29,682,603
Internal Service Fund	291,083	-	-	-	291,083
Non-major Governmental Funds	45,000	-	1,276,507	10,000	1,331,507
Total	\$ 466,172	\$ 1,167,200	\$ 25,320,609	\$ 9,787,223	\$ 36,741,204

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010

4. 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 percent per year, payable in monthly installments of \$973 through October 5, 2013. At December 31, 2010 the principal balance of the note was \$34,355.

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, 2010 follows:

	Balance January 1, 2010	Additions	Reclass	Retirements	Transfers	Balance December 31, 2010
Non-depreciable capital assets:						
Land and trails	\$ 302,950,112	\$ 35,515,529	\$ -	\$ (13,148)	\$ -	\$ 338,452,493
Historical structures	587,286	-	-	-	-	587,286
Construction in progress	24,233,401	8,448,535	-	-	(6,727,323)	25,954,613
Total non-deprec cap assets	<u>327,770,799</u>	<u>43,964,064</u>	<u>-</u>	<u>(13,148)</u>	<u>(6,727,323)</u>	<u>364,994,392</u>
Depreciable capital assets:						
Land improvements	38,835,093	78,911	249,892	-	-	39,163,896
Public access	31,959,128	-	(2,859,408)	-	1,535,125	30,634,845
Structures and improvements	32,031,846	5,565	2,609,516	(262,153)	403,336	34,788,110
Transportation	81,843,135	-	(982,331)	(753,417)	792,419	80,899,628
Utilities	13,458,820	-	-	-	1,123,185	14,582,005
Leasehold improvements	69,290,620	-	982,331	(34,448)	2,769,977	73,008,480
Equipment	27,186,392	977,265	-	(1,387,403)	103,281	26,879,535
Total deprec cap assets	<u>294,605,034</u>	<u>1,061,741</u>	<u>-</u>	<u>(2,437,421)</u>	<u>6,727,323</u>	<u>299,956,499</u>
Less accumulated depreciation:						
Land improvements	(36,102,803)	(470,615)	-	-	-	(36,573,418)
Public access	(10,092,907)	(584,866)	-	-	-	(10,677,773)
Structures and improvements	(10,415,315)	(792,792)	-	-	-	(11,208,107)
Transportation	(46,756,886)	(2,019,689)	-	-	-	(48,776,575)
Utilities	(635,503)	(506,309)	-	-	-	(1,141,812)
Leasehold improvements	(34,683,156)	(1,708,856)	-	94,792	-	(36,297,220)
Equipment	(14,881,914)	(1,968,384)	-	1,187,521	-	(15,662,777)
Total accum depreciation	<u>(153,568,484)</u>	<u>(8,051,511)</u>	<u>-</u>	<u>1,282,313</u>	<u>-</u>	<u>(160,337,682)</u>
Deprec cap assets (net)	<u>141,036,550</u>	<u>(6,989,770)</u>	<u>-</u>	<u>(1,155,108)</u>	<u>6,727,323</u>	<u>139,618,817</u>
Total governmental activities	<u>\$ 468,807,349</u>	<u>\$ 36,974,294</u>	<u>\$ -</u>	<u>\$ (1,168,256)</u>	<u>\$ -</u>	<u>\$ 504,713,209</u>

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

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	2010 Depreciation
Executive /Legislative Division	\$ 1,052
Finance/Management Services Division	352,545
Land Division	3,804
Legal Division	1,572
Operations Division	6,837,211
Planning/Stewardship/Develop Division	92,618
Public Affairs Division	12,190
Public Safety Division	<u>750,518</u>
Total Governmental Activities	\$ <u>8,051,510</u>

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. UNEARNED/DEFERRED 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, prepaid grant revenues (FEMA) received in advance of related expenditures being incurred, and reservation deposits for events with dates subsequent to December 31. At December 31, 2010, unearned revenues in the Government-Wide Financial Statements were as follows:

Governmental Activities	
Property taxes	\$ 5,261,650
Reservations and other	234,265
Grants	<u>1,621,676</u>
Total Governmental Activities	\$ <u>7,117,591</u>

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

B. Fund Financial Statements

In addition to the unearned revenues listed above, at December 31, 2010 the following deferred revenues were recorded in the Fund Financial Statements because the funds were not available (not received within 60 days of year-end) to finance expenditures of the current period.

Governmental Activities	
Other	\$ 504,146
Grants	<u>3,629,292</u>
Total Governmental Activities	\$ <u>4,133,438</u>

7. LONG TERM DEBT

A. Long Term Debt Issues and Transactions

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

	Balance			Balance		Due Within	Due in More
	January 1, 2010	Additions	Retirements	December 31, 2010	One Year	Than One Year	
Measure AA GO Bonds							
Series 2006E	\$ 11,390,000	\$ -	\$ 10,410,000	\$ 980,000	\$ 980,000	\$ -	
Unamortized premium	197,153	-	78,861	118,292	78,861	39,431	
2006 Refunding	15,555,000	-	1,780,000	13,775,000	7,790,000	5,985,000	
Deferred gain refunding	1,200,089	-	218,198	981,891	218,198	763,693	
Unamortized premium	560,050	-	91,811	468,239	91,811	376,428	
2008 Refunding	51,385,000	-	14,485,000	36,900,000	14,575,000	22,325,000	
Deferred gain refunding	225,841	-	21,509	204,332	21,509	182,823	
Unamortized premium	4,159,546	-	396,147	3,763,399	396,147	3,367,252	
2009 Refunding-taxable	12,375,000	-	-	12,375,000	-	12,375,000	
2009 Refunding-tax-exempt	7,625,000	-	-	7,625,000	-	7,625,000	
Deferred gain refunding	(2,318,379)	-	(713,347)	(1,605,032)	(713,347)	(891,685)	
Unamortized premium	689,134	-	212,041	477,093	212,041	265,052	
Total Measure AA Bonds	<u>103,043,434</u>	<u>-</u>	<u>26,980,220</u>	<u>76,063,214</u>	<u>23,650,220</u>	<u>52,412,994</u>	
Measure WW GO Bonds							
Series 2009A	80,000,000	-	-	80,000,000	-	80,000,000	
Unamortized premium	7,428,059	-	376,104	7,051,955	376,104	6,675,851	
Total Measure WW Bonds	<u>87,428,059</u>	<u>-</u>	<u>376,104</u>	<u>87,051,955</u>	<u>376,104</u>	<u>86,675,851</u>	
Limited Obligation Bond							
2002 Refunding Bonds	4,450,000	-	1,040,000	3,410,000	1,075,000	2,335,000	
Capital Equipment Lease							
Banc Am Pub Cap Corp	2,213,261	-	710,626	1,502,635	737,417	765,218	
Total	<u>\$ 197,134,754</u>	<u>\$ -</u>	<u>\$ 29,106,950</u>	<u>\$ 168,027,804</u>	<u>\$ 25,838,741</u>	<u>\$ 142,189,063</u>	

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

B. Debt Service Requirements

Future principal and interest payments on all long-term debt were as follows at December 31, 2010:

Year ending December 31,	Limited Obligations Bonds		Capital Lease		Total Non-GO Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 1,075,000	\$ 118,450	\$ 737,417	\$ 56,649	\$ 1,812,417	\$ 175,099
2012	1,120,000	73,990	765,218	28,849	1,885,218	102,839
2013	1,215,000	25,515			1,215,000	25,515
Total	\$ 3,410,000	\$ 217,955	\$ 1,502,635	\$ 85,498	\$ 4,912,635	\$ 303,453

Year ending December 31,	Measure AA GO Bonds		Measure WW GO Bonds		Total GO Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 23,345,000	\$ 2,857,275	\$ -	\$ 3,230,275	\$ 23,345,000	\$ 6,087,550
2012	17,130,000	1,906,875	-	3,230,275	17,130,000	5,137,150
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
2016-2020	9,470,000	871,500	21,515,000	13,838,475	30,985,000	14,709,975
2021-2025	-	-	25,620,000	8,739,975	25,620,000	8,739,975
2026-2029	-	-	25,080,000	3,203,950	25,080,000	3,203,950
Total	71,655,000	8,680,125	80,000,000	41,828,100	151,655,000	50,508,225
Debt valuation/prem	4,408,213	-	7,051,955	-	11,460,168	-
Total	\$ 76,063,213	\$ 8,680,125	\$ 87,051,955	\$ 41,828,100	\$ 163,115,168	\$ 50,508,225

Year ending December 31,	Grand Total	
	Principal	Interest
2011	\$ 25,157,417	\$ 6,262,649
2012	19,015,219	5,239,989
2013	13,805,000	4,679,015
2014	8,295,000	4,144,775
2015	8,610,000	3,831,350
2016-2020	30,985,000	14,709,975
2021-2025	25,620,000	8,739,975
2026-2030	25,080,000	3,203,950
Total	156,567,636	50,811,678
Debt valuation/prem	11,460,168	-
Total	\$ 168,027,804	\$ 50,811,678

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

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 defeased 1993 bonds were called on March 1, 2002.

The 2002 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 2002 Limited Obligation Refunding Bonds are subject to optional and mandatory early redemption provisions.

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 is for the maximum equipment cost of \$3,558,000 at an interest rate of 3.77%. Amounts in excess of actual equipment costs will be applied to the principal balance on the next payment date.

The first lease payment was October 5, 2008 and repayment is due in equal installments of \$794,066.23 through October 5, 2012. Prepayment premium is 0.5%, and debt prepayment option became available in 2010.

Measure AA 2006 E General Obligation Bonds – The District issued General Obligation Bonds Series 2006 E in the amount of \$15,000,000, with interest rates ranging from 4.25% to 5.0%, on July 11, 2006. The purpose of the 2006 E Bonds was to finance acquisition of land, and for developing and improving recreational space of the District.

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 General Obligation Series 2006 E Bonds.

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

The bonds were issued at a premium of \$394,305, which is being amortized over the 5 year life of the bonds, resulting in annual amortization of \$78,861.

Measure AA 2006 General Obligation Refunding Bonds – The District issued General Obligation 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 and to all outstanding bonds of \$26,170,000 on September 30, 2009. The outstanding debt balance at December 31, 2010 was \$6,435,000.

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 General Obligation Refunding Bonds.

The General Obligation Refunding 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 \$91,811. The deferred gain on refunding was \$1,963,782, which is reported as part of long-term debt. It is being amortized over the life of the bonds, \$218,198 annually.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010

Measure AA 2008 General Obligation Refunding Bonds – The District issued General Obligation 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, 2010 was \$10,430,000.

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 General Obligation Refunding Bonds.

The General Obligation Refunding 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 \$396,147. The deferred gain on refunding was \$258,104, which is reported as part of long-term debt. It is being amortized over the life of the bonds, \$21,509 annually.

Measure WW 2009 General Obligation Bonds – The District issued General Obligation 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 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 General Obligation 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.

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 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 2010 General Obligation Refunding Bonds.

The General Obligation Refunding 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. The deferred loss on refunding was \$2,496,716, which is reported as part of long-term debt. It is being amortized over the life of the bonds, as a negative expense of (\$713,347) annually.

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

Defeased Debt - During 2009 the District issued 2009 General Obligation Refunding Bonds in the amount of \$20,000,000, and defeased a portion of the outstanding principal of the 2006E, 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 \$17,485,000 at December 31, 2010.

D. DEFERRED CHARGES

As of December 31, 2010, deferred charges for the Government-Wide Financial Statements consisted of unamortized cost of issuance for the following bonds:

	Balance			Balance		
	January 1, 2010	Additions	Deletions	December 31, 2010		
2006 E	\$ 37,721	\$ -	\$ 25,147	\$ 12,574		
2006 Refunding	124,114	-	22,566	101,548		
2008 Refunding	469,650	-	42,815	426,835		
2009 A	615,439	-	28,987	586,452		
2009 Refunding	158,243	-	47,165	111,078		
	<u>\$ 1,405,167</u>	<u>\$ -</u>	<u>\$ 166,680</u>	<u>\$ 1,238,487</u>		

8. 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 \$4,055,786 at December 31, 2010. The District uses the General Fund to liquidate compensated absences recorded in the governmental activities. The District has no business-type activities.

	Balance			Balance			Due In More Than One Year
	January 1, 2010	Additions	Deletions	December 31, 2010	Due Within One Year		
Governmental Activities	\$ <u>4,641,087</u>	\$ <u>587,144</u>	\$ <u>592,193</u>	\$ <u>4,636,038</u>	\$ <u>580,252</u>	\$ <u>4,055,786</u>	

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

9. FUND EQUITY

A. Unreserved, Designated Fund Balances

Reserved fund balances are non-appropriable amounts. Details which explain the purpose for the reservations are presented on the face of the Balance Sheet, Governmental Funds. Unreserved, designated fund balances are summarized on the Balance Sheet. Designations are approved by the Board of Directors. Below is the detail of unreserved, designated fund balances.

	General Fund	Debt Service Fund	Project Fund	Non-major Governmental Funds	Total Governmental Funds
Fund Balance					
Reserved	\$ 8,912,139	\$ 20,925,374	\$ 11,699,989	\$ 3,936,158	\$ 45,473,659
Unreserved, designated					
Economic uncertainty	9,574,000	-	-	-	9,574,000
Election costs	2,200,000	-	-	-	2,200,000
Diaster recovery	1,410,176	-	-	-	1,410,176
EBMUD JPA vehicle	177,287	-	-	-	177,287
Unrealized gain GASB 31	594,208	-	-	-	594,208
Revenue smoothing	9,000,000	-	-	-	9,000,000
Legal contingency	1,000,000	-	-	-	1,000,000
First quarter expenditures	24,960,000	-	-	-	24,960,000
Fire claim recoveries	-	-	380,245	-	380,245
Land acquisition	-	-	5,865,880	-	5,865,880
Total unreserved, designated	<u>48,915,671</u>	<u>-</u>	<u>6,246,125</u>	<u>-</u>	<u>55,161,796</u>
Unreserved reported in:					
General Fund	30,772,533		-	-	30,772,533
Project Fund	-		94,684,577	-	94,684,577
Special Revenue Funds	-		-	15,892,728	15,892,728
Permanent Funds	-		-	233,583	233,583
Total fund balances	<u>\$ 88,600,343</u>	<u>\$ 20,925,374</u>	<u>\$ 112,630,691</u>	<u>\$ 20,062,468</u>	<u>\$ 242,218,876</u>

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

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 2010 activity are presented in the following table.

	December 31, 2009			December 31, 2010	
	Mitigation Fund Balance	Private Gifts Fund Balance	2010 Changes	Mitigation Fund Balance	Private Gifts Fund Balance
Note Receivable	\$ -	\$ 40,262	\$ (5,906)	\$ -	\$ 34,355
Dickson Property	-	720,699	(16,290)	-	704,409
Peake Property	-	197,090	11,696	-	208,786
Meyers Estate	-	80,342	21,025	-	101,367
Tilden Endowment Fund (Henry)	-	331,702	5,915	-	337,617
Walpert Ridge/Garin	-	1,733,318	30,909	-	1,764,227
Memorial Benches	-	177,371	14,135	-	191,506
MLK Marsh Restoration	267,838	-	4,655	272,493	-
Iron Horse Trail/Walnut Creek	1,382,181	-	24,022	1,406,203	-
Contra Loma Lagoon Major Capital	260,357	-	4,525	264,882	-
Oyster Bay	122,652	-	(63,970)	58,682	-
Souza Ranch	564,318	-	43,547	607,865	-
Waterbird	140,205	-	2,437	142,642	-
Environmental Review:					
District Wide	254,407	-	(24,267)	230,140	-
Brushy Peak (Weaver/Republic Acq.)	725,845	-	13,861	739,706	-
Berkeley Meadow Phase 2 Improvement	62,999	-	1,203	64,202	-
Standard Pacific Homes	103,866	-	1,965	105,831	-
Black Diamond Lentzner Acquisition	93,473	-	1,768	95,241	-
Vasco Caves Souza Acquisition	39,811	-	672	40,483	-
Hayward Shoreline (Rheem Crk)	144,947	-	(124,696)	20,251	-
Total	<u>\$ 4,162,897</u>	<u>\$ 3,280,782</u>	<u>\$ (52,794)</u>	<u>\$ 4,048,622</u>	<u>\$ 3,342,265</u>

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

10. DEFERRED COMPENSATION

Employees may participate in a deferred compensation program (457 plan) at their option. Depending on the bargaining unit, employees with less than 5 years of service, who contribute 2% or more of their base salary, will receive a 1% matching contribution paid by the District. Employees with 5 or more years of service, who contribute a minimum of 4% of base salary will receive a 2% matching contribution paid by the District. Employees with 10 years or more of service, who contribute 6% or more of base salary will receive a 3% matching contribution paid by the District.

Additionally management may participate in 401(a) plan in which the District will contribute a match of: 1% for employees with less than 5 years of service, 2%, for employees with 5-9 years of service, and 3% for employees with 10 or more years of service, after the employee has elected to contribute an irrevocable 3%-20% of their base salary to the plan.

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: The District Retiree Health Plan is a single-employer defined benefit healthcare plan. The Plan provides medical insurance benefits to eligible retirees and their eligible dependents based on union agreements and District policy:

- **2428 Union Employees:** Each retired employee and spouse, upon reaching the age of 65 years, is offered one of the following options at district expense:
 - Enrollment in the AARP Medicare Supplement, or
 - Reimbursement in an amount equal to the amount required to fund the AARP option.

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, as noted above.

- **Police Association Employees:** The District contributes to future retiree medical at a cost equal to the Public Employees Medical Hospital Care Act (PEMCHA) minimum amount, which was \$105 per month per retiree in 2010, as long as they retire or resign in good standing at age 50 or older after 10 years of service.
- **Management/Confidential Employees 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. The cost of Medicare, Part B, will be provided thereafter, plus a choice of:
 - Enrollment in the AARP Medicare Supplement, 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 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.

- **Management/Confidential Employees 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 employees at the level of Assistant General Manager or General Manager, with at least 10 (20) years of service as a regular employee will be paid \$300 (\$350) a month toward medical.

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

- **Board Members:** Board members who retire from the Board with 12 or more years of service are eligible for the same benefits as 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.

All employees upon reaching age 64 and all retirees are provided a membership for themselves and their spouse in AARP at District expense.

The schedule of funding progress, included in 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 overtime.

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 and appointed Public Agency Retirement Service (PARS) and Union Bank of California as trustees. The District established a policy 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, 2008 actuarial valuation completed by Bartel and Associates, LLC in accordance with GASB Statement 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*.

For fiscal year 2010, the District contributed a total of \$4,000,902 to the plan, (netted with implied subsidy, results in \$3,833,902 contribution), which also earned investment income of \$1,944,776. The estimated Actuarial Accrued Liability (AAL) as projected for 2010 was \$44,654,000. In 2007 the District elected a 20 year amortization period for the initial Unfunded Actuarial Accrued Liability (UAAL). In 2010 the amortization period was changed to 18 years to coincide with the amortization period for assumption changes and gains and losses. The liability is amortized as a level percentage of projected payroll and the amortization period used is open.

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 current ARC rate is 9.5% 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, 2010 is as follows:

Required annual contribution (ARC)	\$ 4,153,000
Interest on net pension obligation (NPO)	(256,346)
Adjustment to ARC	331,958
Annual plan cost (expense)	4,228,612
Contributions made	(3,833,902)
Decrease/(increase) NPO	394,710
NPO liability/(asset) beginning of year	(3,868,635)
NPO liability/(asset) end of year	<u>\$(3,473,925)</u>

NPO asset shown above represents the contributed amount above the ARC in FY 2007 through 2010. This amount is recorded as a prepaid item in the other current assets on the Government-Wide Statement of Net Assets.

The OPEB plan does not issue a separate, audited GAAP basis report.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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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, 2008, 2009 and 2010 are as follows:

Year ending December 31,	Annual Plan Cost	Amount Contributed*	Percentage Contributed	BB Net Pension Asset	EB Net Pension Asset
2008	\$ 4,197,000	\$ 4,515,901	108%	\$ 3,362,971	\$ 3,658,845
2009	\$ 4,112,786	\$ 4,322,576	105%	\$ 3,658,845	\$ 3,868,635
2010	\$ 4,228,612	\$ 3,833,902	91%	\$ 3,868,635	\$ 3,473,925

* net of implied subsidy

Funded Status and Funding Progress: As of January 1, 2010, the most recent actuarial valuation date, the AAL for benefits was \$44,654,000. The 2010 actuarial value of plan assets was \$13,381,000. UAAL was reported at \$31,273,000.

The 2010 actuarial report projected 2010 AAL of \$47,345,000, as well as December 31, 2010 AAL of \$16,792,000, resulting in an UAAL of \$29,815,099. The covered payroll (annual payroll of active employees covered by the plan) was \$30,553,000. The ratio of UAAL to the covered payroll was 73%.

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, 2010 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 6.25%,
- 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, 2010 actuarial valuation, premiums rate increases range from 8.4% in 2011 to 4.5% in 2017. Healthcare costs are assumed to increase, on average, 6.9% for HMO's and 7.3% for PPO's a year for the next 10 years. Furthermore, since the valuation's general inflation assumption is 3%, it also means healthcare costs are assumed to level off at 1.5% over general inflation.

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
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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, 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 April 1, 2010, there remained 26 active employees, 22 terminated vested former employees, 2 disabled and 77 retirees in the general employees plan, and 2 terminated vested, 4 disabled and 4 retirees in the sworn safety plan.

The EBRPD Retirement plan does not issue a separate, audited GAAP basis report.

Funding Policy. Management employees' contribution rate is 8.15%, and non-management employees' contribution rate is 8.55% for the General Employees Plan. In 2010 the District was required to contribute \$2,046,000 to the General Employees Plan and \$1,698,000 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. The District's labor contracts and policies call for the District to pay the employees' contribution, which totaled \$127,721 for fiscal year 2010.

Annual Pension Cost. The District's 2010 annual pension cost for the EBRPD plans was \$1,858,680. This required contribution was determined as part of the April 1, 2009, 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 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)
2008	\$ 1,691,423	100%	\$ 0
2009	\$ 1,989,831	100%	\$ 0
2010	\$ 1,858,680	100%	\$ 0

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

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, the District pays the 7% of the miscellaneous employees' contribution (the employee pays 1%). The District pays the entire 9% of the safety employees' contribution (the employee pays 0%) The District's payment of employee contribution totaled \$3,248,741 for fiscal year 2010. The District is also required to contribute at an actuarially determined rate. The current rate is 19.966% for miscellaneous employees and 24.112% for 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 \$11,118,767 was equal to the District's required and actual contribution. The required contribution was determined as part of the June 30, 2009, 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% for 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, 2009, was 17 years for miscellaneous employees and 18 years for safety employees 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
2008	\$ 10,190,048	100%	\$ 0
2008	\$ 11,602,045	100%	\$ 0
2010	\$ 11,118,767	100%	\$ 0

GASB 50, *Pension Disclosure*, defined benefit plan disclosures follow. Note EBRPD Sworn Safety Plan has no active employees, thus no annual payroll. CalPERS Safety Plan does not require disclosure as the District is part of a cost-sharing multiple-employer pool.

	Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
EBRPD General Employees	2010	\$ 27,572,000	\$ 43,525,000	\$ 15,953,000	63.3%	NA	NA
EBRPD Sworn Safety	2010	\$ 1,969,000	\$ 4,178,000	\$ 2,209,000	47.1%	NA	NA
CalPERS Misc	2009	\$ 114,010,732	\$ 163,916,317	\$ 49,905,585	69.6%	\$35,386,076	141.0%

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

13. RISK MANAGEMENT

The District uses two public entity risk pools and an insurance broker to provide coverage.

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 our self-insurance limits to \$15 million/year for liability and \$400 million/year for property. Additionally, the District has purchased, through the additional excess commercial liability coverage, \$5 million per occurrence, in excess of the base coverage, for a total of \$20 million. Total cost of 2010 general insurance was \$542,878.

For workers' compensation coverage, the District is a member of the Local Agency Workers' Compensation Excess Joint Authority (LAWCX). LAWCX was established for the purpose of providing excess workers' compensation protection for its members, representatives of which serve as the governing board. LAWCX provides workers' compensation insurance coverage up to the statutory limit set by the State of California, per accident, per employee, with \$5 million in retention and with insurance beyond that amount. The District retains the risk for the first \$350,000 in losses for each accident and employee under this policy. Total cost of 2010 workers' compensation insurance was \$229,440.

The actuarially determined liability at December 31, 2010 for general liability was \$1,870,249, which includes an estimate for incurred, but not reported claims. The actuarially determined liability at December 31, 2010 for workers' compensation liability was \$9,143,244, which includes an estimate for incurred, but not reported claims. The estimated liability for self insured dental plan was \$92,100.

The District also purchases aviation and crime insurance, and employee related coverages for medical, disability, life, dental, vision and unemployment. No liability has been accrued for these claims, as they are deemed immaterial.

At the end of 2010 the District is including self-insured unemployment and dental claims in internal service fund. Previously these were accounted for as a liability in the General Fund.

The following is a reconciliation of changes in the aggregate liabilities for claims for the years ended December 31, 2008, 2009 and 2010:

	Accrued Claims January 1,	Claims incurred	Claims paid	Accrued Claims December 31,
2008	\$ 9,120,000	\$ 1,616,699	\$ (1,835,090)	\$ 8,901,609
2009	\$ 8,901,609	\$ 3,161,061	\$ (2,337,392)	\$ 9,725,278
2010	\$ 9,725,278	\$ 4,796,750	\$ (3,416,435)	\$ 11,105,593

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

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:

2010	\$	2,734,119
2011		2,166,730
2012		2,012,924
2013		2,001,803
2014		1,924,740
Thereafter		<u>4,888,095</u>
Total	\$	<u>15,728,410</u>

15. POLLUTION REMEDIATION COSTS

In accordance with GASB 49, the District is reporting the estimated liability for pollution remediation obligations. The District has two pollution remediation sites.

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, 2010 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 2010 for this additional remediation, operation of the bioventing system, and regulatory reporting was \$82,206. The remediation liability based on the currently employed methods is \$176,247.

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. During 2010 the District spent \$19,940 to obtain the environmental report and conduct preliminary soil remediation.

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

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, in which services rendered by the District are paid for by the other entities, such as East Bay Municipal Utility District, Port of Oakland and State of California-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.

**East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010**

Encumbrances outstanding at December 31, 2010 for contract commitments in governmental funds totaled \$4,173,541 and in internal services funds \$447,049.

Additionally, the 2010 CAFR includes the East Bay Regional Park District Retirement Plans with the fiduciary funds. The District has the fiduciary responsibility for administering the sole employer defined benefit pension plan. In compliance 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. January 1, 2010 fair value of assets held by plans was \$29,912,259.

18. SALE OF RECEIVABLES

In compliance with GASB 48, *Sales and Pledges of Receivables and Future Revenue and Intra-Entity Transfers of Assets and Future Revenues*, the District is disclosing participation in the Proposition 1A Securitization Program. As part of the 2009-2010 State budget, 8% of property tax revenue apportioned to local agencies was borrowed by the State under the provision of Proposition 1A. The Proposition 1A securitization program was instituted by the California Statewide Communities Development Authority (CSCDA), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local governments to sell their Proposition 1A receivables to public investors. Under the securitization program, CSCDA simultaneously purchased the Propositions 1A receivables from local agencies and issued bonds to the public. Bond proceeds were used to provide local agencies with cash in the amount diverted to the State. The purchase price paid by CSCDA to the local agencies equaled 100% of the amount of the property tax diversion. All transaction costs of issuance and interest on the CSCDA issued debt were/and will be paid by the State. Participating local agencies have no obligation on the bonds, and no credit exposure to the State. The District participated in the securitization program and accordingly property taxes were recorded in the same manner as if the State had not exercised its rights under Proposition 1A and diverted property tax revenues. The receivable sale proceeds were equal to the book value, and as a result, no gain or loss on the sale of the receivable was recorded.

19. SUBSEQUENT EVENTS

On March 19, 2011 District suffered a fire at the Tilden Corporation Yard which destroyed the entire Tilden Equipment Shop and impacted other services located at this corp yard. The District is insured for property loss through the CSAC-Excess Insurance Authority for costs related to demolition, rebuilding, rental, purchase of new equipment, damaged vehicles, staff time attributable to the fire and other extra expenses less deductibles. The insurance adjuster estimates the total cost of the fire at \$2.5 million. The District's deductible amount is unknown at this time, but will not exceed \$250,000.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
December 31, 2010

20. ADDITIONAL GENERAL FUND EXPENDITURE DETAILS

In prior years the CAFR financial statement included expenditures details, which weren't required by GASB. The District's constituents have requested continued disclosure of those details, so they have been included in the Note to Financial Statement and follow:

General Fund Operations Division Expenditure Detail by Department

Park Operations Department	\$ 27,360,264
Interpretive/Recreation Services Department	9,304,625
Maintenance/Skilled Trades Department	<u>10,318,544</u>
Total Operations Division Expenditures	\$ <u>46,983,433</u>

District Expenditures by Type

	General Fund	Debt Service Fund	Project Fund	Non-major Governmental Funds	Total Governmental Funds
Salary/benefits	\$ 68,276,774	\$ -	\$ 5,205,231	\$ 4,710,146	\$ 78,192,151
Supplies	6,253,464	-	330,127	133,295	6,716,886
Services	10,885,905	89,626	3,586,945	10,708,188	25,270,664
Intra-district charges	4,791,035	-	6,914	115,000	4,912,949
Debt service	994,064	34,643,134	40,000	0	35,677,198
Capital outlay	789,341	-	38,001,771	29,510	38,820,622
Total Expenditures	\$ <u>91,990,583</u>	\$ <u>34,732,760</u>	\$ <u>47,170,988</u>	\$ <u>15,696,139</u>	\$ <u>189,590,470</u>

REQUIRED SUPPLEMENTARY INFORMATION

**East Bay Regional Park District
Required Supplementary Information
For the year ended December 31, 2010**

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. Capital project funds are 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, 2010**

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

GENERAL FUND

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes and assessments	\$ 88,215,036	\$ 88,215,036	\$ 91,042,456	\$ 2,827,420
Charges for services	9,142,000	9,266,100	9,248,975	(17,125)
Interest	2,750,000	2,750,000	421,365	(2,328,635)
Property usage	1,671,000	1,701,000	1,883,006	182,006
Interagency agreements and grants	425,000	425,000	347,527	(77,473)
Miscellaneous	494,000	509,000	513,750	4,750
Total revenues	<u>102,697,036</u>	<u>102,866,136</u>	<u>103,457,080</u>	<u>590,944</u>
EXPENDITURES				
Current:				
Executive/Legislative Division	4,006,043	3,852,068	2,056,177	1,795,891
Finance/Management Services Division	8,209,766	8,251,688	7,613,734	637,954
Human Resources Division	2,106,273	2,115,885	1,965,973	149,912
Land Division	2,641,981	2,646,811	2,328,698	318,113
Legal Division	1,494,748	1,688,152	1,306,555	381,597
Operations Division	49,204,062	49,056,439	46,983,433	2,073,006
Planning/Stewardship/Development Division	5,221,076	5,232,675	4,930,057	302,618
Public Affairs Division	3,097,032	3,123,438	2,931,064	192,374
Public Safety Division	20,721,951	20,894,446	20,291,486	602,960
Debt service:				
Principal	710,700	710,700	710,626	74
Interest	83,500	83,500	83,437	63
Capital outlay	449,687	740,715	789,341	(48,626)
Total expenditures	<u>97,946,819</u>	<u>98,396,517</u>	<u>91,990,583</u>	<u>6,405,934</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>4,750,217</u>	<u>4,469,619</u>	<u>11,466,497</u>	<u>6,996,878</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from sales of property	100,000	100,000	113,942	13,942
Transfers in	45,000	205,059	466,172	261,113
Transfers out	(4,865,715)	(5,436,011)	(5,436,011)	-
Total other financing sources (uses)	<u>(4,720,715)</u>	<u>(5,130,952)</u>	<u>(4,855,897)</u>	<u>275,055</u>
NET CHANGE IN FUND BALANCE	<u>\$ 29,502</u>	<u>\$ (661,333)</u>	<u>6,610,600</u>	<u>\$ 7,271,933</u>
Beginning of year			81,989,743	
End of year			<u>\$ 88,600,343</u>	

**East Bay Regional Park District
Required Supplementary Information, Continued
For the year ended December 31, 2010**

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 2010, of actuarial valuations is presented below. Actuarial studies completed in 2007, 2009 and 2010. 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. The dollar amount of the ARC which is calculated by the actuary is paid as a flat dollar amount quarterly beginning in 2011, not as a percent of bi-weekly payroll.

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
2009	\$ 25,642,000	\$ 38,544,000	\$ 12,902,000	66.5%	NA	NA
2010	\$ 27,572,000	\$ 43,525,000	\$ 15,953,000	63.3%	NA	NA

Sworn Safety Plan:

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
2007	\$ 2,333,000	\$ 3,399,000	\$ 1,066,000	68.6%	NA	NA
2009	\$ 2,100,000	\$ 3,213,000	\$ 1,113,000	65.4%	NA	NA
2010	\$ 1,969,000	\$ 4,178,000	\$ 2,209,000	47.1%	NA	NA

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 audited annual financial statements.

**East Bay Regional Park District
Required Supplementary Information, Continued
For the year ended December 31, 2010**

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

A schedule of funding progress as of the actuarial valuation date of June 30, 2007, 2008 and 2009 (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.

Miscellaneous Plan:

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
2007	\$ 89,220,370	\$ 124,593,750	\$ 35,373,380	71.6%	\$ 31,633,430	111.8%
2008	\$ 102,399,709	\$ 139,252,600	\$ 36,852,891	73.5%	\$ 34,266,829	107.5%
2009	\$ 114,010,732	\$ 163,916,317	\$ 49,905,585	69.6%	\$ 35,386,076	141.0%

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, 2008, 2009, and 2010, of actuarial valuations is presented below.

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
2008	\$ 6,572,000	\$ 40,340,000	\$ 33,768,000	16.3%	\$ 42,528,000	79.4%
2009	\$ 9,542,000	\$ 43,270,000	\$ 33,728,000	22.1%	\$ 43,910,000	76.8%
2010	\$ 13,381,000	\$ 44,654,000	\$ 31,273,000	30.0%	\$ 44,600,000	70.1%

The assets of the OPEB Trust 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 OPEB Trust does not issue audited annual financial statements.

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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 funding, used to support the 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 Costs 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, which 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.
- Eastshore State Park, which accounts for funds received from the State for the operations and maintenance of the jointly owned property.
- The public safety funds, which 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, 2010**

	Special Revenue Funds		
	Landscaping Lighting Districts	Zones of Benefit	Measure CC
ASSETS			
Cash and investments	\$ 2,609,981	\$ 534,870	\$ 3,147,263
Accounts receivable	-	-	-
Notes receivable	-	-	-
Total assets	<u>2,609,981</u>	<u>534,870</u>	<u>3,147,263</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	76,360	2,912	16,480
Accrued payroll and related liabilities	73,115	134	12,875
Due to other funds	-	-	-
Deferred revenue	123,598	1,473	37,730
Total liabilities	<u>273,073</u>	<u>4,519</u>	<u>67,085</u>
FUND BALANCES			
Reserved for:			
Encumbrances	1,714	10,344	2,963
Note receivable	-	-	-
Other	-	-	-
Total reserved	<u>1,714</u>	<u>10,344</u>	<u>2,963</u>
Unreserved, reported in:			
Special revenue funds	2,335,195	520,008	3,077,215
Permanent funds	-	-	-
Total fund balances	<u>2,336,909</u>	<u>530,351</u>	<u>3,080,178</u>
Total liabilities and fund balances	<u>\$ 2,609,981</u>	<u>\$ 534,870</u>	<u>\$ 3,147,263</u>

Special Revenue Funds

<u>Mitigation</u>	<u>Other Special Revenue</u>	<u>Measure WW Local Grant</u>	<u>Permanent Funds</u>	<u>Total Non-Major Governmental Funds</u>
\$ 4,004,282	\$ 6,954,301	\$ -	\$ 4,095,289	\$ 21,345,988
80,334	9,358	-	-	89,693
-	34,355	-	-	34,355
<u>4,084,616</u>	<u>6,998,015</u>	<u>-</u>	<u>4,095,289</u>	<u>21,470,036</u>
35,798	2,806	21	-	134,377
197	-	3,297	-	89,618
-	-	1,015,771	-	1,015,771
-	5,000	-	-	167,801
<u>35,994</u>	<u>7,806</u>	<u>1,019,090</u>	<u>-</u>	<u>1,407,568</u>
22,940	938	1,198	-	40,096
-	34,355	-	-	34,355
-	-	-	3,861,706	3,861,706
<u>22,940</u>	<u>35,294</u>	<u>1,198</u>	<u>3,861,706</u>	<u>3,936,158</u>
4,025,682	6,954,915	(1,020,287)	-	15,892,728
-	-	-	233,583	233,583
<u>4,048,622</u>	<u>6,990,209</u>	<u>(1,019,090)</u>	<u>4,095,289</u>	<u>20,062,468</u>
<u>\$ 4,084,616</u>	<u>\$ 6,998,015</u>	<u>\$ -</u>	<u>\$ 4,095,289</u>	<u>\$ 21,470,036</u>

**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, 2010**

	Special Revenue Funds		
	Landscaping Lighting Districts	Zones of Benefit	Measure CC
REVENUES			
Property taxes and assessments	\$ 4,622,240	\$ 135,292	\$ 3,163,912
Charges for services	-	-	-
Interest	36,989	8,618	32,003
Property Usage	-	-	-
Interagency agreements and grants	-	-	-
Miscellaneous	14,348	-	-
Total revenues	<u>4,673,576</u>	<u>143,910</u>	<u>3,195,915</u>
EXPENDITURES			
Current:			
Finance and Management Services Division	30,000	-	110,500
Land Division	88,295	732	-
Legal Division	-	-	-
Operations Division	4,003,354	66,471	412,097
Planning/Stewardship and Develop Division	-	-	46,205
Public Safety Division	-	-	271,185
Capital outlay	29,510	-	-
Total expenditures	<u>4,151,159</u>	<u>67,203</u>	<u>839,987</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>522,417</u>	<u>76,707</u>	<u>2,355,929</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	21,329
Transfers out	(255,244)	-	(896,263)
Total other financing sources (uses)	<u>(255,244)</u>	<u>-</u>	<u>(874,934)</u>
NET CHANGE IN FUND BALANCES	267,173	76,707	1,480,995
FUND BALANCES			
Beginning of year	2,069,736	453,644	1,599,183
End of year	<u>\$ 2,336,909</u>	<u>\$ 530,351</u>	<u>\$ 3,080,178</u>

Special Revenue Funds				
Mitigation	Other Special Revenue	Measure WW Local Grant	Permanent Funds	Total Non-Major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 7,921,444
-	63,574	-	-	63,574
70,966	123,389	-	57,711	329,677
92,754	11,437	-	-	104,191
-	19,413	-	-	19,413
-	23,722	-	1,000,000	1,038,070
<u>163,720</u>	<u>241,535</u>	<u>-</u>	<u>1,057,711</u>	<u>9,476,368</u>
-	-	10,400,963	-	10,541,463
39,605	29,446	-	80	158,158
65,571	-	-	-	65,571
-	43,806	-	-	4,525,728
58,320	-	-	-	104,525
-	-	-	-	271,185
-	-	-	-	29,510
<u>163,495</u>	<u>73,253</u>	<u>10,400,963</u>	<u>80</u>	<u>15,696,139</u>
<u>225</u>	<u>168,282</u>	<u>(10,400,963)</u>	<u>1,057,631</u>	<u>(6,219,771)</u>
10,500	-	9,755,394	-	9,787,223
(125,000)	(40,000)	-	(15,000)	(1,331,507)
<u>(114,500)</u>	<u>(40,000)</u>	<u>9,755,394</u>	<u>(15,000)</u>	<u>8,455,716</u>
(114,275)	128,282	(645,569)	1,042,631	2,235,945
4,162,897	6,861,927	(373,521)	3,052,657	17,826,523
<u>\$ 4,048,622</u>	<u>\$ 6,990,209</u>	<u>\$ (1,019,090)</u>	<u>\$ 4,095,289</u>	<u>\$ 20,062,468</u>

**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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes and assessments	\$ 31,595,300	\$ 31,595,300	\$ 28,038,818	\$ (3,556,482)
Interest	56,400	56,400	113,660	57,260
Total revenues	<u>31,651,700</u>	<u>31,651,700</u>	<u>28,152,478</u>	<u>(3,499,222)</u>
EXPENDITURES				
Current:				
Finance and Management Services Division	23,500	23,500	89,626	(66,126)
Debt service:				
Principal	27,715,000	27,715,000	27,715,000	-
Interest expense	6,928,134	6,928,134	6,928,134	-
Total expenditures	<u>34,666,634</u>	<u>34,666,634</u>	<u>34,732,760</u>	<u>(66,126)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(3,014,934)</u>	<u>(3,014,934)</u>	<u>(6,580,282)</u>	<u>(3,565,348)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	1,167,200	1,167,200	1,167,200	-
Total other financing sources (uses)	<u>1,167,200</u>	<u>1,167,200</u>	<u>1,167,200</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,847,734)</u>	<u>\$ (1,847,734)</u>	(5,413,082)	<u>\$ (3,565,348)</u>
Beginning of year			<u>26,338,456</u>	
End of year			<u>\$ 20,925,374</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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Charges for services	\$ -	\$ -	\$ 20,806	\$ 20,806
Interest	1,300,000	1,300,000	883,723	(416,277)
Property usage		-	2,350	2,350
Inter-agency agreements and grants	291,891	16,154,553	21,011,034	4,856,481
Miscellaneous		137,400	2,395,586	2,258,186
Total revenues	<u>1,591,891</u>	<u>17,591,953</u>	<u>24,313,499</u>	<u>6,721,546</u>
EXPENDITURES				
Current:				
Finance/Management Services Division	-	3,186,380	1,312,469	1,873,911
Land Divison	416,696	1,088,233	421,958	666,275
Operations Division	787,400	1,281,268	1,745,177	(463,909)
Planning/Stewardship/Development Division	4,143,272	5,360,101	3,346,563	2,013,538
Public Affairs Division	-	-	3,932	(3,932)
Public Safety Division	381,626	860,545	504,345	356,200
Capital outlay	35,526,410	54,645,323	39,836,543	14,808,780
Total expenditures	<u>41,255,404</u>	<u>66,421,850</u>	<u>47,170,988</u>	<u>19,250,862</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(39,663,513)</u>	<u>(48,829,897)</u>	<u>(22,857,489)</u>	<u>25,972,408</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	38,775,859	40,996,600	25,320,609	(15,675,991)
Transfers out	(43,056,081)	(43,821,612)	(29,682,603)	14,139,009
Total other financing sources (uses)	<u>(4,280,222)</u>	<u>(2,825,012)</u>	<u>(4,361,994)</u>	<u>(1,536,982)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (43,943,735)</u>	<u>\$ (51,654,909)</u>	<u>(27,219,483)</u>	<u>\$ 24,435,426</u>
Beginning of year			139,850,174	
End of year			<u>\$ 112,630,691</u>	

**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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes and assessments	\$ 4,349,000	\$ 4,349,000	\$4,622,240	\$ 273,240
Interest	10,000	10,000	36,989	26,989
Miscellaneous	-	-	14,348	14,348
Total revenues	<u>4,359,000</u>	<u>4,359,000</u>	<u>4,673,576</u>	<u>314,576</u>
EXPENDITURES				
Current:				
Finance and Management Services Division	32,000	32,000	30,000	2,000
Land Divison	90,175	90,175	88,295	1,880
Operations Division	4,285,802	4,324,729	4,003,354	321,375
Capital outlay	-	29,510	29,510	0
Total expenditures	<u>4,407,977</u>	<u>4,476,414</u>	<u>4,151,159</u>	<u>325,255</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(48,977)</u>	<u>(117,414)</u>	<u>522,417</u>	<u>639,831</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(255,244)	(255,244)	-
Total other financing sources (uses)	<u>-</u>	<u>(255,244)</u>	<u>(255,244)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (48,977)</u>	<u>\$ (372,658)</u>	<u>267,173</u>	<u>\$ 639,831</u>
Beginning of year			<u>2,069,736</u>	
End of year			<u>\$2,336,909</u>	

**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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes and assessments	\$ 138,700	\$ 138,700	\$ 135,292	\$ (3,408)
Interest	3,500	3,500	8,618	5,118
Total revenues	<u>142,200</u>	<u>142,200</u>	<u>143,910</u>	<u>1,710</u>
EXPENDITURES				
Current:				
Land Division	1,254	1,254	732	522
Operations Division	96,844	96,844	66,471	30,373
Capital outlay	77,280	77,280	-	77,280
Total expenditures	<u>175,378</u>	<u>96,844</u>	<u>67,203</u>	<u>30,373</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(33,178)</u>	<u>45,356</u>	<u>76,707</u>	<u>31,351</u>
NET CHANGE IN FUND BALANCE	<u>\$ (33,178)</u>	<u>\$ 45,356</u>	<u>76,707</u>	<u>\$ 31,351</u>
Beginning of year			<u>453,644</u>	
End of year			<u>\$530,351</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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Property taxes and assessments	\$ 2,915,000	\$ 2,915,000	\$ 3,163,912	\$ 248,912
Interest	25,000	25,000	32,003	7,003
Total revenues	<u>2,940,000</u>	<u>2,940,000</u>	<u>3,195,915</u>	<u>255,915</u>
EXPENDITURES				
Current:				
Finance and Management Services Division	112,000	112,000	110,500	1,500
Operations Division	507,132	523,632	412,097	111,536
Planning/Stewardship/Develop Division	64,233	64,233	46,205	18,028
Public Safety Division	295,754	295,754	271,185	24,569
Total expenditures	<u>979,119</u>	<u>995,619</u>	<u>839,987</u>	<u>155,632</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>1,960,881</u>	<u>1,944,381</u>	<u>2,355,929</u>	<u>411,548</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	-	21,329	21,329	-
Transfers out	(896,263)	(896,263)	(896,263)	-
Total other financing sources (uses)	<u>(896,263)</u>	<u>(874,934)</u>	<u>(874,934)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 1,064,618</u>	<u>\$ 1,069,447</u>	1,480,995	<u>\$ 411,548</u>
Beginning of year			<u>1,599,183</u>	
End of year			<u>\$ 3,080,178</u>	

**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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Interest	\$ 130,000	\$ 130,000	\$ 70,966	\$ (59,034)
Property usage	60,000	60,000	92,754	32,754
Total revenues	<u>190,000</u>	<u>190,000</u>	<u>163,720</u>	<u>(26,280)</u>
EXPENDITURES				
Current:				
Land Division	118,694	118,694	39,605	79,089
Legal Division	25,000	25,000	65,571	(40,571)
Planning/Stewardship and Develop Division	-	58,320	58,320	-
Total expenditures	<u>143,694</u>	<u>202,014</u>	<u>163,495</u>	<u>38,519</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>46,306</u>	<u>(12,014)</u>	<u>225</u>	<u>12,239</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	-	10,500	10,500	-
Transfers out	(130,000)	(125,000)	(125,000)	-
Total other financing sources (uses)	<u>(130,000)</u>	<u>(114,500)</u>	<u>(114,500)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (83,694)</u>	<u>\$ (126,514)</u>	<u>(114,275)</u>	<u>\$ 12,239</u>
Beginning of year			<u>4,162,897</u>	
End of year			<u>\$ 4,048,622</u>	

**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, 2010**

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Charges for services	\$ 80,000	\$ 80,000	\$ 63,574	\$ (16,426)
Interest	156,000	156,000	123,389	(32,611)
Property Usage	-	-	11,437	11,437
Interagency agreements and grants	-	-	19,413	19,413
Miscellaneous	10,000	10,000	23,722	13,722
Total revenues	<u>246,000</u>	<u>246,000</u>	<u>241,535</u>	<u>(4,465)</u>
EXPENDITURES				
Current:				
Land Division	55,264	55,264	29,446	25,818
Operations Division	58,395	60,395	43,806	16,589
Total expenditures	<u>113,659</u>	<u>115,659</u>	<u>73,253</u>	<u>42,406</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>132,341</u>	<u>130,341</u>	<u>168,282</u>	<u>37,941</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(40,000)	(40,000)	(40,000)	-
Total other financing sources (uses)	<u>(40,000)</u>	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 92,341</u>	<u>\$ 90,341</u>	128,282	<u>\$ 37,941</u>
Beginning of year			6,861,927	
End of year			<u>\$6,990,209</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, 2010**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance from Final Budget Favorable (Unfavorable)</u>
EXPENDITURES				
Current:				
Finance and Management Services Division	\$ 9,000,000	\$ 13,002,601	\$ 10,400,963	\$ 2,601,638
Total expenditures	<u>9,000,000</u>	<u>13,002,601</u>	<u>10,400,963</u>	<u>2,601,638</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(9,000,000)</u>	<u>(13,002,601)</u>	<u>(10,400,963)</u>	<u>(2,601,638)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>9,000,000</u>	<u>22,000,000</u>	<u>9,755,394</u>	<u>(12,244,606)</u>
Total other financing sources (uses)	<u>9,000,000</u>	<u>22,000,000</u>	<u>9,755,394</u>	<u>(12,244,606)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 8,997,399</u>	(645,569)	<u>\$ (9,642,968)</u>
Beginning of year			<u>(373,521)</u>	
End of year			<u>\$ (1,019,090)</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, 2010

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Favorable (Unfavorable)
REVENUES				
Interest	\$ -	\$ -	\$ 57,711	\$ 57,711
Miscellaneous	-	1,000,000	1,000,000	-
Total revenues	<u>-</u>	<u>1,000,000</u>	<u>1,057,711</u>	<u>-</u>
EXPENDITURES				
Current:				
Land Division	-	-	80	(80)
Total expenditures	<u>-</u>	<u>-</u>	<u>80</u>	<u>(80)</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>1,000,000</u>	<u>1,057,631</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	-	(15,000)	(15,000)	-
Total other financing sources (uses)	<u>-</u>	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ 985,000</u>	1,042,631	<u>\$ 57,631</u>
Beginning of year			-	
End of year			<u>\$ 1,042,631</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.

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

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.

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, and benefit administration fees.

**East Bay Regional Park District
Combining Statement of Net Assets
Internal Service Funds
December 31, 2010**

	Workers' Compensation	General Liability	Major Equipment Replacement
ASSETS			
Cash and investments	\$ 9,609,013	\$ 2,845,700	\$ 10,157,948
Accounts receivable	93,230	15,595	
Prepaid items and deposits	268,856	243,908	
Total assets	<u>9,971,099</u>	<u>3,105,203</u>	<u>10,157,948</u>
LIABILITIES			
Current liabilities:			
Accounts payable	51,785	283,746	9,065
Accrued payroll and related liabilities	12,797	5,931	-
Accrued claims - due within one year	1,732,222	649,484	-
Compensated absences - due within one year	-	3,729	-
Total current liabilities	<u>1,796,804</u>	<u>942,890</u>	<u>9,065</u>
Non-current liabilities:			
Accrued claims - due in more than one year	7,411,022	1,220,765	-
Compensated absences - due in more than one year	-	51,051	-
Total non-current liabilities	<u>7,411,022</u>	<u>1,271,816</u>	<u>-</u>
Total liabilities	<u>9,207,826</u>	<u>2,214,706</u>	<u>9,065</u>
NET ASSETS			
Unrestricted	763,273	890,497	10,148,883
Total net assets	<u>\$ 763,273</u>	<u>\$ 890,497</u>	<u>\$ 10,148,883</u>

Employee Benefits	Total
\$ 1,379,581	\$ 23,992,241
79,162	187,988
73,000	585,763
<u>1,531,743</u>	<u>24,765,992</u>
-	344,596
355,368	374,096
92,100	2,473,806
-	3,729
<u>447,468</u>	<u>3,196,226</u>
-	8,631,787
-	51,051
-	8,682,838
<u>447,468</u>	<u>11,879,064</u>
1,084,275	12,886,928
<u>\$ 1,084,275</u>	<u>\$ 12,886,928</u>

**East Bay Regional Park District
Combining Statement of Revenue, Expenses and Changes in Net Assets
Internal Service Funds
For the year ended December 31, 2010**

	Workers' Compensation	General Liability	Major Equipment Replacement
OPERATING REVENUES			
Charges for services	\$ 2,569,388	\$ 1,444,500	\$ 906,535
Other revenue	125,178	1,196,462	-
Total operating revenues	<u>2,694,565</u>	<u>2,640,962</u>	<u>906,535</u>
OPERATING EXPENSES			
Cost of services	257,590	675,344	
Claims	2,351,105	2,398,001	-
General and Administrative	702,270	437,095	-
Total operating expenses	<u>3,310,965</u>	<u>3,510,439</u>	<u>-</u>
OPERATING INCOME (LOSS)	<u>(616,400)</u>	<u>(869,477)</u>	<u>906,535</u>
NONOPERATING REVENUES (EXPENSES)			
Interest income	170,333	49,357	171,256
Income (loss) before transfers	<u>(446,066)</u>	<u>(820,120)</u>	<u>1,077,791</u>
TRANSFERS AND CAPITAL CONTRIBUTIONS			
Transfers in	-	-	-
Transfers out	-	(29,970)	(261,113)
Total transfers and capital contributions	<u>-</u>	<u>(29,970)</u>	<u>(261,113)</u>
CHANGE IN NET ASSETS	<u>(446,066)</u>	<u>(850,090)</u>	<u>816,678</u>
NET ASSETS			
Beginning of year	1,209,340	1,740,587	9,332,205
End of year	<u>\$ 763,273</u>	<u>\$ 890,497</u>	<u>\$ 10,148,883</u>

Employee Benefits	Total
\$ 3,505,283	\$ 8,425,705
-	1,321,640
<u>3,505,283</u>	<u>9,747,345</u>
2,437,727	3,370,661
-	4,749,106
-	1,139,364
<u>2,437,727</u>	<u>9,259,131</u>
<u>1,067,556</u>	<u>488,214</u>
16,719	407,664
<u>1,084,274</u>	<u>895,878</u>
-	-
-	<u>(291,083)</u>
-	<u>(291,083)</u>
<u>1,084,274</u>	<u>604,796</u>
-	12,282,132
<u>\$ 1,084,274</u>	<u>\$ 12,886,928</u>

**East Bay Regional Park District
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2010**

	Workers' Compensation	General Liability
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers/other	\$ 2,733,098	\$ 2,630,256
Payments to suppliers	(520,970)	(561,607)
Payments to employees	(528,914)	(274,377)
Claims paid	(1,875,980)	(1,584,911)
Net cash provided/(used) by operating activities	<u>(192,766)</u>	<u>209,361</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers out	-	(29,970)
Net cash provided/(used) for noncapital financing activities	<u>-</u>	<u>(29,970)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest	170,333	49,357
Net cash provided/(used) by investing activities	<u>170,333</u>	<u>49,357</u>
Net increase/(decrease) in cash and cash equivalents	<u>(22,433)</u>	<u>228,748</u>
CASH AND CASH EQUIVALENTS		
Beginning of year	9,631,446	2,616,952
End of year	<u>\$ 9,609,013</u>	<u>\$ 2,845,700</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income (loss)	\$ (616,400)	\$ (869,477)
Adjustments to reconcile operating income (loss) to cash flows from operating activities:		
Changes in assets and liabilities:		
Accounts receivable	38,533	(10,706)
Prepaid items and deposits	(129,775)	3,916
Accounts payable	51,785	211,827
Accrued payroll and related liabilities	(12,034)	60,711
Accrued claims	475,125	813,090
Net cash provided/(used) by operating activities	<u>\$ (192,766)</u>	<u>\$ 209,361</u>

Major Equipment Replacement	Employee Benefits	Total
\$ 906,535	\$ 3,426,121	\$ 9,696,010
9,065	(81,320)	(1,154,832)
-	(2,074,039)	(2,877,330)
-	92,100	(3,368,791)
<u>915,600</u>	<u>1,362,862</u>	<u>2,295,057</u>
<u>(261,113)</u>	<u>-</u>	<u>(291,083)</u>
<u>(261,113)</u>	<u>-</u>	<u>(291,083)</u>
<u>171,256</u>	<u>16,719</u>	<u>407,664</u>
<u>171,256</u>	<u>16,719</u>	<u>407,664</u>
<u>825,743</u>	<u>1,379,581</u>	<u>2,411,639</u>
<u>9,332,205</u>	<u>-</u>	<u>21,580,603</u>
<u>\$ 10,157,948</u>	<u>\$ 1,379,581</u>	<u>\$ 23,992,241</u>
\$ 906,535	\$ 1,067,556	\$ 488,214
-	(79,162)	(51,335)
-	(73,000)	(198,859)
9,065	234,001	506,678
-	121,367	170,044
-	92,100	1,380,315
<u>\$ 915,600</u>	<u>\$ 1,362,862</u>	<u>\$ 2,295,057</u>

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FIDUCIARY FUNDS

Pension Type Trust Funds:

OPEB Trust Fund - This fund accounts for the assets, receipts and disbursements related to the District's other post-employment benefit sole employer trust fund.

East Bay Regional Park District Retirement Plans - This fund accounts for the assets, receipts and disbursements related to the District's sole employer defined benefit pension plan trust fund.

**East Bay Regional Park District
Combining Balance Sheet
Fiduciary Funds – Pension Type Trust Funds
December 31, 2010**

	OPEB Trust Fund	EBRPD Retirement Plans	Total Pension- Type Trusts
ASSETS			
Investment in retirement accounts:			
Cash	\$ 407,985	\$ -	\$ 407,985
Domestic equity funds	8,315,206	13,471,677	21,786,883
Fixed income funds	7,815,745	14,964,761	22,780,506
International equity funds	1,756,347	1,475,821	3,232,168
Subtotal	<u>18,295,284</u>	<u>29,912,259</u>	<u>48,207,543</u>
Accounts Receivable	-	709	709
Total assets	<u>18,295,284</u>	<u>29,912,968</u>	<u>48,208,252</u>
LIABILITIES			
Accrued Liability	<u>403,430</u>	<u>4,300</u>	<u>407,730</u>
NET ASSETS			
Held in trust	<u>\$ 17,891,854</u>	<u>\$ 29,908,668</u>	<u>\$ 47,800,522</u>

East Bay Regional Park District
Combining Statement of Revenue, Expenses and Changes in Fund Balance
Fiduciary Funds – Pension Type Trust Funds
For the year ended December 31, 2010

	OPEB Trust Fund	EBRPD Retirement Plans	Total Pension-Type Trusts
ADDITIONS:			
Investment income	\$ 1,944,776	\$ 3,376,972	\$ 5,321,748
Contributions from employer	4,000,902	1,858,680	5,859,582
Total additions	<u>5,945,678</u>	<u>5,235,652</u>	<u>11,181,330</u>
 DEDUCTIONS:			
Payment to retirees	1,244,423	3,017,790	4,262,213
Administration costs	85,862	78,755	164,617
Total deductions	<u>1,330,286</u>	<u>3,096,545</u>	<u>4,426,831</u>
 CHANGES IN NET ASSETS	 4,615,393	 2,139,107	 6,754,499
 NET ASSETS:			
Beginning of year	<u>13,276,461</u>	<u>27,769,561</u>	<u>41,046,023</u>
End of year	<u>\$ 17,891,854</u>	<u>\$ 29,908,668</u>	<u>\$ 47,800,522</u>

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STATISTICAL SECTION

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**East Bay Regional Park District
Statistical Section
December 31, 2010**

This part of the East Bay Regional Park District Comprehensive Annual Financial Report provides information that improves understandability of financial statements, not 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.

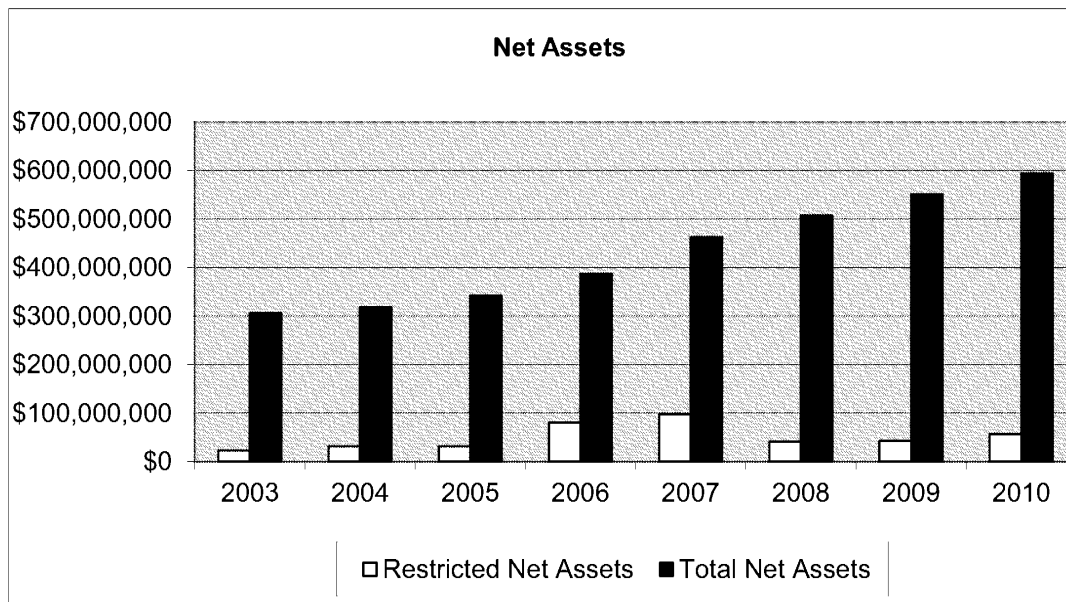
Sources: Unless otherwise noted , the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

**East Bay Regional Park District
Net Assets
Last Eight Fiscal Years**

	Fiscal Year		
	2003	2004	2005
Governmental Activities/Primary Government			
Invested in capital assets, net of related debt	\$ 243,917,699	\$ 243,364,372	\$ 260,401,572
Restricted for:			
Capital projects	5,155,349	15,696,137	12,880,788
Debt service	11,007,374	8,574,562	9,387,412
Special projects	6,687,233	7,437,575	9,758,963
Total restricted net assets	<u>22,849,956</u>	<u>31,708,274</u>	<u>32,027,163</u>
Unrestricted	38,743,327	42,580,488	49,334,475
Total governmental activities/primary government net assets	<u>\$ 305,510,982</u>	<u>\$ 317,653,154</u>	<u>\$ 341,763,210</u>

Source: East Bay Regional Park District.
The District implemented GASB 34 in 2003.
Data is presented beginning in that year.
Amounts are reported on accrual basis of accounting

Fiscal Year				
2006	2007	2008	2009	2010
\$ 241,985,865	\$ 295,619,074	\$ 350,404,884	\$ 384,801,194	\$ 420,410,465
55,801,616	66,038,450	9,731,399	8,948,410	18,522,764
12,480,224	16,558,074	20,116,946	26,338,455	20,925,374
11,389,797	14,771,806	11,561,039	7,203,058	14,109,436
79,671,637	97,368,330	41,409,384	42,489,923	53,557,574
65,213,569	69,708,084	115,320,521	127,527,580	119,897,765
\$ 386,871,071	\$ 462,695,488	\$ 507,134,789	\$ 554,818,697	\$ 593,865,804



East Bay Regional Park District
Changes in Net Assets
Last Eight Fiscal Years

	Fiscal Year		
	2003	2004	2005
Governmental Activities			
Expenses			
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
Total governmental activities/primary government	85,339,290	88,787,338	92,041,889
Program Revenues			
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
Total governmental activities/primary government	23,632,968	20,369,934	25,131,691
Total governmental/primary government net (expense)	(61,706,322)	(68,417,404)	(66,910,198)
General Revenues and Other Changes in Net Assets			
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
Total general/primary government revenues	86,129,343	85,984,733	89,836,841
Change in net assets	\$ 24,423,021	\$ 17,567,329	\$ 22,926,643

Source: East Bay Regional Park District.
The District implemented GASB 34 in 2003.
Data is presented beginning in that year.
Amounts are reported on accrual basis of accounting

		Fiscal Year							
		2006	2007	2008	2009	2010			
\$	2,264,328	\$	1,777,502	\$	4,057,850	\$	2,457,139	\$	1,988,340
	6,313,639		8,767,117		8,785,967		13,186,667		20,036,518
	1,510,867		1,812,495		1,980,395		1,851,719		2,006,161
	2,163,581		7,913,281		2,936,767		2,291,803		3,697,404
	1,271,127		1,399,926		1,305,775		1,572,650		1,362,031
	51,068,211		42,698,820		60,732,645		59,669,927		59,848,798
	7,411,272		17,793,485		9,416,208		6,457,765		10,549,048
	1,393,443		2,671,478		3,072,368		2,961,039		2,983,987
	16,337,813		19,501,807		21,925,522		21,156,662		21,280,310
	7,383,969		8,184,436		7,567,362		5,744,689		6,220,090
	<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>
	4,260		1,100		(9,010)		700		150
	18,003		53,758		135,533		1,109,368		409,628
	-		-		(9,735)		2,446		-
	-		151,971		5,697		964,449		392,073
	-		-		41,048		387,650		419,809
	14,686,868		16,438,637		18,711,809		15,979,011		16,381,249
	51,057		548,139		423,208		(1,584,705)		527,773
	-		2,535		(6,497)		2,206		1,979
	1,587,376		2,131,624		3,167,222		2,362,737		1,430,186
	1,878,905		2,628,615		592,744		514,242		1,229,280
	<u>13,395,411</u>		<u>15,391,454</u>		<u>12,621,636</u>		<u>17,838,236</u>		<u>27,365,637</u>
	<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>(65,496,370)</u>		<u>(75,172,514)</u>		<u>(86,107,204)</u>		<u>(79,773,720)</u>		<u>(81,814,923)</u>
	103,782,653		115,028,552		126,141,955		95,015,571		91,042,456
	-		-		-		30,084,466		28,038,818
	4,982,031		8,912,779		7,597,702		2,357,591		829,029
	-		-		-		-		951,730
	1,839,547		696,053		-		-		-
	<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>45,107,861</u>	\$	<u>49,464,870</u>	\$	<u>47,632,453</u>	\$	<u>47,683,908</u>	\$	<u>39,047,110</u>

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

<u>Fiscal Year</u>	<u>Property Taxes and Assessments</u>
2003	\$ 82,528,230
2004	\$ 83,215,144
2005	\$ 86,897,879
2006	\$ 103,782,653
2007	\$ 115,028,552
2008	\$ 126,141,955
2009	\$ 125,100,039
2010	\$ 119,081,274

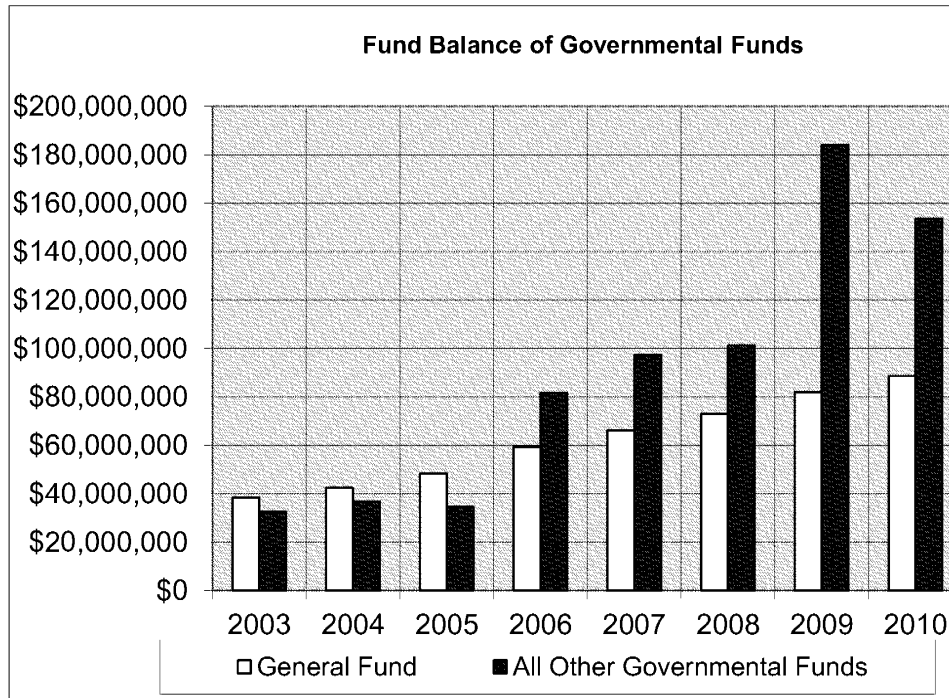
Source: East Bay Regional Park District.
The District implemented GASB 34 in 2003.
Data is presented beginning in that year.
Amounts are reported on accrual basis of accounting

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

	Fiscal Year		
	2003	2004	2005
General Fund			
Reserved	\$ 1,520,363	\$ 1,377,692	\$ 1,432,379
Unreserved, designated in	6,296,297	41,059,101	46,763,083
Unreserved, reported in	30,616,038	-	-
Total General Fund	<u>38,432,698</u>	<u>42,436,793</u>	<u>48,195,462</u>
Other Governmental Funds			
Reserved	16,392,962	13,681,418	17,755,245
Unreserved, designated in:			
Special revenue funds	6,567,598	6,388,091	8,577,801
Project funds	9,773,245	13,413,555	6,917,433
Debt service funds	7,195	-	-
Unreserved reported in:			
Special revenue funds	(117,799)	797	1,129
Project funds	-	3,145,723	1,219,005
Permanent funds	-	-	-
Total other governmental funds	<u>32,623,201</u>	<u>36,629,584</u>	<u>34,470,613</u>
Total governmental funds	<u>\$ 71,055,899</u>	<u>\$ 79,066,377</u>	<u>\$ 82,666,075</u>

Source: East Bay Regional Park District.
The District implemented GASB 34 in 2003.
Data is presented beginning in that year.
Amounts are reported on accrual basis of accounting

Fiscal Year				
2006	2007	2008	2009	2010
\$ 1,676,437	\$ 1,787,517	\$ 2,399,652	\$ 10,325,522	\$ 8,912,139
57,663,178	64,366,025	14,058,921	22,197,891	48,915,671
-	-	56,494,885	49,466,329	30,772,533
<u>59,339,615</u>	<u>66,153,542</u>	<u>72,953,458</u>	<u>81,989,742</u>	<u>88,600,343</u>
31,803,131	30,001,555	24,952,651	41,872,957	36,561,520
9,574,267	14,562,231	-	-	-
40,218,433	52,657,852	6,280,851	6,266,942	6,246,125
-	-	-	-	-
2,979	-	18,139,662	17,815,242	15,892,728
-	-	51,896,150	118,060,011	94,684,577
-	-	-	-	233,583
<u>81,598,810</u>	<u>97,221,638</u>	<u>101,269,314</u>	<u>184,015,152</u>	<u>153,618,533</u>
<u>\$ 140,938,425</u>	<u>\$ 163,375,180</u>	<u>\$ 174,222,772</u>	<u>\$ 266,004,894</u>	<u>\$ 242,218,876</u>



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

	Fiscal Year		
	2003	2004	2005
REVENUES:			
Property taxes and assessments	\$ 86,711,731	\$ 87,582,145	\$ 92,839,802
Charges for services	7,337,823	7,740,124	7,954,035
Interest	1,099,191	831,531	1,735,308
Property usage	995,676	1,258,474	1,406,639
Interagency agreements and grants	8,387,932	5,440,153	6,649,019
Aid from private parties	548,724	2,086,273	2,363,552
Mitigation	212,907	381,510	968,228
Miscellaneous	972,740	907,173	835,242
Total revenues	<u>106,266,724</u>	<u>106,227,383</u>	<u>114,751,825</u>
EXPENDITURES:			
Current:			
Executive and Legislative Division:	1,752,079	2,149,163	1,875,978
Finance and Management Services Division	4,641,336	5,219,379	5,345,754
Human Resources Division	1,334,498	1,305,834	1,461,058
Land Division	1,948,370	1,682,155	1,809,076
Legal Division	1,724,434	2,050,575	1,324,079
Operations Division	39,718,609	41,752,824	45,660,187
Planning/Stewardship and Develop Division:	5,631,396	4,450,741	5,736,876
Public Affairs Division	1,873,265	1,860,771	2,020,295
Public Safety Division	11,870,427	13,898,245	15,383,808
Debt Service:			
Principal	7,509,707	7,904,764	9,459,811
Interest	7,885,033	7,532,186	7,196,053
Cost of issuance	-	-	-
Capital Outlay	26,165,211	12,573,011	13,331,651
Total expenditures	<u>112,054,365</u>	<u>102,379,648</u>	<u>110,604,626</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(5,787,641)</u>	<u>3,847,735</u>	<u>4,147,199</u>
OTHER FINANCING SOURCES (USES):			
Proceeds from sales of property	46,522	130,532	91,235
Proceeds from issuance of debt	-	-	-
Premium on issuance of debt	-	-	-
Payment to escrow agent	-	-	-
Grants to other agencies	-	-	-
Transfers in	18,623,301	8,993,730	7,702,651
Transfers out	(22,193,709)	(10,266,043)	(8,341,387)
Total Other Financing Sources (Uses)	<u>(3,523,886)</u>	<u>(1,141,781)</u>	<u>(547,501)</u>
Net Change in Fund Balances	<u>(9,311,527)</u>	<u>2,705,954</u>	<u>3,599,698</u>
FUND BALANCES:			
Beginning of year	78,360,543	71,055,899	79,066,376
Prior period adjustments and reclassifications	2,006,883	5,304,523	-
End of year	<u>\$ 71,055,899</u>	<u>\$ 79,066,376</u>	<u>\$ - \$ 82,666,074</u>
Debt service as a percentage of noncapital expenditures	<u>17.9% ^</u>	<u>17.3% ^</u>	<u>17.2%</u>

^ Revised

Source: East Bay Regional Park District.

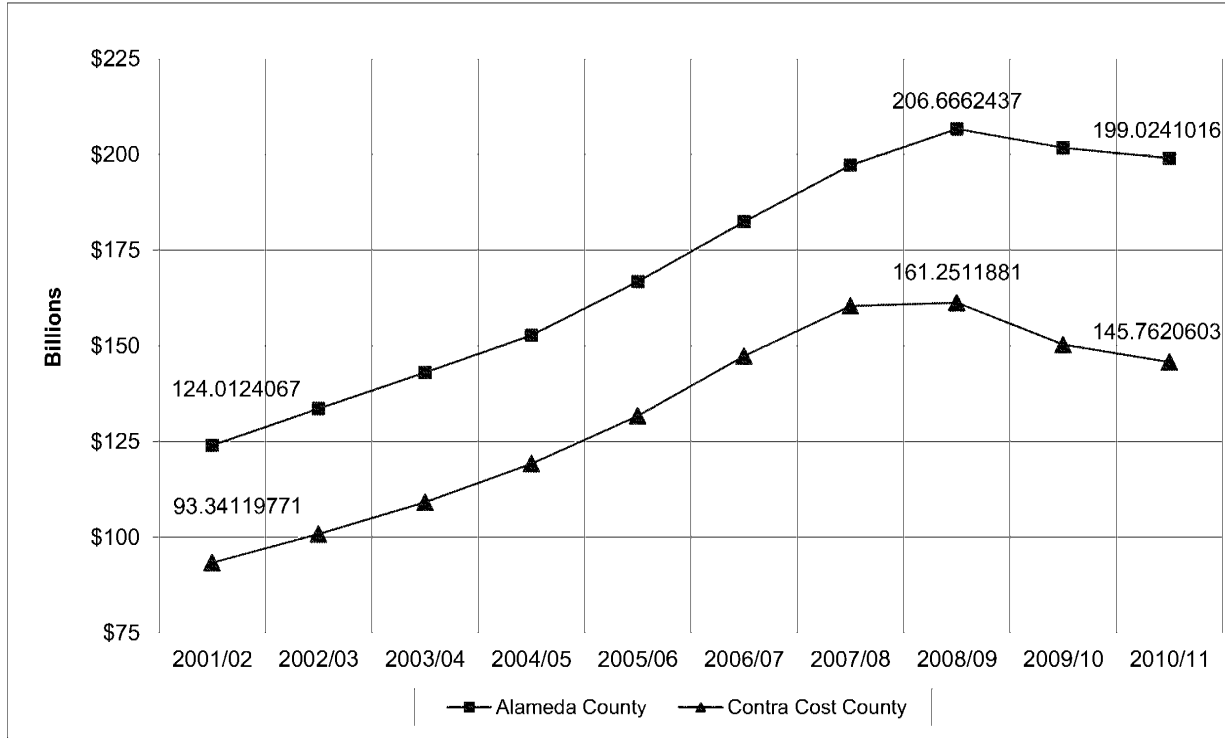
The District implemented GASB 34 in 2003.

Data is presented beginning in that year.

Amounts are reported on accrual basis of accounting

Fiscal Year				
2006	2007	2008	2009	2010
\$ 111,269,118	\$ 122,971,647	\$ 133,883,576	\$ 133,010,666	\$ 127,002,718
8,454,900	9,398,530	10,179,602	10,159,681	9,333,354
4,652,472	8,912,779	7,597,702	2,821,942	1,748,425
1,467,508	1,703,143	1,662,362	1,774,871	1,989,547
10,651,396	15,066,253	6,799,224	15,120,375	21,377,974
2,855,448	1,416,821	1,068,832	418,001	-
1,340,149	1,536,995	-	-	-
1,205,752	1,100,075	3,947,406	3,194,642	3,947,406
<u>141,896,743</u>	<u>162,106,243</u>	<u>165,138,704</u>	<u>166,500,178</u>	<u>165,399,425</u>
2,235,343	2,100,469	4,055,201	2,183,147	2,056,177
6,905,663	8,059,434	8,389,868	13,443,720	19,557,292
1,490,143	1,775,255	1,980,395	1,884,094	1,965,973
2,125,201	2,565,223	2,931,756	2,642,425	2,908,814
1,257,036	1,357,269	1,304,203	1,457,191	1,372,125
45,532,895	53,360,271	53,448,259	54,983,632	53,254,338
7,282,794	8,177,060	9,315,195	6,522,752	8,381,146
2,374,350	2,615,998	3,060,236	3,155,034	2,934,996
15,545,992	19,418,439	21,111,836	20,783,140	21,067,016
8,460,000	16,820,000	19,784,930	26,674,809	28,425,626
6,110,199	8,825,223	8,918,037	6,271,625	7,011,571
1,495,402	-	576,871	737,549	-
18,114,454	18,247,883	21,408,509	20,905,972	40,655,395
<u>118,929,472</u>	<u>143,322,524</u>	<u>156,285,296</u>	<u>161,645,090</u>	<u>189,590,470</u>
<u>22,967,271</u>	<u>18,783,719</u>	<u>8,853,408</u>	<u>4,855,088</u>	<u>(24,191,045)</u>
102,180	163,456	165,342	150,486	113,942
63,600,000	3,558,000	75,600,000	100,000,000	-
1,430,420	-	4,753,767	8,264,229	-
(26,170,000)	-	(78,481,146)	(20,571,727)	-
-	(320,000)	-	-	-
49,921,003	17,820,473	24,974,503	17,558,121	36,741,204
(53,578,524)	(17,568,893)	(25,881,969)	(18,474,073)	(36,450,121)
<u>35,305,079</u>	<u>3,653,036</u>	<u>1,130,497</u>	<u>86,927,036</u>	<u>405,025</u>
<u>58,272,350</u>	<u>22,436,755</u>	<u>9,983,905</u>	<u>91,782,124</u>	<u>(23,786,020)</u>
82,666,074	140,938,424	163,375,180	174,222,772	266,004,896
-	-	2,912,904	-	-
<u>\$ 140,938,424</u>	<u>\$ 163,375,179</u>	<u>\$ 176,271,989</u>	<u>\$ 266,004,896</u>	<u>\$ 242,218,876</u>
<u>14.5% ^</u>	<u>20.5% ^</u>	<u>21.3% ^</u>	<u>23.4% ^</u>	<u>23.8%</u>

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

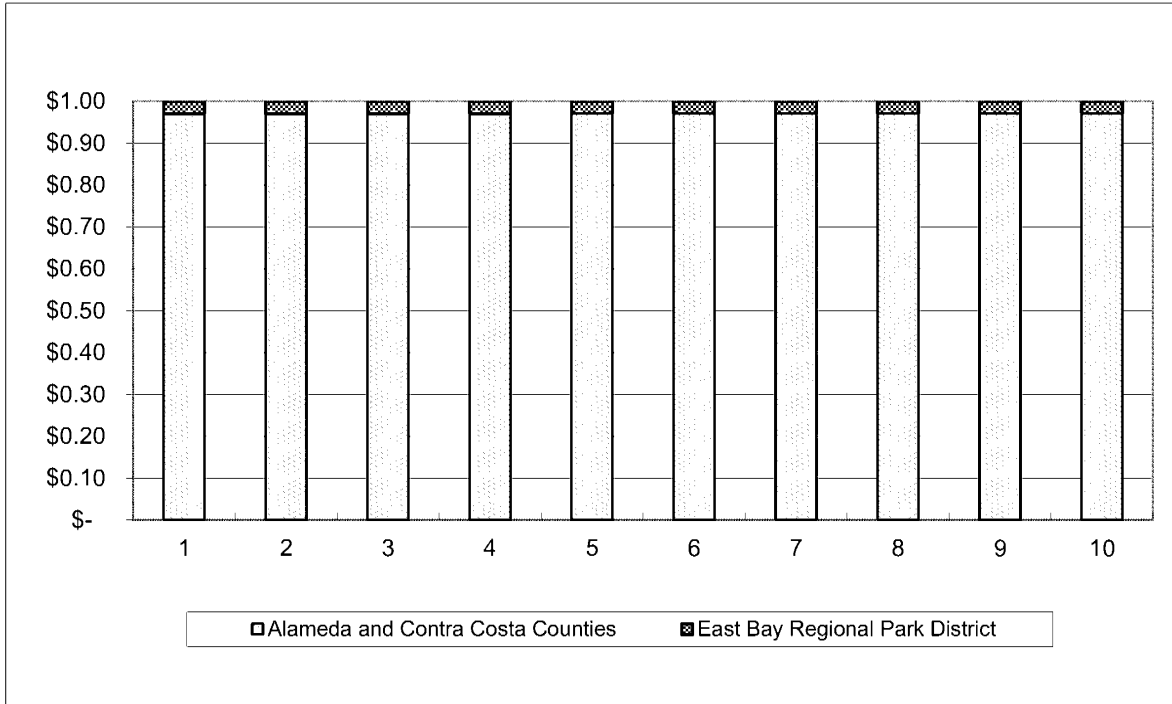


Fiscal Year ^	Alameda County	Percent Change	Contra Cost County	Percent Change	Total Assessed
2001/02	124,012,406,697	10.86%	93,341,197,707	10.92%	217,353,604,404
2002/03	133,593,485,468	7.73%	100,824,390,395	8.02%	234,417,875,863
2003/04	143,004,735,443	7.04%	109,130,502,782	8.24%	252,135,238,225
2004/05	152,748,971,016	6.81%	119,179,026,823	9.21%	271,927,997,839
2005/06	166,732,740,167	9.15%	131,679,250,873	10.49%	298,411,991,040
2006/07	182,442,378,666	9.42%	147,312,079,314	11.87%	329,754,457,980
2007/08	197,182,006,587	8.08%	160,390,394,945	8.88%	357,572,401,532
2008/09	206,666,243,713	4.81%	161,251,188,060	0.54%	367,917,431,773
2009/10	201,785,244,668	-2.36%	150,306,011,300	-6.79%	352,091,255,968
2010/11	199,024,101,613	-1.37%	145,762,060,270	-3.02%	344,786,161,883

^The fiscal year is for the period July 1 to June 30.

Source: Assessed values provided by the Alameda and Contra Costa Counties Assessors' Offices and California Municipal Statistics, Inc.

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



Fiscal Year [^]	CONTRA COSTA COUNTY			ALAMEDA COUNTY		
	Other Overlapping Governments	Park District	Total Basic County Wide	Other Overlapping Governments	Park District	Total Basic County Wide
2001/02	0.97025	0.02975	1.00000	0.97053	0.02947	1.00000
2002/03	0.97037	0.02963	1.00000	0.97040	0.02960	1.00000
2003/04	0.97037	0.02963	1.00000	0.97036	0.02964	1.00000
2004/05	0.97079	0.02921	1.00000	0.97040	0.02960	1.00000
2005/06	0.97102	0.02898	1.00000	0.97039	0.02961	1.00000
2006/07	0.97103	0.02897	1.00000	0.97131	0.02869	1.00000
2007/08	0.97148	0.02854	1.00000	0.97037	0.02963	1.00000
2008/09	0.97126	0.02874	1.00000	0.97035	0.02965	1.00000
2009/10	0.97088	0.02912	1.00000	0.97035	0.02965	1.00000
2010/11	0.97088	0.02912	1.00000	0.97034	0.02966	1.00000

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

[^]The fiscal year is for the period July 1 to June 30.

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

**East Bay Regional Park District
Principal Property Taxpayers
(Amounts expressed in thousands)
2010 and 2001**

Alameda County Assessed Value (AV)						
Taxpayers	June 30, 2010			June 30, 2001		
	Secured AV	Rank	Percent of Total Secured AV	Secured AV	Rank	Percent of Total Secured AV
Pacific Gas & Electric Co.	\$ 1,346,299	1	0.72%	\$ 909,766	3	0.88%
New United Motor Manufacturing, Inc.	1,073,296	2	0.57%	971,634	1	0.94%
AT&T California	436,906	3	0.23%	969,686	2	0.94%
Kaiser Foundation Hospitals	387,117	4	0.21%	-	-	-
Kaiser Foundation Health Plan, Inc.	355,441	5	0.19%	-	-	-
Catellus Development Corporation	334,364	6	0.18%	195,513	7	0.19%
Bayer Healthcare LLC	278,224	7	0.15%	-	-	-
SCI Limited Partnership	269,201	8	0.14%	221,728	6	0.22%
Northern Calif. Industrial Portfolio Inc.	268,824	9	0.14%	-	-	-
NOP Watergate LLC	253,404	10	0.14%	-	-	-
Spieker Properties, Inc.	-	-	-	296,300	4	0.29%
Cutter Laboratories	-	-	-	272,964	5	0.27%
Sun Microsystems, Inc.	-	-	-	193,169	8	0.19%
Oakland City Center LLC	-	-	-	185,105	9	0.18%
Alameda Real Estate Investments	-	-	-	183,948	10	0.18%
	<u>\$ 5,003,076</u>		<u>2.67%</u>	<u>\$ 4,399,813</u>		<u>4.28%</u>

Contra Costa County Assessed Value (AV)						
Taxpayers	June 30, 2010			June 30, 2001		
	Secured AV	Rank	Percent of Total Secured AV	Secured AV	Rank	Percent of Total Secured AV
Chevron USA	\$ 3,692,749	1	2.62%	\$ 1,922,823	1	2.27%
Equilon/Shell Oil Co.	2,037,101	2	1.45%	-	-	-
Tesoro Refining & Marketing	1,369,592	3	0.97%	-	-	-
Pacific Gas & Electric Co.	1,340,271	4	0.95%	834,947	4	0.99%
Tosco Corporation	1,078,776	5	0.77%	1,640,024	2	1.94%
Sunset Land Company	765,844	6	0.54%	-	-	-
Seeno Construction Company	578,207	7	0.41%	401,637	7	0.47%
AT&T/Pacific Bell	530,292	8	0.38%	959,633	3	1.13%
Mirant Delta/Delta Energy Ctr	529,115	9	0.38%	-	-	-
Shappel Industries, Inc.	514,358	10	0.37%	-	-	-
Shell Oil Company	-	-	-	745,058	5	0.88%
Southern Energy	-	-	-	622,020	6	0.74%
USS Posco Industries	-	-	-	391,525	8	0.46%
Bank of America	-	-	-	159,529	9	0.19%
Taubman	-	-	-	140,300	10	0.17%
	<u>\$ 12,436,305</u>		<u>2.68%</u>	<u>\$ 7,817,496</u>		<u>9.24%</u>

Source: Alameda and Contra Costa Counties.

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

Alameda County						
Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage		Amount	Percentage of Levy
2000/01	\$ 31,356,845	*	*	**	\$ 31,162,967	99.38%
2001/02	\$ 37,571,514	*	*	**	\$ 36,432,604	96.97%
2002/03	\$ 39,010,269	*	*	**	\$ 35,717,184	91.56%
2003/04	\$ 38,689,218	*	*	**	\$ 37,129,188	95.97%
2004/05	\$ 42,407,267	\$ 35,595,697	83.94%	\$ 580,046	\$ 36,175,743	85.31%
2005/06	\$ 48,823,751	\$ 38,698,643	79.26%	\$ 331,119	\$ 39,029,762	79.94%
2006/07	\$ 52,522,909	\$ 43,974,083	83.72%	\$ 331,119	\$ 44,305,202	84.35%
2007/08	\$ 53,332,776	\$ 47,983,180	89.97%	\$ 2,898,814	\$ 50,881,994	95.40%
2008/09	\$ 51,614,868	\$ 49,810,745	96.50%	\$ 1,804,123	\$ 51,614,868	100.00%
2009/10	\$ 47,568,691	\$ 46,889,825	98.57%	\$ 678,866	\$ 47,568,691	100.00%

* Data is unavailable for fiscal years prior to 2004/05.

Contra Costa County				
Fiscal Year	Taxes Levied for the Fiscal Year	Total Collections to Date		
		Amount	Percentage of Levy	
2000/01	\$ 23,682,261	\$ 23,682,261	100.00%	
2001/02	\$ 25,738,778	\$ 25,738,778	100.00%	
2002/03	\$ 27,996,073	\$ 27,996,073	100.00%	
2003/04	\$ 29,519,182	\$ 29,519,182	100.00%	
2004/05	\$ 30,114,565	\$ 30,114,565	100.00%	
2005/06	\$ 33,060,637	\$ 33,060,637	100.00%	
2006/07	\$ 39,910,130	\$ 39,910,130	100.00%	
2007/08	\$ 40,688,176	\$ 40,688,176	100.00%	
2008/09	\$ 40,964,292	\$ 40,964,292	100.00%	
2009/10	\$ 34,951,958	\$ 34,951,958	100.00%	

Taxes collected equal amounts levied, because Contra Costa County follows California's alternate method of apportionment (the Teeter Plan). Under the Teeter Plan, 100% of amounts levied are paid to the District in the year of levy, regardless of when they are collected.

Property tax collected decreased in years 2004/05 and 2005/06 due to State Legislation that shifted \$9.7 million in property tax revenues the State Education Revenue Augmentation Fund.

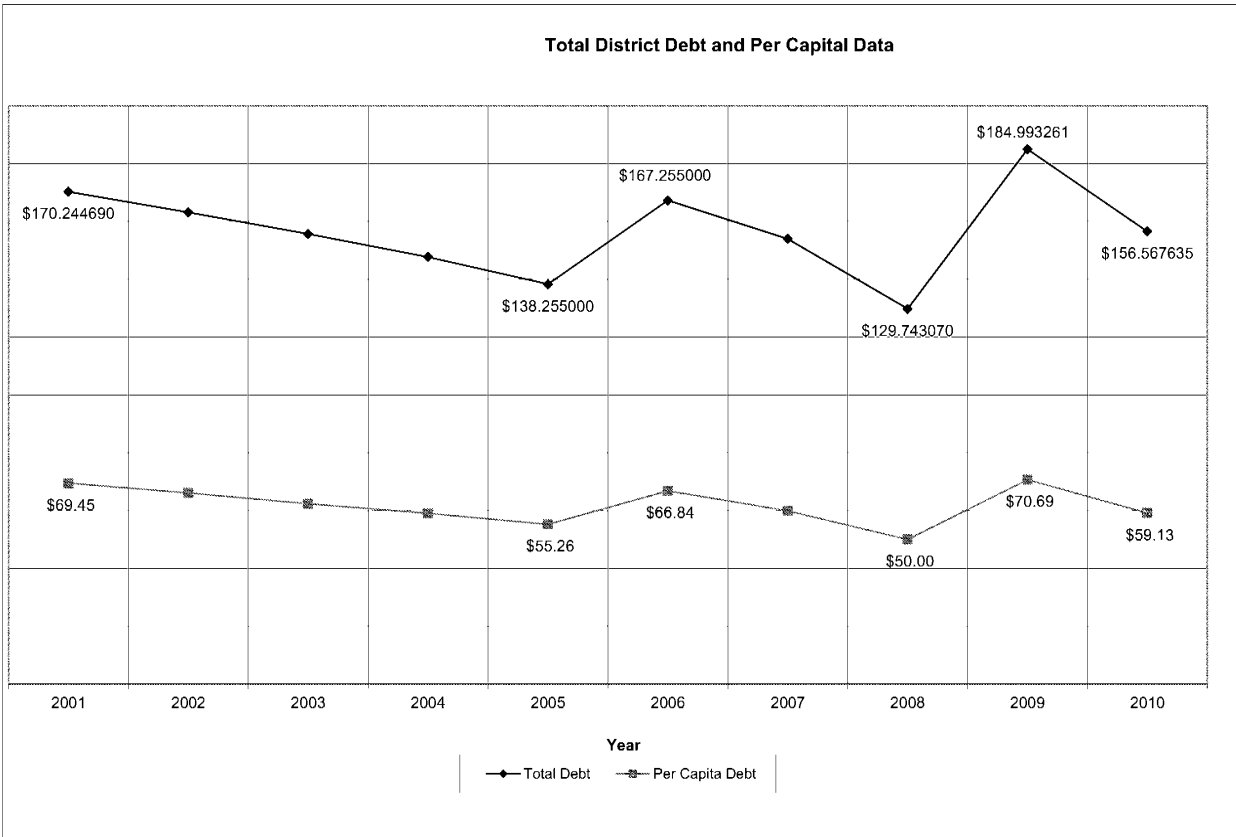
Source: Alameda and Contra Costa Counties.

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

Fiscal Year	Governmental Activities				Total	Percentage of Taxable Assessed Value		Percentage of Personal Income
	General Obligation Bonds	Limited Obligation Bonds	Notes Payable	Capital Leases		Per Capita	Per Capita	
2001	\$ 156,840,000	\$ 11,170,000	\$ 352,726	\$ 1,881,964	\$ 170,244,690	0.0783%	\$ 69.45	0.1709%
2002	\$ 150,560,000	\$ 10,605,000	\$ 310,570	\$ 1,653,712	\$ 163,129,282	0.0696%	\$ 66.09	0.1654%
2003	\$ 144,020,000	\$ 9,920,000	\$ 267,004	\$ 1,412,571	\$ 155,619,575	0.0617%	\$ 62.37	0.1549%
2004	\$ 137,175,000	\$ 9,160,000	\$ 222,004	\$ 1,157,807	\$ 147,714,811	0.0576%	\$ 59.04	0.1381%
2005	\$ 129,990,000	\$ 8,265,000	\$ -	\$ -	\$ 138,255,000	0.0491%	\$ 55.26	0.1226%
2006	\$ 159,875,000	\$ 7,350,000	\$ -	\$ -	\$ 167,225,000	0.0616%	\$ 66.84	0.1399%
2007	\$ 143,990,000	\$ 6,415,000	\$ -	\$ 3,558,000	\$ 153,963,000	0.0527%	\$ 59.94	0.1211%
2008	\$ 121,395,000	\$ 5,450,000	\$ -	\$ 2,898,070	\$ 129,743,070	0.0434%	\$ 50.00	0.0979%
2009	\$ 178,330,000	\$ 4,450,000	\$ -	\$ 2,213,261	\$ 184,993,261	0.0645%	\$ 70.69	*
2010	\$ 151,655,000	\$ 3,410,000	\$ -	\$ 1,502,635	\$ 156,567,635	0.0557%	\$ 59.13	*

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

* Data is unavailable for 2009 and 2010.



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

Fiscal Year	General Obligation Bonds	Debt Service Monies Available	Total	Percentage of Taxable Assessed Value	Per Capita
2001	\$ 156,840,000	\$ 9,095,855	\$ 147,744,145	0.06797	\$ 60.89
2002	\$ 150,560,000	\$ 9,757,202	\$ 140,802,798	0.06006	\$ 57.22
2003	\$ 144,020,000	\$ 9,877,751	\$ 134,142,249	0.00053	\$ 54.06
2004	\$ 137,175,000	\$ 9,701,472	\$ 127,473,528	0.00050	\$ 50.99
2005	\$ 129,990,000	\$ 10,566,756	\$ 119,423,244	0.00042	\$ 47.41
2006	\$ 159,875,000	\$ 15,425,393	\$ 144,449,607	0.00053	\$ 56.94
2007	\$ 143,990,000	\$ 15,455,528	\$ 128,534,472	0.00044	\$ 62.10
2008	\$ 121,395,000	\$ 20,969,840	\$ 100,425,160	0.00034	\$ 38.70
2009	\$ 178,330,000	\$ 27,161,473	\$ 151,168,527	0.00053	\$ 57.76
2010	\$ 151,655,000	\$ 21,777,729	\$ 129,877,271	0.00046	\$ 49.05

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

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**East Bay Regional Park District
Computation of Direct and Overlapping Bonded Debt
December 31, 2010**

JURISDICTION	Percentage Applicable to the District	Net Debt Outstanding
Direct Debt:		
East Bay Regional Park District (total direct bonded debt)	100.000%	\$ 155,065,000
Overlapping Tax and Assessment Debt:		
Bay Area Rapid Transit District	67.562%	279,615,471
Chabot Community College District	99.981%	454,732,904
Peralta Community College District	100.000%	435,575,000
Other Community College Districts	0.150-100.000%	367,434,694
Berkeley Unified School District	100.000%	203,409,222
Fremont Unified School District	99.986%	188,837,619
Mount Diablo Unified School District	100.000%	312,381,475
Oakland Unified School District	100.000%	713,910,000
San Ramon Valley Unified School District	100.000%	276,462,292
West Contra Costa Unified School District	100.000%	744,126,995
Other Unified School Districts	0.804-100.000%	1,459,714,551
Union high and School District	100.000%	346,104,626
Cities General Obligation and Parcel Tax Obligations	99.986-100.000%	460,556,079
Washington Township Healthcare District	100.000%	70,425,000
West Contra Costa Healthcare Parcel Tax Obligations	100.000%	22,420,000
East Bay Municipal Utility District and Special District No. 1	100.000%	27,255,000
Pleasant Hill Recreation and Park District	100.000%	20,000,000
Community Facilities Districts	100.000%	386,473,691
1915 Act Bonds	100.000%	487,720,407
Total overlapping tax and assessment debt		<u>7,257,155,026</u>
Overlapping General Fund Obligation Debt		
Alameda County General Fund Obligations	99.989%	718,346,973
Alameda County Pension Obligations	99.989%	154,567,737
Contra Costa County General Fund Obligations	100.000%	336,111,318
Contra Costa County pension Obligations	100.000%	435,310,000
Alameda-Contra Costa Transit District Certificates of Participation	100.000%	37,465,000
Unified School District Certificates and Participation	99.979-100.000%	255,621,183
Other School District General Fund and Pension Obligations	Various	160,133,236
City of Oakland General Fund and Pension Obligations	100.000%	587,911,449
Other City General Fund and Pension Fund Obligations	99.914-100.000%	897,106,039
Contra Costa Fire Protection District Pension Obligations	100.000%	116,240,000
Special District General Fund Obligations	20.33-100.000%	17,894,803
Total gross overlapping General Fund obligation debt		<u>3,716,707,738</u>
Less:		
Contra Costs County obligations supported from revenue funds		(126,062,344)
City of Hayward self-supporting obligations		(2,287,000)
City of Richmond self-support obligation		(47,110,000)
Total net overlapping General Fund obligation debt		<u>3,541,248,394</u>
Gross Combined Overlapping Debt (1)		<u>\$ 10,973,862,764</u>
Net Combined Overlapping Debt		<u>\$ 10,798,403,420</u>
Gross Combined Direct and Overlapping Debt		<u>\$ 11,128,927,764</u>
Net Combined Direct and Overlapping Debt		<u>\$ 10,953,468,420</u>

(1) 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
 Last Eight Fiscal Years**

Computation of Legal Debt Margin	Fiscal Year		
	2003	2004	2005
Assessed Valuation:			
Assessed value subject to debt levy^	\$ 248,315,870,658	\$ 252,960,497,460	\$ 278,199,835,784
Add: HOPTR^	3,819,367,567	3,501,750,167	3,106,077,628
Total assessed valuation	<u>252,135,238,225</u>	<u>256,462,247,627</u>	<u>281,305,913,412</u>
Debt Applicable to Limitation:			
Total general obligation debt	144,020,000	137,175,000	129,990,000
Less: amount available for repayment (held by fiscal ager	9,877,751	9,701,472	10,566,756
Total debt applicable to limitation	<u>134,142,249</u>	<u>127,473,528</u>	<u>119,423,244</u>
Legal Debt Margin:			
Bonded debt limit (15% of assessed value)	37,820,285,734	38,469,337,144	42,195,887,012
Debt applicable to limitation	<u>134,142,249</u>	<u>127,473,528</u>	<u>119,423,244</u>
Legal debt margin	<u>\$ 37,686,143,485</u>	<u>\$ 38,341,863,616</u>	<u>\$ 42,076,463,768</u>

Source: East Bay Regional Park District.
 The District implemented GASB 34 in 2003.
 Data is presented beginning in that year.

^adjusted all years

Fiscal Year				
2006	2007	2008	2009	2010
\$ 268,339,047,384	\$ 289,067,446,915	\$ 295,793,425,105	\$ 283,518,339,759	\$ 277,771,111,665
3,160,354,335	3,173,494,969	3,182,080,217	3,177,660,746	3,140,681,082
<u>271,499,401,719</u>	<u>292,240,941,884</u>	<u>298,975,505,322</u>	<u>286,696,000,505</u>	<u>280,911,792,747</u>
159,875,000	143,990,000	121,395,000	178,330,000	151,655,000
15,425,393	15,455,528	20,969,840	27,161,473	21,777,729
<u>144,449,607</u>	<u>128,534,472</u>	<u>100,425,160</u>	<u>151,168,527</u>	<u>129,877,271</u>
40,724,910,258	43,836,141,283	44,846,325,798	43,004,400,076	42,136,768,912
<u>144,449,607</u>	<u>128,534,472</u>	<u>100,425,160</u>	<u>151,168,527</u>	<u>129,877,271</u>
<u>\$ 40,580,460,651</u>	<u>\$ 43,707,606,811</u>	<u>\$ 44,745,900,638</u>	<u>\$ 42,853,231,549</u>	<u>\$ 42,006,891,641</u>

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

Alameda County				
Fiscal Year (1)	Population	Personal Income (2)	Per Capita Personal Income	Unemployment Rate
2001	1,479,100	\$ 56,121,664	\$ 38,172	5%
2002	1,486,550	\$ 55,316,775	\$ 37,788	6.7%
2003	1,496,200	\$ 56,257,943	\$ 38,583	6.9%
2004	1,498,125	\$ 59,419,621	\$ 40,920	5.9%
2005	1,507,500	\$ 62,331,734	\$ 42,956	5.1%
2006	1,510,303	\$ 66,325,334	\$ 45,689	4.0%
2007	1,526,148	\$ 70,761,435	\$ 48,679	4.7%
2008	1,543,000	\$ 73,159,686	\$ 49,757	7.2%
2009	1,556,657	N/A	N/A	11.1%
2010	1,574,857	N/A	N/A	11.5%

Contra Costa County				
Fiscal Year (1)	Population	Personal Income (2)	Per Capita Personal Income	Unemployment Rate
2001	966,122 #	\$ 44,593,261 #	\$ 45,902 #	4.0%
2002	981,673 #	\$ 44,703,343 #	\$ 45,595 #	5.7%
2003	993,827 #	\$ 45,769,497 #	\$ 46,341 #	6.1%
2004	1,005,698 #	\$ 48,917,847 #	\$ 49,275 #	5.4%
2005	1,016,372 #	\$ 51,528,384 #	\$ 51,566 #	5.1%
2006	1,025,436 #	\$ 55,313,098 #	\$ 55,241 #	4.5%
2007	1,035,097 #	\$ 58,491,374 #	\$ 57,881 #	4.7%
2008	1,048,185 #	\$ 59,348,149 #	\$ 57,874 #	6.3%
2009	1,061,325 #	N/A	N/A	10.8%
2010	1,073,055 #	N/A	N/A	11.3%

Source: Alameda and Contra Costa Counties.

(1) The fiscal year is for the period July 1 to June 30.

(2) Amount expressed in thousands.

N/A Not available as of December 31, 2010.

Revised.

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

Employers	Alameda County					
	2010			2001		
	Estimated # of Employees	Rank	% of Total County Employment	Estimated # of Employees	Rank	% of Total County Employment
University of California Berkeley	14,041	1	2.1%	13,457	1	1.8%
County of Alameda	9,094	2	1.4	9,169	2	1.2
Lawrence Livermore National Lab.	7,000	3	1.1	7,537	3	1.0
Wells Fargo & Company	5,862	4	0.9			
Oakland Unified School District	5,704	5	0.9	7,206	4	1.0
Lawrence Berkeley Laboratory	5,000	6	0.8			
City of Oakland	4,478	7	0.7	3,734	10	0.5
Cost Plus, Inc.	4,125	8	0.6			
Kaiser Foundation Hospitals	3,105	9	0.5	4,693	7	0.6
Peralta Community College Dist.	2,759	10	0.4			
Minneapolis Postal Data Center				6,506	5	0.9
Kaiser Permanente Medical Group Inc.				5,276	6	0.7
New United Motor Manufacturing, Inc.				4,551	8	0.6
Pacific Bell				4,043	9	0.5
Total	61,168		9.40%	66,172		8.8%

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 669,200 for 2010, and 740,100 for 2001.

Employers	Contra Costa County *					
	2009 ***			2000 ***		
	Estimated of Employees	Rank	% of Total County Employment	Estimated of Employees	Rank	% of Total County Employment
Chevron	4,700	1	0.99%	3,500	2	0.72%
Kaiser Foundation Hospital	2,300	2	0.49	2,300	3	0.48
John Muir Medical Center	1,900	3	0.40	1,900	4	0.39
Bio-Rad Laboratories	1,700	4	0.36			
John Muir Mt. Diablo Medical Center	1,500	5	0.32	1,500	5	0.31
24 Hour Fitness	1,300	6	0.27			
Doctors Medical Center	1,000	7	0.21	1,000	6	0.21
USS Posco Industries	975	8	0.20	975	7	0.20
Contra Costa Newspapers, Inc.	900	9	0.19	900	8	0.18
Bank of the West	800	10	0.17	700	9	0.14
Kaiser Permanente				5,000	1	1.03
Aetna Health Services				600	10	0.12
All Others	456,725		96.40	464,025		96.22
Total	473,800		100.00%	482,400		100.00%

*** Principal Employers information for 2001 and 2010 is not available.

* Government employers are excluded.

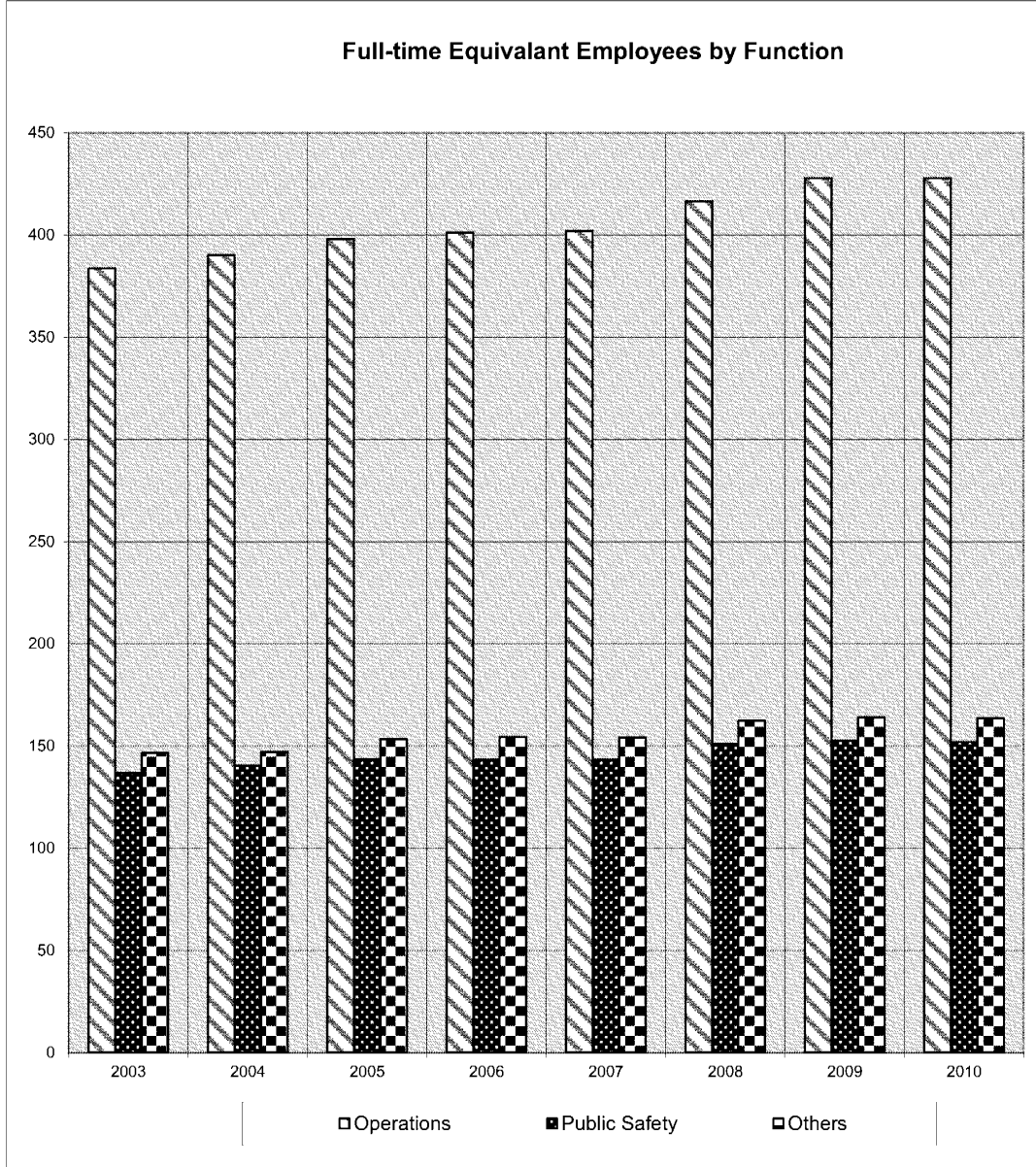
Source: Alameda and Contra Costa Counties.

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

Function	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Executive/Legislative Division:								
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
Subtotal	10.00	10.00	10.00	10.00	10.00	8.00	8.00	8.00
Finance/Management Services Division								
Administration	1.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00
Clerk of the Board	*	*	*	*	*	2.00	2.00	2.00
Grants Management	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Finance	18.53	18.53	18.53	18.53	18.16	18.28	18.28	18.28
Information Services	5.00	5.00	5.70	5.70	6.00	7.00	7.00	7.00
Office Services	9.60	9.72	9.72	9.72	9.72	9.72	9.72	9.72
Subtotal	37.13	37.25	37.95	37.95	37.88	42.00	42.00	42.00
Human Resources Division								
	11.00	11.00	11.75	11.75	11.75	12.00	13.80	13.80
Land Division:								
Administration	2.50	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Environmental Programs	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00
Interagency Planning	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Land Acquisition	5.78	5.78	5.78	5.78	5.78	6.00	6.00	6.00
Trails Development	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Subtotal	17.28	17.28	17.28	18.28	18.28	18.50	18.50	18.50
Legal Division								
	8.45	8.45	9.45	9.45	9.45	9.45	9.45	9.45
Operations Division:								
Administration	5.00	5.00	6.00	6.00	6.00	6.50	8.00	8.00
Park Operations	245.24	248.39	251.99	254.44	254.44	260.64	263.10	260.89
Interpretive/Rec Services	70.89	73.46	76.21	76.66	77.41	79.41	85.41	87.41
Maintenance/Skilled Trades	62.48	63.29	63.69	63.98	63.98	69.80	71.23	71.37
Subtotal	383.61	390.14	397.89	401.08	401.83	416.35	427.74	427.67
Planning/Stewardship and Develop Division:								
Administration	3.50	3.50	3.50	3.50	2.53	2.53	2.53	2.53
Design/Construction	25.75	25.75	26.50	26.50	27.00	29.00	29.00	29.00
Planning/Stewardship	20.17	20.67	22.67	22.67	23.12	24.62	24.62	24.12
Subtotal	49.42	49.92	52.67	52.67	52.65	56.15	56.15	55.65
Public Affairs Division								
Administration	8.20	8.20	8.20	8.20	8.20	10.20	13.20	13.20
Environmental Graphics	5.00	5.00	6.00	6.00	6.00	6.00	3.00	3.00
Subtotal	13.20	13.20	14.20	14.20	14.20	16.20	16.20	16.20
Public Safety Division :								
Administration/Support	25.75	25.75	25.75	25.75	25.75	27.75	27.75	27.75
Lifeguard Services	34.74	34.74	34.74	34.32	34.32	38.23	39.43	39.43
Fire Department	12.25	12.25	14.75	14.75	14.75	15.75	15.75	15.75
Police Department	64.23	67.68	68.28	68.58	68.58	69.29	69.61	68.94
Subtotal	136.97	140.42	143.52	143.40	143.40	151.02	152.54	151.87
Total	616.73	627.22	642.56	646.63	647.36	671.47	686.18	684.94

* Commencing 2008, Clerk of the Board is included in Management Services Division.
The District implemented GASB 34 in 2003. Data is presented beginning in that year.
Source: East Bay Regional Park District.

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



**East Bay Regional Park District
Operating Indicators by Function / Program
Last Eight Fiscal Years**

	Fiscal Year		
	2003	2004	2005
Park and Recreation Program Revenues:			
Parking	\$ 1,519,542	\$ 1,493,385	\$ 1,610,436
Facility rentals	841,153	930,603	975,611
Concessionaires	1,241,803	887,325	846,981
Middle Harbor	775,966	417,407	640,411
Camping	429,297	432,186	428,813
Swimming	523,333	531,860	499,659
Fishing	415,745	377,585	352,239
Other charges	226,428	886,339	282,101
Naturalist/recreation programs	261,447	326,747	333,857
Entry fees and passes	245,898	246,250	259,190
Sales	123,380	117,645	123,931
Boat related	41,643	42,454	52,172
Operations Division total charges for services	<u>\$ 6,645,635</u>	<u>\$ 6,689,786</u>	<u>\$ 6,405,401</u>

Source: East Bay Regional Park District.

The District implemented GASB 34 in 2003.

Data is presented beginning in that year.

Amounts are reported on accrual basis of accounting

Fiscal Year				
2006	2007	2008	2009	2010
\$ 1,704,396	\$ 1,786,002	\$ 1,841,383	\$ 1,900,765	\$ 1,907,090
929,324	991,744	1,011,946	1,031,210	1,065,859
1,102,311	1,045,343	1,025,108	1,016,011	1,046,490
571,923	662,608	831,794	883,981	658,250
437,708	495,277	544,751	598,462	585,205
556,964	445,414	533,070	520,515	483,781
352,217	376,658	403,829	414,275	452,807
319,349	362,001	495,314	469,047	395,735
353,263	372,447	356,696	368,653	361,546
259,109	256,804	242,167	289,145	310,319
123,647	121,271	122,412	123,483	115,284
53,097	57,792	74,879	87,946	69,991
<u>\$ 6,763,308</u>	<u>\$ 6,973,361</u>	<u>\$ 7,483,349</u>	<u>\$ 7,703,493</u>	* <u>\$ 7,452,357</u>

**East Bay Regional Park District
Operating Indicators by Function
Last Five Fiscal Years**

	Fiscal Year				
	2006	2007	2008	2009	2010
Executive/Legislative Division					
Board of Directors					
Number of resolutions issued	280	342	333	338	330
Number of board/special meetings and strategic worksho	27	27	27	29	30
Openings/dedications/groundbreaking for new parks/facit	2	5	11	5	4
Finance/Management Services Division:					
Number of grants obtained	69	11	13	17	26
Number of Measure WW local grant applications approve	-	-	-	40 ^	53
Amount reimbursed to Measure WW local agencies gran	-	-	-	\$ 340,505 ^	\$ 10,255,616
Number of computers replaced	113	204	111	140	198
Number of Central Stores orders filled	13,526	41,262	14,579	12,108	12,256
Tons of paper/cardboard recycled	12.17	12.39	6.06 *	5.33	5.40
^ 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.					
Human Resources Division:					
Number of regular status recruitments	38	49	52	27	17
Number of interns hired	12	18	18	21	19
Land Division					
Number of acres of park land/open space purchased	495	575	495	3,230	5,266
Number of trail acquisition/easements/licenses/leases	8	5	2	6	8
Amount of grant funding utilized for land acquisitions	\$ 2,674,924	\$ 2,175,469	\$ 2,045,154	\$ 9,004,495	\$ 15,819,621
Operations Division:					
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
Lakes and shorelines	6,191,814	6,728,607	6,489,861	6,474,566	6,435,464
Regional trails	3,168,930	3,320,650	3,242,291	2,008,789	1,321,166
Number of reservations:					
Visitor centers, aquatics, rec programs	8,679	12,444	14,863	8,559	9,901
Picnics	2,860	2,896	3,301	1,319	3,272
Camping	8,079	10,913	11,968	11,759	12,093
Special events and facility rentals	678	524	863	926	1,040
Maintenance activities:					
Number of work orders	744	779	997	799	974
Gallons of fuel dispensed	225,734	285,978	239,396	207,039	212,759
Community involvement activities:					
Number of volunteers	1,109	11,218	11,954	11,433	12,962
Volunteer hours	71,454	111,391	120,329	121,635	124,636
Planning/Stewardship and Develop Division:					
Pounds of fish planted	205,000	168,000	169,214	171,858	174,797
Grazing acres	57,400	58,166	64,714	66,932	68,187
Resource protection surveys conducted	895	480	1,037	N/A	1,322
Amount of grant funding utilized for development projects	\$ 6,741,873	\$ 8,596,715	\$ 540,313	\$ 288,671	\$ 3,633,819
Public Affairs					
Number of participants in Trails Challenge	1,416	1,808	6,105	7,875	9,475
Number of unique visitors to District's website	-	287,610 *	825,386	1,018,102	1,078,583
*2007 rolled out new website and started keeping statistics of website visitors					
Public Safety Division:					
Number of police/medical/fire service calls	5,895	6,770	8,115	8,051	7,520
Police field contacts	3,638	3,924	4,052	2,961	3,264
Number of citations:issued					
Moving and other violations	N/A	676	4,029	3,311	2,857
Parking	3,416	2,810	2,862	2,357	2,114
Helicopter flight hours	861	852	677	845	633
Acres of hazardous fuel reduction/maintenance activities	897	928	806	947	879
Number of low income participants in junior lifeguard prog	38	39	60	72	70
Swim lesson participantes	755	1,216	1,459	1,678	1,697
Plants destroyed in the marijuana eradication program	6,000	626	997	4,300	1,845

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 Fiscal Years**

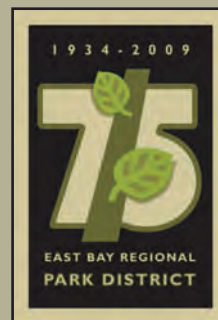
	Fiscal Year				
	2006	2007	2008	2009	2010
Land Division:					
Acreage:					
Alameda County park and open space	51,876	52,214	52,256	53,473	54,315
Contra Costa County park and open space	45,792	46,044	46,439	48,724	53,172
Total Acreage	<u>97,668</u>	<u>98,258</u>	<u>98,695</u>	<u>102,197</u>	<u>107,487</u>
Operations Division:					
Number of parks	64	64	65	65	65
Number of visitor centers	9	9	9	9	9
Number of fishing docks/piers	32	32	32	32	32
Number of swimming pools and chlorinated lagoons	6	6	7	7	7
Number of golf courses	2	2	2	2	2
Planning/Stewardship and Development Division:					
Number of stocked lake and ponds	9	9	9	9	9
Public Safety					
Number of helicopters	2	2	2	2	2

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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East Bay 
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Comprehensive Annual Financial Report

Fiscal Year Ended
December 31, 2010