

Joint Water & Sewer  
Refunding and Improvement  
Revenue Bonds

Series 2009

Period Ending 6/30/09

**HISTORICAL JOINT SYSTEM NET REVENUES**

<b>Fiscal Year Ending 6/30</b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>	<b><u>2005</u></b>
<b>Operating Revenue</b>	\$8,055,276.00	\$7,507,088.00	\$6,927,030.00	\$7,244,340.00	\$6,750,120.00
<b>Operating Expenses</b>	\$6,159,945.00	\$5,987,332.00	\$5,702,029.00	\$5,446,566.00	\$5,172,808.00
<b>Net Operating Revenues</b>	\$1,895,331.00	\$1,519,756.00	\$1,225,001.00	\$1,797,774.00	\$1,577,312.00
<b>Depreciation/Amortization</b>	\$1,325,130.00	\$1,366,865.00	\$1,373,789.00	\$998,519.00	\$1,095,826.00
<b>Interest Income</b>	\$295,094.00	\$527,024.00	\$531,395.00	\$294,162.00	\$333,901.00
<b>NET REVENUES <sup>(1)</sup></b>	<b>\$3,515,555.00</b>	<b>\$3,413,645.00</b>	<b>\$3,130,185.00</b>	<b>\$3,090,455.00</b>	<b>\$3,007,039.00</b>

(1) Unaudited

Source: City of Carlsbad, Audited Financial Statements 2005-2009.

**HISTORICAL JOINT SYSTEM BALANCE SHEETS**

	2009	2008	2007	2006	2005
<b>ASSETS</b>					
Current Assets:					
Cash & CD's	\$4,606,366.00	\$2,389,859.00	\$9,710,306.00	\$11,971,510.00	\$3,482,213.00
Interest Receivable	\$1,614.00	\$33,847.00	\$0.00	\$0.00	\$0.00
Accts. Rec., net	\$1,004,745.00	\$807,463.00	\$836,124.00	\$1,054,062.00	\$909,597.00
Note	\$102,000.00	\$0.00	\$0.00	\$0.00	\$0.00
Interfund receivable	\$4,401,818.00	\$0.00	\$1,570,064.00	\$563,537.00	\$4,441.00
Inventory at cost	\$263,070.00	\$267,631.00	\$260,665.00	\$229,798.00	\$206,821.00
<b>Total Current Assets</b>	<b>\$10,379,613.00</b>	<b>\$3,498,800.00</b>	<b>\$12,377,159.00</b>	<b>\$13,818,907.00</b>	<b>\$4,603,072.00</b>
Restricted Assets:					
Capital Acquisitions	\$0.00	\$0.00	\$396,117.00	\$396,117.00	\$4,937,869.00
Other purposes	\$0.00	\$0.00	\$347,277.00	\$347,277.00	\$7,591,906.00
Cash, including time deposits	\$3,872,625.00	\$2,840,304.00	\$0.00	\$0.00	\$0.00
Investments	\$6,572,731.00	\$6,556,919.00	\$0.00	\$0.00	\$0.00
<b>Total Restricted Assets</b>	<b>\$10,445,356.00</b>	<b>\$9,397,223.00</b>	<b>\$743,394.00</b>	<b>\$743,394.00</b>	<b>\$12,529,775.00</b>
Capital assets:					
Land, water rights, and construction in progress	\$972,510.00	\$935,907.00	\$1,422,934.00	\$1,742,869.00	\$3,099,844.00
Other assets, net of accumulated depreciation	\$29,489,153.00	\$30,607,022.00	\$30,564,910.00	\$30,536,788.00	\$29,218,923.00
<b>Total Capital Assets</b>	<b>\$30,461,663.00</b>	<b>\$31,542,929.00</b>	<b>\$31,987,844.00</b>	<b>\$32,279,657.00</b>	<b>\$32,318,767.00</b>
Other assets:					
Unamortized Bond Discount	\$959,072.00	\$354,814.00	\$387,316.00	\$419,818.00	\$452,320.00
<b>Total Noncurrent Assets</b>	<b>\$41,866,091.00</b>	<b>\$41,294,966.00</b>	<b>\$33,118,554.00</b>	<b>\$33,442,869.00</b>	<b>\$45,300,862.00</b>
<b>TOTAL ASSETS</b>	<b>\$52,245,704.00</b>	<b>\$44,793,766.00</b>	<b>\$45,495,713.00</b>	<b>\$47,261,776.00</b>	<b>\$49,903,934.00</b>
<b>LIABILITIES AND NET ASSETS:</b>					
Current Liabilities:					
Accounts payable	\$113,717.00	\$184,566.00	\$98,970.00	\$239,402.00	\$87,151.00
Accrued expenses	\$51,129.00	\$46,142.00	\$76,978.00	\$70,379.00	\$59,791.00
Accrued wages and benefits	\$116,339.00	\$99,407.00	\$0.00	\$0.00	\$0.00
Compensated absences current portion	\$38,980.00	\$49,758.00	\$16,333.00	\$15,329.00	\$8,369.00
Customer deposits*	\$806,410.00	\$812,677.00	\$0.00	\$0.00	\$0.00
Accrued interest payable	\$72,781.00	\$53,166.00	\$0.00	\$0.00	\$0.00
Current Portion of long-term debt:					
Bond payable - current portion	\$750,000.00	\$985,000.00	\$950,000.00	\$905,000.00	\$870,000.00
Note payable - current portion	\$5,159.00	\$0.00	\$0.00	\$0.00	\$0.00
<b>Total Current Liabilities</b>	<b>\$1,954,515.00</b>	<b>\$2,230,716.00</b>	<b>\$1,142,281.00</b>	<b>\$1,230,110.00</b>	<b>\$1,025,311.00</b>
Noncurrent Liabilities:					
Bonds Payable - net of current portion	\$20,540,000.00	\$12,720,000.00	\$13,705,000.00	\$14,655,000.00	\$15,560,000.00
Notes Payable	\$95,111.00	\$0.00	\$0.00	\$0.00	\$0.00
Compensated absences	\$24,302.00	\$10,813.00	\$64,658.00	\$41,928.00	\$56,010.00
Customer Deposits*	\$0.00	\$0.00	\$761,077.00	\$721,036.00	\$670,954.00
<b>Total Noncurrent Liabilities</b>	<b>\$20,659,413.00</b>	<b>\$12,730,813.00</b>	<b>\$14,530,735.00</b>	<b>\$15,417,964.00</b>	<b>\$16,286,964.00</b>
Net Assets:					
Invested in capital assets, net of related debt	\$16,756,663.00	\$31,542,929.00	\$17,332,844.00	\$17,624,657.00	\$16,758,767.00
Restricted for capital projects	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Restricted for debt service	\$1,821,660.00	\$0.00	\$0.00	\$0.00	\$0.00
Restricted for other purposes	\$6,572,731.00	\$0.00	\$0.00	\$0.00	\$0.00
Unrestricted	\$4,480,722.00	(\$1,710,692.00)	\$12,489,853.00	\$12,989,045.00	\$15,832,892.00
<b>Total Net Assets</b>	<b>\$29,631,776.00</b>	<b>\$29,832,237.00</b>	<b>\$29,822,697.00</b>	<b>\$30,613,702.00</b>	<b>\$32,591,659.00</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$52,245,704.00</b>	<b>\$44,793,766.00</b>	<b>\$45,495,713.00</b>	<b>\$47,261,776.00</b>	<b>\$49,903,934.00</b>

\* Customer Deposits reclassified as current liabilities.

Source: City of Carlsbad, Audited Financial Statements 2005-2009.