



# Balance Sheets

## January 31, 2011 & June 30, 2010

|   | <u>January 2011</u>     | <u>June 2010</u>        |                        |
|---|-------------------------|-------------------------|------------------------|
| <b><u>Assets</u></b>  |                         |                         |                        |
| <b>Current Assets:</b>  |                         |                         |                        |
| Restricted Cash & Cash Equivalents, at Market *   | \$ 17,608,398           | \$ 31,297,021           |                        |
| Receivables   | 10,112,819              | 12,975,898              |                        |
| Condemnation Deposits   | 14,195                  | 14,195                  |                        |
| Prepaid Expenses  | 741,668                 | 1,502,596               |                        |
| <b>Total Current Assets</b>   | <b>28,477,080</b>       | <b>45,789,710</b>       |                        |
| <b>Noncurrent Assets:</b>   |                         |                         |                        |
| Restricted Cash, Cash Equivalents, & Investments *  | 201,411,631             | 204,060,647             |                        |
| Bond Issuance Costs   | 53,800,105              | 55,684,482              |                        |
| <b>Capital Assets:</b>  |                         |                         |                        |
| Buildings & Equipment   | 11,827,001              | 11,827,001              |                        |
| Alameda Corridor Project Infrastructure,<br>Right-of-Way & Land Improvements  | 2,086,763,620           | 2,082,024,675           |                        |
| Less Accumulated Depreciation   | (184,793,045)           | (172,157,255)           |                        |
| <b>Total Noncurrent Assets</b>  | <b>2,169,009,312</b>    | <b>2,181,439,550</b>    |                        |
| <b>Total Assets</b>   | <b>\$ 2,197,486,392</b> | <b>\$ 2,227,229,260</b> |                        |
| <b><u>Liabilities</u></b>   |                         |                         |                        |
| <b>Current Liabilities:</b>   |                         |                         |                        |
| Accounts Payable  | \$ 1,495,617            | \$ 5,176,250            |                        |
| Right-of-Way Acquisition Payable  | 14,195                  | 14,195                  |                        |
| Contract Retention Payable  | 57,273                  | 219,376                 |                        |
| Deferred Revenue  | 6,701,759               | 7,293,320               |                        |
| Accrued Interest Payable, Current Portion   | 17,538,716              | 17,933,696              |                        |
| Revenue Bonds Payable, Current Portion  | 42,632,074              | 36,940,692              |                        |
| Other Liabilities   | 312,958                 | 368,619                 |                        |
| <b>Total Current Liabilities</b>  | <b>68,752,592</b>       | <b>67,946,148</b>       |                        |
| <b>Noncurrent Liabilities:</b>  |                         |                         |                        |
| Accrued Interest Payable, net of current portion  | 410,868,958             | 372,883,325             |                        |
| Revenue Bonds Payable, net of unamortized discount<br>and current portion   | 1,619,970,268           | 1,662,545,755           |                        |
| <b>Total Noncurrent Liabilities</b>   | <b>2,030,839,226</b>    | <b>2,035,429,080</b>    |                        |
| <b><u>Net Assets</u></b>  |                         |                         |                        |
| Invested in Capital Assets, Net of Related Debt   | 424,899,226             | 409,705,121             |                        |
| Restricted for Debt Service   | 21,587,191              | 24,450,400              |                        |
| Restricted for Capital Projects   | 3,627,177               | 1,861,443               |                        |
| Restricted by Master Trust Agreement  | 40,216,809              | 45,220,563              |                        |
| Unrestricted  | (392,435,829)           | (357,383,495)           |                        |
| <b>Total Net Assets</b>   | <b>97,894,574</b>       | <b>123,854,032</b>      |                        |
| <b>Total Liabilities &amp; Net Assets</b>   | <b>\$ 2,197,486,392</b> | <b>\$ 2,227,229,260</b> |                        |
| <p>* All investments with a maturity within three months are considered cash for the year-end financial statements. Monthly, unaudited financial statements, carry all investments, regardless of maturity date(s), as Restricted Investments. Fully detailed classifications are only done at year-end in accordance with GASB 41, therefore classification differences exist.</p> |                         |                         |                        |
|   | <u>January 2011</u>     | <u>June 2010</u>        | <u>FY2011 Decrease</u> |
| Current   | \$ 17,608,398           | \$ 31,297,021           |                        |
| Noncurrent  | 201,411,631             | 204,060,647             |                        |
|   | \$ 219,020,029          | \$ 235,357,668          | \$ (16,337,639)        |



# Statement of Revenues, Expenses, & Changes in Net Assets

For seven months ended January 31, 2011 & January 31, 2010

|   | <u>January 2011</u>  | <u>January 2010</u>   |
|---|----------------------|-----------------------|
| <b>Operating Revenues:</b>                |                      |                       |
| Use Fees & Container Charges              | \$ 54,778,336        | \$ 46,090,372         |
| Maintenance-of-Way Charges                | 2,101,801            | 2,037,623             |
| <b>Total Operating Revenues</b>           | <u>56,880,137</u>    | <u>48,127,995</u>     |
| <b>Operating Expenses:</b>                |                      |                       |
| Salaries & Benefits                       | 905,536              | 1,283,955             |
| Administrative Expenses                   | 989,395              | 1,803,423             |
| Professional Services                     | 1,080,909            | 819,397               |
| Pass Thru Expenses                        | 25,000               | 4,039                 |
| Maintenance-of-Way                        | 2,897,182            | 2,497,323             |
| Depreciation                              | 12,635,790           | 12,657,936            |
| <b>Total Operating Expenses</b>           | <u>18,533,812</u>    | <u>19,066,073</u>     |
| <b>Operating Income (Loss)</b>            | 38,346,325           | 29,061,922            |
| <b>Nonoperating Revenues:</b>             |                      |                       |
| Interest & Investment Revenue (Net)       | 1,690,855            | 2,940,057             |
| Grants                                    | 3,955,070            | 334,974               |
| Miscellaneous Revenue                     | 992,994              | 283,310               |
| <b>Total Nonoperating Revenues</b>        | <u>6,638,919</u>     | <u>3,558,341</u>      |
| <b>Nonoperating Expenses:</b>             |                      |                       |
| Interest Expense                          | 69,060,325           | 68,136,850            |
| Amortization of Bond Issuance Costs       | 1,884,377            | 1,918,851             |
| <b>Total Nonoperating Expenses</b>        | <u>70,944,702</u>    | <u>70,055,701</u>     |
| <b>Income (Loss) Before Contributions</b> | (25,959,458)         | (37,435,438)          |
| <b>Change in Net Assets</b>               | (25,959,458)         | (37,435,438)          |
| <b>Total Net Assets - Beginning</b>       | <u>123,854,032</u>   | <u>182,136,459</u>    |
| <b>Total Net Assets - Ending</b>          | <u>\$ 97,894,574</u> | <u>\$ 144,701,021</u> |



# Comparison of Budget By Departments as of January 31, 2011

| (\$ in thousands)                                       | Fiscal Year-to-Date |                 |               |
|---|---------------------|-----------------|---------------|
|   | Budget*             | Actuals         | Variance      |
| <b>Revenues</b>   |                     |                 |               |
| <b>Operating Revenues</b>                               |                     |                 |               |
| Use Fees & Container Charges                            | \$ 49,507,007       | \$ 54,778,336   | \$ 5,271,329  |
| Maintenance-of-Way Charges                              | 2,465,201           | 2,101,801       | (363,400)     |
| Total Operating Revenues                                | 51,972,208          | 56,880,137      | 4,907,929     |
| <b>Other Revenues</b>                                   |                     |                 |               |
| <b>Projects</b>   |                     |                 |               |
| Pier Pass   | 35,000              | 35,000          | -             |
| PCH   | -                   | 50,052          | 50,052        |
| SR-47   | -                   | 3,905,018       | 3,905,018     |
| Other Grant Revenue                                     | -                   | -               | -             |
| Subtotal Projects                                       | 35,000              | 3,990,070       | 3,955,070     |
| <b>Miscellaneous</b>                                    |                     |                 |               |
| Office Rental & Other Income                            | 202,776             | 957,994         | 755,218       |
| Investment Income                                       | 2,762,005           | 1,690,855       | (1,071,150)   |
| Subtotal Miscellaneous                                  | 2,964,781           | 2,648,849       | (315,932)     |
| Subtotal Other Revenues                                 | 2,999,781           | 6,638,919       | 3,639,138     |
| Total Sources of Funds                                  | 54,971,989          | 63,519,056      | 8,547,067     |
| <b>Expenses</b>   |                     |                 |               |
| Admin Management  | 266,214             | 221,087         | (45,127)      |
| Revenue Collection                                      | 571,973             | 429,335         | (142,638)     |
| Accounting & Audit                                      | 412,000             | 439,666         | 27,666        |
| A/P & Investments                                       | 336,838             | 297,663         | (39,175)      |
| Human Resource & Office Staff                           | 158,270             | 149,629         | (8,641)       |
| Legal   | 1,012,083           | 886,578         | (125,505)     |
| Public Affairs  | 468,558             | 415,902         | (52,656)      |
| Office General  | 621,417             | 465,489         | (155,928)     |
| ACET Administrative & Capital Support                   | 1,990,819           | 2,250,755       | 259,936       |
| Non-Capital Construction                                | -                   | -               | -             |
| Pass Thru Expenses                                      | 35,000              | 25,000          | (10,000)      |
| Total Administrative Expenses                           | 5,873,172           | 5,581,104       | (292,068)     |
| Maintenance-of-Way Expenses-Rail - Contractors          | 1,327,701           | 1,045,438       | (282,263)     |
| Maintenance-of-Way Expenses-Rail - Capital              | -                   | -               | -             |
| Maintenance-of-Way Expenses-Rail - Other                | 1,137,500           | 1,099,573       | (37,927)      |
| Maintenance-of-Way Expenses-Nonrail - Contractors       | 355,392             | 279,672         | (75,720)      |
| Maintenance-of-Way Expenses-Nonrail - Capital           | 222,010             | 136,176         | (85,834)      |
| Maintenance-of-Way Expenses-Nonrail - Other             | 242,083             | 242,409         | 326           |
| Maintenance-of-Way Expenses - ACTA                      | 108,988             | 93,914          | (15,074)      |
| Total Maintenance-of-Way Expenses                       | 3,393,674           | 2,897,182       | (496,492)     |
| Subtotal Administrative and M&O Expenses                | 9,266,846           | 8,478,286       | (788,560)     |
| <b>Financing Expenses</b>                               |                     |                 |               |
| Debt Service - Interest                                 | 31,072,330          | 31,074,693      | 2,363         |
| Debt Service - Accrued CAB Interest                     | 37,985,632          | 37,985,632      | -             |
| Subtotal Financing Expenses                             | 69,057,962          | 69,060,325      | 2,363         |
| <b>Depreciation and Amortization Expenses</b>           |                     |                 |               |
| Depreciation  | 12,414,214          | 12,635,790      | 221,576       |
| CalPERS OPEB Fund                                       | 45,733              | -               | (45,733)      |
| Cost of Issuance  | 1,884,377           | 1,884,377       | -             |
| Subtotal Depreciation and Amortization Expenses         | 14,344,324          | 14,520,167      | 175,843       |
| Total Operating Expenses                                | 92,669,132          | 92,058,778      | (610,354)     |
| Income (Loss) Before Transfer                           | (37,697,143)        | (28,539,722)    | 9,157,421     |
| <b>Operating and Capital Expenses transfer</b>          |                     |                 |               |
| Expenses transfer to Capital Project (Salaries)         | (17,500)            | (14,257)        | 3,243         |
| Expenses transfer to Capital Project (Legal)            | (495,833)           | (624,261)       | (128,428)     |
| Expenses transfer to Capital Project (ACET)             | (1,128,441)         | (1,888,524)     | (760,083)     |
| Expenses transfer from Capital Project (Public Affairs) | (49,852)            | (53,222)        | (3,370)       |
| Total Transfer  | (1,691,626)         | (2,580,264)     | (888,638)     |
| Income (Loss)   | \$ (36,005,517)     | \$ (25,959,458) | \$ 10,046,059 |

\* Y-T-D Budget calculated on a straight line basis.



# Comparison of Budget By Expense Type as of January 31, 2011

| (\$ in thousands)                                       | Fiscal Year-to-Date    |                        |                      |
|---|------------------------|------------------------|----------------------|
|   | Budget*                | Actuals                | Variance             |
| <b>Revenues</b>   |                        |                        |                      |
| <b>Operating Revenues</b>                               |                        |                        |                      |
| Use Fees & Container Charges                            | \$ 49,507,007          | \$ 54,778,336          | \$ 5,271,329         |
| Maintenance-of-Way Charges                              | 2,465,201              | 2,101,801              | (363,400)            |
| Total Operating Revenues                                | <u>51,972,208</u>      | <u>56,880,137</u>      | <u>4,907,929</u>     |
| <b>Other Revenues</b>                                   |                        |                        |                      |
| <b>Projects</b>   |                        |                        |                      |
| Pier Pass   | 35,000                 | 35,000                 | -                    |
| PCH   | -                      | 50,052                 | 50,052               |
| SR-47   | -                      | 3,905,018              | 3,905,018            |
| Other Grant Revenue                                     | -                      | -                      | -                    |
| Subtotal Projects                                       | <u>35,000</u>          | <u>3,990,070</u>       | <u>3,955,070</u>     |
| <b>Miscellaneous</b>                                    |                        |                        |                      |
| Office Rental & Other Income                            | 202,776                | 957,994                | 755,218              |
| Investment Income                                       | 2,762,005              | 1,690,855              | (1,071,150)          |
| Subtotal Miscellaneous                                  | <u>2,964,781</u>       | <u>2,648,849</u>       | <u>(315,932)</u>     |
| Subtotal Other Revenues                                 | 2,999,781              | 6,638,919              | 3,639,138            |
| Total Sources of Funds                                  | <u>54,971,989</u>      | <u>63,519,056</u>      | <u>8,547,067</u>     |
| <b>Expenses</b>   |                        |                        |                      |
| Salaries  | 881,814                | 818,707                | (63,107)             |
| Benefits  | 322,600                | 101,086                | (221,514)            |
| Office Expenses   | 394,379                | 362,044                | (32,335)             |
| Administrative Expenses                                 | 47,906                 | (13,404)               | (61,310)             |
| Information Technologies                                | 167,708                | 182,507                | 14,799               |
| Bank & Investment                                       | 102,083                | 96,017                 | (6,066)              |
| ACET Administrative & Capital Support                   | 1,990,819              | 2,250,755              | 259,936              |
| Audit   | 134,167                | 166,664                | 32,497               |
| Legal   | 1,012,083              | 916,545                | (95,538)             |
| Governmental Affairs                                    | 294,613                | 278,846                | (15,767)             |
| Other Professional Services                             | 490,000                | 396,337                | (93,663)             |
| Non-Capitalized-Capital Project Related Costs           | -                      | -                      | -                    |
| Pass Thru Expenses                                      | 35,000                 | 25,000                 | (10,000)             |
| Total Administrative Expenses                           | <u>5,873,172</u>       | <u>5,581,104</u>       | <u>(292,068)</u>     |
| Maintenance-of-Way Expenses-Rail - Contractors          | 1,327,701              | 1,045,438              | (282,263)            |
| Maintenance-of-Way Expenses-Rail - Capital              | -                      | -                      | -                    |
| Maintenance-of-Way Expenses-Rail - Other                | 1,137,500              | 1,099,573              | (37,927)             |
| Maintenance-of-Way Expenses-Nonrail - Contractors       | 355,392                | 279,672                | (75,720)             |
| Maintenance-of-Way Expenses-Nonrail - Capital           | 222,010                | 136,176                | (85,834)             |
| Maintenance-of-Way Expenses-Nonrail - Other             | 242,083                | 242,409                | 326                  |
| Maintenance-of-Way Expenses - ACTA                      | 108,988                | 93,914                 | (15,074)             |
| Total Maintenance-of-Way Expenses                       | <u>3,393,674</u>       | <u>2,897,182</u>       | <u>(496,492)</u>     |
| Subtotal Administrative and M&O Expenses                | <u>9,266,846</u>       | <u>8,478,286</u>       | <u>(788,560)</u>     |
| <b>Financing Expenses</b>                               |                        |                        |                      |
| Debt Service - Interest                                 | 31,072,330             | 31,074,693             | 2,363                |
| Debt Service - Accrued CAB Interest                     | 37,985,632             | 37,985,632             | -                    |
| Subtotal Financing Expenses                             | <u>69,057,962</u>      | <u>69,060,325</u>      | <u>2,363</u>         |
| <b>Depreciation and Amortization Expenses</b>           |                        |                        |                      |
| Depreciation  | 12,414,214             | 12,635,790             | 221,576              |
| CalPERS OPEB Fund                                       | 45,733                 | -                      | (45,733)             |
| Cost of Issuance  | 1,884,377              | 1,884,377              | -                    |
| Subtotal Depreciation and Amortization Expenses         | <u>14,344,324</u>      | <u>14,520,167</u>      | <u>175,843</u>       |
| Total Operating Expenses                                | 92,669,132             | 92,058,778             | (610,354)            |
| Income (Loss) Before Transfer                           | (37,697,143)           | (28,539,722)           | 9,157,421            |
| <b>Operating and Capital Expenses transfer</b>          |                        |                        |                      |
| Expenses transfer to Capital Project (Salaries)         | (17,500)               | (14,257)               | 3,243                |
| Expenses transfer to Capital Project (Legal)            | (495,833)              | (624,261)              | (128,428)            |
| Expenses transfer to Capital Project (ACET)             | (1,128,441)            | (1,888,524)            | (760,083)            |
| Expenses transfer from Capital Project (Public Affairs) | (49,852)               | (53,222)               | (3,370)              |
| Total Transfer  | <u>(1,691,626)</u>     | <u>(2,580,264)</u>     | <u>(888,638)</u>     |
| Income (Loss)   | <u>\$ (36,005,517)</u> | <u>\$ (25,959,458)</u> | <u>\$ 10,046,059</u> |

\* Y-T-D Budget calculated on a straight line basis.



# Comparison of Budget By Funds as of January 31, 2011

| (\$ in thousands)  | <u>Fiscal Year-to-Date</u> |                 |               |
|--|----------------------------|-----------------|---------------|
|  | Budget*                    | Actuals         | Variance      |
| <b>Revenues</b>  |                            |                 |               |
| <b>Operating Revenues</b>                                |                            |                 |               |
| Use Fees & Container Charges                             | \$ 49,507,007              | \$ 54,778,336   | \$ 5,271,329  |
| Maintenance-of-Way Charges                               | 2,465,201                  | 2,101,801       | (363,400)     |
| Total Operating Revenues                                 | 51,972,208                 | 56,880,137      | 4,907,929     |
| <b>Other Revenues</b>                                    |                            |                 |               |
| <b>Projects</b>  |                            |                 |               |
| Pier Pass  | 35,000                     | 35,000          | -             |
| PCH  | -                          | 50,052          | 50,052        |
| SR-47  | -                          | 3,905,018       | 3,905,018     |
| Other Grant Revenue                                      | -                          | -               | -             |
| Subtotal Projects  | 35,000                     | 3,990,070       | 3,955,070     |
| <b>Miscellaneous</b>                                     |                            |                 |               |
| Office Rental & Other Income                             | 202,776                    | 957,994         | 755,218       |
| Investment Income  | 2,762,005                  | 1,690,855       | (1,071,150)   |
| Subtotal Miscellaneous                                   | 2,964,781                  | 2,648,849       | (315,932)     |
| Subtotal Other Revenues                                  | 2,999,781                  | 6,638,919       | 3,639,138     |
| Total Sources of Funds                                   | 54,971,989                 | 63,519,056      | 8,547,067     |
| <b>Expenses</b>  |                            |                 |               |
| Financing Fees   | 630,306                    | 420,984         | (209,322)     |
| Administrative Costs                                     | 3,516,241                  | 2,251,124       | (1,265,117)   |
| Capital  | 1,691,626                  | 2,578,064       | 886,438       |
| Non-Capitalized Project Expenses                         | -                          | -               | -             |
| Railroads-M&O  | 2,465,200                  | 2,145,011       | (320,189)     |
| Reserve-M&O  | 819,485                    | 658,257         | (161,228)     |
| Financing Fees-M&O                                       | 108,988                    | 93,914          | (15,074)      |
| Revenue Fund-Interest & COI                              | 33,670,676                 | 31,074,693      | (2,595,983)   |
| LAIF General Fund-Pass Thru & Others                     | 35,000                     | 330,932         | 295,932       |
| Total Expenses   | 42,937,522                 | 39,552,979      | (3,384,543)   |
| <b>Non Cash Expenses</b>                                 |                            |                 |               |
| Accrued CAB Debt Service Interest                        | 35,387,286                 | 37,985,632      | 2,598,346     |
| Depreciation   | 12,414,214                 | 12,635,790      | 221,576       |
| CalPERS OPEB Fund  | 45,733                     | -               | (45,733)      |
| Cost of Issuance   | 1,884,377                  | 1,884,377       | -             |
| Subtotal Interest, Depreciation, & Amortization Expenses | 49,731,610                 | 52,505,799      | 2,774,189     |
| Total Operating Expenses                                 | 92,669,132                 | 92,058,778      | (610,354)     |
| Income (Loss) Before Transfer                            | (37,697,143)               | (28,539,722)    | 9,157,421     |
| <b>Operating and Capital Expenses transfer</b>           |                            |                 |               |
| Expenses transfer to Capital Project (Salaries)          | (17,500)                   | (14,257)        | 3,243         |
| Expenses transfer to Capital Project (Legal)             | (495,833)                  | (624,261)       | (128,428)     |
| Expenses transfer to Capital Project (ACET)              | (1,128,441)                | (1,888,524)     | (760,083)     |
| Expenses transfer from Capital Project (Public Affairs)  | (49,852)                   | (53,222)        | (3,370)       |
| Total Transfer   | (1,691,626)                | (2,580,264)     | (888,638)     |
| Income (Loss)  | \$ (36,005,517)            | \$ (25,959,458) | \$ 10,046,059 |

\* Y-T-D Budget calculated on a straight line basis.



# Statement of Capital as of January 31, 2011

| Expenses (\$ in thousands)                 | Fiscal Year<br>2011<br>Budget | Expenditures           |                     | Cost to<br>Complete | Completed<br>Project Cost<br>Estimate as of<br>May 2010 |
|--|-------------------------------|------------------------|---------------------|---------------------|---|
|  |                               | Fiscal<br>Year-to-Date | Project-to-Date     |                     |   |
| <b>Project Expenses</b>                    |                               |                        |                     |                     |   |
| <b>Substantially Completed Projects*</b>   | \$ -                          | \$ 36                  | \$ 1,520,090        | \$ 6,370            | \$ 1,526,460  |
| <b>S04</b> Henry Ford Grade Separation     | 412                           | 14                     | 126,382             | 371                 | \$ 126,753  |
| <b>S13</b> Dolores Yard                    | 450                           | -                      | 5,026               | 456                 | \$ 5,482  |
| <b>S14</b> Cerritos Channel Rail Bridge    | 1,054                         | 293                    | 1,181               | 153,767             | \$ 154,948  |
| <b>S44/S47</b> SR 47 Segment 1 & Segment 2 | 24,463                        | 3,646                  | 29,471              | 359,329             | \$ 388,800  |
| <b>S88</b> PCH Grade Separation Caltrans   | 220                           | 50                     | 83,786              | 150                 | \$ 83,936   |
| <b>S90</b> Carson Soundwall                | 10                            | -                      | -                   | 3,000               | \$ 3,000  |
| <b>E07</b> ATMIS                           | 1,640                         | -                      | 327                 | 1,357               | \$ 1,684  |
| <b>C99</b> System Wide Capital             | 1,723                         | 698                    | 1,939               | 1,293               | \$ 3,232  |
| <b>Subtotal Project Expenses</b>           | <u>29,972</u>                 | <u>4,737</u>           | <u>1,768,202</u>    | <u>526,093</u>      | <u>2,294,295</u>  |
| <b>Total Uses of Funds</b>                 | <u>\$ 29,972</u>              | <u>\$ 4,737</u>        | <u>\$ 1,768,202</u> | <u>\$ 526,093</u>   | <u>\$ 2,294,295</u>                                     |

Note: Completed project cost estimate was increased due to a change in the cost estimate for close-out work.  
\* Detailed information, by project, available upon request.

| <b>Capital Grant Funds Received<br/>Current Fiscal Year Only</b> |                       |                             |                             |
|--|-----------------------|-----------------------------|-----------------------------|
| Source   | Related<br>Project(s) | Cash Received<br>This Month | Cash Received<br>FY to Date |
| Caltrans   | S47                   | <u>16,880</u>               | <u>6,370,516</u>            |
| <b>Total</b>   |                       | <u>\$ 16,880</u>            | <u>\$ 6,370,516</u>         |



# Cash & Investment Summary

## as of January 31, 2011

| <b>Cash and Investment Balances (\$ in thousands)</b> |                         |                             |                                    |                   |                     |
|---|-------------------------|-----------------------------|------------------------------------|-------------------|---------------------|
| <u>Institution</u>                                    | <u>Bank Reference #</u> | <u>Chandler Reference #</u> | <u>Account Description</u>         | <u>Book Value</u> | <u>Market Value</u> |
| <b>Bank of America</b>                                |                         |                             |                                    |                   |                     |
|   | 0457 & 0796             | -                           | Concentration & Disbursement       | 1,127             | 1,127               |
| <b>Pre 1999 Bond Sale Accounts-Union Bank</b>         |                         |                             |                                    |                   |                     |
|   | 01                      | 512                         | SR-47                              | 3,791             | 3,785               |
|   | 03                      | 510                         | PCH                                | 6,574             | 6,576               |
|   |                         |                             | <b>Total Union Bank</b>            | 10,365            | 10,361              |
| <b>Local Agency Investment Fund (LAIF)</b>            |                         |                             |                                    |                   |                     |
|   | 40-19-006               | 570                         | General Fund                       | 6,811             | 6,811               |
| <b>1999 and 2004 Bond Funds - US Bank-Trustee</b>     |                         |                             |                                    |                   |                     |
| <b>Construction Funds</b>                             |                         |                             |                                    |                   |                     |
|   | 1186                    | 513                         | 99A Construction Fund              | 34,004            | 34,025              |
|   | 1206                    | 503                         | 99C Construction Fund              | 2,734             | 2,736               |
|   |                         |                             | <b>Subtotal Construction Funds</b> | 36,738            | 36,761              |
| <b>Revenue Funds</b>                                  |                         |                             |                                    |                   |                     |
|   | 1170                    | 507                         | Revenue Fund                       | 16,384            | 16,385              |
|   | 1171                    | 508                         | M & O Fund                         | 472               | 472                 |
|   | 1172                    | 509                         | Reserve Account                    | 13,652            | 13,651              |
|   | 9006                    | 519                         | Financing Fees                     | -                 | -                   |
|   | 1189                    | 518                         | Administrative Costs               | 10,595            | 10,599              |
|   |                         |                             | <b>Subtotal Revenue Funds</b>      | 41,103            | 41,107              |
| <b>Debt Service Funds</b>                             |                         |                             |                                    |                   |                     |
|   | 1180                    | -                           | 99A Interest Account               | 6,765             | 6,903               |
|   | 1181                    | -                           | 99A Principal Account              | 3,617             | 3,736               |
|   | 1200                    | -                           | 99C Interest Account               | 9,420             | 9,613               |
|   | 1212                    | 504                         | 99D Debt Service Reserve           | 14,545            | 14,554              |
|   | 9004                    | 515                         | 04A Debt Service Reserve           | 64,920            | 65,999              |
|   | 8003                    | 516                         | 04B Debt Service Reserve           | 21,671            | 22,048              |
|   | 9005                    | 517                         | 04A Cost of Issuance               | -                 | -                   |
|   |                         |                             | <b>Subtotal Debt Service Funds</b> | 120,938           | 122,853             |
|   |                         |                             | <b>Total U.S. Bank</b>             | 198,779           | 200,721             |
| <b>Total Cash &amp; Investment Balances</b>           |                         |                             |                                    | <b>\$ 217,082</b> | <b>\$ 219,020</b>   |



# Cash & Investment Summary (cont'd)

## as of January 31, 2011

### Investment Schedule (\$ in thousands)

| <u>Type of Investment</u>            | <u>Book Value</u> | <u>Market Value</u> | <u>Percentage of Total</u> | <u>Investment Policy Limit</u> |
|--------------------------------------|-------------------|---------------------|----------------------------|--------------------------------|
| Money Market Funds                   | \$ 9,670          | \$ 9,670            | 4.42%                      | 20.00%                         |
| U.S. Government & Agency Obligations | 154,890           | 156,719             | 71.56%                     | 100.00%                        |
| Commercial Paper                     | 550               | 550                 | 0.25%                      | 15.00%                         |
| U.S. Treasury Note                   | 11,776            | 12,115              | 5.53%                      | 100.00%                        |
| Corporate Bonds                      | 32,258            | 32,028              | 14.62%                     | 30.00%                         |
| Bank of America                      | 1,127             | 1,127               | 0.51%                      | 20.00%                         |
| Local Agency Investment Fund         | 6,811             | 6,811               | 3.11%                      | \$40 Million                   |
| <b>Total</b>                         | <b>\$ 217,082</b> | <b>\$ 219,020</b>   | <b>100.00%</b>             |                                |