

**CITY OF AGOURA HILLS**

**Comprehensive Annual Financial Report**

**(With Independent Auditor's Report Thereon)**

**For the Year Ended June 30, 2008**

**CITY OF AGOURA HILLS**  
**Comprehensive Annual Financial Report**  
**June 30, 2008**

*Table of Contents*

	<i>Page(s)</i>
<b>Introductory Section:</b>	
Transmittal Letter .....	iii
List of Elected and Appointed Officials .....	viii
<b>Financial Section:</b>	
Independent Auditor’s Report .....	1
Management’s Discussion and Analysis (Unaudited).....	3
<b>Basic Financial Statements:</b>	
<b>Government-wide Financial Statements:</b>	
Statement of Net Assets .....	13
Statement of Activities.....	15
<b>Fund Financial Statements:</b>	
Balance Sheet – Governmental Funds .....	16
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets .....	18
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	22
Statement of Fiduciary Assets and Liabilities – Agency Fund.....	23
Notes to the Financial Statements .....	25
<b>Required Supplementary Information (Unaudited):</b>	
General Fund – Budgetary Comparison Schedule .....	48
Traffic Improvement Fund – Budgetary Comparison Schedule .....	51
Other Grants Fund – Budgetary Comparison Schedule .....	52
Note to Required Supplementary Information .....	53
<b>Supplementary Information:</b>	
<b>Major Funds:</b>	
Redevelopment Capital Projects Fund – Budgetary Comparison Schedule .....	56
<b>Nonmajor Funds:</b>	
Description of Nonmajor Governmental Funds.....	57
Combining Balance Sheet.....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	62

**CITY OF AGOURA HILLS**  
**Comprehensive Annual Financial Report**  
**June 30, 2008**

*Table of Contents (Continued)*

	<i>Page(s)</i>
<b>Supplementary Information (Continued):</b>	
<b>Nonmajor Special Revenue Funds – Budgetary Comparison Schedules:</b>	
Traffic Safety .....	65
Transit Tax.....	66
Public Transit.....	67
Air Quality Management .....	68
Supplemental Law Enforcement.....	69
Community Development Block Grant .....	70
Solid Waste Management .....	71
Traffic Congestion Relief .....	72
State Gas Tax Fund.....	73
<b>Agency Fund:</b>	
Description of Agency Fund.....	75
Statement of Changes in Assets and Liabilities – Agency Fund .....	76
<b>Statistical Section (Unaudited):</b>	
Net Assets by Component .....	78
Changes in Net Assets.....	79
Program Revenues by Function/Program.....	81
Fund Balances, Governmental Funds.....	82
Changes in Fund Balances, Governmental Funds .....	83
Tax Revenues by Source, Governmental Funds.....	84
Assessed Value and Estimated Value of Taxable Property.....	85
Direct and Overlapping Property Tax Rates.....	86
Principal Property Tax Payers .....	87
Property Tax Levies and Collections .....	88
Taxable Sales by Category .....	89
Direct and Overlapping Sales Tax Rates.....	90
Ratios of Outstanding Debt by Type .....	91
Ratio of Net General Bonded Debt Outstanding .....	92
Direct and Overlapping Governmental Activities Debt .....	93
Legal Debt Margin Information .....	94
Demographic and Economic Statistics .....	95
Principal Employers .....	96

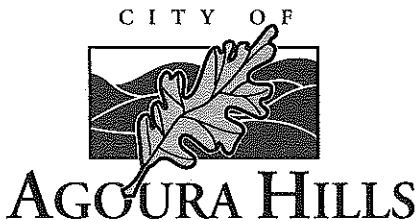
**CITY OF AGOURA HILLS**  
**Comprehensive Annual Financial Report**  
**June 30, 2008**

*Table of Contents (Continued)*

	<i>Page(s)</i>
<b>Statistical Section (Continued):</b>	
Full-Time Equivalent City Government Employees by Function/Program .....	97
Operating Indicators by Function/Program .....	98
Capital Asset Statistics by Function/Program .....	99

## **INTRODUCTORY SECTION**

**This page has been left blank intentionally.**



---

*"Gateway to the Santa Monica Mountains National Recreation Area"*

Honorable Mayor and Members of the City Council  
Citizens of the City of Agoura Hills, California

The City (City) of Agoura Hills is pleased to submit its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2008. The CAFR represents a complete set of financial statements presented in conformity, with general accepted accounting principles (GAAP), and audited, in accordance with generally accepted auditing standards, by a firm of licensed certified public accountants.

Responsibility for the accuracy of the data and the fairness of presentation, including all footnotes and disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All material, statements, and disclosures, necessary to enable the reader to gain an understanding of the City's financial activities, have been included. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements, in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we attest that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

The City's financial statements have been audited by Macias, Gini and O'Connell, LLP, an accounting firm fully licensed and qualified to perform audits of state and local governments within the State of California. 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 auditors concluded, based upon the audit, that there was reasonable basis for rendering an unqualified opinion that the City of Agoura Hills' financial statements for the fiscal year ended June 30, 2008, are fairly presented in conformity with GAAP.

The CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City's organization chart, and a list of City officials. The financial section includes the independent auditor's report, the basic financial statements, notes to the financial statements, and the combining and individual fund financial statements. The statistical section, which is unaudited, contains

CITY OF AGOURA HILLS  
Letter of Transmittal  
For the Year Ended June 30, 2008

selected financial and demographic information, generally presented on a multi-year basis.

GAAP requires that management provide a narrative introduction, overview, and analysis, to accompany the basic financial statements in the form of Management Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the City's MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

**Profile of the City of Agoura Hills**

Perched on the western edge of Los Angeles County in the foothills of the Santa Monica Mountains, Agoura Hills is located just forty-five minutes from busy downtown Los Angeles, but is nevertheless rich with undulating hills and inspiring canyons. Agoura Hills was incorporated December 8, 1982. It is 7.86 square miles in size and has an average climate of 65 degrees Fahrenheit, with an average rainfall of 19.5". The City has an altitude of 936 feet to 2,036 feet. Agoura Hills is one of the smaller communities in Los Angeles County, with a population of only 22,395.

The City of Agoura Hills is governed by the City Council/City Manager form of government. A five-member City Council is elected by the residents to oversee City operations and to guide the future development of the community. The terms are staggered so that a measure of continuity is maintained in the transitions from one Council to the next. The Mayor is selected annually by the City Council to serve a one-year term. The City Manager is appointed by the City Council to supervise the administrative personnel and contract services.

The City provides a full range of services, some of which are contracted through outside agencies and/or firms. These services include law enforcement, highways and roads, recreation areas, planning and zoning, building and environmental safety, emergency preparedness, and general administrative services. Certain services are provided by the Agoura Hills Redevelopment Agency, the Public Facilities Corporation, and the Public Financing Authority. The Agoura Hills City Council exercises financial accountability over each entity, and city staff manages the operations of each of these organizations. Further information on these entities can be found in note I.A. of these financial statements.

For many centuries, the area that would become Agoura Hills was familiar territory for Native Americans who wandered inland from their haunts along the sea in search of game and other food. The permanent arrival of the Spanish in the late 1700s banished the Indians from their homes and introduced a ranching culture that would linger into the early twentieth century. In the 1900s, vast cattle and sheep ranches conceded ground to rows of lettuce and celery, orchards, and wheat fields. Ranching and agriculture eventually diminished in importance. Ranchers began dividing up their property and



CITY OF AGOURA HILLS  
Letter of Transmittal  
For the Year Ended June 30, 2008

selling individual tracts for housing. From the outset, ranchers and farmers had worried about water supplies and those concerns were shared by the citizens of Agoura Hills into the mid 1950s. At that time, provision of outside sources of water helped ensure the growth of the community, aided by the new highways which acted as a conduit for fresh faces and commercial development and contributed to the maturation of Agoura Hills.

The City is required to adopt a final budget by no later than the close of the fiscal year. This annual budget serves as the foundation for the City's financial planning and control. The budget is prepared by fund and department. The City Manager has the authority to transfer between expenditure accounts within the same department, office, agency, or program activity.

### **Local Economy**

Agoura Hills is one of the wealthier communities in California with a median income of \$97,572, which is 1.7 times that of the State of California. The median age of Agoura Hills residents in 2008 was 38.5, while the median age in California was 34.4 years.

While the State of California struggles with a significant budget deficit and many government agencies have been impacted by a slower economy in recent years, the City of Agoura Hill's financial position remains strong. The largest revenue source is sales tax. Agoura Hills entices companies to relocate to and remain in the City by charging a low business license fee. As a result, the City enjoys a strong and diverse business and retail base, both of which contribute to revenue received through sales tax.

### **Long-term Financial Planning**

Unreserved, undesignated fund balance in the General Fund (83 percent of total general fund expenditures) falls within the policy guidelines set by the Council for budgetary and planning purposes. In June 2005, the City adopted Resolution No. 05-1378, stating the City Council and City Staff will endeavor to designate an amount equal to or greater than forty percent (40%) of each year's proposed General Fund Operating Budget as the City's unobligated General Fund Reserve.

At June 30, 2008, unreserved fund balance was 64 percent of total General Fund expenditures and transfers out, while total fund balance was 65 percent of total expenditures and transfers out.

### **Major Initiatives**

The City plans to expand the Reyes Adobe Interchange, which spans US Freeway 101. This interchange is anticipated to cost \$11.1 million with a construction cost of \$8.6 million. It will be funded with \$2.5 million in bond proceeds from the 2007 Agoura Hills Financing Authority Lease Revenue Refunding Bonds, \$2.2 million from a Federal Grant, \$650,000 in tax increment from the Agoura Hills Redevelopment Agency, and \$392,000 in Traffic Improvement Fees. The expansion of the bridge will allow for further development along the US 101 corridor.

CITY OF AGOURA HILLS  
Letter of Transmittal  
For the Year Ended June 30, 2008

In June 2008, the Agoura Hills Redevelopment Agency issued the following debt:

- \$10.0 million in Housing Set-Aside Tax Allocation Bonds
- \$ 5.7 million in Tax Allocation Bonds

Proceeds from these bond issues will be used to finance redevelopment projects and to finance low and moderate income housing within the project area.

### **Cash Management**

The City manages cash and investments on a pooled basis, consisting primarily of participation in the local Agency Investment Fund (LAIF), a pooled fund controlled by the State Treasurer. The City's investment portfolio allows for investment, in U.S. Treasury, certain Agency securities (Federal Farm Credit Bank and Federal Home Loan Bank System only) Commercial Paper, Negotiable Certificates of Deposit, and Medium Term Corporate Notes.

In fiscal year 2007/08, the City's investment portfolio included \$27.6 million invested in LAIF and the Bank of America Sweep Account, and \$2.0 million in U.S. Securities. Further information on this can be found in Note (3).

### **Risk Management**

The City is self-insured for worker's compensation and general liability as a member of the California Joint Powers Insurance Authority (CJPIA). Other insurances, including auto physical damage, fire and extended coverage, earthquake and flood, and crime insurance, are covered by a third party insurance carrier, which is explained in greater detail in Note (4)(b).

### **Pension and Postemployment Benefits**

All full-time employees of the City are eligible to participate in the California Public Employee's Retirement System (CalPERS). CalPERS is a cost-sharing multiple-employer defined benefit pension plan that acts as a common investment and administrative agent for participating public entities within the State of California. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Employees vest after five years of service and are eligible to receive benefits at age 50. The annual actuarial valuation by CalPERS changes from year to year, and the City's contribution rates are modified accordingly. For more information, please refer to Note (4)(a).

In addition to pension benefits, the City provides post-retirement health care benefits. In fiscal year 2007/08, the contribution for each retiree was the same as full-time

CITY OF AGOURA HILLS  
Letter of Transmittal  
For the Year Ended June 30, 2008

employees. Effective July 1, 2008, the City Council adopted Resolution 08-1499, amending the compensation plan by fixing the maximum retiree medical reimbursement amount to a total of \$900 per month, which includes the Public Employee's Medical and Hospital Care Act (PEMCHA) statutory minimum of \$97 and an additional employer contribution of up to \$803. In an effort to better manage these costs and still provide a benefit to the City's retirees, effective January 1, 2009, the retiree medical reimbursement will be limited to a maximum of \$500, with an eligibility requirement of 10 (ten) years of service with the City of Agoura Hills to be implemented for all future retirees, effective January 1, 2009. Full-time employees who retire after January 1, 2009, with less than 10 years of service with the City of Agoura Hills, will be eligible for the 2009 PEMHCA minimum contribution at the time of their retirement. The eligible surviving spouse of a deceased retiree would have the ability to receive a maximum monthly medical reimbursement of up to \$300 for a maximum of 12 (twelve) months. Their eligibility is dependent on how the retiree structures their CalPERS retirement.

**Acknowledgements**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Finance Department staff. I would also like to express my appreciation to all departments within the City who provided assistance and support.

Sincere appreciation is also expressed to the City Manager, Mayor, and members of the City Council for their support in planning and conducting the operations of the City in a responsible and progressive manner.

Respectfully submitted,

CITY OF AGOURA HILLS



Christy Pinuelas  
Director of Finance

CITY OF AGOURA HILLS  
List of Elected and Appointed Officials  
Fiscal Year Ended June 30, 2008

Elected Officials

Mayor  
Mayor Pro Tem  
Councilmember  
Councilmember  
Councilmember

John Edelston  
Denis Weber  
William Koehler  
Dan Kuperberg  
Harry Schwarz

Appointed Officials

City Manager  
Assistant City Manager  
Director of Finance  
City Engineer  
Director of Community Services  
Building Official  
Director of Community Development  
City Clerk

Greg Ramirez  
Nathan Hamburger  
Christy Pinuelas  
Ramiro Adeva  
Amy Brink  
Amir Hamidzadeh  
Mike Kamino  
Kimberly Rodrigues

**FINANCIAL SECTION**



**MACIAS GINI & O'CONNELL** LLP  
Certified Public Accountants & Management Consultants

**NEWPORT BEACH**  
1201 Dove Street, Suite 680  
Newport Beach, CA 92660  
949.221.0025

SACRAMENTO

OAKLAND

WALNUT CREEK

LOS ANGELES

SAN MARCOS

SAN DIEGO

The Honorable City Council of  
the City of Agoura Hills, California

### **Independent Auditor's Report**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Agoura Hills, California, (City) as of and for the year ended June 30, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Agoura Hills' 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes 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, 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 City of Agoura Hills, California, as of June 30, 2008, and the respective changes in financial position 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 our report dated December 23, 2008 on our consideration of the City of Agoura Hills' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis and other required supplementary information identified in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory section, the major fund budgetary comparison schedule and the combining and individual nonmajor fund financial statements and schedules listed as supplementary information in the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The major fund budgetary comparison schedule and the combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. 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.

*Macias Jini & O'Connell LLP*

Certified Public Accountants  
Newport Beach, California

December 23, 2008

**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

Management's Discussion and Analysis (MD&A) is presented as a supplement to the City of Agoura Hills' (City) financial statements. The MD&A offers an objective narrative of the City's financial activities based upon facts, decisions, and conditions known to management as of the auditor's report date for the fiscal year ended June 30, 2008. Readers are encouraged to utilize this report in conjunction with the information outlined in the City's financial statements and notes to the financial statements (found on subsequent pages). A summary of the fiscal year's financial picture immediately follows.

**FINANCIAL HIGHLIGHTS**

- On June 30, 2008, the City's net assets (excess of assets over liabilities) were \$82.6 million. Of this amount, \$10.8 million is available to meet the City's ongoing operations to citizens and creditors.
- During the fiscal year ended June 30, 2008, the City's total net assets increased by \$3.3 million.
- As of June 30, 2008, the unreserved, undesignated, fund balance for the General Fund was \$9.8 million or 83% of total General Fund expenditures.
- In June 2008, the Agoura Hills Redevelopment Agency issued \$15.7 million in bonds to be used to finance redevelopment projects and to finance low and moderate income housing within the project area.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to the City's financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The report also contains other supplementary information in addition to the basic financial statements themselves.

The basic financial statements include the City (primary government) and all legally separate entities for which the City is financially accountable. The City's component units consist of the following: The Agoura Hills Redevelopment Agency, the Public Facilities Corporation, and the Public Financing Authority. These component units have been included in the basic financial statements, as an integral part of the primary government, using the blended method.

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The Government-Wide Financial Statements present the financial picture of the City and provide readers with a broad view of the City's finances, in a manner similar to a private-sector business.

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



**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the change's underlying event occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (i.e uncollected taxes and unearned but unused vacation leave).

While some governmental agencies have governmental and business-type activities, the City of Agoura Hills records all activities under governmental activities. This means that the City does not charge a fee large enough to cover all or most of any of the services it provides.

***Fund Financial Statements***

The Fund Financial Statements provide detailed information about the City's major funds – not the City as a whole. Some funds are required to be established by state law and by bond covenants. However, management establishes other funds (i.e., Other Grants) to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money.

The Fund Financial Statements include statements for governmental and fiduciary categories of activities. The governmental activities are reported using the current financial resources measurement focus and modified accrual basis of accounting. The following sections provide a more in-depth detailing of the fund groups.

Governmental funds are reported, in essentially the same way as governmental activities in the government-wide financial statements with an exception; governmental fund financial statements focus on near-term inflows and outflows of spendable resources and balances of spendable resources. This means governmental fund financial statements identify current sources and uses of money within the immediate fiscal year. Benefits derived include a detailed short-term view of the City's general government operations and the basic services it provides, which assist in determining whether there are sufficient financial resources available to meet the City's current needs.

Since the scope of the governmental funds is different than that of the government-wide financial statements, it is beneficial to comparatively examine information presented for the governmental funds with information presented for governmental activities in the government-wide financial statements. From this, readers gain a clearer picture of the long-term impacts current financial decisions might yield. When examined together, the governmental funds Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balances provide the reader with a different snapshot that identifies variances between the two different methodologies of governmental activities and governmental funds.

The major governmental funds include: the General Fund, the Traffic Improvement Special Revenue Fund, the Other Grants Special Revenue fund, the Redevelopment Set-Aside Capital Projects Fund, the Redevelopment Capital Projects Fund, and the Redevelopment Debt Service Fund, which are reported in detail in the Governmental Fund Financial Statements. All other funds are shown in the aggregate as other non-major funds. Individual fund data for other non-major governmental funds is provided in the form of supplementary information elsewhere in the report.

**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

Fiduciary Fund – the City is the trustee, or fiduciary, for certain funds held on behalf of external parties. The City's fiduciary activities are reported in separate statement of fiduciary assets and liabilities. These activities are excluded from the City's other financial statements because the resources of these funds are not available to support the City's own programs. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements.

***Required Supplementary Information***

In addition to the basic financial statements, this report also presents certain Required Supplementary Information, including the City's budgetary schedules.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

*Statement of Net Assets*

Net assets are a good indicator of the City's financial position. For the fiscal year ended June 30, 2008, net assets of the City were \$82.6 million, which is an increase of \$3.3 million from the prior year.

Following is the condensed Statement of Net Assets for the fiscal years ended June 30, 2008 and 2007.

**City of Agoura Hills Net Assets**  
**As of June 30, 2008 and 2007**

	<b>2008</b>	<b>2007</b>
Current and other assets	\$52,969,627	\$35,037,898
Capital assets	59,315,927	58,222,983
Total Assets	<u>112,285,554</u>	<u>93,260,881</u>
Current liabilities	2,419,638	2,084,517
Long-term liabilities outstanding	27,315,684	11,654,829
Total Liabilities	<u>29,735,322</u>	<u>14,029,346</u>
Net Assets:		
Invested in capital assets, net of related debt	47,866,585	46,162,983
Restricted	23,887,822	8,427,779
Unrestricted	10,795,825	24,640,773
Total Net Assets	<u>\$82,550,232</u>	<u>\$79,231,535</u>

At June 30, 2008, the largest portion of net assets (58 percent) consists of the City's investment in

**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

capital assets, net of related debt. This component portrays the amount of funds required to acquire those assets, less any related debt used for such acquisition that is still outstanding. The City uses these capital assets to provide services to citizens. The capital assets of the City are not sources of income for repayment of debt as most assets are not revenue generating and generally are not liquidated to repay debt. Therefore, debt service payments are funded from other sources available to the City.

An additional portion of the City's net assets (\$23.9 million or 29 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$10.8 million or 13 percent) may be used to meet the government's ongoing obligations to citizens and creditors.

**City of Agoura Hills Changes in Net Assets**  
**As of June 30, 2008 and 2007**

	<b>2008</b>	<b>2007</b>
Revenues:		
Program revenues:		
Charges for services	\$1,599,632	\$2,208,703
Operating grants and contributions	4,884,543	4,495,414
Capital grants and contributions	-	1,189,144
General revenues:		
Taxes	15,682,063	14,159,127
Intergovernmental revenues	218,813	145,874
Use of money and property	1,284,265	1,487,500
Other revenues	572,992	328,538
Total Revenues	<u>24,242,308</u>	<u>24,014,300</u>
Expenses:		
General government	2,930,987	2,955,695
Public safety	3,456,845	2,917,439
Public works	4,717,054	2,797,710
Community development	1,549,091	1,424,676
Transportation	711,876	464,151
Pass through to other agencies	3,436,430	2,721,575
Community services	1,590,653	1,348,155
Interest and fiscal charges	2,530,675	245,668
Total Expenses	<u>20,923,611</u>	<u>14,875,069</u>
Increase in net assets	<u>3,318,697</u>	<u>9,139,231</u>
Net Assets – Beginning of Year	<u>79,231,535</u>	<u>70,092,304</u>
Net Assets – End of Year	<u>\$82,550,232</u>	<u>\$79,231,535</u>

The City's activities increased net assets by \$3.3 million, which was a 4 percent increase from the prior fiscal year. Key elements of this change were as follows:

**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

Revenue highlights:

- Capital grants and contributions decreased \$1.2 million, or 100%, in fiscal year 2007-08. This primarily relates to \$900 thousand in one-time grants received in 2006-07 for capital projects.
- Taxes increased \$1.5 million, primarily related to growth in the Agoura Hills Redevelopment Agency Tax Increment. This increase reflects the sale of a large property within the redevelopment area, as well as increased assessed valuations.

Expense highlights:

Total expenses for the City's activities were \$20.9 million, \$6.1 million more than the prior fiscal year. Program revenues offset total expenditures as follows:

- Those who directly benefited from programs contributed \$1.6 million in charges for services.
- The City was able to fund some of its programs through operating grants and contributions from outside sources or other governments for a total amount of \$4.9 million.

As a result, total expenditures that were funded by tax revenues, investment income, grants and contributions not restricted to specific programs, and other general revenues were \$5.2 million.

Functional expenses (excluding interest on debt) for the years ended June 30, 2008 and 2007 were as follows (amount in millions):

	Total Cost of		Percent	Net (Cost)		Percent
	Services			Revenue of		
	2008	2007	2007-08	2008	2007	2007-08
General government	\$2.9	\$3.0	-3%	\$-2.9	\$-2.7	-7%
Public safety	3.5	2.9	21	-3.1	-2.6	-19
Public works	4.7	2.8	68	-2.2	1.7	-283
Community development	1.5	1.4	7	0.5	-1.4	136
Transportation	0.7	0.5	40	0.5	1.9	-74
Pass through to agencies	3.4	2.7	26	-3.4	-2.7	-26
Community services	1.6	1.3	23	-1.3	-1.0	-30
<b>Total</b>	<b>\$18.3</b>	<b>\$14.6</b>	<b>15%</b>	<b>\$-11.9</b>	<b>\$-6.8</b>	<b>-75%</b>

In total, the net cost of services increased by \$5.1 million or 75 percent. Highlights of the changes are:

- Public safety increased \$500 thousand (20%), primarily due to the addition of special enforcement deputies and the cost of the contract between the City and the County of Los Angeles.
- Public works increased \$3.9 million, primarily due to the fact that the City received a large grant \$2 million in fiscal year 2006/07 for capital projects and did not receive any grants in fiscal year 2007/08.

**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

- Community development decreased \$1.9 million primarily because the City received operating grants in fiscal year 2007/08.
- Transportation net revenue decreased \$1.4 million primarily due to the fact that the City received operating grants of \$2.4 million in fiscal year 2006/07 and only received grants of \$1.2 million in fiscal year 2007/08.
- Pass through to agencies represents amounts paid by the Agoura Hills Redevelopment Agency to other agencies as part of our pass through agreements. As tax increment increases, so do the pass through amounts. This year, the amount increased \$700 thousand (26%).

*Financial Analysis of the City's Funds*

The City of Agoura Hills only has governmental fund types whose focus is to provide information on short-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements.

As of the end of fiscal year 2007-08, the City's funds reported ending fund balances of \$46.1 million, an increase of \$18.3 million in comparison with the prior fiscal year. The large increase in fund balance reflects the issuance of bonds by the Agoura Hills Redevelopment Agency in June 2008. Of the \$46.1 million in fund balances at fiscal year end 2007-08, \$18.3 million is reserved to indicate that it is not available for appropriation because it had already been restricted for a variety of purposes. The remaining unreserved \$27.8 million is available for spending at the government's discretion.

The General Fund is the chief operating fund of the City. At the end of fiscal year 2007-08, unreserved fund balance of the General Fund was \$9.8 million, while the total fund balance was \$9.9 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total expenditures. At June 30, 2008, unreserved fund balance was 64 percent of total General Fund expenditures and transfers out, while total fund balance was 65 percent of total expenditures and transfers out.

The City's General Fund balance decreased by \$2.2 million in fiscal year 2007-08, as compared to a decrease of \$365 thousand in fiscal year 2006-07. This is primarily related to a one-time transfer to the Other Grants Fund. The City anticipated receiving a Federal Appropriation to pay for the Kanan Interchange Capital Project, which was completed in fiscal year 2006-07. To date, the Federal Appropriation has not been received and the City has transferred General Fund resources to pay for the project.

Taken as a whole, the three Redevelopment Agency Funds increased fund balance by \$15.5 in fiscal year 2007-08, as compared to an increase of \$216 thousand in fiscal year 2006-07. This increase is primarily related to the June 2008 issuance of \$15.7 million in new bonded indebtedness.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

In preparing the budget, the City attempts to estimate its revenue using realistic, but conservative, methods so as to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the course of the fiscal year to reflect both changed

**CITY OF AGOURA HILLS**  
**Management's Discussion and Analysis (MD&A)**  
**For the Year Ended June 30, 2008**

priorities and availability of additional revenues to allow for expansion of existing programs. During the course of the year, the City Council amended the originally adopted budget to reappropriate prior year approved projects and expenditures and to amend the spending plan of the City and Redevelopment Agency.

Amendments between the original budget and the final budget resulted in decreased revenues of \$184 thousand, which were offset by decreased expenditures of \$15 thousand and increased transfers of \$3.5 million. These amendments resulted in an overall decrease to the fund balance of \$3.6 million.

The General Fund reflected a net total positive budget variance of \$680 thousand, when comparing actual amounts to the final budget for the current fiscal year. The budget reflects a positive variance in revenues of \$622 thousand and a positive variance in total expenditures of \$58 thousand. The revenue variances primarily relate to greater than anticipated property tax in lieu of VLF (\$370 thousand) and to increased transient occupancy taxes (\$260 thousand). The expenditure variances are primarily due to timing differences in planned expenditures.

**CAPITAL ASSETS**

Capital assets, including infrastructure of the City, are those assets that are used in the performance of the City's functions. At June 30, 2008, net capital assets totaled \$59.3 million.

This investment in capital assets includes land, construction in progress, buildings and improvements, leased equipment, vehicles, and infrastructure. The total increase in the City's capital assets, net of depreciation, for the current fiscal year is \$1 million or 2% of capital assets net of accumulated depreciation. The increase in capital assets primarily reflects the addition of \$1.9 million in construction in progress.

Major projects budgeted for the fiscal year ended 2008-09 include:

- The expansion of the Reyes Adobe Interchange, which spans US Freeway 101.
- Property acquisition utilizing the Agoura Hills Redevelopment Agency Housing Set Aside funds.

**City of Agoura Hills Capital Assets**  
**(Net of depreciation)**

	<b>2008</b>	<b>2007</b>
Land	\$ 6,732,663	\$ 6,732,663
Construction in progress	25,967,525	24,060,871
Building and improvements	8,778,704	8,924,623
Vehicles	312,729	119,645
Infrastructure	17,524,306	18,385,181
Total capital assets, net:	\$59,315,927	\$58,222,983

**CITY OF AGOURA HILLS  
Management's Discussion and Analysis (MD&A)  
For the Year Ended June 30, 2008**

Additional information on the City's capital assets can be found in note 3(b) in the basic financial statements.

**LONG-TERM DEBT**

At the end of the current fiscal year, the City of Agoura Hills had total debt outstanding of \$27.2 million. The City's long-term obligations as of June 30, 2008 and 2007 were as follows:

**City of Agoura Hills Outstanding Debt**

	<b>2008</b>	<b>2007</b>
2007 Lease Revenue Bonds	\$11,449,342	\$11,660,309
2008 RDA Tax allocation Bonds	5,569,609	-
2008 RDA Housing Set-Aside Bonds	10,000,000	-
Compensated Absences	231,733	224,520
Total:	<u>\$27,250,085</u>	<u>\$11,884,829</u>

Additional information on the City's long-term debt can be found in note 3(d). of the basic financial statements.

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

In preparing the budget for fiscal year 2008-09 the following factors were taken in to consideration:

- Salary and benefits are estimated to adjust upward by 7%. Retirement contributions are estimated to adjust .3%.
- Anticipated construction of the Reyes Adobe Interchange.

The City's operating budget for fiscal year 2008-09 reflects the use of set-aside reserves to complete the Reyes Adobe Interchange. It is anticipated that the City will remain in good financial condition throughout the fiscal year and beyond.

**REQUEST FOR INFORMATION**

This financial report is designed to provide citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City of Agoura Hills Finance Department, 30001 Ladyface Court, Agoura Hills, California 91301 or (818) 597-7319.

## **BASIC FINANCIAL STATEMENTS**



**This page has been left blank intentionally.**

**CITY OF AGOURA HILLS**  
**Statement of Net Assets**  
**June 30, 2008**

	<u><b>Governmental Activities</b></u>
<b>Assets:</b>	
Cash and investments	\$ 45,516,687
Receivables:	
Accounts and taxes	649,044
Interest	230,085
Deferred loans	594,710
Due from other governments	2,306,726
Other	483
Deposits	41,000
Prepays	93,090
Deferred charges	1,175,194
Investment in Joint Venture - Community Center	2,362,606
Capital assets, not being depreciated	32,700,188
Capital assets, being depreciated net	<u>26,615,739</u>
Total assets	<u>112,285,552</u>
<b>Liabilities:</b>	
Accounts payable and accrued liabilities	2,162,078
Interest payable	257,560
Noncurrent liabilities:	
Unearned revenue	65,000
Due within one year	165,000
Due in more than one year	<u>27,085,684</u>
Total liabilities	<u>29,735,322</u>
<b>Net Assets:</b>	
Invested in capital assets, net of related debt	47,866,585
Restricted for:	
Special projects	8,197,646
Low/moderate income housing	12,733,705
Inclusionary housing in lieu	2,078,614
Debt service	877,857
Unrestricted	<u>10,795,825</u>
Total net assets	<u><u>\$ 82,550,232</u></u>

See Accompanying Notes to Financial Statements.

**This page has been left blank intentionally.**



**CITY OF AGOURA HILLS**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2008**

	<u>General</u>	<u>Special Revenue</u>	
		<u>Traffic Improvement</u>	<u>Other Grants</u>
<b>Assets:</b>			
Cash and investments	\$ 8,366,492	\$ 6,349,859	\$ -
Receivables:			
Accounts	649,044	-	-
Interest	78,392	43,467	-
Deferred loans	-	-	-
Due from other governments	786,845	2,822	726,281
Other	483	-	-
Deposits	-	-	-
Due from other funds	614,491	-	-
Prepays	93,090	-	-
	<u>\$ 10,588,837</u>	<u>\$ 6,396,148</u>	<u>\$ 726,281</u>
<b>Liabilities and fund balances:</b>			
Liabilities:			
Accounts payable and accrued expenditures	\$ 635,479	\$ 488,873	\$ 93,125
Due to other funds	-	-	614,491
Deferred revenue	23,033	-	722,714
Total liabilities	<u>658,512</u>	<u>488,873</u>	<u>1,430,330</u>
<b>Fund balances:</b>			
Reserved:			
Reserved for prepays	93,090	-	-
Reserved for low/moderate income housing	-	-	-
Reserved for inclusionary housing in lieu	-	-	-
Reserved for Reyes Adobe interchange project	-	-	-
Reserved for debt service	-	-	-
Total reserved fund balance	<u>93,090</u>	<u>-</u>	<u>-</u>
Unreserved, reported in:			
General fund	9,837,235	-	-
Special revenue funds	-	5,907,275	(704,049)
Capital projects funds	-	-	-
Debt service fund	-	-	-
Total unreserved	<u>9,837,235</u>	<u>5,907,275</u>	<u>(704,049)</u>
Total fund balances (deficits)	<u>9,930,325</u>	<u>5,907,275</u>	<u>(704,049)</u>
Total liabilities and fund balances	<u>\$ 10,588,837</u>	<u>\$ 6,396,148</u>	<u>\$ 726,281</u>

See Accompanying Notes to Financial Statements.

<b>Capital Projects</b>		<b>Debt Service</b>	<b>Nonmajor Governmental Funds</b>	<b>Totals</b>
<b>Redevelopment Set - Aside</b>	<b>Redevelopment</b>	<b>Redevelopment</b>		
\$ 12,510,801	\$ 6,493,630	\$ 1,131,346	\$ 10,664,559	\$ 45,516,687
-	-	-	-	649,044
32,667	15,909	784	58,866	230,085
261,925	-	-	332,785	594,710
-	-	389,160	401,618	2,306,726
-	-	-	-	483
-	41,000	-	-	41,000
-	-	-	-	614,491
-	-	-	-	93,090
<u>\$ 12,805,393</u>	<u>\$ 6,550,539</u>	<u>\$ 1,521,290</u>	<u>\$ 11,457,828</u>	<u>\$ 50,046,316</u>
\$ 6,688	\$ 73,558	\$ 643,433	\$ 220,922	\$ 2,162,078
-	-	-	-	614,491
65,000	-	-	332,785	1,143,532
<u>71,688</u>	<u>73,558</u>	<u>643,433</u>	<u>553,707</u>	<u>3,920,101</u>
-	-	-	-	93,090
12,733,705	-	-	-	12,733,705
-	-	-	2,078,614	2,078,614
-	-	-	2,601,172	2,601,172
-	-	877,857	-	877,857
<u>12,733,705</u>	<u>-</u>	<u>877,857</u>	<u>4,679,786</u>	<u>18,384,438</u>
-	-	-	-	9,837,235
-	-	-	2,994,420	8,197,646
-	6,476,981	-	3,219,945	9,696,926
-	-	-	9,970	9,970
	<u>6,476,981</u>	<u>-</u>	<u>6,224,335</u>	<u>27,741,777</u>
<u>12,733,705</u>	<u>6,476,981</u>	<u>877,857</u>	<u>10,904,121</u>	<u>46,126,215</u>
<u>\$ 12,805,393</u>	<u>\$ 6,550,539</u>	<u>\$ 1,521,290</u>	<u>\$ 11,457,828</u>	<u>\$ 50,046,316</u>

**CITY OF AGOURA HILLS**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Assets**  
**June 30, 2008**

Fund balances of governmental funds	\$	46,126,215
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		59,315,927
Investment in Joint Venture Community Center represents interest only in capital assets of the joint venture rather than a financial asset and, therefore, is not reported in the funds.		2,362,606
The long term debt (e.g. bonds, leases) is not due and payable in the current period and therefore is not reported in the funds.		(27,250,684)
Deferred charges related to the issuance of long term debt are recorded as expenditures in governmental fund statements.		1,175,194
Interest on long-term debt liabilities are not due and payable in the current period and therefore are not reported in the funds.		(257,560)
Certain revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. However, the revenues are included on the accrual basis used in the government-wide statements.		<u>1,078,534</u>
Net assets of governmental activities	\$	<u><u>82,550,232</u></u>

See Accompanying Notes to Financial Statements.

**This page has been left blank intentionally.**



**CITY OF AGOURA HILLS**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2008**

	General	Special Revenue	
		Traffic Improvement	Other Grants
<b>Revenues:</b>			
Taxes	\$ 10,660,657	\$ -	\$ -
Licenses and permits	353,731	-	-
Intergovernmental revenues	99,549	612,690	2,038,802
Charges for services	1,018,050	-	-
Fines and penalties	103,380	-	-
Use of money and property	437,016	247,694	-
Other revenues	415,856	-	30,000
Total revenues	<u>13,088,239</u>	<u>860,384</u>	<u>2,068,802</u>
<b>Expenditures:</b>			
Current:			
General government	2,801,729	-	16,468
Pass through to other agencies	-	-	-
Public safety	3,350,560	-	6,471
Community development	917,019	-	-
Community services	1,371,806	-	-
Public works	2,206,988	-	-
Debt service:			
Cost of issuance	-	-	-
Principal	-	-	-
Interest and fiscal charges	-	-	-
Capital outlay	<u>1,226,912</u>	<u>929,203</u>	<u>572,033</u>
Total expenditures	<u>11,875,014</u>	<u>929,203</u>	<u>594,972</u>
Excess (deficiency) of revenues over expenditures	<u>1,213,225</u>	<u>(68,819)</u>	<u>1,473,830</u>
<b>Other financing sources (uses):</b>			
Transfers in	-	-	2,888,574
Transfers out	(3,457,318)	-	-
Bond issuance	-	-	-
Discount on debt issuance	-	-	-
Total other financing sources (uses)	<u>(3,457,318)</u>	<u>-</u>	<u>2,888,574</u>
Net change in fund balance	<u>(2,244,093)</u>	<u>(68,819)</u>	<u>4,362,404</u>
Fund balances (deficits), beginning of year	<u>12,174,418</u>	<u>5,976,094</u>	<u>(5,066,453)</u>
Fund balances (deficits), end of year	<u>\$ 9,930,325</u>	<u>\$ 5,907,275</u>	<u>\$ (704,049)</u>

See Accompanying Notes to Financial Statements.

<b>Capital Projects</b>		<b>Debt Service</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Redevelopment Set - Aside</b>	<b>Redevelopment</b>	<b>Redevelopment</b>		
\$ -	\$ -	\$ 5,021,406	\$ -	\$ 15,682,063
-	-	-	-	353,731
-	-	-	1,967,567	4,718,608
-	-	-	375,024	1,393,074
-	-	-	134,192	237,572
135,708	66,148	784	396,915	1,284,265
20,000	-	-	107,136	572,992
<u>155,708</u>	<u>66,148</u>	<u>5,022,190</u>	<u>2,980,834</u>	<u>24,242,305</u>
53,585	24,655	-	51,992	2,948,429
-	-	3,411,775	-	3,411,775
-	-	-	99,814	3,456,845
244,720	330,731	-	-	1,492,470
-	-	-	218,847	1,590,653
-	39,851	-	1,147,443	3,394,282
-	-	873,994	-	873,994
-	-	-	230,000	230,000
-	-	-	439,678	439,678
-	289,449	-	671,854	3,689,451
<u>298,305</u>	<u>684,686</u>	<u>4,285,769</u>	<u>2,859,628</u>	<u>21,527,577</u>
<u>(142,597)</u>	<u>(618,538)</u>	<u>736,421</u>	<u>121,206</u>	<u>2,714,728</u>
9,828,042	5,739,191	-	568,744	19,024,551
-	(139,060)	(15,428,173)	-	(19,024,551)
-	-	15,750,000	-	15,750,000
-	-	(180,391)	-	(180,391)
<u>9,828,042</u>	<u>5,600,131</u>	<u>141,436</u>	<u>568,744</u>	<u>15,569,609</u>
9,685,445	4,981,593	877,857	689,950	18,284,337
3,048,260	1,495,388	-	10,214,171	27,841,878
<u>\$ 12,733,705</u>	<u>\$ 6,476,981</u>	<u>\$ 877,857</u>	<u>\$ 10,904,121</u>	<u>\$ 46,126,215</u>

**CITY OF AGOURA HILLS**  
**Reconciliation of the Statement of Revenues, Expenditures**  
**and Changes in Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2008**

Net change in fund balances - total governmental funds \$ 18,284,337

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital outlay	\$ 2,892,151	
Depreciation expense	<u>(1,799,207)</u>	1,092,944

Share of expenses for Joint Venture in Community Center is not recorded as a financial expenditure, rather it is recorded in the statement of activities as an expense. (56,621)

Issuance of long-term debt including capital advances, compensated absences and leases provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources in governmental funds. Neither transaction has any effect on net assets.

Debt issuance	\$ (15,750,000)	
Discount on debt issuance	180,391	
Principal payment	230,000	
Deferred charges	873,994	
Deferral on refunding amortization and discount	(34,230)	
Change in compensated absences	<u>(7,213)</u>	(14,507,058)

Interest on a long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (257,560)

Certain revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. However, the revenues are included on the accrual basis used in the government-wide statements. (1,237,345)

Change on net assets of governmental activities \$ 3,318,697

See Accompanying Notes to Financial Statements.

**CITY OF AGOURA HILLS**  
**Statement of Fiduciary Assets and Liabilities**  
**Agency Fund**  
**June 30, 2008**

**Assets:**

Cash and investments

\$ 1,380,037

**Liabilities:**

Deposits payable

\$ 1,380,037

See Accompanying Notes to Financial Statements.

**This page has been left blank intentionally.**

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements**  
**June 30, 2008**

**(1) Summary of Significant Accounting Policies**

***(a) Description of Reporting Entity***

The City of Agoura Hills (City) was incorporated December 8, 1982, under the general laws of the State of California and enjoys all the rights and privileges pertaining to “General Law” cities. The City operates under a Council/Manager form of government. As required by generally accepted accounting principals, these financial statements present the government and its component units for which the government is considered financially accountable. Blended component units, although legally separate entities, are in substance, part of the City’s operations and data from these units are combined with data of the City of Agoura Hills, the primary government. Each component unit has a June 30 year end.

***Blended Component Units***

The Agoura Hills Redevelopment Agency, the Public Facilities Corporation and the Public Financing Authority are legally separate entities. The Agoura Hills City Council exercises financial accountability over each entity. Financial accountability is determined on the basis of budget adoption, taxing authority, funding, and the appointment of the governing board. Additionally, City staff manages the operations of each of these organizations on a contractual or reimbursement basis. A discussion of each entity follows.

The Agoura Hills Redevelopment Agency (Agency) was established March 9, 1988 pursuant to the laws of the State of California Health and Safety Code, Section 33000 et. seq., and is a separate governmental entity. The elected City Council serves as board members for the Agency. The primary purpose of the Agency is to address blighting conditions that exist within the City’s freeway and roadside commercial corridor. The area is suffering from physical blight and economic disuse arising from poor and inadequate planning, street layout and street access. Improvements are necessary to increase economic growth in the City.

On November 9, 1994, the Redevelopment Agency adopted its Redevelopment Plan. Pass-through agreements with all of the underlying taxing entities were completed by June 30, 1994. No new pass-through agreements were approved during fiscal year 2007-2008. Complete financial statements for the Agoura Hills Redevelopment Agency can be obtained from the Finance Department at:

City of Agoura Hills  
30001 Ladyface Court  
Agoura Hills, CA 91301

The Agoura Hills Public Facilities Corporation (Corporation) was incorporated January 5, 1988 as a not-for-profit public benefit corporation and determined to be tax exempt pursuant to Revenue and Taxation Code 23701(d) of the State of California. The sole purpose of the Corporation is to provide a financing vehicle for the construction of public facilities. No financial activity is reported as the Corporation is not active.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

The Agoura Hills Public Financing Authority (Authority) was organized in April 2001 under a joint exercise of power agreement to provide financing for public capital improvements for the City and the Agoura Hills Redevelopment Agency. The members of the City Council act as the governing board of the Financing Authority. The Authority's financial activity is reported in a debt service and capital projects fund. The Authority does not issue separate financial statements.

***(b) Government-wide and Fund Financial Statements***

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been eliminated from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grant and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and fiduciary funds even though the latter is excluded from the government-wide statements. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor funds.

***(c) Measurement Focus, Basis of Accounting, and Financial Statement Presentation***

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, including property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grant, entitlements and donations is recognized in the fiscal year from which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures generally are recorded when the related fund liability is incurred, except for principal and interest on long-term debt, claims and judgments and compensated absences, which are recognized as an expenditure to the extent they have matured. General capital asset acquisitions are

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, charges for services, intergovernmental revenues and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

The General Fund is the general operating fund of the City. It is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund. All general tax revenue and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund.

The Traffic Improvement Special Revenue Fund is used to account for traffic improvement and arterial street system fees paid by developers which may only be used for constructing traffic impacted arterial streets.

The Other Grants Special Revenue Fund is used to account for various state grant funds received for street improvements and park development.

The Redevelopment Set-Aside Capital Projects Fund is used to account for financial resources that were required to be set-aside for low and moderate income housing and related expenditures.

The Redevelopment Capital Projects Fund is used to account for financial resources segregated for the acquisition and rehabilitation of capital projects within the redevelopment project area.

The Redevelopment Debt Service Fund is used to account for accumulation of resources for, and the payments of, long-term debt principal, interest and related costs.

Additionally, the City reports the following fund types:

***Governmental Funds:***

The Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs, other than capitalized leases and compensated absences, which are paid from the governmental funds.

The Capital Projects Funds are used to account for financial resources used for the acquisition and construction of major capital facilities.



**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

***Fiduciary Fund:***

The Fiduciary Fund is an Agency Fund used to account for various assets such as developer fees and L.A. County Fire Department fees held by the City in a trustee capacity or as an agent for individuals, private organizations and/or other governments. The City also acts as a secretary for an organization in which the money is held in the Agency Fund. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results or operation. Agency funds are accounted for using the accrual basis of accounting.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to members, customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, and then use unrestricted resources as needed.

***(d) Assets, Liabilities, and Net Assets or Equity***

***1. Deposits and Investments***

The City's cash and investments are cash on hand, demand deposits and the State of California Local Agency Investment Fund. Investments are stated at fair value (the value at which a financial instrument could be exchanged, other than in a forced or liquidation sale).

The City maintains a cash and investment pool for the general operation of the City. Each fund type's portion of the pool is reported on the financial statements as Cash and Investments. Interest earned on pooled cash and investments is distributed quarterly to each fund based upon each funds proportionate share of the pool.

The City has monies held by trustees or fiscal agents pledged to the payment or security of certain bonds. The California Government Code provides these monies, in the absence of specific statutory provisions governing the issuance of bonds, may be invested in accordance with the ordinance, resolutions or indentures specifying the types of investments its trustees or fiscal agents may make. These ordinances, resolutions and indentures are generally more restrictive than the City's general investment policy.

***2. Receivables and Payables***

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds" (i.e., short-term interfund loans) or as "advances to/from other funds" (i.e., long-term interfund loans).

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

Property tax revenue is recognized when susceptible to accrual in the accounting period in which taxes are measurable and available. Property taxes are considered available by the City if they are collected within 60 days after year end. There is no allowance for uncollectibles. Assessed valuations are determined on an annual basis by the Los Angeles County Assessor. Taxes attach as an enforceable lien on property as of January 1, are levied on July 1, are due November 1 and February 1, and are delinquent if not paid by December 10 and April 10 of each year.

**3. *Prepays***

Certain membership dues and payments to vendors represent expenses that apply to future accounting periods.

**4. *Capital Assets***

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the governmental activities columns in the government-wide financial statements. Capital assets are valued at historical cost or estimated historical cost of purchased or constructed. Donated capital assets are valued at their estimated fair value on the date donated. Capital assets subject to lease obligations are valued at the present value of future lease payments at the inception of the lease. Depreciation of all exhaustible capital assets used by governmental activities is charged as an expense against their operations. Accumulated depreciation is reported on the statement of net assets. Depreciation has been provided over the estimated useful lives using the straight-line method over the following estimated useful lives:

Buildings and building improvements	50 years
Vehicles	7-15 years
Machinery	5-30 years
Equipment	5-15 years
Infrastructure	20-50 years

Capitalization threshold of capital assets is based at a minimum value as follows:

Buildings and building improvements	\$25,000
Vehicles, machinery, & equipment	10,000
Infrastructure	25,000

**5. *Vacation and Compensatory Time (Compensated Absences)***

The City records compensated absences (unpaid vacation, management leave, holiday comp, and compensatory time) in governmental funds as expenditures in the year paid, as it is the City's policy to liquidate any unpaid compensated absences at June 30 from future resources, rather than currently available financial resources. Accordingly, the entire unpaid liability for governmental funds at June 30, 2008 is recorded as a long-term liability.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**6. Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities. Bond premiums and discounts, as well as issuance costs and gains and losses on debt refunding are deferred and amortized. Bonds payable are reported net of the applicable bond premium or discount and deferral on refunding.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**(2) Stewardship, Compliance and Accountability**

**(a) Budgetary Information**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The City is required to adopt an annual budget resolution for the General Fund and Special Revenue Funds. All annual appropriations either lapse at year end or are carried forward at City Manager's discretion.

The budget is prepared by fund, function and activity, and includes actual information for the past year, current year estimates and requested appropriations for the next fiscal year. The budget is a statement of the goals and objectives of the City for that fiscal year. The budget provides management control at the functional departmental level. The City Manager may authorize the transfer of funds within the same department. Responsible individuals review progress against their budget each month. The City Council considers supplemental budget amendment requests during the year and reviews changes at mid year and year end.

**(b) Excess of Expenditures over Appropriations and Fund Balance Deficit**

For the year ended June 30, 2008, certain General Fund departments/functions expenditures exceeded final budget estimates.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

	<u>Final Budget</u>	<u>Expenditures</u>	<u>Expenditures Over Budget</u>
<b>General fund department/function:</b>			
General government			
City council	\$ 99,400	\$ 108,291	\$ 8,891
City attorney	210,001	237,824	27,823
Public facilities	268,500	277,389	8,889
Public works:			
Street maintenance	20,000	69,285	49,285
Landscape maintenance	523,700	531,360	7,660
Drain and flood maintenance	237,911	264,209	26,298

**(c) Deficit Fund Balances**

The following funds had deficit fund balances at June 30, 2008:

**Major governmental fund:**

Other grants	\$ 704,049
--------------	------------

This deficit is expected to be eliminated with future revenues, including reimbursements from federal agencies.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**(3) Detailed Notes on all Funds**

*(a) Cash and Investments*

Cash and investments at June 30, 2008 consisted of the following:

	<b>Final Budget</b>
<b>Demand accounts (bank balances):</b>	\$ 445,667
Add deposits in transit	10,200
Less outstanding checks	(136,791)
Book balance	319,076
Petty cash	800
Total deposits and petty cash	319,876
<b>Investments:</b>	
State of California local agency investment fund	27,315,280
Federal Agency security	2,000,000
Held by bond trustee	17,261,570
Total investments	46,576,850
Total cash and investments	\$ 46,896,726

***Investments Authorized by the California Government Code and the City's investment Policy:***

The City's investment policy authorizes following investments under provisions of California Government Code Section 53601.

<u>Authorized Investments/Deposits</u>	<u>Portfolio Percentages</u>	<u>Maximum Maturity</u>
Local Agency Investment Fund**	\$40 million	N/A
U. S. Treasury Issues	Unlimited	5 Years
Federal Agency Sec. (FFCB and FHLB only)	30%	5 Years
Commercial Paper	25%	270 Days
Negotiable Certificates of Deposit (CD)	30%	5 Years
Medium Term Corporate Notes	30%	5 Years

\*\* Limit set by LAIF Governing Board not State Government Code.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

***Investments Authorized by Debt Agreements:***

Investment of debt proceeds held by bond trustee is governed by provisions of the debt agreements rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the general investment types that are authorized for investments held by the bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage Allowed</u>	<u>Maximum Investment in One Issuer</u>
U.S. Treasury Obligations	None	None	None
Federal Housing Administration Debentures	None	None	None
U.S. Agency Securities	None	None	None
Unsecured CDs, time deposits and Bankers' Acceptance	30 days	None	None
FDIC Insured bank deposits	None	None	None
Commercial Paper	270 days	None	None
Money Market Funds	N/A	None	None
State Obligations	None	None	None
Pre-funded Municipal Obligations	None	None	None
Repurchase Agreements	270 days	None	None
Investment Agreements	None	None	None
Local Agency Investment Fund (LAIF)	None	None	None

***Disclosures Relating to Interest Rate Risk:***

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As of the year end, the weighted average maturity of the investments contained in the LAIF investment pool is approximately 212 days.

<u>Investment Types</u>	<u>Remaining Maturity</u>
	<u>Less than 1 Year</u>
Federal agency security	\$ 2,000,000
Held by bond trustee:	
Money market funds	17,261,570

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

***Disclosures Relating to Credit Risk:***

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

<b>Investment Type</b>	<b>Fair Value</b>	<b>Minimum Credit Rating</b>	<b>Rating as of Year End</b>	
			<b>AAA</b>	<b>Not Rated</b>
LAIF	\$ 27,315,280	N / A	\$ -	\$ 27,315,280
Federal Agency Security	2,000,000	N / A	2,000,000	-
<b>Held by bond trustee:</b>				
Money market funds	<u>17,261,570</u>	AAA	<u>17,261,570</u>	<u>-</u>
Total	<u>\$ 46,576,850</u>		<u>\$ 19,261,570</u>	<u>\$ 27,315,280</u>

***Concentration of Credit Risk:***

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There were no investments in any one issuer that represent 5% or more of the City's investments:

***Custodial Credit Risk:***

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

None of the City's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts.

***Investment in State Investment Pool:***

The City 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 book value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

LAIF management has indicated that as of June 30, 2008, the amortized cost of the pool was \$70,027,950,242 and the estimated fair value of the pool was \$70,024,464,150. Included in the LAIF's investment portfolio are certain derivative securities or similar products in the form of structured notes, totaling \$6,113,006 and asset backed securities totaling \$4,188,272.



**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**(b) Capital Assets**

In accordance with GASB Statement No. 34, the City has reported all capital assets including infrastructure in the Government-wide Statement of Net Assets. The City elected to use the basic approach as defined by GASB Statement No. 34 for all infrastructure reporting, whereby depreciation expense and accumulated depreciation have been recorded.

A summary of changes in capital asset activity for the year ended June 30, 2008 is as follows:

<u>Governmental Activities</u>	<u>July 1, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2008</u>
<b>Capital assets, not being depreciated:</b>				
Land	\$ 6,732,663	\$ -	\$ -	\$ 6,732,663
Construction in progress	24,060,871	1,906,654	-	25,967,525
Total capital assets, not being depreciated	<u>30,793,534</u>	<u>1,906,654</u>	<u>-</u>	<u>32,700,188</u>
<b>Capital assets, being depreciated:</b>				
Buildings and improvements	9,839,219	50,865	-	9,890,084
Leased equipment	54,870	-	(54,870)	-
Vehicles	246,848	221,067	-	467,915
Infrastructure	54,317,846	713,565	-	55,031,411
Total capital assets, being depreciated	<u>64,458,783</u>	<u>985,497</u>	<u>(54,870)</u>	<u>65,389,410</u>
<b>Less: Accumulated depreciation for:</b>				
Buildings and improvements	914,596	196,784	-	1,111,380
Leased equipment	54,870	-	(54,870)	-
Vehicles	127,203	27,983	-	155,186
Infrastructure	35,932,665	1,574,440	-	37,507,105
Total accumulated depreciation	<u>37,029,334</u>	<u>1,799,207</u>	<u>(54,870)</u>	<u>38,773,671</u>
Total capital assets, being depreciated	<u>27,429,449</u>	<u>(813,710)</u>	<u>-</u>	<u>26,615,739</u>
Governmental activities, capital assets	<u>\$ 58,222,983</u>	<u>\$ 1,092,944</u>	<u>\$ -</u>	<u>\$ 59,315,927</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

**Governmental activities:**

General government	\$ 172,169
Public works	1,592,012
Parks and recreation	<u>35,026</u>

Total depreciation expense - governmental activities \$ 1,799,207

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

*(c) Interfund Receivables, Payables and Transfers*

*Due to/Due from*

	<b>Due To General Fund</b>
<b>Due from:</b>	
Other grants fund	\$ 614,491
Total	\$ 614,491

The general fund makes loans to other funds to cover the negative cash balance in those funds.

*Interfund transfers*

	<b>Transfers In</b>				<b>Totals</b>
	<b>Other Grants Special Revenue Fund</b>	<b>Capital Projects</b>		<b>Nonmajor Governmental Funds</b>	
		<b>Redevelopment Fund</b>	<b>Redevelopment Set-Aside Fund</b>		
		<b>Fund</b>	<b>Fund</b>		
<b>Transfers out:</b>					
General fund	\$ 2,888,574	\$ -	\$ -	\$ 568,744	\$ 3,457,318
Redevelopment capital projects fund	-	-	139,060	-	139,060
Redevelopment Debt Service fund	-	5,739,191	9,688,982	-	15,428,173
<b>Totals</b>	<b>\$ 2,888,574</b>	<b>\$ 5,739,191</b>	<b>\$ 9,828,042</b>	<b>\$ 568,744</b>	<b>\$ 19,024,551</b>

The purpose of transfers in and transfers out is to finance debt service and capital projects in accordance with budgetary authorizations, and to provide required housing set-aside funds.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**(d) Long-term Liability**

Long-term liability activity for the year ended June 30, 2008 was as follows:

	<u>Balance July 1, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2008</u>	<u>Due within one year</u>
Governmental activities:					
2007 Lease revenue					
Refunding bonds	\$ 12,060,000	\$ -	\$ (230,000)	\$ 11,830,000	\$ 165,000
Bond discount	(63,967)		3,046	(60,921)	-
Deferred on refunding	(335,724)		15,987	(319,737)	-
2008 RDA Tax Allocation					
Bonds	-	5,750,000	-	5,750,000	-
Bond discount	-	(180,391)	-	(180,391)	-
2008 RDA Housing Set-Aside					
Bonds		10,000,000	-	10,000,000	-
Accrued compensated absences	224,520	7,213	-	231,733	-
Total governmental long-term liabilities	<u>\$ 11,884,829</u>	<u>\$ 15,576,822</u>	<u>\$ (210,967)</u>	<u>\$ 27,250,684</u>	<u>\$ 165,000</u>

**1. 2007 Lease Revenue Refunding Bonds**

On March 1, 2007, the City issued \$12.6 million in Lease Revenue Refunding Bonds with interest rates ranging from 3.875% to 4.375% to defease \$8.8 million of 1999 Lease Revenue outstanding bonds. The principal of the bonds is payable on their maturity date of February 1, of each year. Interest on the bond is payable on February 1, and August 1, each year. The outstanding balance at June 30, 2008, net of discount and deferral on refunding is \$11,449,342.

The future debt service payments are as follows:

<u>Fiscal Year Ending June 30</u>	<u>Lease Revenue Bond</u>	
	<u>Principal</u>	<u>Interest</u>
2009	\$ 165,000	\$ 501,432
2010	175,000	494,832
2011	180,000	487,832
2012	185,000	480,632
2013	195,000	473,232
2014-2018	1,095,000	2,222,056
2019-2023	1,325,000	1,983,374
2024-2028	1,625,000	1,680,787
2029-2033	2,000,000	1,295,910
2034-2038	2,480,000	808,828
2039-2043	2,405,000	204,203
Total debt service payments	<u>\$ 11,830,000</u>	<u>\$ 10,633,118</u>

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**2. 2008 Redevelopment Agency Tax Allocation Bonds**

On May 23, 2008, the Agoura Hills Redevelopment Agency issued \$5,750,000 of Series 2008 A-T tax allocation bonds with interest rates ranging from 4.728% to 6.53%. The proceeds from the sale of bonds will be used to finance redevelopment projects benefiting the Agoura Hills Redevelopment Project areas. Principal of the Bonds is payable on their maturity date of October 1 of each year. Interest on the bonds is payable on April 1 and October 1 each year commencing October 1, 2008. The outstanding balance at June 30, 2008 is \$5,569,609, net of unamortized discount of \$180,391. The future debt service payments are as follows:

<u>Year Ending</u> <u>June 30</u>	<u>2008 Tax Allocation Bonds Series A-T</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2009	\$ -	\$ 349,441	\$ 349,441
2010	55,000	423,696	478,696
2011	55,000	421,027	476,027
2012	60,000	418,088	478,088
2013	60,000	414,889	474,889
2014-2018	360,000	2,015,731	2,375,731
2019-2023	490,000	1,879,661	2,369,661
2024-2028	685,000	1,674,256	2,359,256
2029-2033	980,000	1,370,797	2,350,797
2034-2038	1,415,000	915,901	2,330,901
2039-2042	1,590,000	261,139	1,851,139
<b>Total</b>	<u>\$ 5,750,000</u>	<u>\$ 10,144,626</u>	<u>\$ 15,894,626</u>

**3. 2008 Redevelopment Agency Housing Set-Aside Tax Allocation Bonds**

On May 23, 2008, the Agoura Hills Redevelopment Agency issued \$10,000,000 of Series 2008 Housing Set-Aside Tax Allocation bonds with interest rates ranging from 4.00% to 4.75%. The proceeds from the bond will be issued to finance low and moderate income housing of the Agency. Principal of the Bonds is payable on their maturity date of October 1 of each year. Interest on the bonds will be payable semi-annually on April 1 and October 1 of each year commencing October 1, 2008. The outstanding balance at June 30, 2008 is \$10,000,000.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

<b>Year Ending June 30</b>	<b>Housing Set-Aside Tax Allocation Bonds 2008</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2009	\$ -	\$ 395,105	\$ 395,105
2010	135,000	477,831	612,831
2011	145,000	472,231	617,231
2012	150,000	466,331	616,331
2013	155,000	460,231	615,231
2014-2028	870,000	2,201,081	3,071,081
2019-2023	1,075,000	1,992,997	3,067,997
2024-2028	1,350,000	1,704,944	3,054,944
2029-2033	1,720,000	1,323,750	3,043,750
2034-2038	2,205,000	834,875	3,039,875
2039-2042	2,195,000	226,125	2,421,125
<b>Total</b>	<b>\$ 10,000,000</b>	<b>\$ 10,555,501</b>	<b>\$ 20,555,501</b>

**4. Employee Compensated Absences Payable**

The City's policies relating to compensated absences are described in Note (1)(d)5. This liability will be paid in future years from future resources.

**5. Bond Defeasance**

In fiscal year 2006-2007, the City of Agoura Hills defeased 1999 Lease Revenue Bonds by placing the proceeds of the 2007 Lease Revenue Bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At June 30, 2008, the outstanding principal balance of the 1999 Lease Revenue Bonds was \$8,380,000.

**(e) Reserved Fund Balances**

Reservations of fund balances represent amounts that are not appropriable or are legally segregated for a specific purpose.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

Reserved fund balances at June 30, 2008 are as follows:

	<b>General Fund</b>	<b>Capital Projects Redevelopment Set-Aside</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Redevelopment Debt Service</b>	<b>Total</b>
<b>Reserved for:</b>					
Prepays	\$ 93,090	\$ -	\$ -	\$ -	\$ 93,090
Low/moderate income housing	-	12,733,705	-	-	12,733,705
Inclusionary housing in lieu	-	-	2,078,614	-	2,078,614
Reyes Adobe interchange project	-	-	2,601,172	-	2,601,172
Reserved for debt service	-	-	-	877,857	877,857
	<u>93,090</u>	<u>12,733,705</u>	<u>4,679,786</u>	<u>877,857</u>	<u>18,384,438</u>
Total reserved fund balance	<u>\$ 93,090</u>	<u>\$ 12,733,705</u>	<u>\$ 4,679,786</u>	<u>\$ 877,857</u>	<u>\$ 18,384,438</u>

**(4) Other Information**

***(a) Defined Benefit Pension Plan***

Plan Description: The City of Agoura Hills contributes to the California Public Employees Retirement System (PERS), a cost sharing multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS 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 city ordinance. Copies of PERS' annual financial report may be obtained from their executive office: 400 "P" Street, Sacramento, CA 95814.

Funding Policy: Participants are required to contribute 7% of their annual covered salary. The City makes the contributions required of the City employees on their behalf and for their account. The City is required to contribute at an actuarially determined rate; the current rate is 10.63% of annual covered payroll for non-safety employees. The contribution requirements of plan members and the City are established and may be amended by PERS.

Annual Pension Cost: For the year ended June 30, 2008, the City's annual pension cost of \$281,594 for PERS was equal to the City's required and actual contributions.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**TREND INFORMATION FOR PERS**

**Schedule of Employer Contributions (\$ Amount in Thousands)**

<u>Fiscal Year</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
6/30/06	\$ 235	100	\$ -0-
6/30/07	262	100	-0-
6/30/08	282	100	-0-

**(b) Self-Insurance**

**1. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement**

The City of Agoura Hills is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 114 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other coverages. The Authority's pool began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a 9-member Executive Committee.

**2. Self-Insurance Programs of the Authority**

General Liability – Each member government pays a primary deposit to cover estimated losses for a fiscal year (claims year). Six months after the close of a fiscal year, outstanding claims are valued. A retrospective deposit computation is then made for each open claims year. Claims are pooled separately between police and non-police. Costs are spread to members as follows: the first \$30,000 of each occurrence is charged directly to the member's primary deposit; costs from \$30,000 to \$750,000 and the loss development reserves associated with losses up to \$750,000 are pooled based on the member's share of losses under \$30,000. Losses from \$750,000 to \$5,000,000 and the associated loss development reserves are pooled based on payroll. Costs of covered claims from \$5,000,000 to \$50,000,000 are currently paid by excess insurance. Costs of covered claims for subsidence losses from \$15,000,000 to \$25,000,000 are paid by excess insurance. The protection for each member is \$50,000,000 per occurrence and \$50,000,000 annual aggregate. Administrative expenses are paid from the Authority's investment earnings.

Workers' Compensation – The City of Agoura Hills also participates in the workers' compensation pool administered by the Authority. Each member pays a primary deposit to cover estimated losses for a fiscal year (claims year). Six months after the close of a fiscal year, outstanding claims are valued. A retrospective deposit computation is then made for each open claims year. Claims are pooled separately between public safety and non-public safety. Each member has a retention level

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

of \$50,000 for each loss and this is charged directly to the member's primary deposit. Losses from \$50,000 to \$100,000 and the loss development reserve associated with losses up to \$100,000 are pooled based on the member's share of losses under \$50,000. Losses from \$100,000 to \$2,000,000 and employer's liability losses from \$5,000,000 to \$10,000,000 and loss development reserves associated with those losses are pooled based on payroll. Losses from \$2,000,000 to \$5,000,000 are pooled with California State Association of Counties – Excess Insurance Authority members. Costs from \$5,000,000 to \$300,000,000 are transferred to reinsurance carriers. Costs in excess of \$300,000,000 are pooled among the Members based on payroll. Protection is provided per statutory liability under California Workers' Compensation law. Administrative expenses are paid from the Authority's investment earnings.

**3. *Purchased Insurance***

Environmental Insurance – The City of Agoura Hills participates in the pollution legal liability and remediation legal liability insurance, which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Agoura Hills. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has a limit of \$50,000,000 for the 3-year period from July 1, 2005 through July 1, 2008. Each member of the Authority has a \$10,000,000 limit during the 3-year term of the policy.

Property Insurance – The City of Agoura Hills participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. The City of Agoura Hills property is currently insured according to a schedule of covered property submitted by the City of Agoura Hills to the Authority. Total all-risk property insurance coverage is \$14,823,693. There is a \$5,000 deductible per occurrence except for non-emergency vehicle insurance which has \$1,000 deductible. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

Earthquake and Flood Insurance – The City of Agoura Hills purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. The City of Agoura Hills property currently has earthquake protection in the amount of \$0. There is a deductible of 5% of value with a minimum deductible of \$100,000. Premiums for the coverage are paid annually and are not subject to retroactive adjustments.

Crime Insurance – The City of Agoura Hills purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The agency may purchase higher limits and/or have a higher deductible. Please check your policy to ensure correct information is included. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retroactive adjustments.

**4. *Adequacy of Protection***

During the past three fiscal (claims) years, none of the above programs of protection have had settlements or judgments that exceeded pooled or insured coverage. There have been no significant reductions in pooled or insured liability coverage from coverage in the prior year.



**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

***(c) Commitments/Operating Leases***

1. The City has executed a ground lease with Saint Paul's Lutheran Church for a recreation facility site. This lease expires in fiscal year ending 2011 with an option to extend for an additional 5 year period.

The following schedule lists future minimum lease payments for the recreation facility ground lease commitment:

<b>Year Ending June 30</b>	<b>Recreation Center</b>
2009	\$ 20,612
2010	21,230
2011	21,230
Total lease payments	\$ 63,072

2. The City contracts with the Los Angeles County Department of Public Works and Sheriff's Department to provide certain municipal services. During the year ended June 30, 2008, the City incurred expenditures of approximately \$215,796 and \$3,344,847 for Public Works and Public Safety services, respectively.

***(d) Joint Venture***

On November 24, 1997, the Agoura Hills and Calabasas Community Center Authority (Authority) was created under a joint exercise of powers agreement. It was formed for the construction, furnishing, maintenance and operation of a Joint Recreation Center. The governing Board of Directors consists of one City Council Member from each City, two residents of each City appointed by City Council, and the President or a member of the Executive Board of the Alliance (a nonprofit organization formed for the sole purpose of raising funds for the Center). The City's participation in the joint venture is reported as Investment in Joint Venture, on the statement of net assets. The balance at June 30, 2008 was \$2,362,606.

Each City contributed money towards the construction of the Community Center, which was completed in March 2001. The Authority now oversees the operations and maintenance of the Community Center. The Cities of Agoura Hills and Calabasas will equally share in any profit or loss from operation of the Community Center. Authority financial statements are not available for the fiscal year ended June 30, 2008.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

***(e) Housing Rehabilitation Loan Program***

During the year, the City participated in a housing rehabilitation loan program through the County of Los Angeles, administered with CDBG funds. The loan program offers qualified applicants a \$5,000 grant award and loan amount up to \$20,000 which is due to the City upon the sale or refinancing of the property. As of June 30, 2008, the City has outstanding loans in the amount of \$332,785. During the fiscal year ending June 30, 2008 the City had new loans in the amount of \$187,346. The City records their loans as deferred loans receivable in the Community Development Block Grant Special Revenue Fund.

***(f) Redevelopment Set-Aside Loans***

During the year the Redevelopment Agency participated in a housing rehabilitation loan program, and a first time home buyer program, with Redevelopment Set-Aside funds. The housing rehabilitation loan program offers qualified applicants a loan amount up to \$20,000 which is due to the Agency upon the sale or refinancing of the property. The first time homebuyer program offers qualified applicants up to \$85,900, which is due upon sale or refinancing of the property. As of June 30, 2008, the Agency has outstanding loans in the amount of \$176,025 for rehabilitation loans, and \$85,900 for first time homebuyer loans. The Agency records these loans as deferred loans receivable in the Redevelopment Set-Aside Capital Projects Fund.

***(g) Contingency***

Any claims for damages alleged against the City are referred to a claims adjuster through CJPIA (see Note (4)(b)). Management believes that there is minimal exposure to the City on these matters, and that no case, so reported, exceeds existing liability coverage.

There are certain legal actions pending against the City which have arisen in the normal course of operations. Management believes these matters will be covered by insurance; however, their outcome and financial effect on the City cannot presently be determined, and no provision for any potential liability or losses has been included in the financial statements as of June 30, 2008.

The ultimate resolution of these pending legal actions is not expected to have a material effect on the financial position of the City.

***(h) Redevelopment Agency Support***

The City and the Agency entered into a reimbursement agreement for services. The City estimated the Agency will be unable to pay the entire advance from available future revenues and therefore not reflected in the financial statements. There were no advances during the fiscal year 2007-08. The balance at June 30, 2008 was \$16,414,328.

**CITY OF AGOURA HILLS**  
**Notes to Financial Statements (Continued)**  
**June 30, 2008**

**(i) *Other Post-Retirement Health Care Benefits***

In addition to the pension benefits defined in Note (4)(a), the City provides post-retirement health care benefits to all full time employees in accordance with the City's contract with the Public Employees' Retirement System (PERS) for participation in the State of California Public Employees' Medical and Hospital Care Act (PEMCHA). The City's contribution for each retiree is the same as full time employees. These benefits will be financed on a "pay as you go basis." As of June 30, 2008, there were eight retired employees. The City expended \$73,280 for retiree health insurance during the fiscal year ended June 30, 2008. See Note (5)(c) for change in policy effective July 1, 2008.

**(5) Subsequent Event**

- (a) The State Legislature passed AB 1389, which became effective September 30, 2008. The bill includes a requirement for a payment to the Educational Revenue Augmentation Fund (ERAF) by each redevelopment agency by May 10, 2009. The California Redevelopment Association's estimate of the Agency payment is \$207,837.
- (b) The Redevelopment Agency of the City of Agoura Hills purchased land for resale in September, 2008. The escrow started in late May and closed in late September. The purchase price was \$4.1 million.
- (c) The City of Agoura Hills implemented a new post retirement retiree medical plan. The plan, effective July 1, 2008 to December 31, 2008 limits the contribution for retiree medical to the PEMCHA minimum (currently \$97). The City also contributes an amount to an Retiree Health Savings (RHS) plan of up to \$803 to be used for reimbursement of medical premiums. Effective January 1, 2009, the City will contribute the PEMCHA minimum for all retirees (\$101 for 2009) and will contribute an amount to an RHS plan of up to \$399 for those retirees with 10 years of service with the City of Agoura Hills. The RHS contribution may only be used to reimburse medical premiums. In the event of the retiree's death, the PERS eligible surviving spouse has the right to \$300 per month to pay for medical premiums for 12 months. The plan was modified to reduce the City's liability under GASB 45.

**REQUIRED SUPPLEMENTARY INFORMATION**

**CITY OF AGOURA HILLS**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b>Revenues:</b>				
Sales tax	\$ 2,993,791	\$ 2,835,227	\$ 2,858,354	\$ 23,127
Other taxes:				
Property taxes	4,517,144	4,517,144	4,922,494	405,350
Property transfer tax	150,000	120,000	128,546	8,546
Transient occupancy tax	2,161,400	1,773,099	2,033,069	259,970
Franchise fee	620,000	681,514	718,194	36,680
Total other taxes	<u>7,448,544</u>	<u>7,091,757</u>	<u>7,802,303</u>	<u>710,546</u>
Licenses and permits:				
Business registration	61,000	61,000	62,230	1,230
Building permits	380,000	380,000	278,871	(101,129)
Other licenses and fees	10,000	10,000	12,630	2,630
Total licenses and permits	<u>451,000</u>	<u>451,000</u>	<u>353,731</u>	<u>(97,269)</u>
Intergovernmental:				
Motor vehicle in lieu	150,000	148,000	99,549	(48,451)
Off highway motor vehicle fee	850	850	-	(850)
State mandated cost	15,000	-	-	-
Total intergovernmental	<u>165,850</u>	<u>148,850</u>	<u>99,549</u>	<u>(49,301)</u>
Charges for services:				
Planning fees	180,000	275,000	281,777	6,777
Engineer plan check/inspection	58,000	110,000	79,841	(30,159)
Grading plan check	10,000	4,000	1,370	(2,630)
Building plan check	208,000	216,000	218,423	2,423
Encroachment permits	10,000	50,000	48,982	(1,018)
Park and recreation fees	362,900	374,450	324,917	(49,533)
Special event fees	1,500	1,500	2,189	689
Sale of maps and copies	3,500	3,000	2,317	(683)
SCACQ administrative service charges	1,200	1,200	1,200	-
Waste hauling administrative charges	26,947	26,947	26,947	-
Fire development fee	-	-	29,927	29,927
SIMP administrative fee	350	200	160	(40)
Total charges for services	<u>862,397</u>	<u>1,062,297</u>	<u>1,018,050</u>	<u>(44,247)</u>
Fines and penalties:				
Parking fines	65,000	61,000	73,629	12,629
False alarm fines	-	2,000	3,100	1,100
Restitution	-	-	10,000	10,000
Municipal court fines	25,000	16,000	16,651	651
Total fines and penalties	<u>90,000</u>	<u>79,000</u>	<u>103,380</u>	<u>24,380</u>

See Accompanying Note to Required Supplementary Information.

(Continued)

**CITY OF AGOURA HILLS**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008 (Continued)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
Use of money and property:				
Interest earnings	408,100	456,307	402,160	(54,147)
Rental income	14,000	14,000	34,856	20,856
Total use of money and property	<u>422,100</u>	<u>470,307</u>	<u>437,016</u>	<u>(33,291)</u>
Other revenue	216,913	328,078	415,856	87,778
Total revenues	<u>12,650,595</u>	<u>12,466,516</u>	<u>13,088,239</u>	<u>621,723</u>
<b>Expenditures:</b>				
General government:				
City council	99,276	99,400	108,291	(8,891)
City manager	512,418	508,443	508,141	302
City clerk	313,474	300,777	296,446	4,331
City attorney	275,000	210,001	237,824	(27,823)
Finance	448,148	464,359	459,808	4,551
Public facilities	268,500	268,500	277,389	(8,889)
Nondepartmental	666,722	687,114	650,251	36,863
Automated office systems	291,629	289,155	263,579	25,576
Total general government	<u>2,875,167</u>	<u>2,827,749</u>	<u>2,801,729</u>	<u>26,020</u>
Public safety:				
L.A. County sheriff	3,318,456	3,318,456	3,274,299	44,157
Disaster response team	70,863	70,893	62,174	8,719
Animal control	36,200	22,200	14,087	8,113
Total public safety	<u>3,425,519</u>	<u>3,411,549</u>	<u>3,350,560</u>	<u>60,989</u>
Community development:				
Planning and administration	1,026,954	939,594	917,019	22,575
Total community development	<u>1,026,954</u>	<u>939,594</u>	<u>917,019</u>	<u>22,575</u>
Community services:				
Recreation	664,727	662,753	646,711	16,042
Community services administration	750,000	750,000	725,095	24,905
Total community services	<u>1,414,727</u>	<u>1,412,753</u>	<u>1,371,806</u>	<u>40,947</u>

See Accompanying Note to Required Supplementary Information.

(Continued)

**CITY OF AGOURA HILLS**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008 (Continued)**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public works:				
Administration	728,078	755,481	740,132	15,349
Street maintenance	20,000	20,000	69,285	(49,285)
Landscape maintenance	523,700	523,700	531,360	(7,660)
Building and safety	689,002	632,456	602,002	30,454
Drain and flood maintenance	495,000	237,911	264,209	(26,298)
Total public works	<u>2,455,780</u>	<u>2,169,548</u>	<u>2,206,988</u>	<u>(37,440)</u>
Capital outlay	<u>750,302</u>	<u>1,172,668</u>	<u>1,226,912</u>	<u>(54,244)</u>
Total expenditures	<u>11,948,449</u>	<u>11,933,861</u>	<u>11,875,014</u>	<u>58,847</u>
Excess (deficiency) of revenues over expenditures	<u>702,146</u>	<u>532,655</u>	<u>1,213,225</u>	<u>680,570</u>
Other financing sources (uses):				
Transfers out	<u>-</u>	<u>(3,457,318)</u>	<u>(3,457,318)</u>	<u>-</u>
Net change in fund balance	702,146	(2,924,663)	(2,244,093)	680,570
Fund balance, beginning of year	<u>12,174,418</u>	<u>12,174,418</u>	<u>12,174,418</u>	<u>-</u>
Fund balance, end of year	<u>\$ 12,876,564</u>	<u>\$ 9,249,755</u>	<u>\$ 9,930,325</u>	<u>\$ 680,570</u>

See Accompanying Note to Required Supplementary Information.

**CITY OF AGOURA HILLS  
Traffic Improvement Fund  
Budgetary Comparison Schedule  
For the Year Ended June 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
<b>Revenues:</b>				
Intergovernmental revenues	\$ 250,000	\$ 700,000	\$ 612,690	\$ (87,310)
Use of money and property	200,000	200,000	247,694	47,694
Total revenues	450,000	900,000	860,384	(39,616)
<b>Expenditures:</b>				
Capital outlay	3,092,000	929,262	929,203	59
Net change in fund balance	(2,642,000)	(29,262)	(68,819)	(39,557)
Fund balance, beginning of year	5,976,094	5,976,094	5,976,094	-
Fund balance, end of year	<u>\$ 3,334,094</u>	<u>\$ 5,946,832</u>	<u>\$ 5,907,275</u>	<u>\$ (39,557)</u>

See Accompanying Note to Required Supplementary Information.



**CITY OF AGOURA HILLS**  
**Other Grants Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
<b>Revenues:</b>				
Intergovernmental revenues	\$ 2,888,693	\$ 552,215	\$ 2,038,802	\$ 1,486,587
Use of money and property	2,249	2,249	-	(2,249)
Other revenues	-	30,000	30,000	-
	<u>2,890,942</u>	<u>584,464</u>	<u>2,068,802</u>	<u>1,484,338</u>
<b>Expenditures:</b>				
Current:				
General government	15,000	13,537	16,468	(2,931)
Public safety	19,692	15,048	6,471	8,577
Community development	15,000	-	-	-
Capital outlay	<u>2,856,250</u>	<u>566,400</u>	<u>572,033</u>	<u>(5,633)</u>
	<u>2,905,942</u>	<u>594,985</u>	<u>594,972</u>	<u>13</u>
Excess (deficiency) of revenues over expenditures	(15,000)	(10,521)	1,473,830	1,484,325
<b>Other financing sources (uses):</b>				
Transfers in	-	<u>2,888,574</u>	<u>2,888,574</u>	-
	(15,000)	2,878,053	4,362,404	1,484,325
Fund balance, beginning of year	<u>(5,066,453)</u>	<u>(5,066,453)</u>	<u>(5,066,453)</u>	-
Fund balance (deficit), end of year	<u>\$ (5,081,453)</u>	<u>\$ (2,188,400)</u>	<u>\$ (704,049)</u>	<u>\$ 1,484,351</u>

See Accompanying Note to Required Supplementary Information.

**CITY OF AGOURA HILLS**  
**Note to Required Supplementary Information**  
**June 30, 2008**

**(1) Stewardship, Compliance and Accountability**

***Budgetary Data***

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The City is required to adopt an annual budget resolution for the General Fund and Special Revenue Funds. All annual appropriations either lapse at year end or are carried forward at City Manager's discretion.

The budget is prepared by fund, function and activity, and includes actual information for the past year, current year estimates and requested appropriations for the next fiscal year. The budget is a statement of the goals and objectives of the City for that fiscal year. The budget provides management control at the functional departmental level. The City Manager may authorize the transfer of funds within the same fund. Responsible individuals review progress against their budget each month. The City Council considers supplemental budget amendment requests during the year and reviews changes at mid year and year end.

**This page has been left blank intentionally.**

**SUPPLEMENTARY INFORMATION**

**CITY OF AGOURA HILLS**  
**Redevelopment Capital Projects Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with</b>
	<u>Original</u>	<u>Final</u>		<b>Final Budget</b>
				<b>Positive</b>
				<b>(Negative)</b>
<b>Revenues:</b>				
Tax increment	\$ 3,895,288	\$ -	\$ -	\$ -
Use of money and property	20,000	50,000	66,148	16,148
<b>Total revenues</b>	<u>3,915,288</u>	<u>50,000</u>	<u>66,148</u>	<u>16,148</u>
<b>Expenditures:</b>				
Current:				
Pass through to other agencies	3,540,721	82,300	24,655	57,645
Community development	350,048	340,821	330,731	10,090
Public works	42,204	41,938	39,851	2,087
Capital outlay	900,000	250,000	289,449	(39,449)
<b>Total expenditures</b>	<u>4,832,973</u>	<u>715,059</u>	<u>684,686</u>	<u>30,373</u>
Excess (deficiency) of revenues over expenditures	<u>(917,685)</u>	<u>(665,059)</u>	<u>(618,538)</u>	<u>46,521</u>
<b>Other financing sources (uses):</b>				
Transfers in	-	5,739,191	5,739,191	-
Transfers out	-	(139,060)	(139,060)	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>5,600,131</u>	<u>5,600,131</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>(917,685)</u>	<u>4,935,072</u>	<u>4,981,593</u>	<u>46,521</u>
Fund balance, beginning of year	<u>1,495,388</u>	<u>1,495,388</u>	<u>1,495,388</u>	<u>-</u>
<b>Fund balance, end of year</b>	<u>\$ 577,703</u>	<u>\$ 6,430,460</u>	<u>\$ 6,476,981</u>	<u>\$ 46,521</u>

## DESCRIPTION OF NONMAJOR GOVERNMENTAL FUNDS

### Nonmajor Special Revenue Funds

**Traffic Safety** - To account of traffic fines which may only be used for traffic safety purposes.

**Transit Tax** - To account for Proposition A funds received from the County of Los Angeles which may only be used to provide transportation services.

**Public Transit** - To account for Proposition C funds received from the County of Los Angeles which may only be used to provide transportation services.

**Air Quality Management** - To account for funds received from the South Coast Air Quality Management District which may only be used for air quality improvement.

**Supplemental Law Enforcement** - To account for Brulte funds received from the state for the use of Public Safety (COPS) programs.

**Community Development Block Grant** - To account for federal Housing and Community Development Act funds received through the County of Los Angeles Community Development Commission.

**Solid Waste Management** - To account for the funds relating to collection, transportation and recycling of refuse materials for City residents and businesses.

**Traffic Congestion Relief** - To account for funds allocated to the City by the State (AB2928) which may only be used for street road maintenance or reconstruction. Cities are required to maintain their existing commitment of general funds for streets or road works.

**State Gas Tax** - To account for funds allocated to the City by the State which may only be used for street maintenance, construction, right of way acquisition and/or reconstruction.

### Nonmajor Debt Service Fund

**Debt Service** - To account for the accumulation of resources for payment of interest and principal on long-term liabilities.

### Nonmajor Capital Projects Funds

**Recreation Center**– To account for the funds to be used for the development or maintenance of the City's recreation center.

**Inclusionary Housing In Lieu** - To account for in lieu fees to be used for the development or maintenance of housing affordable to low to moderate income households.

**Financing Authority Capital Projects** - To account for bond money expenditures specifically for the Reyes Adobe Interchange project.

**CITY OF AGOURA HILLS**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2008**

	<u>Special Revenue</u>			
	<u>Traffic Safety</u>	<u>Transit Tax</u>	<u>Public Transit</u>	<u>Air Quality Management</u>
<b>Assets:</b>				
Cash and investments	\$ 310,355	\$ 1,078,190	\$ 693,450	\$ 32,941
Receivables:				
Interest	1,945	7,211	5,099	191
Deferred loans	-	-	-	-
Due from other governments	10,875	225,148	-	7,284
	<u>10,875</u>	<u>225,148</u>	<u>-</u>	<u>7,284</u>
Total assets	<u>\$ 323,175</u>	<u>\$ 1,310,549</u>	<u>\$ 698,549</u>	<u>\$ 40,416</u>
<b>Liabilities and fund balances:</b>				
Liabilities:				
Accounts payable and accrued expenditures	\$ 14,123	\$ 173,922	\$ 1,213	\$ -
Deferred revenue	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>14,123</u>	<u>173,922</u>	<u>1,213</u>	<u>-</u>
Fund balances:				
Reserved for inclusionary housing in lieu	-	-	-	-
Reserved for Reyes Adobe interchange project	-	-	-	-
Unreserved:				
Undesignated	309,052	1,136,627	697,336	40,416
	<u>309,052</u>	<u>1,136,627</u>	<u>697,336</u>	<u>40,416</u>
Total fund balances	<u>309,052</u>	<u>1,136,627</u>	<u>697,336</u>	<u>40,416</u>
Total liabilities and fund balances	<u>\$ 323,175</u>	<u>\$ 1,310,549</u>	<u>\$ 698,549</u>	<u>\$ 40,416</u>

<b>Supplemental Law Enforcement</b>	<b>Community Development Block Grant</b>	<b>Special Revenue</b>			<b>Debt Service</b>
		<b>Solid Waste Management</b>	<b>Traffic Congestion Relief</b>	<b>State Gas Tax</b>	<b>Debt Service</b>
\$ 15,852	\$ -	\$ 162,978	\$ 310,923	\$ 180,148	\$ 9,960
146	-	1,158	2,102	1,029	10
-	332,785	-	-	-	-
-	-	20,014	-	138,297	-
<u>\$ 15,998</u>	<u>\$ 332,785</u>	<u>\$ 184,150</u>	<u>\$ 313,025</u>	<u>\$ 319,474</u>	<u>\$ 9,970</u>
\$ 5,969	\$ -	\$ 2,953	\$ -	\$ 12,737	\$ -
-	332,785	-	-	-	-
<u>5,969</u>	<u>332,785</u>	<u>2,953</u>	<u>-</u>	<u>12,737</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,029</u>	<u>-</u>	<u>181,197</u>	<u>313,025</u>	<u>306,737</u>	<u>9,970</u>
<u>10,029</u>	<u>-</u>	<u>181,197</u>	<u>313,025</u>	<u>306,737</u>	<u>9,970</u>
<u>\$ 15,998</u>	<u>\$ 332,785</u>	<u>\$ 184,150</u>	<u>\$ 313,025</u>	<u>\$ 319,474</u>	<u>\$ 9,970</u>

(Continued)



**CITY OF AGOURA HILLS**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds (Continued)**  
**June 30, 2008**

	<u>Capital Projects</u>			<u>Total Nonmajor Governmental Funds</u>
	<u>Recreation Center</u>	<u>Inclusionary Housing In Lieu</u>	<u>Financing Authority Capital Projects</u>	
<b>Assets:</b>				
Cash and investments	\$ 3,208,226	\$ 2,064,657	\$ 2,596,879	\$ 10,664,559
Receivables:				
Interest	21,725	13,957	4,293	58,866
Deferred loans	-	-	-	332,785
Due from other governments	-	-	-	401,618
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	<u>\$ 3,229,951</u>	<u>\$ 2,078,614</u>	<u>\$ 2,601,172</u>	<u>\$ 11,457,828</u>
<b>Liabilities and fund balances:</b>				
Liabilities:				
Accounts payable and accrued expenditures	\$ 10,005	\$ -	\$ -	\$ 220,922
Deferred revenue	-	-	-	332,785
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>10,005</u>	<u>-</u>	<u>-</u>	<u>553,707</u>
Fund balances:				
Reserved for inclusionary housing in lieu	-	2,078,614	-	2,078,614
Reserved for Reyes Adobe interchange project	-	-	2,601,172	2,601,172
Unreserved:				
Undesignated	<u>3,219,946</u>	<u>-</u>	<u>-</u>	<u>6,224,335</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances	<u>3,219,946</u>	<u>2,078,614</u>	<u>2,601,172</u>	<u>10,904,121</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities and fund balances	<u>\$ 3,229,951</u>	<u>\$ 2,078,614</u>	<u>\$ 2,601,172</u>	<u>\$ 11,457,828</u>

**This page has been left blank intentionally.**

**CITY OF AGOURA HILLS**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2008**

	<u>Special Revenue</u>			
	<u>Traffic Safety</u>	<u>Transit Tax</u>	<u>Public Transit</u>	<u>Air Quality Management</u>
<b>Revenues:</b>				
Intergovernmental revenues	\$ -	\$ 556,283	\$ 305,554	\$ 27,876
Charges for services	-	294,273	-	-
Fines and penalties	134,192	-	-	-
Use of money and property	20,201	42,397	26,659	966
Other revenues	-	94,609	-	-
Total revenues	<u>154,393</u>	<u>987,562</u>	<u>332,213</u>	<u>28,842</u>
<b>Expenditures:</b>				
Current:				
General government	-	-	20,739	-
Public safety	-	-	-	-
Community services	-	128,077	-	-
Public works	247,909	711,876	35,803	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	<u>165,000</u>	<u>9,540</u>	<u>99,641</u>	<u>29,681</u>
Total expenditures	<u>412,909</u>	<u>849,493</u>	<u>156,183</u>	<u>29,681</u>
Excess (deficiency) of revenues over expenditures	(258,516)	138,069	176,030	(839)
<b>Other financing sources:</b>				
Transfers in	-	-	-	-
Net change in fund balances	(258,516)	138,069	176,030	(839)
Fund balances, beginning of year	<u>567,568</u>	<u>998,558</u>	<u>521,306</u>	<u>41,255</u>
Fund balances (deficits), end of year	<u>\$ 309,052</u>	<u>\$ 1,136,627</u>	<u>\$ 697,336</u>	<u>\$ 40,416</u>

<b>Special Revenue</b>					<b>Debt Service</b>
<b>Supplemental Law Enforcement</b>	<b>Community Development Block Grant</b>	<b>Solid Waste Management</b>	<b>Traffic Congestion Relief</b>	<b>State Gas Tax</b>	<b>Debt Service</b>
\$ 100,000	\$ 46,790	\$ -	\$ 400,000	\$ 411,801	\$ -
-	-	80,736	-	-	-
-	-	-	-	-	-
1,456	-	6,892	2,206	6,770	10
-	-	2,750	-	-	9,777
<u>101,456</u>	<u>46,790</u>	<u>90,378</u>	<u>402,206</u>	<u>418,571</u>	<u>9,787</u>
-	-	-	-	-	3,500
99,814	-	-	-	-	-
-	-	90,770	-	-	-
-	-	-	-	151,855	-
-	-	-	-	-	230,000
-	-	-	-	-	439,678
-	-	-	100,000	267,992	-
<u>99,814</u>	<u>-</u>	<u>90,770</u>	<u>100,000</u>	<u>419,847</u>	<u>673,178</u>
1,642	46,790	(392)	302,206	(1,276)	(663,391)
-	-	-	-	-	568,744
<u>1,642</u>	<u>46,790</u>	<u>(392)</u>	<u>302,206</u>	<u>(1,276)</u>	<u>(94,647)</u>
<u>8,387</u>	<u>(46,790)</u>	<u>181,589</u>	<u>10,819</u>	<u>308,013</u>	<u>104,617</u>
<u>\$ 10,029</u>	<u>\$ -</u>	<u>\$ 181,197</u>	<u>\$ 313,025</u>	<u>\$ 306,737</u>	<u>\$ 9,970</u>

(Continued)

**CITY OF AGOURA HILLS**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds (Continued)**  
**For the Year Ended June 30, 2008**

	<u>Capital Projects</u>			<b>Total Nonmajor Governmental Funds</b>
	<u>Recreation Center</u>	<u>Inclusionary Housing In Lieu</u>	<u>Financing Authority Capital Projects</u>	
<b>Revenues:</b>				
Intergovernmental revenues	\$ -	\$ 119,263	\$ -	\$ 1,967,567
Charges for services	-	-	15	375,024
Fines and penalties	-	-	-	134,192
Use of money and property	129,573	80,178	79,607	396,915
Other revenues	-	-	-	107,136
	<u>129,573</u>	<u>199,441</u>	<u>79,622</u>	<u>2,980,834</u>
<b>Expenditures:</b>				
Current:				
General government	27,753	-	-	51,992
Public safety	-	-	-	99,814
Community services	-	-	-	218,847
Public works	-	-	-	1,147,443
Debt Service:				
Principal	-	-	-	230,000
Interest and fiscal charges	-	-	-	439,678
Capital outlay	-	-	-	671,854
	<u>27,753</u>	<u>-</u>	<u>-</u>	<u>2,859,628</u>
Excess (deficiency) of revenues over expenditures	101,820	199,441	79,622	121,206
<b>Other financing sources:</b>				
Transfers in	-	-	-	568,744
	<u>101,820</u>	<u>199,441</u>	<u>79,622</u>	<u>689,950</u>
Fund balances, beginning of year	<u>3,118,126</u>	<u>1,879,173</u>	<u>2,521,550</u>	<u>10,214,171</u>
Fund balances (deficits), end of year	<u>\$ 3,219,946</u>	<u>\$ 2,078,614</u>	<u>\$ 2,601,172</u>	<u>\$ 10,904,121</u>

**CITY OF AGOURA HILLS**  
**Nonmajor Traffic Safety Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Fines and penalties	\$ 137,000	\$ 134,192	\$ (2,808)
Use of money and property	26,000	20,201	(5,799)
Total revenues	163,000	154,393	(8,607)
<b>Expenditures:</b>			
Current:			
Public works	277,500	247,909	29,591
Capital outlay	165,000	165,000	-
Total expenditures	442,500	412,909	29,591
Net change in fund balance	(279,500)	(258,516)	20,984
Fund balance, beginning of year	567,568	567,568	-
Fund balance, end of year	\$ 288,068	\$ 309,052	\$ 20,984

**CITY OF AGOURA HILLS**  
**Nonmajor Transit Tax Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ 571,809	\$ 556,283	\$ (15,526)
Charges for services	270,800	294,273	23,473
Use of money and property	42,000	42,397	397
Other	94,609	94,609	-
	<u>979,218</u>	<u>987,562</u>	<u>8,344</u>
<b>Expenditures:</b>			
Current:			
Community services	128,887	128,077	810
Public works	702,608	711,876	(9,268)
Capital outlay	18,000	9,540	8,460
	<u>849,495</u>	<u>849,493</u>	<u>2</u>
Total expenditures	<u>849,495</u>	<u>849,493</u>	<u>2</u>
Net change in fund balance	129,723	138,069	8,346
Fund balance, beginning of year	<u>998,558</u>	<u>998,558</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,128,281</u>	<u>\$ 1,136,627</u>	<u>\$ 8,346</u>

**CITY OF AGOURA HILLS**  
**Nonmajor Public Transit Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ 308,146	\$ 305,554	\$ (2,592)
Use of money and property	40,000	26,659	(13,341)
	<u>348,146</u>	<u>332,213</u>	<u>(15,933)</u>
<b>Expenditures:</b>			
Current:			
General government	21,758	20,739	1,019
Public works	60,000	35,803	24,197
Capital outlay	168,750	99,641	69,109
	<u>250,508</u>	<u>156,183</u>	<u>94,325</u>
Net change in fund balance	97,638	176,030	78,392
Fund balance, beginning of year	<u>521,306</u>	<u>521,306</u>	-
Fund balance, end of year	<u>\$ 618,944</u>	<u>\$ 697,336</u>	<u>\$ 78,392</u>



**CITY OF AGOURA HILLS**  
**Nonmajor Air Quality Management Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ 26,600	\$ 27,876	\$ 1,276
Use of money and property	700	966	266
	<hr/>	<hr/>	<hr/>
Total revenues	27,300	28,842	1,542
<b>Expenditures:</b>			
Capital outlay	29,690	29,681	9
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(2,390)	(839)	1,551
Fund balance, beginning of year	41,255	41,255	-
	<hr/>	<hr/>	<hr/>
Fund balance, end of year	<u>\$ 38,865</u>	<u>\$ 40,416</u>	<u>\$ 1,551</u>

**CITY OF AGOURA HILLS**  
**Nonmajor Supplemental Law Enforcement Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<b>Final</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ 100,000	\$ 100,000	
Use of money and property	2,000	1,456	\$ (544)
Total revenues	102,000	101,456	(544)
<b>Expenditures:</b>			
Current:			
Public safety	99,814	99,814	-
Net change in fund balance	2,186	1,642	(544)
Fund balance, beginning of year	8,387	8,387	-
Fund balance, end of year	\$ 10,573	\$ 10,029	\$ (544)

**CITY OF AGOURA HILLS**  
**Nonmajor Community Development Block Grant Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Final</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ -	\$ 46,790	\$ 46,790
Fund balance, beginning of year	<u>(46,790)</u>	<u>(46,790)</u>	<u>-</u>
Fund balance, end of year	<u><u>\$ (46,790)</u></u>	<u><u>\$ (46,790)</u></u>	<u><u>\$ 46,790</u></u>

**CITY OF AGOURA HILLS**  
**Nonmajor Solid Waste Management Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Final</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services	\$ 80,986	\$ 80,736	\$ (250)
Use of money and property	8,000	6,892	(1,108)
Other	2,750	2,750	-
	<hr/>	<hr/>	<hr/>
Total revenues	91,736	90,378	(1,358)
<b>Expenditures:</b>			
Community services	107,147	90,770	16,377
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(15,411)	(392)	15,019
Fund balance, beginning of year	181,589	181,589	-
	<hr/>	<hr/>	<hr/>
Fund balance, end of year	<u>\$ 166,178</u>	<u>\$ 181,197</u>	<u>\$ 15,019</u>

**CITY OF AGOURA HILLS**  
**Nonmajor Traffic Congestion Relief Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<u>Final</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ 400,000	\$ 400,000	\$ -
Use of money and property	<u>85</u>	<u>2,206</u>	<u>2,121</u>
Total revenues	400,085	402,206	2,121
<b>Expenditures:</b>			
Capital outlay	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Net change in fund balance	300,085	302,206	2,121
Fund balance, beginning of year	<u>10,819</u>	<u>10,819</u>	<u>-</u>
Fund balance, end of year	<u><u>\$ 310,904</u></u>	<u><u>\$ 313,025</u></u>	<u><u>\$ 2,121</u></u>

**CITY OF AGOURA HILLS**  
**Nonmajor State Gas Tax Fund**  
**Budgetary Comparison Schedule**  
**For the Year Ended June 30, 2008**

	<b>Final</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental revenues	\$ 403,467	\$ 411,801	\$ 8,334
Use of money and property	8,000	6,770	(1,230)
Total revenues	411,467	418,571	7,104
<b>Expenditures:</b>			
Current:			
Public works	175,000	151,855	23,145
Capital outlay	270,000	267,992	2,008
Total expenditures	445,000	419,847	25,153
Net change in fund balance	(33,533)	(1,276)	32,257
Fund balance, beginning of year	308,013	308,013	-
Fund balance, end of year	\$ 274,480	\$ 306,737	\$ 32,257

**This page has been left blank intentionally.**

## **FIDUCIARY FUND**

**Agency Fund-** To account for assets held by the City in a trustee capacity or as an agent on behalf of others.



**CITY OF AGOURA HILLS**  
**Statement of Changes in Assets and Liabilities**  
**Agency Fund**  
**For the Year Ended June 30, 2008**

<u>Trust</u>	<u>Balance at June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2008</u>
<b>Assets:</b>				
Cash and investments	\$ 1,775,641	\$ -	\$ (395,604)	\$ 1,380,037
<b>Liabilities:</b>				
Deposits payable	\$ 1,775,641	\$ -	\$ (395,604)	\$ 1,380,037

**CITY OF AGOURA HILLS**  
**Statistical Section (Unaudited)**  
**For the Year Ended June 30, 2008**

This part of the City of Agoura Hill's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b>	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	78
<b>Revenue Capacity</b>	
These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	84
<b>Debt Capacity</b>	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	90
<b>Demographic and Economic Information</b>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	95
<b>Operating Information</b>	
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	98

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

**CITY OF AGOURA HILLS**

**Net Assets by Component**

**Last Three Fiscal Years**

*(accrual basis of accounting)*

---

---

	<b>Fiscal Year</b>		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
Governmental activities			
Invested in capital assets, net of related debt	\$ 39,154,947	\$ 46,162,983	\$ 47,866,585
Restricted	11,384,644	8,427,779	23,887,822
Unrestricted	19,552,713	24,640,773	10,795,825
Total primary government net assets	<u>\$ 70,092,304</u>	<u>\$ 79,231,535</u>	<u>\$ 82,550,232</u>

Source: City of Agoura Hills financial data

**CITY OF AGOURA HILLS****Changes in Net Assets****Last Three Fiscal Years***(accrual basis of accounting)*

	<b>Fiscal Year</b>		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Expenses</b>			
Governmental activities			
General government	\$ 3,110,794	\$ 2,955,695	\$ 2,930,987
Public safety	2,719,899	2,917,439	3,456,845
Public works	3,291,807	2,797,710	4,717,054
Community development	3,605,839	1,424,676	1,549,091
Transportation	-	464,151	711,876
Pass through to other agencies	2,528,528	2,721,575	3,436,430
Community services	1,815,186	1,348,155	1,590,653
Interest on long-term debt (unallocated)	463,903	245,668	2,530,675
Total primary government expenses	<u>\$ 17,535,956</u>	<u>\$ 14,875,069</u>	<u>\$ 20,923,611</u>
<b>Program Revenues</b>			
Governmental activities			
Charges for Services			
General government	\$ 16,009	\$ 5,465	\$ -
Public safety	315,266	221,310	224,473
Public works	1,582,580	1,650,150	1,047,910
Community services	342,090	331,778	327,249
Operating grants and contributions	5,121,839	4,495,414	4,884,543
Capital grants and contributions	128,782	1,189,144	-
Total primary government program revenues	<u>\$ 7,506,566</u>	<u>\$ 7,893,261</u>	<u>\$ 6,484,175</u>
<b>Net (Expense)/Revenue</b>			
Total primary government net expense	<u>\$ (10,029,390)</u>	<u>\$ (6,981,808)</u>	<u>\$ (14,439,436)</u>

**CITY OF AGOURA HILLS**

**Changes in Net Assets**

**Last Three Fiscal Years**

*(accrual basis of accounting)*

	<b>Fiscal Year</b>		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>General Revenues and Other Changes in Net Assets</b>			
Governmental activities:			
Taxes	\$ 11,598,025	\$ 14,159,127	\$ 15,682,063
Intergovernmental revenues	1,709,143	145,874	218,813
Investment earnings	1,159,494	1,487,500	1,284,265
Other revenues	268,863	328,538	572,992
Total primary government	<u>\$ 14,735,525</u>	<u>\$ 16,121,039</u>	<u>\$ 17,758,133</u>
<b>Change in Net Assets</b>			
Total primary government	<u>\$ 4,706,135</u>	<u>\$ 9,139,231</u>	<u>\$ 3,318,697</u>

Source: City of Agoura Hills financial data

**CITY OF AGOURA HILLS**  
**Program Revenues by Function/Program**  
**Last Three Fiscal Years**  
*(accrual basis of accounting)*

---



---

<b>Function/Program</b>	<b>Fiscal Year</b>		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
Governmental activities			
General government	\$ 16,009	\$ 285,465	\$ 4,738
Public safety	501,727	351,260	337,573
Public works	3,578,328	4,491,664	2,558,996
Community development	256,661	34,729	2,040,266
Transportation	2,811,751	2,398,365	1,215,353
Community services	342,090	331,778	327,249
Total primary government	<u>\$ 7,506,566</u>	<u>\$ 7,893,261</u>	<u>\$ 6,484,175</u>

Source: City of Agoura Hills financial data

**CITY OF AGOURA HILLS**  
**Fund Balances, Governmental Funds**  
**Last Three Fiscal Years**  
*(accrual basis of accounting)*

	<b>Fiscal Year</b>		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
General Fund			
Reserved	\$ 180,819	\$ 71,069	\$ 93,090
Unreserved	12,359,069	12,103,349	9,837,238
Total general fund	<u>\$ 12,539,888</u>	<u>\$ 12,174,418</u>	<u>\$ 9,930,328</u>
All Other Governmental Funds			
Reserved	\$ 4,098,168	\$ 7,448,983	\$ 18,291,348
Unreserved, reported in:			
Special revenue funds	7,286,476	3,500,346	8,197,646
Capital projects funds	3,278,994	4,613,514	9,696,926
Debt service funds	324,222	104,617	9,970
Total all other governmental funds	<u>\$ 14,987,860</u>	<u>\$ 15,667,460</u>	<u>\$ 36,195,890</u>

Source: City of Agoura Hills financial data

**CITY OF AGOURA HILLS**  
**Changes in Fund Balances, Governmental Funds**  
**Last Three Fiscal Years**  
*(modified accrual basis of accounting)*

	<b>Fiscal Year</b>		
	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Revenues</b>			
Taxes	\$ 13,139,767	\$ 14,159,127	\$ 15,682,063
Licenses and permits	370,768	509,804	353,731
Intergovernmental revenues	3,729,532	2,924,586	4,718,608
Charges for services	1,772,383	3,143,141	1,393,074
Fines and penalties	315,266	221,310	237,572
Use of money and property	1,299,706	1,509,049	1,284,265
Other revenues	256,044	362,048	572,992
<b>Total Revenues</b>	<b>20,883,466</b>	<b>22,829,065</b>	<b>24,242,305</b>
<b>Expenditures</b>			
General government	2,608,602	2,694,762	2,948,429
Pass through to other agencies	2,528,528	2,721,575	3,411,775
Public safety	2,719,899	2,917,439	3,456,845
Community development	1,952,492	1,409,765	1,492,470
Community services	1,806,016	1,320,147	1,590,653
Public works	1,650,323	2,627,186	3,394,282
Capital outlay	10,068,857	11,097,394	3,689,451
Debt service			
Cost of issuance	-	331,308	873,994
Interest	463,903	226,635	439,678
Principal payments	205,000	-	230,000
<b>Total expenditures</b>	<b>24,003,620</b>	<b>25,346,211</b>	<b>21,527,577</b>
Excess of revenues over (under) expenditures	(3,120,154)	(2,517,146)	2,714,728
<b>Other Financing Sources (Uses)</b>			
Debt proceeds	-	12,060,000	15,750,000
(Discount) on debt issuance	-	(67,013)	(180,391)
Transfers in	-	6,445,254	19,024,551
Transfers out	-	(6,445,254)	(19,024,551)
Advance refunding escrow	-	(9,161,711)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>2,831,276</b>	<b>15,569,609</b>
<b>Net change in fund balances</b>	<b>\$ (3,120,154)</b>	<b>\$ 314,130</b>	<b>\$ 18,284,337</b>
Debt service as a percentage of noncapital expenditures	4.8%	1.7%	3.6%

Source: City of Agoura Hills financial data



**CITY OF AGOURA HILLS**

**Tax Revenues by Source, Governmental Funds**

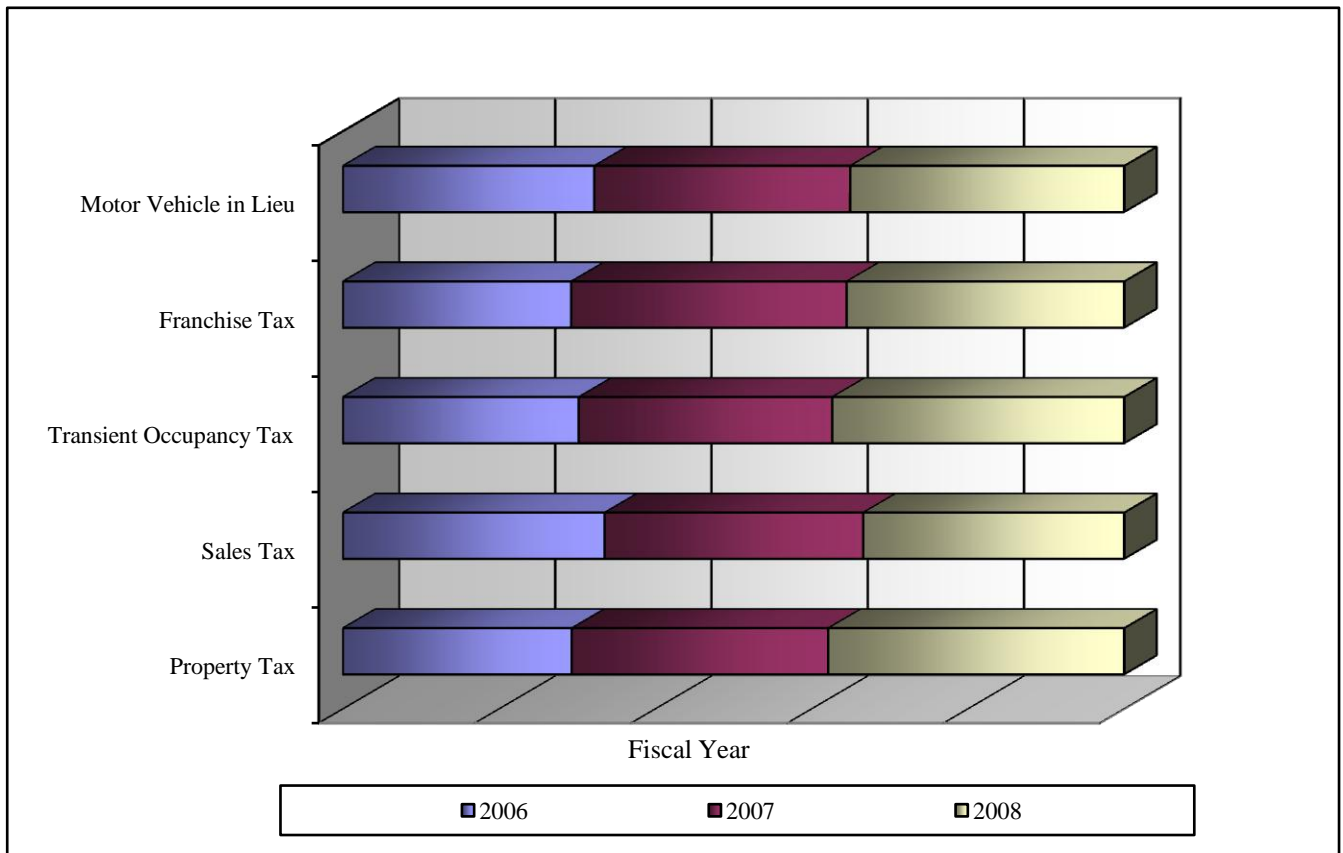
**Last Three Fiscal Years**

*(modified accrual basis of accounting)*

<b>Fiscal Year</b>	<b>Property Tax</b>	<b>Sales Tax</b>	<b>Transient Occupancy Tax</b>	<b>Franchise Tax</b>	<b>Motor Vehicle in Lieu</b>	<b>Total</b>
2006	\$ 6,493,995	\$ 2,869,040	\$ 1,643,675	\$ 591,312	\$ 1,541,745	\$ 13,139,767
2007	7,276,316	2,833,699	1,766,582	713,001	1,569,529	14,159,127
2008	8,393,008	2,858,354	2,033,069	718,194	1,679,438	15,682,063

**Change**

2006-2008	29.24%	-0.37%	23.69%	21.46%	8.93%	19.35%
-----------	--------	--------	--------	--------	-------	--------



Notes: Includes all governmental fund types (General, Special Revenue, Capital Projects and Debt Service Funds).

Source: City of Agoura Hills financial data

**CITY OF AGOURA HILLS**

**Assessed Value and Estimated Actual Value of Taxable Property**

**Last Three Fiscal years**

*(in thousands of dollars)*

<b>Fiscal Year</b>	<b>Land</b>	<b>Improvements</b>	<b>Personal Property</b>	<b>Less: Tax-Exempt Property</b>	<b>Total Taxable Assessed Value</b>	<b>Total Direct Tax Rate</b>
2006	\$ 1,753,862	\$ 1,776,430	\$ 1,050	\$ 6,301	\$ 3,525,041	0.00%
2007	1,626,052	1,456,142	210	12,755	3,069,649	0.00%
2008	2,038,122	1,964,075	1,506	14,663	3,989,040	0.00%

Note: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at a time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of taxable property and is subject to the limitations described above. The County does not provide breakout of residential, commercial and industrial assessed values to the cities.

Source: County of Los Angeles, Auditor - Controller

**CITY OF AGOURA HILLS**  
**Direct and Overlapping Property Tax Rates**  
**Last Three Fiscal Years**

<b>Fiscal Year</b>	<b>Overlapping Rates</b>					<b>Total Tax Rates</b>
	<b>Basic County (1)</b>	<b>Los Angeles County</b>	<b>School Districts</b>	<b>Water Districts</b>	<b>Flood Control District</b>	
2006	1.0000	0.0080	0.0413	0.0052	0.0000	1.0545
2007	1.0000	0.0066	0.0495	0.0047	0.0001	1.0609
2008	1.0000	0.0490	0.0088	0.0000	0.0045	1.0623

Note: (1) In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of school, water and flood control district bonds.

Source: California Municipal Statistics, Inc.

**CITY OF AGOURA HILLS**  
**Principal Property Tax Payers**  
**Current Year**

<b>Taxpayer</b>	<b>2008</b>		<b>Percentage of Total City Taxable Assessed Value</b>
	<b>Taxable Assessed Value</b>	<b>Rank</b>	
Archstone Smith Operating Trust and Communities Trust	\$ 120,554,590	1	3.20%
Teradyne Inc.	36,373,568	2	0.96%
RBD Agoura Hills LLC	33,321,931	3	0.88%
Whizin Market Square LLC	26,200,000	4	0.69%
Arden Realty LP	23,970,000	5	0.64%
FW CA Twin Oaks Shopping Center LLC	23,367,375	6	0.62%
Countrywide Home Loans Inc.	22,868,771	7	0.61%
Agoura Gateway LLC	20,723,952	8	0.55%
Agoura North Jacobsen Holsings	19,074,000	9	0.51%
Farmers Insurance Exchange	18,360,000	10	0.49%
<b>Total</b>	<b>\$ 344,814,187</b>		<b>9.14%</b>

Comparative amounts for 9 years ago are unavailable. The City will incorporate comparative information as it becomes available. The amounts shown above include assessed value data for both the City and the Redevelopment Agency.

Source: California Municipal Statistics, Inc.

**CITY OF AGOURA HILLS**  
**Property Tax Levies and Collections**  
**Last Three Fiscal Years**

---

<b>Fiscal Year</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2006	\$ 1,840,131	\$ 1,827,723	99.33%	\$ 76,712	\$ 1,904,435	103.49%
2007	2,041,232	1,964,090	96.22%	100,838	2,064,928	101.16%
2008	2,140,807	2,007,106	93.75%	-	2,007,106	93.75%

Sources: City of Agoura Hills financial information.  
County of Los Angeles, Auditor - Controller.  
California Municipal Statistics, Inc.

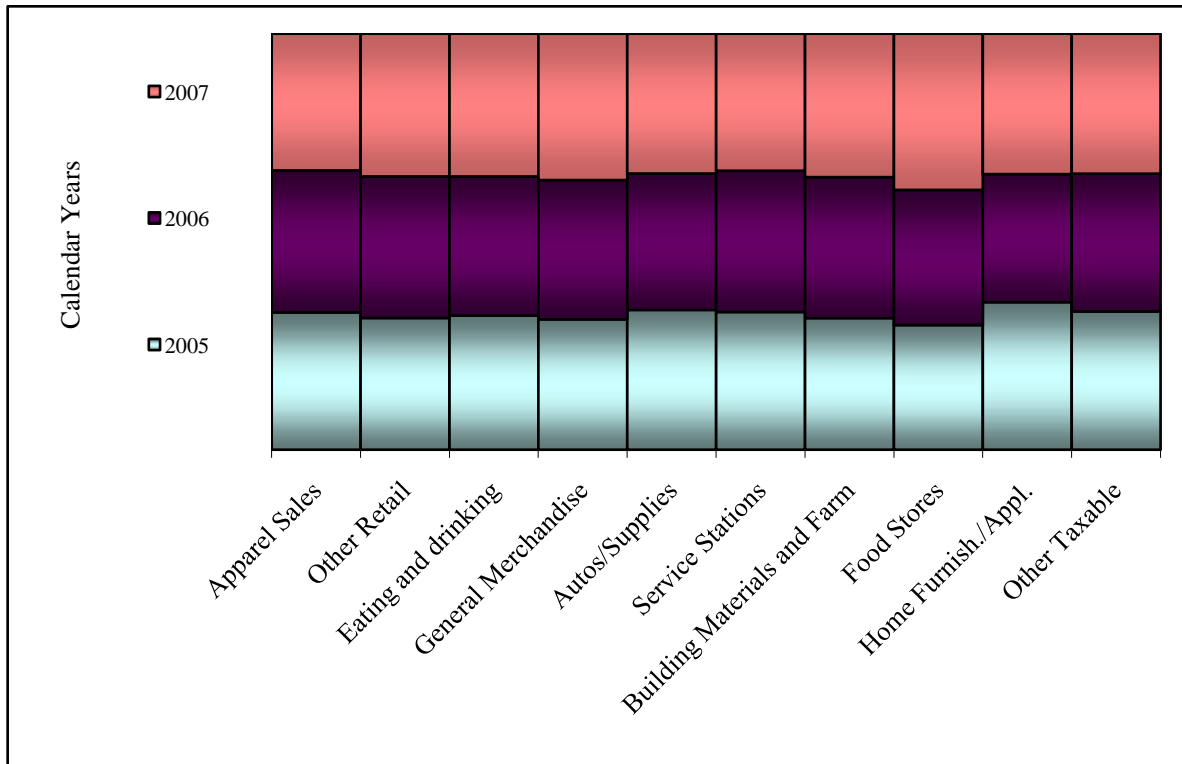
**CITY OF AGOURA HILLS**

**Taxable Sales by Category**

**Last Three Calendar Years**

*(in thousands of dollars)*

	<u>2005</u>	<u>2006</u>	<u>2007</u>
Furniture/Appliance	\$ 683	\$ 706	\$ 680
Restaurants	564	606	611
Service Stations	562	582	598
Miscellaneous Retail	220	235	247
Building Materials - Retail	203	198	203
Health & Government	194	199	193
Food Markets	156	167	170
Business Services	71	77	89
Light Industry	83	72	79
Other Taxable	504	502	510
Total	<u>\$ 3,240</u>	<u>\$ 3,344</u>	<u>\$ 3,380</u>
City direct sales tax rate	0.00%	0.00%	0.00%



Notes: Calendar year 2008 not available.

Source: MuniServices

**CITY OF AGOURA HILLS**  
**Direct and Overlapping Sales Tax Rates**  
**Last Three Fiscal Years**

---

<b>Fiscal Year</b>	<b>City Direct Rate</b>	<b>Los Angeles County</b>	<b>State of California</b>
2006	0.00%	2.00%	6.25%
2007	0.00%	2.00%	6.25%
2008	0.00%	2.00%	6.25%

Source: California State Board of Equalization

**CITY OF AGOURA HILLS**  
**Ratios of Outstanding Debt by Type**  
**Last Three Fiscal Years**  
*(dollars in thousands, except per capita)*

<b>Governmental Activities</b>								
<b>Fiscal Year</b>	<b>1999 Lease Revenue Bonds (1)</b>	<b>2007 Lease Refunding Bonds (2)</b>	<b>2008 RDA Tax Allocation Bonds (3)</b>	<b>2008 RDA Housing Set-Aside Bonds (4)</b>	<b>Capital Leases</b>	<b>Total Primary Government</b>	<b>Percentage of Personal Income (a)</b>	<b>Per Capita (a)</b>
2006	8,810	-	-	-	10	8,820	0.72%	167
2007	-	12,060	-	-	-	12,060	0.93%	218
2008	-	-	5,750	10,000	-	15,750	1.14%	267

- Notes: (a) See Schedule for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.
- (1) These Lease Revenue Bonds were issued during fiscal year 1999, and refunded in March 2007.
- (2) March 2007, the City issued Series 2007 Lease Revenue Refunding Bonds to refund the 1999 Lease Revenue Bonds.
- (3) 2008 Tax Allocation Bonds issued June 5 to finance certain redevelopment projects within the Agoura Hills Redevelopment Area. (See Note 2)
- (4) June 5, 2008, the RDA issued Housing Set-Aside Tax Allocation Bonds bonds to finance low and moderate income housing of the Agoura Hills Redevelopment Agency.

Sources Department of Finance  
City of Agoura Hills financial data



**CITY OF AGOURA HILLS**

**Ratio of Net General Bonded Debt Outstanding**

**Last Three Fiscal Years**

*(dollars in thousands, except per capita)*

---

---

<b>Fiscal Year</b>	<b>Lease Refunding Bonds</b>	<b>Redevelopment Bonds</b>	<b>Total</b>	<b>Percentage of Estimated Actual Taxable Value of Property (1)</b>	<b>Per Capita (2)</b>
2006	\$ 8,820	-	\$ 8,820	0.33%	\$ 379.67
2007	12,060	-	\$ 12,060	0.34%	516.71
2008	-	\$ 15,750	\$ 15,750	0.51%	\$ 674.89

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

(1) See schedule for property value data.

(2) See schedule for population data.

Source: City of Agoura Hills financial data.

**CITY OF AGOURA HILLS**  
**Direct and Overlapping Governmental Activities Debt**  
**For the Year Ended June 30, 2008**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (a)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Los Angeles County Flood Control District	\$ 99,210,000	0.397 %	\$ 393,864
Metropolitan Water District	327,215,000	0.194	634,797
Los Angeles Community College District	1,370,820,000	0.695	9,527,199
Las Virgenes Joint Unified School District	120,301,202	20.333	24,460,843
Los Angeles Co. Regional Park & Open Space Assessment Dist.	269,995,000	0.389	1,050,281
<b>Other debt</b>			
Los Angeles County General Fund Obligations	1,019,552,788	0.389	3,966,060
Los Angeles County Pension Obligations	352,255,398	0.389	1,370,273
Los Angeles County Supt. of Schools Certificates of Participation	17,861,064	0.389	69,480
Las Virgenes Joint Unified School District Certificates of Participation	12,965,000	20.333	<u>2,636,173</u>
Subtotal, overlapping debt			44,108,973
<b>City direct debt</b>			
City of Agoura Hills General Fund Obligations	11,830,000	100.000	11,830,000
<b>Total direct and overlapping debt</b>			<u><u>\$ 55,938,973</u></u> (b)

Notes: (a) Percentage of overlapping agency's assessed valuation located within the boundaries of the city.  
(b) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax and non-bonded capital lease obligations.

Sources: California Municipal Statistics, Inc.  
City of Agoura Hills financial data

**CITY OF AGOURA HILLS**  
**Legal Debt Margin Information**  
**Last Three Fiscal Years**  
*(dollars in thousands)*

	<b>Fiscal Year</b>		
	<b>2008</b>	<b>2007</b>	<b>2006</b>
Debt limit	\$ 144,390	\$ 109,873	\$ 126,970
Total net debt applicable to limit	-	-	-
Legal debt margin	<u>\$ 144,390</u>	<u>\$ 109,873</u>	<u>\$ 126,970</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%

**Legal Debt Margin Calculation for Fiscal Year 2008**

<b>Assessed valuations:</b>	
Gross Assessed Value	<u>\$ 3,850,420</u>
Debt Limitation - 3.75% of Total Assessed Value	\$ 144,390
Less debt applicable to limitation	-
Legal Debt Margin	<u>\$ 144,390</u>

Notes: Under state finance law, the city's outstanding general obligation debt should not exceed 15 percent of total assessed property value. The Code section was enacted when assessed valuations were based on 25% of full market value. This has since changed to 100% of full market value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Sources: County of Los Angeles, Auditor - Controller  
City of Agoura Hills financial data  
California Municipal Statistics, Inc.

**CITY OF AGOURA HILLS**  
**Demographic and Economic Statistics**  
**Last Three Calendar Years**

---

<b>Calendar Year</b>	<b>Population (1)</b>	<b>Personal Income (thousands of dollars)</b>	<b>Per Capita Personal Income (2)</b>	<b>Median Age (2)</b>	<b>Percentage of Residents with at least some college</b>	<b>City Unemployment Rate (3)</b>
2006	23,231	1,226,132	52,780	38.0	80%	1.8%
2007	23,340	1,296,234	55,537	38.5	80%	2.2%
2008	23,337	1,376,335	58,977	39.0*	80%	3.6%*

\* Projected figures

(1) Source: State of California, Department of Finance

(2) Source: CNN Money Magazine

(3) Source: State of California, Employment Development Department, Labor Market Information Division

**CITY OF AGOURA HILLS**

**Principal Employers**

**Current Year**

	<b>Activity</b>	<b>Fiscal Year</b>	
		<b>2008</b>	<b>Percentage to Total City Employment</b>
<b>Company or Organization</b>		<b>Employees</b>	<b>Employment</b>
Las Virgenes USD*	Government	465	2.00%
THQ Inc	Publishing	373	1.61%
Teradyne Inc	Manufacturing	275	1.18%
Bank of America	Banking	246	1.06%
Touch Commerce	Internet	237	1.02%
Employers Direct Insurance	Insurance	209	0.90%
Community Medical Group	Medical	175	0.75%
Farmers Financial Solutions	Insurance	175	0.75%
Renaissance Hotel	Hotel	120	0.52%
Wood Ranch Barbecue	Restaurant	115	0.50%
Digital Theater Systems, Inc	Electronics	115	0.50%
Vons Grocery	Retailer/Grocer	100	0.43%
	<b>Total Top Employers</b>	<b>2,605</b>	<b>11.22%</b>

Total City Employment (1) 23,208

Note: Data for nine years ago (1999) is not available

Source: 2007-08 MuniServices, LLC

Results based on direct correspondence with city's local businesses

\* Employee Count is based on Agoura Hills school sites only

(1.) Total City Employment provided by EDD Labor Force Data

**CITY OF AGOURA HILLS**

**Full-time Equivalent City Government Employees by Function/Program**

**Last Three Fiscal Years**

<b><u>Function/Program</u></b>	<b>Fiscal Year</b>		
	<b><u>2006</u></b>	<b><u>2007</u></b>	<b><u>2008</u></b>
General government	9.5	9.45	9.45
Community development	7.54	11.5	11.5
Community services	7.65	7	7
Public works	6.25	6.5	6.5
Building and safety	3.5	3.5	3.5
Redevelopment	2.4	3.05	3.05
Total full-time equivalent employees	<u>36.84</u>	<u>41</u>	<u>41</u>

Notes: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

Sources: City of Agoura Hills financial information

**CITY OF AGOURA HILLS**  
**Operating Indicators by Function/Program**  
**Last Three Fiscal Years**

---

<b>Function/Program</b>	<b>2006</b>	<b>Fiscal Year 2007</b>
Parks and recreation		
Number of City sponsored events	21	26
Public Works		
Street resurfacing (lane miles)	9	6
Solid Waste		
Residential Recycling Collected (pounds)*	17,387,507	18,832,598
Electronics Collected (pounds)*	0	0
Used Oil Collection (gallons)	399	869
Automobile Battery Collections (pounds)	1,400	2,040
Used Paint Collection (gallons)	1,547	2,771
Transportation		
Total route (miles)	180,330	180,096
Passengers (monthly)	38,134	38,792

\* Residential Recycling Collected includes items such as paper/cardboard/glass/metal/pl  
 Electronics did not have a city collection program prior to 2008  
 Source: Various city departments

**CITY OF AGOURA HILLS**  
**Capital Asset Statistics by Function/Program**  
**Last Three Fiscal Years**

---



---

<b>Function/Program</b>	<b>2006</b>	<b>Fiscal Year 2007</b>	<b>2008</b>
<b><u>Public works</u></b>			
Bridges	19	19	19
Streets/Highway (miles)	126	126	126
Traffic signals	52	52	52
<b><u>Parks and recreation</u></b>			
Basketball courts			
Full	0	1	1
Half Courts	3	3	3
Community centers	1	1	1
Recreation Centers	1	1	1
Parks	6	6	6
Tennis courts	0	0	9

Source: Various city departments