

THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR

SCHEDULES OF CASH AND INVESTMENT BALANCES
DECEMBER 31, 2006, MARCH 31, 2007, AND JUNE 30, 2007



WINDES & McCLAUGHRY
ACCOUNTANCY CORPORATION

*Certified Public Accountants
& Consultants*

**THE CITY OF LONG BEACH
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**SCHEDULES OF CASH AND INVESTMENT BALANCES
DECEMBER 31, 2006, MARCH 31, 2007, AND JUNE 30, 2007**

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WINDES & MCCLAUGHRY
ACCOUNTANCY CORPORATION
Certified Public Accountants
& Consultants

Landmark Square
111 West Ocean Boulevard
Twenty-Second Floor
Post Office Box 87
Long Beach, CA 90801-0087

Tel: (562) 435-1191
Fax: (562) 495-1665

www.windes.com

Other Offices:
Irvine
Torrance

INDEPENDENT ACCOUNTANTS' REPORT

The City of Long Beach
Office of the City Auditor

We have examined the accompanying schedules of cash and investment balances of the City of Long Beach, Office of the City Auditor, as of December 31, 2006, March 31, 2007, and June 30, 2007. The City of Long Beach's management is responsible for the schedules of cash and investments. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and standards applicable to examination attestation standards contained in Government Auditing Standards, issued by the Comptroller General of the United States and, accordingly, included examining, on a test basis, evidence supporting the City of Long Beach's schedule of cash and investment balances and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the schedules referred to above present, in all material respects, the cash and investment balances of the City of Long Beach, as of December 31, 2006, March 31, 2007, and June 30, 2007, in conformity with accounting principles generally accepted in the United States of America.

We noted certain matters that we reported to management of the City of Long Beach, Office of the City Auditor, in a separate letter dated March 31, 2008.

Long Beach, California
March 31, 2008

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF POOLED AND NON-POOLED CASH
AND INVESTMENT BALANCES BY FUND
DECEMBER 31, 2006**

<u>Fund #</u>	<u>Fund Name</u>	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
100	General Fund, General	\$ 46,329,812	\$ 4,397,892	\$ 50,727,704
103	General Fund, Library	(852,195)	19,880	(832,315)
105	General Fund, Parks and Recreation	2,495,538	2,107,750	4,603,288
120	Special Revenue, General Grants	4,133,881		4,133,881
130	Special Revenue, Health	790,087	10,355	800,442
131	Special Revenue, CUPA	746,197		746,197
132	Special Revenue, Parking & Business	1,043,412		1,043,412
133	Special Advertising & Promotion	1,568,268	281	1,568,549
134	Special Revenue, Upland Oil	7,234,911		7,234,911
135	Special Revenue, Housing Development	31,849,600	1,058,705	32,908,305
136	SR-Belmont Shore Parking Meter	693,619	23,595	717,214
137	Planning & Building Department	861,309		861,309
149	Special Revenue, Business Assistance	136,151		136,151
150	Community Development Grants	4,617,372	12,956	4,630,328
151	Special Revenue, Housing Authority	13,904,278	101,816	14,006,094
180	Special Revenue, Park Development	466,516		466,516
181	Gas Tax Street Improvement	10,258,922		10,258,922
182	Special Revenue, Transportation	27,013,316		27,013,316
201	Capital Projects	22,498,747	1,098,062	23,596,809
202	Assessment District-Capital Projects	2,526,628	97	2,526,725
220	RDA - LB Bond Finance Authority		32,657	32,657
221	RDA - Poly High	734,656	1,817,951	2,552,607
222	RDA - West Beach	1,115,461	1,593,795	2,709,256
223	RDA - West Long Beach	22,865,819	3,139,866	26,005,685
224	RDA - Downtown	8,249,565	8,773,266	17,022,831
225	RDA - Project Income	4,062,262		4,062,262
227	RDA - Los Altos	466,569	408,007	874,576
228	RDA - Central	4,811,814	25,162,807	29,974,621
230	RDA - North	20,751,692	49,364,684	70,116,376
232	RDA - Housing	13,989	51,899,685	51,913,674
301	Gas Revenue	13,808,949	689,871	14,498,820
310	Water	9,717,737	3,619,050	13,336,787
311	Sewer	8,343,390		8,343,390
320	Airport	19,677,807	1,064,937	20,742,744
330	Refuse/Recycling	22,961,430	3,000	22,964,430
331	SERRF	28,539,541		28,539,541
339	SERRF JPA	657,360	11,718,303	12,375,663
340	Towing Operations	2,333,264	3,700	2,336,964

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF POOLED AND NON-POOLED CASH
AND INVESTMENT BALANCES BY FUND**

DECEMBER 31, 2006

(Continued)

Fund #	Fund Name	Pooled	Non-Pooled	Total
380	Civic Center	13,180,009	9,706,791	22,886,800
385	General Services	2,743,920	3,997	2,747,917
386	Fleet Services Fund	14,896,098	2,688,831	17,584,929
390	Insurance	8,941,291	61	8,941,352
391	Employee Benefits	56,579,636		56,579,636
401	Tidelands Operations	23,196,148	11,552,111	34,748,259
403	Tidelands - Marina	1,921,704	15,600	1,937,304
410	Tidelands - Queen Mary	963,115		963,115
411	Tidelands Queensway Bay	5,919,991	4,751,928	10,671,919
413	Parking Authority - Queensway Bay	3,060		3,060
420	Tidelands Oil Revenue	11,240,047	3,000	11,243,047
421	Tidelands Reserve - Subsidence	148,276,461	3,192,152	151,468,613
430	Harbor Operations	520,586,459	35,000	520,621,459
431	Harbor Capital	(29,189,861)		(29,189,861)
432	Harbor Debt Service	363,765,363	53,778,167	417,543,530
440	Expendable Trusts	962,830		962,830
451	ICTF JPA	10,807,930		10,807,930
452	Earthquake Assessment	1,881,713		1,881,713
453	AG, Other Special Assessment	2,098,455		2,098,455
455	Other Agency	2,431,949	1,500	2,433,449
460	Los Cerritos Wetlands Authority		19,844	19,844
470	Agency Special Assessment CFD #5	62,413	1,271,286	1,333,699
471	Agency Special Assessment LBBFA		824,761	824,761
472	Agency Special Assessment Pike	141,690	3,281,577	3,423,267
TOTAL CASH AND INVESTMENTS		<u>\$ 1,508,838,095</u>	<u>\$ 259,249,574</u>	<u>\$ 1,768,087,669</u>

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF CASH AND INVESTMENT BALANCES BY SECURITY TYPE
DECEMBER 31, 2006**

	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
CASH:			
Cash in Banks	\$ 8,007,465	\$ 760,913	\$ 8,768,378
Cash with Fiscal Agents		208,819,094	208,819,094
Total Cash	<u>8,007,465</u>	<u>209,580,007</u>	<u>217,587,472</u>
INVESTMENTS:			
U.S. Treasury Bills			
U.S. Treasury Notes	199,713,433		199,713,433
Federal Farm Credit Bank	131,688,290		131,688,290
Federal Home Loan Bank	306,464,891		306,464,891
Federal National Mortgage Association	340,112,414		340,112,414
Federal Home Loan Mortgage Corporation	308,128,461		308,128,461
Medium Term Notes	33,685,560		33,685,560
Commercial Paper	174,845,131		174,845,131
L.A.I.F.	2,944,855		2,944,855
Certificates of Deposit		10,000,000	10,000,000
Guaranteed Investment Contracts		36,477,415	36,477,415
Special Assessment Bonds		1,381,707	1,381,707
Revenue Bonds		1,810,445	1,810,445
Savers Loan	<u>3,247,595</u>		<u>3,247,595</u>
Total Investments	<u>1,500,830,630</u>	<u>49,669,567</u>	<u>1,550,500,197</u>
TOTAL CASH AND INVESTMENTS	<u>\$ 1,508,838,095</u>	<u>\$ 259,249,574</u>	<u>\$ 1,768,087,669</u>

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF POOLED AND NON-POOLED CASH
AND INVESTMENT BALANCES BY FUND**

MARCH 31, 2007

<u>Fund #</u>	<u>Fund Name</u>	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
100	General Fund, General	\$ 63,608,836	\$ 4,184,532	\$ 67,793,368
103	General Fund, Library	(947,650)	19,880	(927,770)
105	General Fund, Parks and Recreation	1,146,380	2,312,120	3,458,500
120	Special Revenue, General Grants	5,349,557		5,349,557
130	Special Revenue, Health	1,227,727	10,185	1,237,912
131	Special Revenue, CUPA	585,171		585,171
132	Special Revenue, Parking & Business	1,054,889		1,054,889
133	Special Advertising & Promotion	1,409,529	281	1,409,810
134	Special Revenue, Upland Oil	5,115,068		5,115,068
135	Special Revenue, Housing Development	35,433,988	1,080,602	36,514,590
136	SR-Belmont Shore Parking Meter	645,217	23,595	668,812
137	Planning & Building Department	914,506		914,506
149	Special Revenue, Business Assistance	1,008,866		1,008,866
150	Community Development Grants	4,462,505	12,956	4,475,461
151	Special Revenue, Housing Authority	15,800,562	224,081	16,024,643
180	Special Revenue, Park Development	132,690		132,690
181	Gas Tax Street Improvement	10,932,123		10,932,123
182	Special Revenue, Transportation	30,670,306		30,670,306
201	Capital Projects	18,338,557	24,962,518	43,301,075
202	Assessment District-Capital Projects	2,554,758	370	2,555,128
220	RDA - LB Bond Finance Authority		53,031	53,031
221	RDA - Poly High	789,301	969,539	1,758,840
222	RDA - West Beach	1,112,078	1,601,477	2,713,555
223	RDA - West Long Beach	22,633,145	3,163,580	25,796,725
224	RDA - Downtown	8,716,174	8,767,961	17,484,135
225	RDA - Project Income	4,238,928		4,238,928
227	RDA - Los Altos	486,177	407,991	894,168
228	RDA - Central	2,380,578	22,302,431	24,683,009
230	RDA - North	19,059,212	46,859,887	65,919,099
232	RDA - Housing	9,706	48,377,912	48,387,618
301	Gas Revenue	22,588,567	655,500	23,244,067
310	Water	9,692,951	3,619,050	13,312,001
311	Sewer	7,043,505		7,043,505
320	Airport	20,908,632	1,076,510	21,985,142
330	Refuse/Recycling	23,602,357	3,000	23,605,357
331	SERRF	34,615,784		34,615,784
339	SERRF JPA	664,915	11,987,672	12,652,587
340	Towing Operations	2,358,755	3,700	2,362,455

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF POOLED AND NON-POOLED CASH
AND INVESTMENT BALANCES BY FUND**

**MARCH 31, 2007
(Continued)**

<u>Fund #</u>	<u>Fund Name</u>	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
380	Civic Center	12,227,949	9,670,281	21,898,230
385	General Services	3,515,854	3,997	3,519,851
386	Fleet Services Fund	13,806,581	2,687,726	16,494,307
390	Insurance	10,741,601	61	10,741,662
391	Employee Benefits	56,981,728		56,981,728
401	Tidelands Operations	26,411,095	12,573,017	38,984,112
403	Tidelands - Marina	995,185	15,600	1,010,785
410	Tidelands - Queen Mary	994,379		994,379
411	Tidelands Queensway Bay	5,614,564	4,806,956	10,421,520
413	Parking Authority - Queensway Bay	3,816		3,816
420	Tidelands Oil Revenue	17,620,795	3,000	17,623,795
421	Tidelands Reserve - Subsidence	150,212,653	3,004,153	153,216,806
430	Harbor Operations	597,305,775	35,000	597,340,775
431	Harbor Capital	(64,230,476)		(64,230,476)
432	Harbor Debt Service	389,716,044	54,027,999	443,744,043
440	Expendable Trusts	994,155		994,155
451	ICTF JPA	10,932,149		10,932,149
452	Earthquake Assessment	1,547,248		1,547,248
453	AG, Other Special Assessment	2,137,686		2,137,686
455	Other Agency	2,456,366	1,500	2,457,866
460	Los Cerritos Wetlands Authority		19,246	19,246
470	Agency Special Assessment CFD #5	515,103	1,291,518	1,806,621
471	Agency Special Assessment LBBFA		836,674	836,674
472	Agency Special Assessment Pike	49,959	4,466,737	4,516,696
TOTAL CASH AND INVESTMENTS		<u>\$ 1,620,894,559</u>	<u>\$ 276,123,826</u>	<u>\$ 1,897,018,385</u>

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF CASH AND INVESTMENT BALANCES BY SECURITY TYPE
MARCH 31, 2007**

	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
CASH:			
Cash in Banks	\$ 9,728,955	\$ 882,696	\$ 10,611,651
Cash with Fiscal Agents		<u>225,759,457</u>	<u>225,759,457</u>
Total Cash	<u>9,728,955</u>	<u>226,642,153</u>	<u>236,371,108</u>
INVESTMENTS:			
U.S. Treasury Bills			
U.S. Treasury Notes	199,949,767		199,949,767
Federal Farm Credit Bank	127,563,109		127,563,109
Federal Home Loan Bank	318,165,183		318,165,183
Federal National Mortgage Association	396,498,423		396,498,423
Federal Home Loan Mortgage Corporation	276,558,434		276,558,434
Medium Term Notes	46,699,104		46,699,104
Commercial Paper	239,551,119		239,551,119
L.A.I.F.	2,982,701		2,982,701
Certificates of Deposit		10,000,000	10,000,000
Guaranteed Investment Contracts		36,477,520	36,477,520
Special Assessment Bonds		1,404,683	1,404,683
Revenue Bonds		1,599,470	1,599,470
Savers Loan	3,197,764		3,197,764
Total Investments	<u>1,611,165,604</u>	<u>49,481,673</u>	<u>1,660,647,277</u>
TOTAL CASH AND INVESTMENTS	<u>\$ 1,620,894,559</u>	<u>\$ 276,123,826</u>	<u>\$ 1,897,018,385</u>

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF POOLED AND NON-POOLED CASH
AND INVESTMENT BALANCES BY FUND
JUNE 30, 2007**

<u>Fund #</u>	<u>Fund Name</u>	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
100	General Fund, General	\$ 82,463,307	\$ 4,229,078	\$ 86,692,385
103	General Fund, Library	(2,261,229)	20,605	(2,240,624)
105	General Fund, Parks and Recreation	877,838	2,271,335	3,149,173
120	Special Revenue, General Grants	4,770,212		4,770,212
130	Special Revenue, Health	(1,773,509)	10,650	(1,762,859)
131	Special Revenue, CUPA	352,594		352,594
132	Special Revenue, Parking & Business	1,006,668		1,006,668
133	Special Advertising & Promotion	1,888,104	281	1,888,385
134	Special Revenue, Upland Oil	4,790,377		4,790,377
135	Special Revenue, Housing Development	40,185,842	15,129	40,200,971
136	SR-Belmont Shore Parking Meter	534,748	23,595	558,343
137	Planning & Building Department	289,555		289,555
149	Special Revenue, Business Assistance	1,911,964		1,911,964
150	Community Development Grants	4,098,883	12,956	4,111,839
151	Special Revenue, Housing Authority	17,525,168	79,294	17,604,462
180	Special Revenue, Park Development	429,827		429,827
181	Gas Tax Street Improvement	11,272,467		11,272,467
182	Special Revenue, Transportation	32,332,707		32,332,707
201	Capital Projects	14,590,368	25,028,132	39,618,500
202	Assessment District-Capital Projects	2,584,220	374	2,584,594
220	RDA - LB Bond Finance Authority		53,627	53,627
221	RDA - Poly High	923,677	974,073	1,897,750
222	RDA - West Beach	1,560,983	1,609,755	3,170,738
223	RDA - West Long Beach	20,299,097	3,138,992	23,438,089
224	RDA - Downtown	13,685,479	8,788,934	22,474,413
225	RDA - Project Income	2,886,787		2,886,787
227	RDA - Los Altos	511,981	407,993	919,974
228	RDA - Central	3,197,905	17,638,285	20,836,190
230	RDA - North	18,960,841	45,678,241	64,639,082
232	RDA - Housing	15,666	47,697,576	47,713,242
301	Gas Revenue	13,578,492	655,500	14,233,992
310	Water	7,999,698	3,619,050	11,618,748
311	Sewer	6,682,510		6,682,510
320	Airport	20,019,332	1,088,490	21,107,822
330	Refuse/Recycling	23,983,782	3,000	23,986,782
331	SERRF	37,258,151		37,258,151
339	SERRF JPA	458,054	12,022,612	12,480,666
340	Towing Operations	1,686,381	3,700	1,690,081

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF POOLED AND NON-POOLED CASH
AND INVESTMENT BALANCES BY FUND**

JUNE 30, 2007
(Continued)

Fund #	Fund Name	Pooled	Non-Pooled	Total
380	Civic Center	11,983,038	9,801,320	21,784,358
385	General Services	3,201,327	3,997	3,205,324
386	Fleet Services Fund	11,283,349	2,758,925	14,042,274
390	Insurance	10,999,213	61	10,999,274
391	Employee Benefits	69,921,193		69,921,193
401	Tidelands Operations	26,485,157	13,736,877	40,222,034
403	Tidelands - Marina	3,339,043	15,600	3,354,643
410	Tidelands - Queen Mary	1,032,211		1,032,211
411	Tidelands Queensway Bay	3,095,785	4,591,365	7,687,150
420	Tidelands Oil Revenue	22,980,424	3,000	22,983,424
421	Tidelands Reserve - Subsidence	152,313,175	2,749,471	155,062,646
430	Harbor Operations	647,632,762	35,000	647,667,762
431	Harbor Capital	(107,658,936)		(107,658,936)
432	Harbor Debt Service	352,984,582	53,777,459	406,762,041
440	Expendable Trusts	1,006,518		1,006,518
451	ICTF JPA	11,062,247		11,062,247
452	Earthquake Assessment	1,905,568		1,905,568
453	AG, Other Special Assessment	2,460,773		2,460,773
455	Other Agency	2,487,832	1,500	2,489,332
460	Los Cerritos Wetlands Authority		14,879	14,879
470	Agency Special Assessment CFD #5	94,734	1,287,524	1,382,258
471	Agency Special Assessment LBBFA		845,403	845,403
472	Agency Special Assessment Pike	203,438	3,264,492	3,467,930
TOTAL CASH AND INVESTMENTS		<u>\$ 1,620,392,360</u>	<u>\$ 267,958,130</u>	<u>\$ 1,888,350,490</u>

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**SCHEDULE OF CASH AND INVESTMENT BALANCES BY SECURITY TYPE
JUNE 30, 2007**

	<u>Pooled</u>	<u>Non-Pooled</u>	<u>Total</u>
CASH:			
Cash in Banks	\$ 8,482,724	\$ 738,805	\$ 9,221,529
Cash with Fiscal Agents		217,992,440	217,992,440
Total Cash	<u>8,482,724</u>	<u>218,731,245</u>	<u>227,213,969</u>
INVESTMENTS:			
U.S. Treasury Bills			
U.S. Treasury Notes	175,237,867		175,237,867
Federal Farm Credit Bank	109,431,758		109,431,758
Federal Home Loan Bank	344,651,045		344,651,045
Federal National Mortgage Association	405,399,014		405,399,014
Federal Home Loan Mortgage Corporation	341,258,360		341,258,360
Medium Term Notes	52,136,311		52,136,311
Commercial Paper	149,745,696		149,745,696
L.A.I.F.	30,901,464		30,901,464
Certificates of Deposit		10,000,000	10,000,000
Guaranteed Investment Contracts		36,477,414	36,477,414
Special Assessment Bonds		1,420,001	1,420,001
Revenue Bonds		1,329,470	1,329,470
Savers Loan	3,148,121		3,148,121
Total Investments	<u>1,611,909,636</u>	<u>49,226,885</u>	<u>1,661,136,521</u>
TOTAL CASH AND INVESTMENTS	<u>\$ 1,620,392,360</u>	<u>\$ 267,958,130</u>	<u>\$ 1,888,350,490</u>

**THE CITY OF LONG BEACH
OFFICE OF THE CITY AUDITOR**

**NOTES TO THE SCHEDULES OF CASH AND INVESTMENTS
DECEMBER 31, 2006, MARCH 31, 2007, AND JUNE 30, 2007**

NOTE 1 - Summary of Significant Accounting Policies

Organization

The City of Long Beach, California, (the City), operates under the City Charter originally adopted in 1921 and last amended in 2002. The City Charter establishes the current Mayor-Council-City Manager form of government, sets forth the powers and duties of the Mayor and City Council, and defines the roles, duties, and form of organization of the City's various boards, commissions, and other offices. The City is divided into nine council districts, with Council persons elected to serve within the respective districts. The citizens, as a whole, elect a Mayor, City Auditor, City Attorney, and City Prosecutor. The City Council appoints a City Manager who serves at the discretion of the Council.

Reporting Entity

The accompanying schedules are intended to present only the cash and investment balances under the direct control and authority of the City. The accompanying schedules do not purport to, and do not, present fairly the financial position and results of operations of the City of Long Beach.

Basis of Accounting

The accompanying schedules of cash and investments were prepared in conformity accounting principles generally accepted in the United States of America.

Non-pooled Cash and Investments

Non-pooled cash and investments are generally pledged to the payment of specific project costs or security of certain outstanding bonds and are not available for operations.