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# **BASIC FINANCIAL STATEMENTS- FUND FINANCIAL STATEMENTS**



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**COUNTY OF RIVERSIDE**

Balance Sheet  
Governmental Funds  
June 30, 2012  
(Dollars in Thousands)

	General	Flood Control	Teeter Debt Service	Public Facilities Improvements Capital Projects
<b>ASSETS:</b>				
Cash and investments (Note 4)	\$ 151,845	\$ 258,649	\$ -	\$ 247,348
Accounts receivable (Notes 1 and 6)	9,196	496	-	-
Interest receivable (Note 6)	643	129	23	114
Taxes receivable (Note 6)	14,046	2,141	100,397	-
Due from other governments (Note 6)	328,817	164	-	166
Inventories	1,187	-	-	-
Due from other funds (Note 7)	14,227	8	35	3
Prepaid items and deposits	298	809	-	-
Restricted cash and investments (Notes 4 and 5)	299,673	4,815	79,630	-
Advances to other funds (Note 7)	3,342	-	-	-
Notes receivable (Note 6)	-	-	-	-
Land held for resale	-	-	-	-
<b>Total assets</b>	<b>\$ 823,274</b>	<b>\$ 267,211</b>	<b>\$ 180,085</b>	<b>\$ 247,631</b>
<b>LIABILITIES AND FUND BALANCES:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 75,996	\$ 7,397	\$ -	\$ 4,390
Salaries and benefits payable	57,391	886	-	-
Due to other governments	40,804	565	-	-
Due to other funds (Note 7)	1,466	34	8,761	733
Deposits payable	16	-	-	-
Teeter notes payable (Note 11)	-	-	171,324	-
Advances from other funds (Note 7)	-	-	-	-
Deferred revenue (Note 6)	311,003	2,070	-	-
<b>Total liabilities</b>	<b>486,676</b>	<b>10,952</b>	<b>180,085</b>	<b>5,123</b>
<b>Fund balances (Note 13):</b>				
Nonspendable	1,834	1	-	-
Restricted	101,651	-	-	131,184
Committed	52,439	252,368	-	-
Assigned	8,764	3,890	-	111,324
Unassigned	171,910	-	-	-
<b>Total fund balances</b>	<b>336,598</b>	<b>256,259</b>	<b>-</b>	<b>242,508</b>
<b>Total liabilities and fund balances</b>	<b>\$ 823,274</b>	<b>\$ 267,211</b>	<b>\$ 180,085</b>	<b>\$ 247,631</b>

The notes to the basic financial statements are an integral part of this statement.

Redevelopment Capital Projects	Other Governmental Funds	Total Governmental Funds	ASSETS:
\$ -	\$ 364,874	\$ 1,022,716	Cash and investments (Note 4)
-	2,207	11,899	Accounts receivable (Notes 1 and 6)
-	240	1,149	Interest receivable (Note 6)
-	2,003	118,587	Taxes receivable (Note 6)
-	94,482	423,629	Due from other governments (Note 6)
-	1,002	2,189	Inventories
-	1,472	15,745	Due from other funds (Note 7)
-	3,215	4,322	Prepaid items and deposits
-	100,306	484,424	Restricted cash and investments (Notes 4 and 5)
-	1,500	4,842	Advances to other funds (Note 7)
-	-	-	Notes receivable (Note 6)
-	34,368	34,368	Land held for resale
<b>\$ -</b>	<b>\$ 605,669</b>	<b>\$ 2,123,870</b>	<b>Total assets</b>
			<b>LIABILITIES AND FUND BALANCES:</b>
			<b>Liabilities:</b>
\$ -	\$ 30,869	\$ 118,652	Accounts payable
-	4,273	62,550	Salaries and benefits payable
-	14,986	56,355	Due to other governments
-	5,406	16,400	Due to other funds (Note 7)
-	315	331	Deposits payable
-	-	171,324	Teeter notes payable (Note 11)
-	1,500	1,500	Advances from other funds (Note 7)
-	50,241	363,314	Deferred revenue (Note 6)
<b>-</b>	<b>107,590</b>	<b>790,426</b>	<b>Total liabilities</b>
			<b>Fund balances (Note 13):</b>
-	2,255	4,090	Nonspendable
-	450,019	682,854	Restricted
-	15,107	319,914	Committed
-	30,698	154,676	Assigned
-	-	171,910	Unassigned
<b>-</b>	<b>498,079</b>	<b>1,333,444</b>	<b>Total fund balances</b>
<b>\$ -</b>	<b>\$ 605,669</b>	<b>\$ 2,123,870</b>	<b>Total liabilities and fund balances</b>

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
 Reconciliation of the Balance Sheet of Governmental Funds to the  
 Statement of Net Assets  
 June 30, 2012  
 (Dollars in Thousands)



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Fund balances - total governmental funds (page 31)		\$ 1,333,444
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds.		3,669,129
Bond issuance costs are not current financial resources and therefore are not reported in the governmental funds.		10,047
Net OPEB and pension assets are not current financial resources and therefore are not reported in the governmental funds.		466,461
Under the modified accrual basis of accounting, revenue cannot be recognized until it is available to liquidate liabilities of the current period; under accrual accounting, revenue must be recognized as soon as earned, regardless of its availability. Any liability of earned but unavailable revenue must be eliminated in the government-wide financial statements.		50,054
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the governmental funds.		
Bonds Payable	\$ 750,492	
Capital lease obligations	85,895	
Certificates of participation	309,511	
Loans payable	4,925	
Accrued interest payable	8,996	
Accreted interest payable	78,823	
Accrued remediation cost	2,398	
Compensated absences	157,622	(1,398,662)
Internal service funds are used by management to charge the costs of equipment, fleet management, printing, information technology, supply services, risk management, and temporary assistance to individual funds. Since internal service funds predominantly service government activities, the assets and liabilities of these funds are included as governmental activities in the statement of net assets.		145,060
		\$ 4,275,533
Net assets of governmental activities (page 25)		

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2012  
(Dollars in Thousands)

	General	Flood Control	Teeter Debt Service	Public Facilities Improvements Capital Projects
<b>REVENUES:</b>				
Taxes	\$ 216,746	\$ 39,727	\$ -	\$ -
Licenses, permits, and franchise fees	17,648	-	-	-
Fines, forfeitures, and penalties	88,979	-	-	-
Use of money and property:				
Interest	4,740	1,141	183	1,490
Rents and concessions	3,798	222	-	331
Aid from other governmental agencies:				
Federal	475,221	-	-	-
State	931,652	627	-	-
Other	80,332	-	-	33,179
Charges for services	354,451	4,039	-	11,081
Other revenue	40,852	10,925	-	492
<b>Total revenues</b>	<b>2,214,419</b>	<b>56,681</b>	<b>183</b>	<b>46,573</b>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
General government	127,195	-	613	30,235
Public protection	1,010,999	50,067	-	-
Public ways and facilities	-	-	-	1,066
Health and sanitation	369,165	-	-	-
Public assistance	719,670	-	-	-
Education	579	-	-	-
Recreation and culture	324	-	-	-
<b>Debt service:</b>				
Principal	16,142	-	-	-
Interest	5,284	-	767	-
Cost of issuance	-	-	-	-
<b>Capital outlay</b>				
	2,671	-	-	-
<b>Total expenditures</b>	<b>2,252,029</b>	<b>50,067</b>	<b>1,380</b>	<b>31,301</b>
Excess (deficiency) of revenues over (under) expenditures	(37,610)	6,614	(1,197)	15,272
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	123,587	-	1,253	9,344
Transfers out	(98,045)	(1,308)	(56)	(71,093)
Issuance of refunding bonds	-	-	-	-
Premium on long-term debt	-	-	-	-
Redemption of refunded debt	-	-	-	-
Capital leases	2,671	-	-	-
<b>Total other financing sources (uses)</b>	<b>28,213</b>	<b>(1,308)</b>	<b>1,197</b>	<b>(61,749)</b>
<b>Net change in fund balances before extraordinary items</b>	<b>(9,397)</b>	<b>5,306</b>	<b>-</b>	<b>(46,477)</b>
<b>EXTRAORDINARY ITEMS</b>				
RDA dissolution asset transfers	-	-	-	-
RDA dissolution liability transfers	-	-	-	-
<b>Total extraordinary items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>(9,397)</b>	<b>5,306</b>	<b>-</b>	<b>(46,477)</b>
Fund balances, beginning of year, as previously reported	343,562	250,953	-	293,102
Adjustments to beginning fund balances (Note 3)	2,433	-	-	(4,117)
Fund balances, beginning of year, as restated	345,995	250,953	-	288,985
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 336,598</b>	<b>\$ 256,259</b>	<b>\$ -</b>	<b>\$ 242,508</b>

The notes to the basic financial statements are an integral part of this statement.

Redevelopment Capital Projects	Other Governmental Funds	Total Governmental Funds	REVENUES:
\$ -	\$ 99,323	\$ 355,796	Taxes
-	1,865	19,513	Licenses, permits, and franchise fees
-	1,184	90,163	Fines, forfeitures, and penalties
344	2,929	10,827	Use of money and property:
220	15,017	19,588	Interest
-	102,433	577,654	Rents and concessions
-	54,379	986,658	Aid from other governmental agencies:
-	43,167	156,678	Federal
249	80,068	449,888	State
132	42,718	95,119	Other
<b>945</b>	<b>443,083</b>	<b>2,761,884</b>	Charges for services
			Other revenue
			<b>Total revenues</b>
59,060	74,124	291,227	<b>EXPENDITURES:</b>
-	11,376	1,072,442	<b>Current:</b>
-	166,949	168,015	General government
-	6,503	375,668	Public protection
-	82,434	802,104	Public ways and facilities
-	18,363	18,942	Health and sanitation
-	14,896	15,220	Public assistance
-	-	-	Education
-	-	-	Recreation and culture
-	48,860	65,002	<b>Debt service:</b>
-	42,990	49,041	Principal
-	15	15	Interest
-	19,912	22,583	Cost of issuance
<b>59,060</b>	<b>486,422</b>	<b>2,880,259</b>	<b>Capital outlay</b>
			Total expenditures
(58,115)	(43,339)	(118,375)	Excess (deficiency) of revenues over (under) expenditures
8,019	180,849	323,052	<b>OTHER FINANCING SOURCES (USES):</b>
(11,960)	(150,262)	(332,724)	Transfers in
-	33,360	33,360	Transfers out
-	2,840	2,840	Issuance of refunding bonds
-	(32,797)	(32,797)	Premium on long-term debt
-	-	2,671	Redemption of refunded debt
<b>(3,941)</b>	<b>33,990</b>	<b>(3,598)</b>	Capital leases
<b>(62,056)</b>	<b>(9,349)</b>	<b>(121,973)</b>	<b>Total other financing sources (uses)</b>
			<b>Net change in fund balances before extraordinary items</b>
(216,781)	(97,795)	(314,576)	<b>EXTRAORDINARY ITEMS</b>
10,725	3,359	14,084	RDA dissolution asset transfers
<b>(206,056)</b>	<b>(94,436)</b>	<b>(300,492)</b>	RDA dissolution liability transfers
			<b>Total extraordinary items</b>
<b>(268,112)</b>	<b>(103,785)</b>	<b>(422,465)</b>	<b>NET CHANGE IN FUND BALANCES</b>
271,554	606,405	1,765,576	Fund balances, beginning of year, as previously reported
(3,442)	(4,541)	(9,667)	Adjustments to beginning fund balances (Note 3)
<b>268,112</b>	<b>601,864</b>	<b>1,755,909</b>	Fund balances, beginning of year, as restated
<b>\$ -</b>	<b>\$ 498,079</b>	<b>\$ 1,333,444</b>	<b>FUND BALANCES, END OF YEAR</b>

The notes to the basic financial statements are an integral part of this statement.



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**COUNTY OF RIVERSIDE**  
 Reconciliation of the Statement of Revenues, Expenditures, and  
 Changes in Fund Balances of Governmental Funds to the  
 Statement of Activities  
 For the Fiscal Year Ended June 30, 2012  
 (Dollars in Thousands)

Net change in fund balances - total governmental funds (page 35)		\$ (422,465)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlay and other capital projects as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Expenditures for capital assets	\$ 347,504	
Less loss on disposal of capital assets	(28,853)	
Less current year depreciation	<u>(108,454)</u>	210,197
Prepaid pension costs and OPEB costs are expended in the governmental funds when paid but are recognized as a financial resource in the statement of net assets.		
		11,427
Bond issuance costs are expended in the governmental funds when paid but are capitalized and amortized in the statement of net assets. This is the net amount of capitalized bond issuance cost.		
		(17,270)
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		
Proceeds in excess of principal payments	66,017	
Bonds payable retirement - RDA Dissolution	803,131	
Current amortization of bond premiums	<u>7,328</u>	876,476
Under the modified accrual basis of accounting, revenue cannot be recognized until it is available to liquidate liabilities of the current period; under accrual accounting, revenue must be recognized as soon as earned, regardless of its availability. Also, any liability of earned but unavailable deferred revenue must be eliminated in the government-wide financial statements.		
		4,278
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Change in accrued interest	11,296	
Change in accreted interest	(16,860)	
Change in long-term compensated absences	<u>(5,932)</u>	(11,496)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net income (loss) of the internal service funds is reported with governmental activities.		
		<u>(10,226)</u>
Change in net assets of governmental activities (page 27)		<u><u>\$ 640,921</u></u>

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
 Budgetary Comparison Statement  
 General Fund  
 For the Fiscal Year Ended June 30, 2012  
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Over (Under)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 214,878	\$ 216,158	\$ 216,746	\$ 588
Licenses, permits, and fees	18,130	19,572	17,648	(1,924)
Fines, forfeitures, and penalties	91,733	91,733	88,979	(2,754)
Use of money and property:				
Interest	5,462	4,162	4,740	578
Rents and concessions	25,479	25,480	3,798	(21,682)
Aid from other governmental agencies:				
Federal	506,686	508,060	475,221	(32,839)
State	936,324	984,161	931,652	(52,509)
Other government	85,195	81,281	80,332	(949)
Charges for services	485,105	398,608	354,451	(44,157)
Other revenue	98,204	94,201	40,852	(53,349)
Total revenues	<u>2,467,196</u>	<u>2,423,416</u>	<u>2,214,419</u>	<u>(208,997)</u>
<b>EXPENDITURES:</b>				
Current:				
General government:				
Salaries and employee benefits	85,937	87,550	81,868	(5,682)
Services and supplies	65,064	66,287	61,592	(4,695)
Other charges	77,245	80,942	32,517	(48,425)
Capital assets	4,095	3,760	3,064	(696)
Intrafund transfers	(54,108)	(54,155)	(51,846)	2,309
Appropriation for contingencies	20,000	23,305	-	(23,305)
Total general government	<u>198,233</u>	<u>207,689</u>	<u>127,195</u>	<u>(80,494)</u>
Public protection:				
Salaries and employee benefits	707,045	710,995	677,293	(33,702)
Services and supplies	307,228	316,301	297,501	(18,800)
Other charges	48,966	47,343	39,080	(8,263)
Capital assets	2,330	7,848	4,426	(3,422)
Intrafund transfers	(5,524)	(6,230)	(7,301)	(1,071)
Total public protection	<u>1,060,045</u>	<u>1,076,257</u>	<u>1,010,999</u>	<u>(65,258)</u>
Health and sanitation:				
Salaries and employee benefits	207,678	206,542	184,394	(22,148)
Services and supplies	110,553	117,457	97,106	(20,351)
Other charges	190,202	191,665	161,700	(29,965)
Capital assets	712	7,606	7,186	(420)
Intrafund transfers	(97,212)	(98,614)	(81,221)	17,393
Total health and sanitation	<u>\$ 411,933</u>	<u>\$ 424,656</u>	<u>\$ 369,165</u>	<u>\$ (55,491)</u>

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The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
 Budgetary Comparison Statement  
 General Fund (Continued)  
 For the Fiscal Year Ended June 30, 2012  
 (Dollars in Thousands)

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Over (Under)
	Original	Final		
<b>Public assistance:</b>				
Salaries and employee benefits	\$ 241,519	\$ 237,743	\$ 231,887	\$ (5,856)
Services and supplies	78,391	78,012	67,350	(10,662)
Other charges	483,130	478,075	421,402	(56,673)
Capital assets	190	190	29	(161)
Intrafund transfers	(293)	(293)	(998)	(705)
Total public assistance	<u>802,937</u>	<u>793,727</u>	<u>719,670</u>	<u>(74,057)</u>
<b>Education:</b>				
Salaries and employee benefits	266	274	270	(4)
Services and supplies	321	309	305	(4)
Other charges	-	-	4	4
Total education	<u>587</u>	<u>583</u>	<u>579</u>	<u>(4)</u>
<b>Recreation and culture:</b>				
Salaries and employee benefits	105	109	103	(6)
Services and supplies	252	321	225	(96)
Other charges	28	2	1	(1)
Capital assets	1	1	-	(1)
Intrafund transfers	(1)	(6)	(5)	1
Total recreation and culture	<u>385</u>	<u>427</u>	<u>324</u>	<u>(103)</u>
<b>Debt service:</b>				
Principal	79,596	39,537	16,142	(23,395)
Interest	5,001	5,001	5,284	283
Total debt service	<u>84,597</u>	<u>44,538</u>	<u>21,426</u>	<u>(23,112)</u>
<b>Capital outlay</b>				
Total expenditures	<u>2,558,717</u>	<u>2,547,877</u>	<u>2,252,029</u>	<u>(295,848)</u>
Excess (deficiency) of revenues over (under) expenditures				
	(91,521)	(124,461)	(37,610)	86,851
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	123,587	123,587	-
Transfers out	-	(98,045)	(98,045)	-
Capital leases	-	-	2,671	2,671
Total other financing sources (uses)	<u>-</u>	<u>25,542</u>	<u>28,213</u>	<u>2,671</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(91,521)</u>	<u>(98,919)</u>	<u>(9,397)</u>	<u>89,522</u>
Fund balance, beginning of year	345,995	345,995	345,995	-
<b>FUND BALANCE, END OF YEAR</b>	<u>\$ 254,474</u>	<u>\$ 247,076</u>	<u>\$ 336,598</u>	<u>\$ 89,522</u>

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
 Budgetary Comparison Statement  
 Flood Control Special Revenue Fund  
 For the Fiscal Year Ended June 30, 2012  
 (Dollars in Thousands)



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	Budgeted Amounts		Actual Amounts	Variance with Final Budget Over (Under)
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 42,321	\$ 42,321	\$ 39,727	\$ (2,594)
Use of money and property:				
Interest	1,087	1,087	1,141	54
Rents and concessions	158	158	222	64
Aid from other governmental agencies:				
Federal	1	1	-	(1)
State	635	635	627	(8)
Charges for services	4,261	4,261	4,039	(222)
Other revenue	16,729	16,729	10,925	(5,804)
Total revenues	<u>65,192</u>	<u>65,192</u>	<u>56,681</u>	<u>(8,511)</u>
<b>EXPENDITURES:</b>				
Current:				
Public protection	145,320	144,432	50,067	(94,365)
Total expenditures	<u>145,320</u>	<u>144,432</u>	<u>50,067</u>	<u>(94,365)</u>
Excess (deficiency) of revenues over (under) expenditures	(80,128)	(79,240)	6,614	85,854
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	-	(1,308)	(1,308)	-
Total other financing sources (uses)	<u>-</u>	<u>(1,308)</u>	<u>(1,308)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	(80,128)	(80,548)	5,306	85,854
Fund balance, beginning of year	250,953	250,953	250,953	-
FUND BALANCE, END OF YEAR	<u>\$ 170,825</u>	<u>\$ 170,405</u>	<u>\$ 256,259</u>	<u>\$ 85,854</u>

The notes to the basic financial statements are an integral part of this statement.



**COUNTY OF RIVERSIDE**  
Statement of Net Assets  
Proprietary Funds  
June 30, 2012  
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds				Governmental
	Regional Medical Center	Waste Management	Other	Total	Internal Service Funds
<b>ASSETS:</b>					
Current assets:					
Cash and investments (Note 4)	\$ 21,373	\$ 102,761	\$ 13,685	\$ 137,819	\$ 223,171
Accounts receivable - net (Notes 1 and 6)	55,540	4,070	361	59,971	2,968
Interest receivable (Note 6)	-	80	4	84	103
Taxes receivable (Note 6)	-	-	14	14	-
Due from other governments (Note 6)	65,695	5,040	902	71,637	1,349
Inventories	7,451	274	-	7,725	3,622
Due from other funds (Note 7)	767	4	-	771	200
Restricted cash and investments (Notes 4 and 5)	23,890	51,957	2,885	78,732	1,000
Prepaid items and deposits	6,232	-	2	6,234	447
Total current assets	<u>180,948</u>	<u>164,186</u>	<u>17,853</u>	<u>362,987</u>	<u>232,860</u>
Noncurrent assets:					
Bond issuance costs	821	-	-	821	-
Pension asset, net (Note 17)	-	1,082	-	1,082	-
Capital assets (Note 8):					
Nondepreciable assets	62,331	10,885	4,324	77,540	896
Depreciable assets	125,264	56,359	10,510	192,133	34,764
Total noncurrent assets	<u>188,416</u>	<u>68,326</u>	<u>14,834</u>	<u>271,576</u>	<u>35,660</u>
Total assets	<u>369,364</u>	<u>232,512</u>	<u>32,687</u>	<u>634,563</u>	<u>268,520</u>
<b>LIABILITIES:</b>					
Current liabilities:					
Accounts payable	12,731	2,410	2,777	17,918	17,533
Salaries and benefits payable	11,339	693	38	12,070	3,858
Due to other funds (Note 7)	227	-	2	229	86
Due to other governments	66,759	5	28	66,792	58
Interest payable	409	-	7	416	-
Deposits payable	-	38	49	87	-
Other liabilities	93	567	2,332	2,992	392
Accrued closure and post-closure costs (Notes 9 and 2)	-	5,390	-	5,390	-
Accrued remediation costs (Note 20)	-	1,598	-	1,598	-
Compensated absences (Notes 1 and 12)	12,026	1,004	130	13,160	4,751
Capital lease obligations (Note 12)	5,189	-	-	5,189	7,293
Bonds payable (Note 12)	10,539	-	135	10,674	-
Estimated claims liabilities (Notes 12 and 14)	-	-	-	-	34,071
Total current liabilities	<u>119,312</u>	<u>11,705</u>	<u>5,498</u>	<u>136,515</u>	<u>68,042</u>
Noncurrent liabilities:					
Compensated absences (Note 2)	6,195	1,506	1,123	8,824	3,957
Advances from other funds (Note 7)	-	-	-	-	3,342
Accrued closure and post closure care costs (Note 9)	-	47,147	-	47,147	-
Accrued remediation costs (Note 9 & 20)	-	35,831	-	35,831	-
Capital lease obligations (Notes 1 and 2)	6,866	-	-	6,866	7,807
Bonds payable (Note 12)	109,774	-	613	110,387	-
Estimated claims liabilities (Notes 12 and 14)	-	-	-	-	96,367
Other long-term liabilities (Note 12)	59,984	-	6,795	66,779	-
Total noncurrent liabilities	<u>182,819</u>	<u>84,484</u>	<u>8,531</u>	<u>275,834</u>	<u>111,473</u>
Total liabilities	<u>302,131</u>	<u>96,189</u>	<u>14,029</u>	<u>412,349</u>	<u>179,515</u>
<b>NET ASSETS:</b>					
Invested in capital assets, net of related debt	55,227	67,244	8,039	130,510	20,560
Restricted for debt service	23,697	-	-	23,697	-
Restricted for health and sanitation	-	14,188	-	14,188	-
Restricted other	193	-	3,025	3,218	-
Unrestricted	(11,884)	54,891	7,594	50,601	68,445
Total net assets	<u>\$ 67,233</u>	<u>\$ 136,323</u>	<u>\$ 18,658</u>	<u>222,214</u>	<u>\$ 89,005</u>
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds				(56,057)	
Net assets of business-type activities				<u>\$ 166,157</u>	

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2012  
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds				Governmental
	Regional Medical Center	Waste Management	Other	Total	Internal Service Funds
<b>OPERATING REVENUES:</b>					
Net patient revenue (Notes 1 and 16)	\$ 330,624	\$ -	\$ -	\$ 330,624	\$ -
Charges for services	32,921	43,763	4,536	81,220	215,602
Other revenue	8,282	1,569	83,970	93,821	31,092
Total operating revenues	<u>371,827</u>	<u>45,332</u>	<u>88,506</u>	<u>505,665</u>	<u>246,694</u>
<b>OPERATING EXPENSES:</b>					
Cost of material used	-	183	-	183	1,731
Personnel services	235,202	16,017	10,513	261,732	78,704
Communications	2,500	292	-	2,792	3,351
Insurance	1,034	195	374	1,603	8,067
Maintenance of building and equipment	10,540	1,719	2,631	14,890	15,366
Insurance claims	-	-	-	-	102,005
Supplies	53,564	1,875	26	55,465	31,023
Purchased services	71,780	15,370	672	87,822	21,147
Depreciation and amortization	9,472	5,439	1,330	16,241	12,708
Rents and leases of equipment	3,780	21	3	3,804	50,519
Public assistance	-	2	75,735	75,737	-
Utilities	3,585	260	702	4,547	1,781
Other	8,160	16,049	1,360	25,569	5,083
Total operating expenses	<u>399,617</u>	<u>57,422</u>	<u>93,346</u>	<u>550,385</u>	<u>331,485</u>
Operating income (loss)	<u>(27,790)</u>	<u>(12,090)</u>	<u>(4,840)</u>	<u>(44,720)</u>	<u>(84,791)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>					
Investment income	127	711	69	907	917
Interest expense	(11,911)	-	(162)	(12,073)	(1,353)
Gain (loss) on disposal of capital assets	(49)	1,088	11	1,050	39
Total nonoperating revenues (expenses)	<u>(11,833)</u>	<u>1,799</u>	<u>(82)</u>	<u>(10,116)</u>	<u>(397)</u>
Income (loss) before capital contributions and transfers	<u>(39,623)</u>	<u>(10,291)</u>	<u>(4,922)</u>	<u>(54,836)</u>	<u>(85,188)</u>
Premium contributions	335	-	-	335	69,823
Transfers in	15,000	-	-	15,000	1,903
Transfers out	(2,968)	(195)	(135)	(3,298)	(3,933)
CHANGE IN NET ASSETS	<u>(27,256)</u>	<u>(10,486)</u>	<u>(5,057)</u>	<u>(42,799)</u>	<u>(17,395)</u>
Net assets, beginning of the year, as previously reported	94,489	146,809	23,715		101,833
Adjustments to beginning net assets (Note 3)	-	-	-		4,567
Net assets, beginning of the year	<u>94,489</u>	<u>146,809</u>	<u>23,715</u>		<u>106,400</u>
NET ASSETS, END OF YEAR	<u>\$ 67,233</u>	<u>\$ 136,323</u>	<u>\$ 18,658</u>		<u>\$ 89,005</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds				(7,169)	
Change in net assets of business-type activities					<u>\$ (49,968)</u>

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ending June 30, 2012  
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds				Governmental
	Regional	Waste	Other	Total	Internal
	Medical	Management			Service
Center				Funds	
Cash flows from operating activities					
Cash receipts from customers / other funds	\$ 374,399	\$ 40,601	\$ 88,612	\$ 503,612	\$ 248,879
Cash paid to suppliers for goods and services	(126,111)	(19,502)	(81,554)	(227,167)	(235,794)
Cash paid to employees for services	(231,754)	(15,549)	(10,528)	(257,831)	(78,489)
Net cash provided by (used in) operating activities	16,534	5,550	(3,470)	18,614	(65,404)
Cash flows from noncapital financing activities					
Advances from other funds	-	-	-	-	3,342
Transfers received	15,000	-	-	15,000	1,903
Transfers paid	(2,968)	(195)	(135)	(3,298)	(3,933)
Net cash provided by (used in) noncapital financing activities	12,032	(195)	(135)	11,702	1,312
Cash flows from capital and related financing activities					
Proceeds from sale of capital assets	76	1,088	11	1,175	39
Acquisition and construction of capital assets	(13,807)	(1,125)	(814)	(15,746)	(11,926)
Principal paid on capital leases	(3,775)	-	-	(3,775)	(2,372)
Premium contributions	335	-	-	335	69,823
Principal paid on bonds payable	(13,866)	-	(56)	(13,922)	-
Interest paid on long-term debt	(12,086)	-	(162)	(12,248)	(1,353)
Net cash provided by (used in) capital and related financing activities	(43,123)	(37)	(1,021)	(44,181)	54,211
Cash flows from investing activities					
Interest received on investments	127	746	71	944	981
Net cash provided by investing activities	127	746	71	944	981
Net increase (decrease) in cash and cash equivalents	(14,430)	6,064	(4,555)	(12,921)	(8,900)
Cash and cash equivalents, beginning of year	59,693	148,654	21,125	229,472	233,071
Cash and cash equivalents, end of year	\$ 45,263	\$ 154,718	\$ 16,570	\$ 216,551	\$ 224,171

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ending June 30, 2012  
(Dollars in Thousands)

	Business-type Activities - Enterprise Funds				Governmental
	Regional	Waste	Other	Total	Internal
	Medical	Management			Service
Center				Funds	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities					
Operating income (loss)	\$ (27,790)	\$ (12,090)	\$ (4,840)	\$ (44,720)	\$ (84,791)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities					
Depreciation and amortization	9,472	5,439	1,330	16,241	12,708
Decrease (Increase) accounts receivable	2,913	32	127	3,072	(326)
Decrease (Increase) taxes receivable	-	-	(2)	(2)	-
Decrease (Increase) bond issuance cost	125	-	-	125	-
Decrease (Increase) due from other funds	(452)	20	11	(421)	2,508
Decrease (Increase) due from other governments	(14)	(4,783)	(30)	(4,827)	3
Decrease (Increase) inventories	(663)	32	-	(631)	48
Decrease (Increase) prepaid items and deposits	(1,518)	-	31	(1,487)	(49)
Increase (Decrease) accounts payable	634	(252)	(196)	186	521
Increase (Decrease) due to other funds	5	-	(17)	(12)	(4,113)
Increase (Decrease) due to other governments	24,530	(46)	(8)	24,476	41
Increase (Decrease) accrued closure costs	-	9,069	-	9,069	-
Increase (Decrease) accrued remediation costs	-	7,652	-	7,652	-
Increase (Decrease) other liabilities	5,844	9	139	5,992	(4,890)
Increase (Decrease) estimated claims liability	-	-	-	-	12,721
Increase (Decrease) salaries and benefits payable	1,778	(37)	6	1,747	157
Increase (Decrease) compensated absences	1,670	71	(21)	1,720	58
Decrease (Increase) pension assets, net	-	434	-	434	-
Net cash provided (used) by operating activities	\$ 16,534	\$ 5,550	\$ (3,470)	\$ 18,614	\$ (65,404)
Noncash investing, capital, and financing activities:					
Capital lease obligations	\$ 2,382			\$ 2,382	\$ 9,955

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
Statement of Fiduciary Net Assets  
Fiduciary Funds  
June 30, 2012  
(Dollars in Thousands)

	Pension Trust	Investment Trust	Private- Purpose Trust	Agency Funds
<b>ASSETS:</b>				
Cash and investments (Note 5)	\$ -	\$ -	\$ 203,638	\$ 242,968
Federal agency	20,455	2,299,151	-	-
Cash and equivalent	925	104,000	-	-
Commercial paper	723	81,264	-	-
Repos	414	46,481	-	-
Municipal bonds	395	44,384	-	-
Bond - U.S. Treasury	854	95,991	-	-
Local agency obligation	261	29,361	-	-
Accounts receivable	99	12,807	1,446	-
Interest receivable	-	1,483	25	43
Taxes receivable	-	14	-	45,202
Due from other governments	-	-	16,200	334
Land held for sale	-	-	50,386	-
Total assets	<u>24,126</u>	<u>2,714,935</u>	<u>271,695</u>	<u>288,547</u>
<b>LIABILITIES:</b>				
Accounts payable	-	-	17,072	135,480
Salaries and benefits payable	-	-	-	6
Due to other governments	-	-	-	153,061
Note payable	-	-	803,131	-
Total liabilities	<u>-</u>	<u>-</u>	<u>820,203</u>	<u>\$ 288,547</u>
<b>NET ASSETS:</b>				
Held in trust for pension benefits, external pool participants, and other purposes	<u>\$ 24,126</u>	<u>\$ 2,714,935</u>	<u>\$ (548,508)</u>	

The notes to the basic financial statements are an integral part of this statement.

**COUNTY OF RIVERSIDE**  
Statement of Changes in Fiduciary Net Assets  
Fiduciary Funds  
For the Fiscal Year Ended June 30, 2012  
(Dollars in Thousands)

	Pension Trust	Investment Trust	Private- Purpose Trust
<b>ADDITIONS:</b>			
Employer contributions	\$ 559	\$ -	\$ -
Employee contributions	1,512	-	-
Contributions to pooled investments	-	18,752,365	-
Contributions to private-purpose trust	-	-	38,994
Investment income	1	-	1,128
Total additions	<u>2,072</u>	<u>18,752,365</u>	<u>40,122</u>
<b>DEDUCTIONS:</b>			
Distributions from pension trust	-	-	-
Distributions from pooled investments	-	18,847,032	-
Distributions from private-purpose trust	-	-	63,221
Administrative and other expenses	211	-	-
Total deductions	<u>211</u>	<u>18,847,032</u>	<u>63,221</u>
Change in net assets before extraordinary items	1,861	(94,667)	(23,099)
<b>EXTRAORDINARY ITEMS:</b>			
Assets of Redevelopment Agency	-	-	283,749
Liabilities of Redevelopment Agency	-	-	(817,176)
Total extraordinary items	<u>-</u>	<u>-</u>	<u>(533,427)</u>
Change in net assets			
Net assets held in trust, beginning of the year	<u>22,265</u>	<u>2,809,602</u>	<u>8,018</u>
Net assets held in trust, end of the year	<u>24,126</u>	<u>2,714,935</u>	<u>(548,508)</u>

The notes to the basic financial statements are an integral part of this statement.