

**City of Shasta Lake**  
**COP Debt Service Compliance**  
**FOR PERIOD ENDING June 30, 2009**  
**(Pre-Audit)**

Net revenues must be  $\geq$  115% of debt service.

NET REVENUES:

Gross Revenues	17,858,108.00
Less: Other Operating Revenues	<u>(27,663.00)</u>
NET REVENUES:	17,830,445.00

Less Maintenance and Operation Costs	18,724,967.00
Less: Adjustments for non-cash items and costs incurred for largest customer	<u>(2,549,525.00)</u>
EXPENSES:	<u>16,175,442.00</u>

NET OPERATING REVENUE: 1,655,003.00

QUARTERLY CALCULATION

Annual Debt Service	\$ 908,850
Net Operating Revenue Requirement	1,045,178
June 30, 2009 Coverage Ratio	1.58

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS  
ELECTRIC FUND  
FOR THE PERIOD ENDED June 30, 2009**

	Electric
Operating Revenues:	
User Fees and Charges	17,830,445
Energy sales to others	-
Other	27,663
Assessments	
Total Operating Revenue	<u>17,858,108</u>
Operating Expenses:	
Salaries and Wages	732,386
Related Payroll Costs	1,186,342
Cost of Power	12,048,422
Permits and Fees	-
Operating and Maintenance	1,741,936
Administrative Expense	1,512,262
Utilities and Telephone	15,593
Depreciation and Amortization	586,787
Insurance	144,690
Outside Professional Fees	125,272
Other Operating and Administrative Expenses	631,277
Total Operating Expenses	<u>18,724,967</u>
Income (Loss) from Operations	<u>(866,859)</u>
Non-Operating Income (Expense)	
Investment income	374,426
Bond Issuance Costs/Unamortized charges for refunding bonds	-
Extraordinary loss-early extinguishing of debt	-
Sale of assets	-
Interest Expense	(516,554)
Total Non-Operating Income (Expense)	<u>(142,128)</u>
Net Income (Loss)	(1,008,987)
Increase (decrease) in retained earnings	(1,008,987)
Retained Earnings (Deficit), July 1, 2008	<b>26,130,565</b>
Retained Earnings (Deficit), June 30, 2009	<u>25,121,578</u>

**City of Shasta Lake-Electric Fund  
Balance Sheet  
Period Ending 6/30/09**

Proprietary

***Pre-Audit	<b>02</b>
	<b>Electric</b>
<b>ASSETS AND OTHER DEBITS</b>	
Cash and cash equivalents investments	14,634,679
Investments	160,527
Receivables:	
Accounts, net	1,694,362
Other	69,949
Due from other funds	53,000
Inventories	449,692
Prepaid expenses and other assets	4,262,319
Restricted assets:	
Cash and cash equivalents	918,774
Investments	-
Interest receivable	-
Fixed assets, net	13,791,981
Other assets:	
Financing costs, net	285,797
Advances to other funds	213,584
 Total assets and other debits	 <u>36,534,664</u>
<b>LIABILITIES FUND EQUITY AND OTHER CREDITS</b>	
Liabilities:	
Accounts payable	946,840
Deferred revenues	340,000
Accrued liabilities	115,108
Accrued interest payable	126,137
Contract payable	-
Long-term debt, current maturities	435,000
Long-term liabilities	
Advances from other funds	
Long-term debt, net of current maturities	<u>9,450,000</u>
 Total liabilities	 <u>11,413,085</u>
<b>FUND EQUITY AND OTHER CREDITS:</b>	
Contributed capital	4,757,147
Reserved for rate stabilization	-
Retained earnings	-
Unreserved	20,364,432
 Total retained earnings/fund balances	 <u>25,121,579</u>
 Total fund equity and other credits	 <u>25,121,579</u>
 Total liabilities, fund equity and other credits	 <u>36,534,664</u>