

**CITY OF LONG BEACH, CALIFORNIA**

Quarterly Audit of Cash and Investment Balances  
As of December 31, 2004

June 21, 2005

**Audit Team**

Sam A. Joumblat, Deputy City Auditor  
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City of Long Beach  
 Comparative Statement of Pooled and Non-Pooled Cash and Investment Balances by Fund  
 At December 31, 2004 with Comparative Totals for December 31, 2003

Fund #	Fund Name	Pooled Amount 12/31/2004	Non-Pooled Amount 12/31/2004	Total at 12/31/2004	Total at 12/31/2003
100	General Fund, General	\$ 37,879,336	\$ 4,922,367	\$ 42,801,703	\$ 52,469,943
103	General Fund, Library	1,546,262	19,805	1,566,067	2,364,546
105	General Fund, Parks and Recreation	16,752,924	1,368,633	18,121,557	21,335,650
120	Special Revenue, General Grants	1,710,721	-	1,710,721	1,336,581
130	Special Revenue, Health	990,783	10,150	1,000,933	3,012,540
131	Special Revenue, CUPA	931,323	-	931,323	849,323
132	Special Revenue, Parking & Business	898,840	-	898,840	955,783
133	Special Advertising & Promotion	880,750	281	881,031	881,155
134	Special Revenue, Upland Oil	5,252,963	-	5,252,963	4,279,767
135	Special Revenue, Housing Development	18,070,887	2,397,437	20,468,324	20,338,444
136	SR-Belmont Shore Parking Meter	537,637	10,734	548,371	486,717
149	Special Revenue, Business Assistance	992,267	-	992,267	841,006
150	Community Development Grants	4,129,386	13,852	4,143,238	4,663,405
151	Special Revenue, Housing Authority	3,045,062	31,153	3,076,215	1,295,687
180	Special Revenue, Park Development	1,925,373	-	1,925,373	426,618
181	Gas Tax Street Improvement	368,562	-	368,562	5,206,006
182	Special Revenue, Transportation	26,288,268	-	26,288,268	29,183,454
201	Capital Projects	19,559,317	9,093,372	28,652,689	56,488,324
202	Assessment District-Capital Projects	2,397,131	91	2,397,222	2,370,774
221	RDA-Poly High	885,537	140,259	1,025,796	993,679
222	RDA-West Beach	1,060,674	707,690	1,768,364	1,887,788
223	RDA-West Long Beach	10,765,645	3,119,957	13,885,602	13,109,970
224	RDA-Downtown	8,678,364	9,961,540	18,639,904	24,517,548
225	RDA-Project Income	1,425,070	-	1,425,070	1,662,326
227	RDA-Los Altos	137,354	-	137,354	105,848
228	RDA-Central	7,012,427	-	7,012,427	2,966,712
230	RDA-North	15,582,081	35,480,398	51,062,479	51,968,520
301	Gas Revenue	11,627,956	1,073,223	12,701,179	12,687,268
310	Water	11,022,146	3,619,050	14,641,196	12,835,341
311	Sewer	7,217,868	-	7,217,868	5,720,445
320	Airport	10,016,086	11,000	10,027,086	9,108,435
330	Refuse/Recycling	14,821,042	3,000	14,824,042	9,254,540
331	SERRF	31,029,510	1,000	31,030,510	35,666,666
339	SERRF JPA	1,943,337	11,175,111	13,118,448	13,114,375
340	Towing Operations	1,087,312	3,700	1,091,012	2,238,501
380	Civic Center	12,676,718	9,160,799	21,837,517	20,621,376
385	General Services	7,842,857	3,997	7,846,854	11,574,021
386	Fleet Services Fund	14,702,968	2,603,975	17,306,943	15,393,729
390	Insurance	23,581,956	61	23,582,017	25,570,903
391	Employee Benefits	56,349,888	-	56,349,888	65,630,821
401	Tidelands Operations	12,951,486	11,515,196	24,466,682	20,464,636
403	Tidelands - Marina	8,335,351	15,600	8,350,951	9,294,119
410	Tidelands - Queen Mary	509,767	-	509,767	260,500
411	Tidelands Queensway Bay	3,001,705	4,619,813	7,621,518	13,157,719
413	Parking Authority - Queensway Bay	252,423	480,577	733,000	721,621
420	Tidelands Oil Revenue	91,051,033	3,000	91,054,033	101,525,378
421	Tidelands Reserve - Subsidence	138,854,842	6,638,532	145,493,374	147,641,432
430	Harbor Operations	361,831,924	35,000	361,866,924	355,140,969
431	Harbor Capital	(18,470,988)	-	(18,470,988)	(32,209,566)
432	Harbor Debt Service	235,978,963	33,125,622	269,104,585	197,021,692
440	Expendable Trusts	990,697	-	990,697	1,039,649
451	ICTF JPA	7,654,983	-	7,654,983	9,416,097
452	Earthquake Assessment	1,067,946	-	1,067,946	1,905,452
453	AG, Other Special Assessment	1,993,679	-	1,993,679	2,029,820
455	Other Agency	2,202,710	-	2,202,710	2,056,110
470	Agency Special Assessment CFD #5	35,065	1,267,679	1,302,744	1,297,421
471	Agency Special Assessment LBBFA	-	783,140	783,140	788,753
472	Agency Special Assessment Pike	-	3,255,175	3,255,175	5,637,256
999	Accrued Interest Receivable	(8,213,075)	-	(8,213,075)	(7,311,072)
<b>TOTAL CASH AND INVESTMENTS</b>		<b>\$ 1,233,653,099</b>	<b>\$ 156,671,969</b>	<b>\$ 1,390,325,068</b>	<b>\$ 1,375,292,521</b>

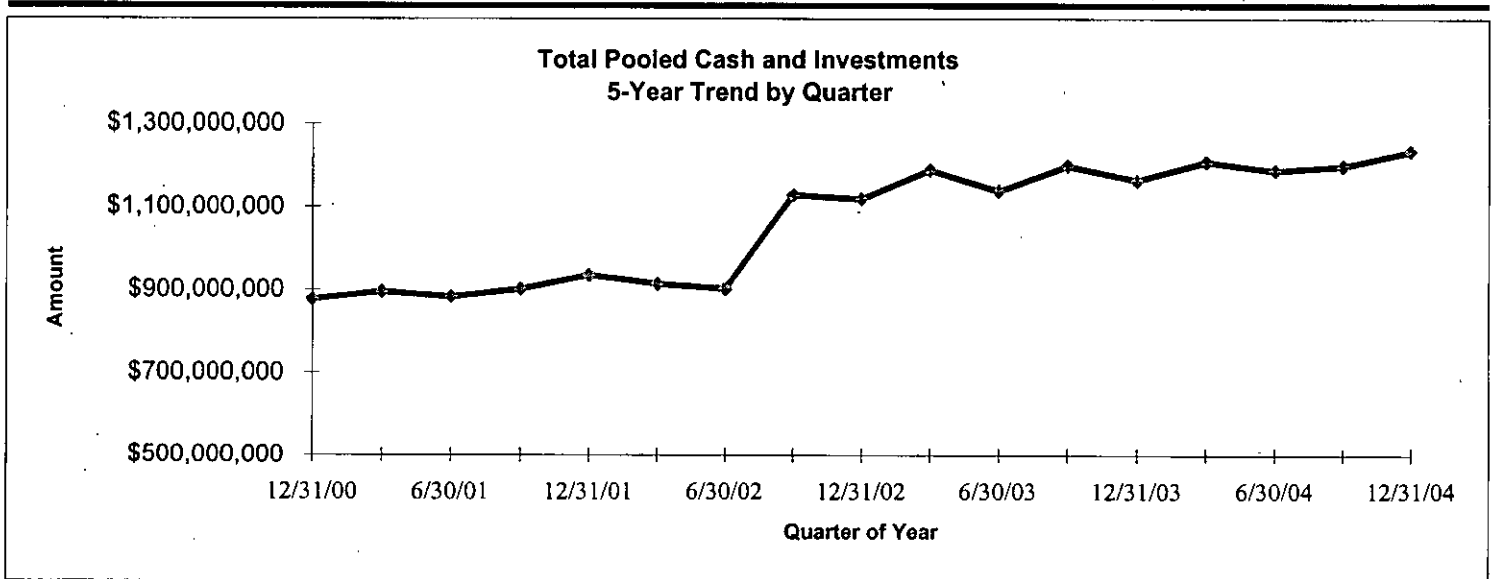
Percent Change of Pooled and Non-Pooled Cash and Investments from 12/31/03 - 12/31/04

1.09%

**City of Long Beach**  
**Schedule of Cash and Investments by Security Type**  
**December 31, 2004**

	Pooled	Non-Pooled*	Total 12/31/2004	Total 12/31/2003
<b>CASH:</b>				
Cash in Banks	\$ (197,794)	\$ 681,807	\$ 484,013	\$ 19,633,006
Cash with Fiscal Agents	-	123,255,642	123,255,642	185,795,003
	<u>\$ (197,794)</u>	<u>\$ 123,937,449</u>	<u>\$ 123,739,655</u>	<u>\$ 205,428,009</u>
<b>INVESTMENTS:</b>				
U.S. Treasury Bills	\$ -	\$ -	\$ -	\$ -
U.S. Treasury Notes	100,536,810	-	100,536,810	89,912,479
Federal Farm Credit Bank	119,988,791	-	119,988,791	108,639,247
Federal Home Loan Bank	238,359,158	-	238,359,158	279,732,477
Federal National Mortgage Association	295,130,625	-	295,130,625	257,001,046
Federal Home Loan Mortgage Corporation	228,551,747	-	228,551,747	86,917,533
Student Loan Marketing Association	0	-	-	49,994,300
Negotiable Certificates of Deposit	15,000,000	-	15,000,000	-
BA-Domestic	0	-	-	8,809,362
Medium Term Notes	102,543,271	-	102,543,271	72,955,674
Commercial Paper	0	-	-	53,179,982
L.A.I.F.	133,706,904	-	133,706,904	138,443,462
Money Market	33,587	-	33,587	33,378
Certificates of Deposit	-	10,000,000	10,000,000	-
Guaranteed Investment Contracts	-	16,095,989	16,095,989	17,027,766
Special Assessment Bonds	-	4,178,044	4,178,044	5,107,806
Revenue Bonds	-	2,460,487	2,460,487	2,110,000
<b>Total Investments</b>	<u>\$ 1,233,850,893</u>	<u>\$ 32,734,520</u>	<u>\$ 1,266,585,413</u>	<u>\$ 1,169,864,512</u>
<b>TOTAL CASH AND INVESTMENTS</b>	<u>\$ 1,233,653,099</u>	<u>\$ 156,671,969</u>	<u>\$ 1,390,325,068</u>	<u>\$ 1,375,292,521</u>

\* 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.



## SCOPE OF PROCEDURES PERFORMED AND RESULTANT FINDINGS

1. We obtained the City Treasurer's Investment Holdings Report as of December 31, 2004 and traced the balance of total investments listed on the report to the City's general ledger. We obtained written confirmations of all City cash and investment accounts and agreed them to the City's general ledger.

Finding: No exceptions were noted.

2. We compared investments listed on the City Treasurer's Investment Activity Portfolio Statistics Report at December 31, 2004 to the types of investments authorized for the City in accordance with the City's Investment Policy and California Government Code §53601.

Finding: No unauthorized investments were noted.

3. We compared the portfolio mix, based on amortized cost, of investment types listed in the City Treasurer's Investment Activity Portfolio Statistics Report as of December 31, 2004 to the portfolio mix limitations imposed by the City's Investment Policy and California Government Code §53601 for specified investment types.

Finding: We found no violations of the limitations.

4. On a sample basis, we recomputed and reviewed supporting documentation relevant to the purchase, sale and maturity of individual investments to determine compliance with the following provisions of California Government Code §53601, the City's Investment Policy and certain City Treasurer internal controls:
  - a. Purchased investments meet minimum rating requirements and maximum allowable maturity periods.
  - b. All sections of the investment transaction record are properly completed and authorized by the City Treasurer.
  - c. Transactions are supported by documentation from third-party sources (individual broker confirmations, safekeeping statements, custodian statements, etc.)
  - d. Accrued interest and gain or loss on disposition of investment transactions are supported by third party documentation.

Finding: No exceptions were noted.