

Centre City Development Corporation Fiscal Year 2011 Annual Financial Report

City of San Diego Audit Committee
January 9, 2012

Andrew Phillips
Asst. Vice President/Controller

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- CCDC has an operating Agreement with the Agency and CCDC is required to submit Audited Financial Statements to the Agency annually.
- The Fiscal Year 2011 audit was completed by Macias Gini & O'Connell, LLP.

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- The Audit was received and approved by the CCDC Audit Committee on October 19, 2011
- The Audit was received and approved by the CCDC Board on November 16, 2011

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	FY 2011	FY 2010
Total Assets	\$1,535,226	\$1,916,130
Total Liabilities	1,673,123	1,928,846
Net Assets	<u>\$ (137,897)</u>	<u>\$ (12,716)</u>

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Net Assets decreased by \$125,181 due to:

1. Decrease due:

- Depreciation of capital assets;
- Un-reimbursed payroll expenditures related to compensated absences

2. Offset by unrealized gains on investments

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Total Expenditures below budget by \$1,177,283 or 14% due to:

1. Saving in Salaries, Legal/Audit/Computer Services, Marketing, Office Supplies, Furniture and telephone expenses and other expenditures

	FY 11 Budget	FY 11 Actual	Variance
Expenditures	\$8,367,000	\$7,189,717	\$1,177,283

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Note # 3 & 10 – Restatement of Net Assets/Fund Balance

- Net assets and the Fund Balance were restated as of July 1, 2009, due to the recording of stock owned by the Corporation not previously recorded when Standard Life Insurance Company demutualized and converted policy ownership to stock ownership in the Standard Life Insurance Company.

Note # 9 – Eco. Dependency & Uncertainties

- Due to AB 26 & 27 it was felt that additional discussion was warranted regarding the risk and uncertainties to the Corporation from these pieces of legislation

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Kevin Starkey, CPA

Audit Director

Macias Gini & O'Connell, LLP

QUESTIONS