

ANNUAL REPORT



CITY OF NORMANDY PARK

0418
MCAG No.

Submitted pursuant to RCW 43.09.230 to the
STATE AUDITOR'S OFFICE

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2010

Certified correct this 26th day of May, 2011

To the best of my knowledge and belief:

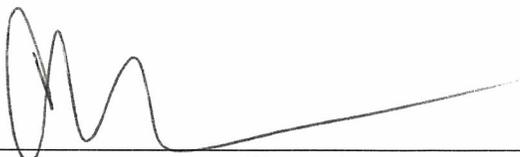
GOVERNMENT INFORMATION:

Official Mailing Address: 801 SW 174th Street, Normandy Park, WA 98166

Official Website Address: www.normandyparkwa.gov

PREPARER INFORMATION and CERTIFICATION:

Preparer Name & Title: Cherie Gibson, Finance Director
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(Signature)

**CITY OF NORMANDY PARK
2010 ANNUAL REPORT
TABLE OF CONTENTS**

2010 City Officials.....	2
2010 Budget Ordinances.....	3
Explanation of Funds and Sources of Revenue.....	7
Statement C-4: Fund Resources and Uses Arising from Cash Transactions.....	9
Statement C-5: Fund Resources and Uses Arising from Cash Transactions.....	10
Notes to Financial Statements.....	11
Schedule 04: Detail of Revenue and Other Resources.....	18
Schedule 05: Detail of Expenditures and Other Uses.....	21
Schedule 07: Warrant Activity.....	29
Schedule 09: Long-Term Debt.....	30
Schedule 10: Limitation of Indebtedness.....	31
Schedule 11: Cash Activity.....	32
Schedule 12: Investment Activity.....	34
Schedule 16: Expenditures of Federal Awards and State/Local Financial Assistance.....	35
Schedule 19: Labor Relations Consultant.....	39

**CITY OF NORMANDY PARK
2010 CITY OFFICIALS**

Elected City Councilmembers:

Mayor George Hadley.....	December 31, 2011
Mayor Pro-Tem Clarke Brant	December 31, 2013
Councilmember Doug Osterman	December 31, 2011
Councilmember William Enersen.....	December 31, 2011
Councilmember Shawn McEvoy	December 31, 2011
Councilmember John Rankin	December 31, 2013
Councilmember Marion Yoshino	December 31, 2013

Appointed Staff:

City Manager.....	Douglas Schulze
Director of Public Safety.....	Rick Kieffer
Director of Community Development (retired June, 2010).....	John Adamson
Finance Director.....	Cherie Gibson
Public Works Director.....	Peter Landry
City Clerk.....	Debbie Burke
City Attorney (Contracted).....	James Haney

**CITY OF NORMANDY PARK
ORDINANCE NO. 829**

AN ORDINANCE OF THE CITY OF NORMANDY PARK, WASHINGTON, ADOPTING THE 2009-2010 BIENNIAL CITY BUDGET.

WHEREAS, the budget was prepared for distribution and appropriate notices were published in the official newspaper of the City of Normandy Park setting the time and place for the hearings on the budget and said notice was published stating that all taxpayers calling at the City Clerk's office would be furnished a copy of the budget; and

WHEREAS, a public hearing on the budget and revenue estimates was held on October 28, 2008 and a final public hearing on the budget was held on November 12, 2008; and

WHEREAS, any final comments from the public have been invited, heard and considered by the City Council this evening.

NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF NORMANDY PARK, WASHINGTON, DOES HEREBY ORDAIN AS FOLLOWS:

SECTION 1. BUDGET AMOUNTS BY FUND AND YEAR

The budget for the year 2009 is hereby authorized in the following amounts:

FUND DESCRIPTION	TOTAL REVENUES (INCLUDES BEGINNING FUND BALANCE)	TOTAL EXPENDITURES (INCLUDES INTERFUND TRANSFERS AND ENDING FUND BALANCE)
GENERAL FUND (001)	\$5,893,769	\$5,893,769
SPECIAL REVENUE FUNDS		
Street Fund (101)	390,271	390,271
Arts Commission (104)	42,259	42,259
UIRC Fund (105)	134,132	134,132
Anti-Drug Reserve Fund (120)	12,586	12,586
Equipment Res. & Rep. Fund (150)	115,169	115,169
DEBT SERVICE FUNDS		
Debt Service Fund (203)	175,199	175,199
CAPITAL PROJECT FUNDS		
Capital Improvement Fund (320)	4,200,800	4,200,800
ENTERPRISE FUNDS		
Stormwater Utility Fund (402)	549,611	549,611
TRUST FUNDS		
Wilson Endowed Fund (621)	84,111	84,111
Preschool Donations Fund (622)	98	98
2009 TOTAL BUDGET	\$11,598,005	\$11,598,005

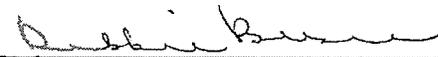
The budget for the year 2010 is hereby authorized in the following amounts:

FUND DESCRIPTION	TOTAL REVENUES (INCLUDES BEGINNING FUND BALANCE)	TOTAL EXPENDITURES (INCLUDES INTERFUND TRANSFERS AND ENDING FUND BALANCE)
GENERAL FUND (001)	\$6,058,203	\$6,058,203
SPECIAL REVENUE FUNDS		
Street Fund (101)	403,326	403,326
Arts Commission Fund (104)	32,000	32,000
UIRC Fund (105)	143,532	143,532
Anti-Drug Reserve Fund (120)	10,886	10,886
Equipment Res & Rep Fund (150)	152,109	152,109
DEBT SERVICE FUNDS		
Debt Service Fund (203)	174,696	174,696
CAPITAL PROJECT FUNDS		
Capital Improvement Fund (320)	3,324,600	3,324,600
ENTERPRISE FUNDS		
Stormwater Utility Fund (402)	653,385	653,385
TRUST FUNDS		
Wilson Endowed Fund (621)	83,611	83,611
Preschool Donations Fund (622)	53	53
2010 TOTAL BUDGET	\$11,036,401	\$11,036,401

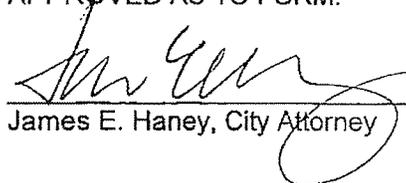
SECTION 2. EFFECTIVE DATE This Ordinance shall take effect and be in force five (5) days after its passage, approval and publication pursuant to law.

PASSED BY THE CITY COUNCIL OF THE CITY OF NORMANDY PARK THIS 9th DAY OF DECEMBER, 2008; AND SIGNED IN AUTHENTICATION OF ITS PASSAGE THIS 9th DAY OF DECEMBER, 2008.


Shawn McEvoy, Mayor

Attest: 
Debbie Burke, City Clerk

APPROVED AS TO FORM:


James E. Haney, City Attorney

Vote	McEvoy	Hadley	Osterman	Enersen	Rankin	Brant	Yoshino
Ayes:	✓	✓	✓	✓		✓	✓
Nays:					✓		
Abstentions:							
Absent:							

PUBLISHED: December 17, 2008
EFFECTIVE: December 22, 2008

**CITY OF NORMANDY PARK
ORDINANCE NUMBER 847**

**AN ORDINANCE OF THE CITY OF NORMANDY PARK, WASHINGTON,
AMENDING THE 2010 BUDGET.**

WHEREAS, the City Council of Normandy Park has legislative authority to modify the City's budget through the passage of a budget amendment ordinance; and

WHEREAS, the City Council of Normandy Park adopts the City's budget at the fund level, as is allowed by the RCW and is consistent with the recommendation of the Washington State Auditor's Office; and

WHEREAS, the City Council has reviewed the proposed 2010 budget amendment, set at the fund level, along with associated detail.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF NORMANDY PARK
DOES ORDAIN AS FOLLOWS:**

Section 1. The revenue and expenditure estimates in the 2010 budget are hereby amended as follows:

Amendments to the 2010 expense budget:

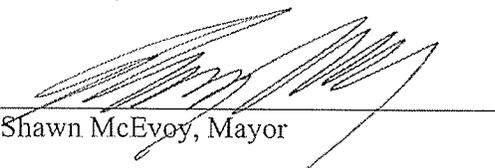
FUND DESCRIPTION	ADOPTED 2010 EXPENDITURES INCLUDING ESTIMATED END FUND BALANCE	PROPOSED CHANGES FOR 2010	PROPOSED 2010 EXPENDITURES INCLUDING ESTIMATED END FUND BALANCE
GENERAL FUND (001)	\$6,058,203		\$6,058,203
SPECIAL REVENUE FUNDS			
Street Fund (101)	403,326		403,326
Arts Commission Fund (104)	32,000		32,000
UIRC Fund (105)	143,532		143,532
Anti-Drug Reserve Fund (120)	10,886		10,886
Equipment Res. & Rep. Fund (150)	152,109		152,109
DEBT SERVICE FUNDS			
Debt Service Fund (203)	174,696		174,696
CAPITAL PROJECT FUNDS			
Capital Improvement Fund (320)	3,324,600	+3,300,000	6,624,600
ENTERPRISE FUNDS			
Stormwater Utility Fund (402)	653,385		653,385
TRUST FUNDS			
Wilson Endowed Fund (621)	83,611		83,611
Preschool Donations Fund (622)	53		53
2010 TOTAL FUNDS	\$11,036,401	+3,300,000	\$14,336,401

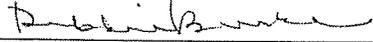
Corresponding revenue changes to the 2010 budget:

FUND DESCRIPTION	ADOPTED 2010 REVENUE ESTIMATES	CHANGES FOR 2010	NEW 2010 REVENUE ESTIMATES
GENERAL FUND (001)	\$6,058,203		\$6,058,203
SPECIAL REVENUE FUNDS			
Street Fund (101)	403,326		403,326
Arts Commission Fund (104)	32,000		32,000
UIRC Fund (105)	143,532		143,532
Anti-Drug Reserve Fund (120)	10,886		10,886
Equipment Res. & Rep. Fund (150)	152,109		152,109
DEBT SERVICE FUNDS			
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CAPITAL PROJECT FUNDS			
Capital Improvement Fund (320)	3,324,600	+3,300,000	6,624,600
ENTERPRISE FUNDS			
Stormwater Utility Fund (402)	653,385		653,385
TRUST FUNDS			
Wilson Endowed Fund (621)	83,611		83,611
Preschool Donations Fund (622)	53		53
2010 2008 TOTAL FUNDS	\$11,036,401	\$3,300,000	\$14,336,401

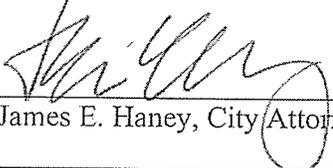
Section 2. This Ordinance shall become effective five (5) days following its passage and publication.

PASSED BY THE CITY COUNCIL OF THE CITY OF NORMANDY PARK THIS 8th DAY OF DECEMBER, 2009; AND SIGNED IN AUTHENTICATION OF ITS PASSAGE THIS 8th DAY OF DECEMBER, 2009.


Shawn McEvoy, Mayor

Attest: 
Debbie Burke, City Clerk

APPROVED AS TO FORM:


James E. Haney, City Attorney

Vote	McEvoy	Hadley	Osterman	Enersen	Rankin	Brant	Yoshino
Ayes:	✓	✓	✓			✓	✓
Nays:							
Abstentions:							
Absent:				✓	✓		

PUBLISHED: December 18, 2009

EFFECTIVE: December 23, 2009

CITY OF NORMANDY PARK
EXPLANATION OF FUNDS AND SOURCES OF REVENUE
For the Year Ended December 31, 2010

GENERAL FUND (001)

The General Fund is used to account for all receipt and disbursement transactions associated with ordinary City operations that are not required to be accounted for in another fund. This Fund is both tax and general revenue supported.

Primary General Fund expenditures include Legislative, Executive, Finance and Administration, Law Enforcement, Parks & Recreation, Planning, and Building. Major revenue sources for the General Fund include property taxes, sales taxes, state shared revenues, liquor taxes and liquor profits.

STREET FUND (101)

The Street Fund is used to account for the receipts and disbursements of the State-levied motor vehicle fuel taxes which must be accounted for in a separate fund and expended for street-oriented planning, engineering, construction and maintenance purposes.

Major classes of expenditures for this fund include roadway maintenance, sidewalks, traffic control devices, street cleaning, roadway construction/improvement, snow and ice control, and streets administration.

ARTS COMMISSION FUND (104)

In December 1999, the City Council established the Arts Commission Fund (Ordinance No. 670) as a stand alone fund. Preceding this date, the financial activities of the Arts Commission were accounted for in the General Fund.

UNEMPLOYMENT INSURANCE REIMBURSEMENT CONTINGENCY FUND (105)

The Unemployment Insurance Reimbursement Contingency Fund was established to accumulate monies for reimbursement to the State for actual unemployment claims paid. This Fund is supported by charges to various City funds and is guided by the Normandy Park Municipal Code Section 3.28.

ANTI-DRUG RESERVE FUND (120)

The Anti-Drug Reserve Fund was established to hold monies received through contributions and forfeitures from drug offenders. These revenues were once used to fund the City's Drug Abuse Resistance Education Program (D.A.R.E.) and likely will be again in the future.

EQUIPMENT RESERVE & REPLACEMENT FUND (150)

The Equipment Reserve & Replacement Fund was established to fund major capital equipment items. Funding sources include operating transfers from the General Fund and the Street Fund, interest earnings and funds obtained from the sale of surplus equipment.

CITY OF NORMANDY PARK
EXPLANATION OF FUNDS AND SOURCES OF REVENUE
For the Year Ended December 31, 2010

DEBT SERVICE FUND (203)

This Debt Service Fund was established to account for the debt principal, interest and other related costs for the payment of the City's General Obligation Bonds that were issued to retire the outstanding balance on a previous line of credit. Funding is provided via operating transfers from the General Fund.

CAPITAL IMPROVEMENT FUND (320)

The Capital Improvement Fund was established in 1982 to provide for the deposit of funds collected as a result of the first and second quarter of one-percent real estate excise tax. These revenues are dedicated for capital purposes, including public buildings and facilities, parks and debt service associated with such projects.

STORM WATER FUND (402)

The Storm Water Fund was established by the City Council in 2003, in order to account for monies billed and received from property owners, in accordance with the newly established Storm Water Utility. Major expenses in this fund relate to construction, repair and maintenance of the City's surface and storm water drainage system.

WILSON ENDOWED FUND (621)

This fund was established in 2001 by the City Council with adoption of Ordinance No. 621. The purpose of the fund is to provide a long-term funding mechanism to maintain the Grace M. and T.A. Wilson Park.

PRESCHOOL DONATIONS FUND (622)

The City Council established the Preschool Donations Fund in late 2004, to accommodate anticipated future donations to the City's preschool program. These donations will provide tuition scholarships, along with associated supplies for students receiving the tuition assistance.

Fund Resources and Uses Arising from Cash Transactions
For the Year Ending December 31, 2010

BARS CODE	Description	Total For All Funds		General Fund #001		Street Fund #101		LIGO Grant Fund #202		Debt Service Fund #203		Capital Improve. Fund #320		Storm Water Fund #402	
		Total		Actual		Actual		Actual		Actual		Actual		Actual	
Beginning Cash & Investments															
308.10	Reserved			0.00		0.00		0.00		0.00		0.00		0.00	
308.80	Unreserved	1,740,778.07		1,131,788.69		67,181.81		0.00		12,891.79		256,604.68		272,311.10	
Revenues & Other Sources															
310	Taxes	2,836,326.09		2,672,245.87		0.00		0.00		0.00		164,080.22		0.00	
320	License & Permits	204,152.89		195,552.89		8,600.00		0.00		0.00		0.00		0.00	
330	Intergovernmental	3,829,789.54		205,153.52		140,463.56		0.00		0.00		3,314,063.72		170,108.74	
340	Charges for Services	710,640.33		170,209.79		160.33		0.00		0.00		0.00		540,270.21	
350	Fines & Penalties	56,114.34		56,114.34		0.00		0.00		0.00		0.00		0.00	
360	Miscellaneous	99,139.26		72,264.49		0.00		0.00		203.42		25,648.30		1,023.05	
370	Capital Contributions	116,214.57		0.00		0.00		0.00		0.00		116,214.57		0.00	
390	Other Financing	2,230,045.49		0.00		133,000.00		600,000.00		897,045.49		600,000.00		0.00	
	Total Revenues & Other	10,082,422.51		3,371,540.90		282,223.89		600,000.00		897,248.91		4,220,006.81		711,402.00	
	Total Resources	11,823,200.58		4,503,329.59		349,405.70		600,000.00		910,140.70		4,476,611.49		983,713.10	
Operating Expenditures:															
510	General Government	1,074,097.54		1,074,097.54		0.00		0.00		0.00		0.00		0.00	
520	Public Safety	1,837,647.81		1,837,647.81		0.00		0.00		0.00		0.00		0.00	
530	Physical Environment	348,092.50		4,760.00		0.00		0.00		0.00		0.00		0.00	
540	Transportation	348,746.04		39,246.48		309,499.56		0.00		0.00		0.00		0.00	
550	Economic Environment	415,177.81		415,177.81		0.00		0.00		0.00		0.00		0.00	
560	Mental & Physical Health	1,618.85		1,618.85		0.00		0.00		0.00		0.00		0.00	
570	Culture & Recreational	292,757.85		292,757.85		0.00		0.00		0.00		0.00		0.00	
	Total Operating Expenditures	4,318,138.40		3,665,306.34		309,499.56		0.00		0.00		0.00		0.00	
591-593	Debt Service	935,789.32		0.00		0.00		0.00		892,476.34		43,312.98		0.00	
594-595	Capital Outlay	4,395,085.94		18,045.75		0.00		0.00		0.00		4,285,335.54		91,704.65	
	Total Expenditures	9,649,013.66		3,683,352.09		309,499.56		0.00		892,476.34		4,328,648.52		435,037.15	
597-599	Other Financing Uses	895,500.00		295,500.00		0.00		600,000.00		0.00		0.00		0.00	
	Total Expend & Other Uses	10,544,513.66		3,978,852.09		309,499.56		600,000.00		892,476.34		4,328,648.52		435,037.15	
	Excess(Deficit) of Resources Over Uses	1,278,686.92		524,477.50		39,906.14		0.00		17,664.36		147,962.97		548,675.95	
380	Non Revenues(Except 384)	0.00		0.00		0.00		0.00		0.00		0.00		0.00	
580	Non Expenditures (Except 584)	0.00		0.00		0.00		0.00		0.00		0.00		0.00	
	Ending Net Cash & Investments														
508.10	Reserved	24,777.50		0.00		0.00		0.00		0.00		24,777.50		0.00	
508.80	Unreserved	1,253,909.42		524,477.50		39,906.14		0.00		17,664.36		123,185.47		548,675.95	

The Accompanying Notes Are An Integral Part Of This Statement.

Fund Resources and Uses Arising from Cash Transactions
For the Year Ending December 31, 2010

	Total for All Funds	Pass Thru Fund #601	Wilson Endowment Fund #621	Preschool Don. Fund #622	Claims Clearing Fund #632	Payroll Clearing Fund #650
	Total Amount	Actual	Actual	Actual	Budget	Actual
Beginning Cash & Investment	394,055.94	70,957.65	79,539.67	87.57	234,116.26	9,354.79
Prior Period Adjustments	-	-	-	-	-	-
Revenues and Other Finc Sources	218.25	-	218.04	0.21	-	-
Total Resources	394,274.19	70,957.65	79,757.71	87.78	234,116.26	9,354.79
Expenditures & Other Finc Sources	3,410.93	-	3,410.93	-	-	0.00
Excess(Deficit) of Resources	390,863.26	70,957.65	76,346.78	87.78	234,116.26	9,354.79
NonRevenues (except 384)	1,609,369.71	916,850.10	0.00	-	0.00	692,519.61
NonExpenditures(except 584)	1,851,590.61	916,617.59	0.00	-	233,243.34	701,729.68
Ending Net Cash & Investments	148,642.36	71,190.16	76,346.78	87.78	872.92	144.72

The Accompanying Notes Are An Integral Part Of This Statement.

**CITY OF NORMANDY PARK
NOTES TO FINANCIAL STATEMENTS
JANUARY 1, 2010 THROUGH DECEMBER 31, 2010**

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

The City of Normandy Park uses the revenue and expenditure classifications contained in the Budgeting, Accounting and Reporting System (BARS) manual. The manual is prescribed by the State Auditor's Office under the authority of Washington State law, Chapter 43.09 RCW.

The City of Normandy Park was incorporated on June 8, 1953 and operates under the laws of the State of Washington applicable to a code city with a Council-Manager form of government. The City of Normandy Park is a general purpose government and provides law enforcement, community planning, street improvements, storm water maintenance and general administrative services. The City uses single-entry, cash basis accounting which is a departure from generally accepted accounting principles (GAAP).

a. Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. Each fund is accounted for with a separate set of single-entry accounts that comprises its cash, investments, revenues and expenditures, as appropriate. The City's resources are allocated to and accounted for in individual funds depending on their intended purpose.

The following are fund types used by the City:

GOVERNMENTAL FUND TYPES

General (Current Expense) Fund (001)

This fund is the primary operating fund of the City. It accounts for financial resources except those required or elected to be accounted for in another fund.

Special Revenue Funds (100-199)

These funds account for revenues that are legally restricted or designated to finance particular activities of the City.

Debt Service Funds (200 – 299)

These funds account for the accumulation of resources to pay principal, interest and related costs on general long-term debt.

Capital Project Funds (300 – 399)

These funds account for financial resources which are designated for the acquisition or construction of general government capital projects.

PROPRIETARY FUND TYPES:

Enterprise Funds (400-499)

These funds account for operations that provide goods or services to the general public and are supported primarily through user charges.

FIDUCIARY FUND TYPES:

Fiduciary funds account for assets held by the City in a trustee capacity or as an agent on behalf of others.

Private-Purpose Trust Funds (621-630)

These funds report all trust arrangements under which principal and income benefit individuals, private organizations or other governments.

Agency Funds (631-699)

These funds are used to account assets that the City holds for others in an agency capacity.

b. Basis of Accounting

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Revenues are recognized only when cash is received and expenditures are recognized when paid, including those properly chargeable against the report year(s) budget appropriations as required by state law.

In accordance with state law, the City also recognizes expenditures paid during twenty days after the close of the fiscal year for claims incurred during the previous year.

Purchases of capital assets are expensed during the year of acquisition. There is no capitalization of capital assets, nor allocation of depreciation expense. Inventory is expensed when purchased.

The basis of accounting described above represents a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

c. Budgets

The City adopted budgeting on a biennial basis effective January 1, 1999. These budgets are adopted at the fund level. The budgets constitute the legal authority for expenditures at that level. Annual appropriations for all funds lapse at the fiscal year end.

The appropriated and actual expenditures for the legally adopted budgets were as follows:

FUND DESCRIPTION	FINAL APPROPRIATED AMOUNTS	ACTUAL EXPENDITURES	VARIANCE
GENERAL FUND (001)	6,058,203	3,939,071	2,119,132
SPECIAL REVENUE FUNDS			
Street Fund (101)	403,326	309,500	93,826
Arts Commission Fund (104)	32,000	17,127	14,873
UIRC Fund (105)	143,532	16,016	127,516
Anti-Drug Reserve Fund (120)	10,886	4,606	6,280
Equipment Res. & Rep. Fund (150)	152,109	2,032	150,077
DEBT SERVICE FUNDS			
Debt Service Fund (202)	750,000	600,000	150,000
Debt Service Fund (203)	904,696	892,476	12,220
CAPITAL PROJECT FUNDS			
Capital Improvement Fund (320)	6,624,600	4,328,649	2,295,951
ENTERPRISE FUNDS			
Stormwater Utility Fund (402)	653,385	435,037	218,348
TRUST FUNDS			
Wilson Endowed Fund (621)	83,611	3,411	80,200
Preschool Donations Fund (622)	53	0	53

Budgeted amounts are authorized to be transferred between departments within any fund/object classes within departments; however, any revisions that alter the total expenditures of a fund, or that affect the number of authorized employee positions or salary ranges must be approved by the City's legislative body.

d. Cash

It is the City's policy to invest temporary cash surpluses. The amount is included in the cash and investments shown on the statement of fund resources and uses arising from cash transactions. The interest on these investments is prorated to the various funds.

e. Deposits

The City's deposits and certificates of deposit are covered by the Federal Deposit Insurance Corporation (FDIC), and/or the Washington Public Deposit Protection Commission (WPDPC).

f. Investments See Note #3

g. Capital Assets

Fixed assets are long-lived assets of the City and are recorded as expenditures when purchased.

h. Compensated Absences

Vacation leave may be accumulated up to 200 hours. Compensatory time may be accumulated up to 60 hours for Collective Bargaining Unit (CBU) and 40 hours for Non-Collective Bargaining Unit (non-CBU) employees. Both compensatory time and vacation are payable upon separation or retirement.

For Non-Collective Bargaining Unit employees, sick leave may accumulate up to 720 hours. Upon retirement only, employees receive payment for unused sick leave at the rate of 35%. In the event of death, unused sick leave is paid out at 100%.

For Collective Bargaining Unit employees, sick leave may accumulate up to 960 hours. Upon retirement only, employees receive payment for unused sick leave at the rate of 30%. In the event of death, unused sick leave is paid out at 100%.

i. Long-Term Debt See Note #6

j. Other Financing Sources or Uses

The City's "Other Financing Sources or Uses" consist of operating transfers-in, operating transfers-out, and proceeds from refunding bonds.

k. Risk Management

The City of Normandy Park is a member of the Washington Cities Insurance Authority (WCIA).

Utilizing Chapter 48.62 RCW (self-insurance regulation) and Chapter 39.34 RCW (Interlocal Cooperation Act), nine cities originally formed WCIA on January 1, 1981. WCIA was created for the purpose of providing a pooling mechanism for jointly purchasing insurance, jointly self-insuring, and / or jointly contracting for risk management services. WCIA has a total of 145 Members.

New members initially contract for a three-year term, and thereafter automatically renew on an annual basis. A one-year withdrawal notice is required before membership can be terminated. Termination does not relieve a former member from its unresolved loss history incurred during membership.

Liability coverage is written on an occurrence basis, without deductibles. Coverage includes general, automobile, police, public officials' errors or omissions, stop gap, and employee benefits liability. Limits are \$4 million per occurrence self insured layer, and \$16 million per occurrence in the re-insured excess layer. The excess layer is insured by the purchase of reinsurance and insurance and is subject to aggregate limits. Total limits are \$20 million per occurrence subject to aggregate sub limits in the excess layers. The Board of Directors determines the limits and terms of coverage annually.

Insurance coverage for property, automobile physical damage, fidelity, inland marine, and boiler and machinery are purchased on a group basis. Various deductibles apply by type of coverage. Property insurance and auto physical damage are self-funded from the members' deductible to \$500,000, for all perils other than flood and earthquake, and insured above that amount by the purchase of insurance.

In-house services include risk management consultation, loss control field services, claims and litigation administration, and loss analyses. WCIA contracts for the claims

investigation consultants for personnel issues and land use problems, insurance brokerage, and lobbyist services.

WCIA is fully funded by its members, who make annual assessments on a prospectively rated basis, as determined by an outside, independent actuary. The assessment covers loss, loss adjustment, and administrative expenses. As outlined in the interlocal, WCIA retains the right to additionally assess the membership for any funding shortfall.

An investment committee, using investment brokers, produces additional revenue by investment of WCIA's assets in financial instruments which comply with all State guidelines. These revenues directly offset portions of the membership's annual assessment.

A Board of Directors governs WCIA, which is comprised of one designated representative from each member. The Board elects an Executive Committee and appoints a Treasurer to provide general policy direction for the organization. The WCIA Executive Director reports to the Executive Committee and is responsible for conducting the day to day operations of WCIA.

I. Reserved Fund Balance

The Capital Improvement Fund has a restricted balance of \$24,777.50. These funds are to be used on a park improvement project as set out by the King County Parks Levy. It is anticipated that these funds will be used within the next 2-5 years.

The Wilson Endowment Fund has a restricted balance of \$72,529.44. This balance will change each year per the endowment agreement to only use no more than 5% of the fund balance.

NOTE 2 – COMPLIANCE AND ACCOUNTABILITY

There have been no material violations of finance-related legal or contractual provisions. There have been no expenditures exceeding legal appropriations in any of the funds of the City.

NOTE 3 – INVESTMENTS

The City's investments are insured, registered or held by the City or its agent in the City's name. Investments by type at year end, December 31, 2010 are as follows:

Type of Investment

Local Government Investment Pool	\$1,129,025
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The State's Local Government Investment Pool is managed by the Washington State Treasurer's Office. The LGIP is not SEC registered but has oversight provided by the following sources: 1) annually audited by the Office of the State Auditor; 2) annually audited by an outside, independent auditor; 3) an Advisory Committee meets quarterly to advise the State Treasurer on issues regarding the LGIP; 4) monthly statement enclosures detailing portfolio breakdown and earnings information sent to participants; and 5) quarterly newsletters that include a compliance report and quarterly financials.

Financial reports are available at the State Treasurer's Office, P.O. Box 40200, Olympia, Washington, 98504-2000.

NOTE 4 – PROPERTY TAX

The County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Collections are distributed periodically during each month.

Property tax revenues are recognized when cash is received by the City. Delinquent taxes are considered fully collectible because a lien affixes to the property after taxes are levied.

The City's regular levy for the year 2010 was 1.255 per \$1,000 on an assessed valuation of \$1,152,128,433 for a total regular levy of \$1,445,921.

NOTE 5 – INTERFUND LOAN AND ADVANCES

The City had no interfund loans or advances outstanding in 2010.

NOTE 6 – LONG TERM DEBT

The accompanying Schedule of Long-Term Debt (09) provides a listing of the outstanding debt of the City and summarizes the City's debt transactions for the year 2010. The debt service requirements, including interest, are as follows:

Year	General Obligation Bonds	Other Debt	Total Debt
2010	162,252	47,229	209,481
2011	152,379	45,870	198,249
2012	152,132	45,684	197,816
2013	756,400	43,186	799,586
2014	154,420	42,791	197,211
2015	147,320	38,577	185,897
2016-2020	-----	190,091	190,091
2021-2025		74,546	74,546
TOTALS	\$1,524,903	\$527,974	\$2,052,877

NOTE 7 – PENSION PLANS

With the exception of the City Manager, all City full-time and qualifying part-time employees participate in the Public Employees' Retirement System (PERS), Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) or Public Service Employees' Retirement System (PSERS), administered by the Washington State Department of Retirement Systems, under cost-sharing multiple-employer public employee defined benefit and defined contribution retirement plans. Actuarial information is on a system-wide basis and is not considered pertinent to the City financial statements. Contributions to the system by both employee and employer are based upon gross wages covered by plan benefits.

Historical trend or other information regarding each plan is presented in the Washington State Department of Retirement Systems annual financial report. A copy of this report may be obtained by writing to:

Department of Retirement Systems
Communications Unit
PO Box 48380
Olympia, WA 98504-8380

NOTE 8 – OTHER DISCLOSURES

a. Metropolitan Parks District

In 2010, the voters of Normandy Park approved a Metropolitan Parks District (MPD) to be operated by the same council as the City. The MPD is an entity separate from the City however the City performs the duties for the MPD through an interlocal agreement. The City provided services for the MPD for operations in 2010. As such, the Parks District has signed a promissory note to pay the City \$300,000 plus interest for operations in 2010.

b. General Fund Reporting

Further, for the purpose of reporting clarity, the Arts Commission Fund (104), UIRC Fund (105), Anti-Drug Reserve Fund (120) and the Equipment Reserve/Replacement Fund (150) have been rolled into the General Fund (001) as these funds are substantially supported by the General Fund.

c. Other Post Employment Benefits

The City has a commitment to pay for post employment benefits for employees that belong to LEOFF 1. These benefits include medical, vision, nursing care, Medicare, etc. One retiree received benefits during the year and \$11,609 was paid out for those benefits during the year.

d. Reserve Policy

In the 2009-2010 budget process, management stated a goal of maintaining a \$1,100,000 general fund reserve balance. This balance is management driven and not Council imposed. Due to the financial decline of the economy in 2009, management met with the Finance Committee. It was decided to allow the reserve drop below the \$1,100,000. It is the intention of management to re-establish the reserve in the future.

e. Litigation

The City has a couple of potential lawsuit liabilities that would not be covered by insurance. The potential cases are as follows:

Pivetta Brothers Construction- This is would be a contract claim by the general contractor on the 1st Avenue project. The contractor is claiming that defective plans and project changes caused it delays and damages. The City has declared the contractor to be in default for non-completion and has tendered the project to the surety. Resolution of the contractor's claim will await completion of the project by the surety. As of August 1, 2011, a lawsuit was served upon the City. The lawsuit doesn't specify the amount of damages being sought however it is their claim that the City owes \$1,049,780 for uncompensated work. The City believes that the contract owes the City in excess of \$130,000 and that there wasn't uncompensated work.

Caliber vs Pivetta and the City- This is a lawsuit by a subcontractor on the 1st Avenue project. This lawsuit seeks to foreclose a lien against the project retainage and to recover

funds from the contractor's performance bond. The City is named solely as the holder of the retainage account. No other relief is sought against the City and no City funds are at issue.

Colmenares, et al vs the City and CLC – This lawsuit was recently filed (June 14, 2011) upon the City. This is an action to quiet title to easements and for declaratory and injunctive relief. The plaintiffs claim that they have easements to maintain bulkheads and rock revetments over certain properties recently acquired by the City and CLC. The plaintiffs are further seeking a judgment requiring the City to return any grant moneys that have contributed to the funding of this project. This lawsuit is still in the beginning stages and discovery has not yet begun.

City of Normandy Park

DETAIL OF REVENUES AND OTHER RESOURCES

For the Year Ended December 31, 2010

Fund Number	Fund Name	Account Code	Account Title	Actual Amount
001	General Fund	3088000	Unreserved Beginning	1131789
001	General Fund	3111000	Property Taxes	1441736
001	General Fund	3131000	Sales And Use Taxes	329103
001	General Fund	3137100	Sales Tax - Local Crim Justice	124268
001	General Fund	3164100	6% Utility Tax - Electricity	244197
001	General Fund	3164300	6% Utility Tax - Gas	131451
001	General Fund	3164500	6% Utility Tax-Garbage/solid W	50165
001	General Fund	3164600	6% Utility Tax - Cable	128449
001	General Fund	3164700	6% Utility Tax - Telephone	222877
001	General Fund	3216001	Conditional Use Permit	1250
001	General Fund	3219000	Business License Fee	22315
001	General Fund	3219100	Cable Tv-5% Franchise Fee	99144
001	General Fund	3221001	Building Permits	39609
001	General Fund	3221002	Mechanical Permits	4797
001	General Fund	3221003	Plumbing Permits	4828
001	General Fund	3221004	Fill And Grading Permits	2500
001	General Fund	3221006	Electrical Permits	12034
001	General Fund	3221007	Abandonment/Undrgrnd Tank	750
001	General Fund	3221008	Temporary Container Permit	2200
001	General Fund	3223000	Animal Licenses	4968
001	General Fund	3229000	Concealed Pistol License-City	1159
001	General Fund	3332060	Traffic Safety Grants	4636
001	General Fund	3339703	Dept of Homeland Security Training	763
001	General Fund	3340315	Dept of Ecology Grant - SMP	15263
001	General Fund	3340352	Coord Prevention Grant-Doe	24762
001	General Fund	3360621	MV Excise Tax - Population	1443
001	General Fund	3360626	CJ - Special Programs	5466
001	General Fund	3360651	Dui - Other C. J. Assistance	1202
001	General Fund	3360694	Liquor Excise Tax	32134
001	General Fund	3360695	Liquor Board Profits	51874
001	General Fund	3370701	CJTC reimbursement	4400
001	General Fund	3370804	Lhwmp - King County	18597
001	General Fund	3370805	Wr/r - King County	32148
001	General Fund	3381900	Other General Governmental	2424
001	General Fund	3382100	Other Intergov. P.d. Services	161
001	General Fund	3392168	ARRA- Police	9881
001	General Fund	3416000	Photostating Fees	1086
001	General Fund	3419900	Passport Processing Fee	3965
001	General Fund	3421000	Fingerprinting	1920
001	General Fund	3432000	Engineering Fees	16116
001	General Fund	3458100	Zoning And Planning Fees	270
001	General Fund	3458300	Plan Checking Fees	24507

City of Normandy Park

DETAIL OF REVENUES AND OTHER RESOURCES

For the Year Ended December 31, 2010

001	General Fund	3458900	Other Planning and Development	750
001	General Fund	3458902	Shoreline Permit	200
001	General Fund	3458903	Sepa Fees	2950
001	General Fund	3473000	Field Use Fees	5658
001	General Fund	3474000	Event Admissions	860
001	General Fund	3476000	Recreation Program Fees	180
001	General Fund	3476001	Recreation Prog Fees-Classes	1412
001	General Fund	3476002	Recreation Prog Fees-Preschool	81540
001	General Fund	3476003	Preschool Field Trips	2817
001	General Fund	3476004	Yoga Class Fees	3895
001	General Fund	3476005	Boot Camp Fees	4396
001	General Fund	3479000	Vendor Display	290
001	General Fund	3491700	Unemployment Revenue	17398
001	General Fund	3540000	Des Moines Court Proceeds	56114
001	General Fund	3611100	Investment Interest	2193
001	General Fund	3614000	Interest ON Sales Tax Receipts	739
001	General Fund	3624000	Facility Rentals	26583
001	General Fund	3625000	Pea Patch Rentals	665
001	General Fund	3670000	History Book Sales	10
001	General Fund	3671000	Arts Commission Contributions	8260
001	General Fund	3671000	Police Drug Donation	100
001	General Fund	3671100	Private Donations	3710
001	General Fund	3671110	Private Grants	153
001	General Fund	3692000	Forfeited Money and Proceeds	6131
001	General Fund	3693000	Confiscated Property	1642
001	General Fund	3698100	Cashier's Short And Over	-1
001	General Fund	3699000	Other Miscellaneous Revenue	22080
101	Street Fund	3088000	Unreserved Beginning	67182
101	Street Fund	3224000	Right-Of-Way Permits	8600
101	Street Fund	3360087	Motor Vehicle Fuel Tax	140464
101	Street Fund	3611100	Investment Interest	160
101	Street Fund	3971802	OP Transfer In-General Fund	133000
202	LTGO Grant Anticipation Note	3911000	General Obligation Bond Proceeds	600000
203	Debt Service Fund	3088000	Unreserved Beginning	12892
203	Debt Service Fund	3611100	Investment Interest	203
203	Debt Service Fund	3930000	Proceeds of Refunding Long-Term	734545
203	Debt Service Fund	3973101	OP Transfer In-General Fund	162500
320	Capital Improvement Fund	3088000	Unreserved Beginning	256605
320	Capital Improvement Fund	3173400	Real Estate Excise Tax	82040
320	Capital Improvement Fund	3173500	Second Qtr Real Estate Excise	82040
320	Capital Improvement Fund	3311560	Nat. Fish & Wildlife Grant	2006
320	Capital Improvement Fund	3331590	NIST Park Grant	108171
320	Capital Improvement Fund	3370701	Beaconsfield Grant	210533
320	Capital Improvement Fund	3381900	Other General Governmental	136716

City of Normandy Park

DETAIL OF REVENUES AND OTHER RESOURCES

For the Year Ended December 31, 2010

320	Capital Improvement Fund	3384200	Road And Street Maintenance	12180
320	Capital Improvement Fund	3392010	Arra- 1st Ave Stimulus	2844458
320	Capital Improvement Fund	3611100	Investment Interest	609
320	Capital Improvement Fund	3681000	KC Parks Levy	14639
320	Capital Improvement Fund	3699000	Miscellaneous Revenue	10400
320	Capital Improvement Fund	3740000	Capital Contributions -	10833
320	Capital Improvement Fund	3790000	Capital Contributions- Private	105381
320	Capital Improvement Fund	3970001	Transfers-IN	600000
402	Storm Water Fund	3088000	Unreserved Beginning	272311
402	Storm Water Fund	3340310	Dept of Ecology Grant	170109
402	Storm Water Fund	3438300	Storm Water Utility	540270
402	Storm Water Fund	3611100	Investment Interest	1023

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

Fund Number	Fund Name	Account Code	Account Title	Actual Amount
001	General Fund	5088000	Unreserved Ending	524478
001	General Fund	5116021	Worker's Compensation	14
001	General Fund	5116031	Office Supplies	168
001	General Fund	5116031	Food Supplies	1624
001	General Fund	5116041	Consulting Contracts	9024
001	General Fund	5116042	Telephone Communications	674
001	General Fund	5116043	Training	969
001	General Fund	5116043	Lodging-Legislative	450
001	General Fund	5116044	Advertising	1825
001	General Fund	5116045	Equipment/bldg Rental & Leases	135
001	General Fund	5116049	Miscellaneous Services	2000
001	General Fund	5116049	Dues	10329
001	General Fund	5118051	Intergov Svs-Voter Regis	9725
001	General Fund	5131010	Salaries And Wages	176861
001	General Fund	5131021	Employee Pensions	2727
001	General Fund	5131021	Social Security/medicare	12369
001	General Fund	5131021	Worker's Compensation	425
001	General Fund	5131021	Unemployment Contributions	1327
001	General Fund	5131021	Health Insurance	30783
001	General Fund	5131021	Dental Insurance	3846
001	General Fund	5131021	Disability Insurance	703
001	General Fund	5131031	Office Supplies	239
001	General Fund	5131031	Food Supplies	218
001	General Fund	5131041	Consulting Contracts	123
001	General Fund	5131043	Subsistence	21
001	General Fund	5131043	Transportation	228
001	General Fund	5131045	Equipment/bldg Rental & Leases	2520
001	General Fund	5131049	Miscellaneous Services	641
001	General Fund	5131049	Dues	1120
001	General Fund	5131051	Intergovernmental Services	18515
001	General Fund	5147046	Insurance	98037
001	General Fund	5151041	City Attorney	41952
001	General Fund	5151041	Special Counsel	1027
001	General Fund	5151041	Prosecuting Attorney	49887
001	General Fund	5151541	Public Defender	21000
001	General Fund	5164043	Training/travel	159
001	General Fund	5164043	Subsistence	188
001	General Fund	5164043	Subsistence - Finance	68
001	General Fund	5164043	Subsistence - Clerk	208
001	General Fund	5164043	Subsistence - Planning	11
001	General Fund	5164043	Lodging - Executive	1552
001	General Fund	5164043	Lodging - Finance	433

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

001	General Fund	5164043	Lodging - Clerk	267
001	General Fund	5164043	Transporation - Executive	620
001	General Fund	5164043	Transportation - Finance	257
001	General Fund	5164043	Transportation - Clerk	152
001	General Fund	5164043	Transportation - Planning	47
001	General Fund	5164043	Training - Recreation Dept.	165
001	General Fund	5164043	Training - Police	2468
001	General Fund	5164043	Training - Executive	996
001	General Fund	5164043	Training - Finance	500
001	General Fund	5164043	Training - Clerk	1450
001	General Fund	5164043	Training - Planning	125
001	General Fund	5164043	Training - Preschool	74
001	General Fund	5211049	Miscellaneous Services	1042
001	General Fund	5317051	Intergov/ps Air Pollution	4208
001	General Fund	5124050	Municipal Court Services	49548
001	General Fund	5141010	Salaries And Wages	131227
001	General Fund	5141021	Employee Pensions	6968
001	General Fund	5141021	Social Security/medicare	10037
001	General Fund	5141021	Worker's Compensation	422
001	General Fund	5141021	Unemployment Contributions	984
001	General Fund	5141021	Health Insurance	28779
001	General Fund	5141021	Dental Insurance	3073
001	General Fund	5141021	Disability Insurance	550
001	General Fund	5141042	Postage - Prepaid	321
001	General Fund	5141043	Transportation	423
001	General Fund	5141049	Miscellaneous Services	10171
001	General Fund	5141049	Dues	575
001	General Fund	5141049	Unanticipated Grants	790
001	General Fund	5141053	External Taxes/oper Assessment	7838
001	General Fund	5142351	Intergovernmental Svcs-Sao	13528
001	General Fund	5177821	Unemployment Compensation	16016
001	General Fund	5941064	Capital Outlay-Software	6133
001	General Fund	5971802	OP Transfer Out -Street Fund	133000
001	General Fund	5973100	OP Transfer Out-Debt Svc Fund	162500
001	General Fund	5143010	Salaries	101849
001	General Fund	5143021	Employee Pension	5408
001	General Fund	5143021	Social Security/medicare	7790
001	General Fund	5143021	Worker's Compensation	440
001	General Fund	5143021	Unemployment Contributions	764
001	General Fund	5143021	Health Insurance	15679
001	General Fund	5143021	Dental Insurance	1843
001	General Fund	5143021	Disability Insurance	426
001	General Fund	5143031	Operating Supplies	155
001	General Fund	5143041	Consulting Contracts	3777

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

001	General Fund	5143049	Dues	633
001	General Fund	5181031	Supplies	6833
001	General Fund	5181032	Fuel Consumed	274
001	General Fund	5181041	Consulting Contracts	9420
001	General Fund	5181042	Telephone Communications	9393
001	General Fund	5181042	Postage	3560
001	General Fund	5181045	Equip/bldg Rental & Lease	24544
001	General Fund	5181048	External Maintenance & Repair	54
001	General Fund	5181049	Miscellaneous Services	190
001	General Fund	5181049	Printing	4441
001	General Fund	5181064	Computer Software & Equipment	10619
001	General Fund	5941864	Central Services - Equipment	2032
001	General Fund	5212010	Salaries And Wages	1006130
001	General Fund	5212010	Holiday Paid Wages	15902
001	General Fund	5212011	Temporary Wages - Reserves	3693
001	General Fund	5212012	Overtime Pay	53795
001	General Fund	5212021	Employee Pensions	57461
001	General Fund	5212021	Social Security/medicare	81478
001	General Fund	5212021	Worker's Compensation	14468
001	General Fund	5212021	Unemployment Contributions	8090
001	General Fund	5212021	Health Insurance	170343
001	General Fund	5212021	Long Term Health Care	421
001	General Fund	5212021	Dental Insurance	17670
001	General Fund	5212021	Life Insurance	1665
001	General Fund	5212021	Disability Insurance	4043
001	General Fund	5212021	Hra Veba	68443
001	General Fund	5212031	Operating Supplies	29789
001	General Fund	5212032	Fuel Consumed	22379
001	General Fund	5212042	Telephone Communications	23998
001	General Fund	5212042	Postage	767
001	General Fund	5212043	Subsistence	51
001	General Fund	5212043	Lodging	701
001	General Fund	5212043	Transportation	118
001	General Fund	5212045	Equipment/bldg Rental & Leases	920
001	General Fund	5212048	External Maintenance & Repair	23844
001	General Fund	5212049	Miscellaneous Services	8197
001	General Fund	5212049	K-9	2156
001	General Fund	5212049	Printing	79
001	General Fund	5212049	Dues	1907
001	General Fund	5212051	Police Detention	51579
001	General Fund	5212051	Other Intergov Services	143232
001	General Fund	5212064	Machine & Equipment	2714
001	General Fund	5212064	Equipment	4606
001	General Fund	5256051	Intergovernmental - Coord.	15947

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

001	General Fund	5256064	Machine & Equipment	17
001	General Fund	5393051	Other Intergov/kc Animal Cntrl	552
001	General Fund	5946400	Machine & Equipment	9881
001	General Fund	5183010	Salaries	29572
001	General Fund	5183021	Employee Pensions	1570
001	General Fund	5183021	Social Security/medicare	2257
001	General Fund	5183021	Worker's Compensation	769
001	General Fund	5183021	Unemployment Contributions	222
001	General Fund	5183021	Health Insurance	6055
001	General Fund	5183021	Dental Insurance	828
001	General Fund	5183021	Disability Insurance	129
001	General Fund	5183031	Office/department Supplies	4599
001	General Fund	5183042	Telephone Communications	430
001	General Fund	5183047	Utility Services	22946
001	General Fund	5183048	External Maintenance & Repair	2542
001	General Fund	5183049	Miscellaneous Services	1587
001	General Fund	5183110	Salaries	13535
001	General Fund	5183121	Employee Pensions	772
001	General Fund	5183121	Social Security/medicare	1112
001	General Fund	5183121	Worker's Compensation	572
001	General Fund	5183121	Unemployment Contributions	109
001	General Fund	5183121	Health Insurance	5220
001	General Fund	5183121	Dental Insurance	629
001	General Fund	5183121	Disability Insurance	66
001	General Fund	5183131	Office/department Supplies	1318
001	General Fund	5183147	Utility Services	6588
001	General Fund	5183148	External Maintenance & Repair	201
001	General Fund	5183149	Miscellaneous Services	719
001	General Fund	5761010	Salaries And Wages	35124
001	General Fund	5761012	Overtime Pay	167
001	General Fund	5761021	Employee Pensions	1874
001	General Fund	5761021	Social Security/medicare	2720
001	General Fund	5761021	Worker's Compensation	780
001	General Fund	5761021	Unemployment Contributions	265
001	General Fund	5761021	Health Insurance	8758
001	General Fund	5761021	Dental Insurance	1060
001	General Fund	5761021	Disability Insurance	150
001	General Fund	5761031	Operating Supplies	5542
001	General Fund	5761032	Fuel Consumed	17
001	General Fund	5761041	Consulting Contracts	43883
001	General Fund	5761047	Utility Services	14922
001	General Fund	5761049	Miscellaneous Services	4639
001	General Fund	5768064	Machine & Equipment	2238
001	General Fund	5431010	Salaries	29027

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

001	General Fund	5431021	Employee Pension	1541
001	General Fund	5431021	Social Security/medicare	2220
001	General Fund	5431021	Worker's Compensation	367
001	General Fund	5431021	Unemployment Contributions	218
001	General Fund	5431021	Health Insurance	4007
001	General Fund	5431021	Dental Insurance	635
001	General Fund	5431021	Disability Insurance	122
001	General Fund	5433031	Operating Supplies	604
001	General Fund	5433049	Miscellaneous Services	103
001	General Fund	5433049	Dues	316
001	General Fund	5433064	Machine & Equipment	88
001	General Fund	5242010	Salaries & Wages	68701
001	General Fund	5242021	Employee Pensions	3728
001	General Fund	5242021	Social Security/medicare	5476
001	General Fund	5242021	Worker's Compensation	300
001	General Fund	5242021	Unemployment Contributions	537
001	General Fund	5242021	Health Insurance	9180
001	General Fund	5242021	Dental Insurance	931
001	General Fund	5242021	Disability Insurance	291
001	General Fund	5242021	HRA VEBA	3860
001	General Fund	5242041	Consulting Contracts	45000
001	General Fund	5242049	Dues	121
001	General Fund	5372041	Consulting Contracts	23500
001	General Fund	5372141	Consulting Contracts	17930
001	General Fund	5372341	Consulting Contracts	31678
001	General Fund	5586010	Salaries And Wages	114621
001	General Fund	5586021	Employee Pensions	5240
001	General Fund	5586021	Social Security/medicare	8591
001	General Fund	5586021	Worker's Compensation	386
001	General Fund	5586021	Unemployment Contributions	838
001	General Fund	5586021	Health Insurance	13351
001	General Fund	5586021	Dental Insurance	1417
001	General Fund	5586021	Disability Insurance	418
001	General Fund	5586021	HRA VEBA	15439
001	General Fund	5586031	Books, Maps And Periodicals	517
001	General Fund	5586035	Computer Equipmt.	87
001	General Fund	5586041	Consulting Contracts	29627
001	General Fund	5586041	Engineering & Planning Review	6989
001	General Fund	5586043	Transportation	68
001	General Fund	5586044	Advertising	1431
001	General Fund	5586049	Miscellaneous Services	619
001	General Fund	5586049	Printing	613
001	General Fund	5586049	Dues	145
001	General Fund	5586051	Other Intergovernmental Serv	3549

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

001	General Fund	5622051	Other Intergov/sr Services	25265
001	General Fund	5670051	Other Intergov/kc Alcohol	1619
001	General Fund	5711021	Worker's Compensation	5
001	General Fund	5711031	Supplies	1345
001	General Fund	5711035	Minor Equipment	2238
001	General Fund	5711041	Consulting Contracts	9630
001	General Fund	5711042	Postage	514
001	General Fund	5711044	Advertising	390
001	General Fund	5711049	Miscellaneous Services	154
001	General Fund	5711049	Printing	600
001	General Fund	5711049	Arts Commission Awards	2226
001	General Fund	5711049	Dues	25
001	General Fund	5741010	Salaries And Wages	10924
001	General Fund	5741021	Employee Pensions	158
001	General Fund	5741021	Social Security/medicare	759
001	General Fund	5741021	Worker's Compensation	12
001	General Fund	5741021	Unemployment Contributions	74
001	General Fund	5741049	Miscellaneous Services	325
001	General Fund	5741049	Dues	305
001	General Fund	5742131	Supplies	1408
001	General Fund	5742141	Consulting Contracts	7548
001	General Fund	5742149	Miscellaneous Services	436
001	General Fund	5742211	Temporary Wages	56563
001	General Fund	5742221	Employee Pensions	1952
001	General Fund	5742221	Social Security/medicare	4327
001	General Fund	5742221	Worker's Compensation	354
001	General Fund	5742221	Unemployment Contributions	424
001	General Fund	5742231	Miscellaneous Supplies	4871
001	General Fund	5742249	Field Trips	1947
001	General Fund	5747046	Insurance	5000
101	Street Fund	5088000	Unreserved Ending	39906
101	Street Fund	5423010	Salaries And Wages	55133
101	Street Fund	5423012	Overtime Pay	492
101	Street Fund	5423021	Employee Pensions	3165
101	Street Fund	5423021	Social Security/medicare	4634
101	Street Fund	5423021	Worker's Compensation	1714
101	Street Fund	5423021	Unemployment Contributions	447
101	Street Fund	5423021	Health Insurance	23306
101	Street Fund	5423021	Dental Insurance	2532
101	Street Fund	5423021	Disability Insurance	257
101	Street Fund	5423031	Supplies	4161
101	Street Fund	5423041	Consulting Contracts	2124
101	Street Fund	5423047	Utility Services	2541
101	Street Fund	5423048	External Maintenance & Repair	375

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

101	Street Fund	5423049	Miscellaneous Services	4949
101	Street Fund	5426347	Street Lighting	71554
101	Street Fund	5426431	Office Supplies	5224
101	Street Fund	5426631	Supplies	2134
101	Street Fund	5430010	Salaries And Wages	62170
101	Street Fund	5430021	Employee Pensions	3090
101	Street Fund	5430021	Social Security/medicare	4441
101	Street Fund	5430021	Worker's Compensation	743
101	Street Fund	5430021	Unemployment Contributions	436
101	Street Fund	5430021	Health Insurance	5626
101	Street Fund	5430021	Dental Insurance	1020
101	Street Fund	5430021	Disability Insurance	244
101	Street Fund	5430031	Supplies	7550
101	Street Fund	5430032	Fuel Consumed	5708
101	Street Fund	5430042	Telephone Communications	2652
101	Street Fund	5430042	Postage	28
101	Street Fund	5430045	Equipment/bldg Rental & Leases	49
101	Street Fund	5430046	Insurance	24475
101	Street Fund	5430047	Utility Services	2197
101	Street Fund	5430048	External Maintenance & Repair	753
101	Street Fund	5430049	Miscellaneous Services	3573
202	LTGO Grant Anticipation Note	5979500	Transfer Out-	600000
203	Debt Service Fund	5088000	Unreserved Ending	17664
203	Debt Service Fund	5913171	Debt Service - Principal	829921
203	Debt Service Fund	5923183	GO Bond Interest	42173
203	Debt Service Fund	5923185	Debt Registration Costs	304
203	Debt Service Fund	5938984	Advance Refunding Escrow	20079
320	Capital Improvement Fund	5088000	Unreserved Ending	123185
320	Capital Improvement Fund	5081000	Reserved Ending Cash	24778
320	Capital Improvement Fund	5919578	PW Trust Fund Loan Payment	39509
320	Capital Improvement Fund	5929501	Bond Interest on LTGO Grant Ant	3804
320	Capital Improvement Fund	5943141	Beaconsfield Engineering	19495
320	Capital Improvement Fund	5943262	Facility Improvements	5251
320	Capital Improvement Fund	5947661	Land Acquisition Fees	6526
320	Capital Improvement Fund	5947663	Walker Crk Restoration	10255
320	Capital Improvement Fund	5951030	1st Ave P2 Const- Supplies	7805
320	Capital Improvement Fund	5951040	1st Ave P2 Const- Services	3338070
320	Capital Improvement Fund	5952061	1st Avenue Easements	4000
320	Capital Improvement Fund	5952061	Park Easement	4488
320	Capital Improvement Fund	5953063	Overlay Needs	95954
320	Capital Improvement Fund	5953063	KC Bridges	207553
320	Capital Improvement Fund	5953063	Nist Park Phase 1 (match & Adm	252065
320	Capital Improvement Fund	5953063	1st Ave S Construction lia	19846
320	Capital Improvement Fund	5959010	1st Ave P2 Const - Salaries	260562

City of Normandy Park

DETAIL OF EXPENDITURES AND OTHER USES

For the Year Ended December 31, 2010

320	Capital Improvement Fund	5959021	1st Ave P2 Const- Ss/med	17237
320	Capital Improvement Fund	5959021	1st Ave P2 Const-Worker Comp	2840
320	Capital Improvement Fund	5959021	1st Ave P2 Const-Unemployment	1925
320	Capital Improvement Fund	5959021	1st Ave P2 Const - Medical	18610
320	Capital Improvement Fund	5959021	1st Ave P2 Const - Dental	1923
320	Capital Improvement Fund	5959021	1st Ave P2 Const-Disability	431
320	Capital Improvement Fund	5959081	Maintenance Admin & Overhead	2000
320	Capital Improvement Fund	5946110	Beaconsfield Aquisition	8500
402	Storm Water Fund	5088000	Unreserved Ending	548676
402	Storm Water Fund	5383010	Salaries And Wages	98086
402	Storm Water Fund	5383012	Overtime Pay	325
402	Storm Water Fund	5383021	Employee Pensions	5226
402	Storm Water Fund	5383021	Social Security/medicare	7567
402	Storm Water Fund	5383021	Worker's Compensation	1885
402	Storm Water Fund	5383021	Unemployment	738
402	Storm Water Fund	5383021	Health Insurance	21129
402	Storm Water Fund	5383021	Dental Insurance	2711
402	Storm Water Fund	5383021	Disability Insurance	417
402	Storm Water Fund	5383031	Supplies	13347
402	Storm Water Fund	5383042	Telephone	1483
402	Storm Water Fund	5383048	Vactor/external Maintenance	5
402	Storm Water Fund	5384032	Fuel Consumed	5938
402	Storm Water Fund	5384041	Consulting Contracts	6675
402	Storm Water Fund	5384046	Insurance Liability	24475
402	Storm Water Fund	5384047	Utility Services	3139
402	Storm Water Fund	5384049	Miscellaneous Services	7975
402	Storm Water Fund	5384051	Storm Line Inspections	3323
402	Storm Water Fund	5384051	Intergovernmental Services	1756
402	Storm Water Fund	5384064	Machine & Equipment	137134
402	Storm Water Fund	5943863	Improvements & Construction	91705

SCHEDULE OF WARRANT ACTIVITY
For the Year Ending December 31, 2010

Fund No.	Fund Name	Payable January 1, 2010	Issued Report Year	Beg. Open Period	End. Open Period	Net Issue	Redeemed Report Year	Canceled Report Year	Payable December 31, 2010
632	Claims Clearing	234,116.26	0.00	0	0	0.00	233,243.34	0	872.92
650	Payroll Clearing	9,354.79	692,519.61	0	0	692,519.61	701,729.68	0	144.72
	TOTAL ALL FUNDS	243,471.05	692,519.61	0.00	0.00	692,519.61	934,973.02	0.00	1,017.64

MCAG# 0418

CITY OF NORMANDY PARK

SCHEDULE 09

SCHEDULE OF LONG TERM DEBT -
For the Year Ending December 31, 2010

X -G.O. Debt

ID NO.	Date of Original Issue	Date of Maturity	Beginning Outstanding Debt 1/1/2010	Amount Issued in Current Yr	BARS Code for Receipt	Receiving Fund Number	Amount Redeemed Current Yr	BARS Code for Redemption	Redeeming Fund Number	Ending Outstanding Debt 12/31/2010
251.11	12/1/2000	12/1/2015	830,000.00	0			830,000.00	591.31.71	203	0.00
251.11	12/1/2010	12/1/2015	0.00	730,000.00	393.00.00	203	0.00			730,000.00
251.11	7/1/2002	7/1/2021	484,546.05	0			37,272.77	591.95.78	320	447,273.28
263.51	8/17/2009	1/31/2013	21,310.00	0.00			5200.00	594.10.64	001	16,110.00
263.61	7/30/2010	12/31/2013	0.00	600,000.00	391.10.00	202	0.00			600,000.00
263.51	1/25/2010	1/25/2013	0.00	6,544.06			2,520.00	513.10.45	001	4,024.06
259.11	1/1/2010	12/31/2010	0.00	108,875.35						108,875.35
TOTALS			1,335,856.05	1,445,419.41			874,992.77			1,906,282.69

Obligation 263.51 from 8/17/2009 was originally reported at 12/31/09 with an ending balance of 19,600. This amount should have been \$21,310.

Schedule of Limitation of Indebtedness

As of December 31, 2010

Total Taxable Property Value 1,199,551,647.00

		Remaining Debt Capacity
2.5% General purpose limit is allocated between:	\$29,988,791.18	
Up to 1.5% debt without a vote	\$17,993,274.71	
Less: Outstanding Debt	\$1,886,148.63	
Contracts Payable	\$20,134.06	
Excess of Debt with a vote	\$0.00	
Add: Available assets	\$17,664.36	
Equals remaining debt capacity without a vote		\$16,104,656.38
1.0% General purpose debt with a vote	\$11,995,516.47	
Less: Outstanding Debt	\$0.00	
Contracts Payable	\$0.00	
Add: Available assets	\$0.00	
Equals remaining debt capacity with a vote		\$11,995,516.47
2.5% Utility purpose limit, voted	\$29,988,791.18	
Less: Outstanding Debt	\$0.00	
Contracts Payable	\$0.00	
Add: Available Assets	\$0.00	
Equals remaining debt capacity- Utility purpose, voted		\$29,988,791.18
2.5% Open Space, park & capital facilities, voted	\$29,988,791.18	
Less: Outstanding Debt	\$0.00	
Contracts Payable	\$0.00	
Add: Available Assets	\$0.00	
Equals remaining debt capacity - Open space, park & capital facilities voted		\$29,988,791.18

City of Normandy Park
SCHEDULE OF CASH ACTIVITY

For the Year Ended December 31, 2010

Fund Number	Description	Cash Activity In						Total Available
		Beginning Balance	Receipts	Investments Liquidated	Transfers In			
001	General Fund	\$1,131,788.69	\$3,375,512.64	\$0.00	\$0.00	\$0.00	\$4,571,441.33	
101	Street Fund	\$67,181.81	\$149,223.89	\$0.00	\$133,000.00	\$0.00	\$349,405.70	
202	LTGO Grant Anticipation Note	\$0.00	\$600,000.00	\$0.00	\$0.00	\$0.00	\$600,000.00	
203	Debt Service Fund	\$12,891.79	\$734,748.91	\$0.00	\$162,500.00	\$0.00	\$910,140.70	
320	Capital Improvement Fund	\$256,604.68	\$3,620,006.81	\$0.00	\$600,000.00	\$0.00	\$4,476,611.49	
402	Storm Water Fund	\$272,311.10	\$711,402.00	\$0.00	\$0.00	\$0.00	\$983,713.10	
601	Investment Trust Funds	\$70,957.65	\$916,854.60	\$0.00	\$0.00	\$0.00	\$987,812.25	
621	Private-Purpose Trust Funds	\$79,539.67	\$218.04	\$0.00	\$0.00	\$0.00	\$79,757.71	
622	Preschool Donations Fund	\$87.57	\$0.21	\$0.00	\$0.00	\$0.00	\$87.78	
632	Claims Clearing Fund	\$234,116.26	\$0.00	\$0.00	\$0.00	\$0.00	\$234,116.26	
650	Payroll Clearing Fund	\$9,354.79	\$0.00	\$0.00	\$692,519.61	\$0.00	\$701,874.40	
998	Sweep	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	
999	State Investment Pool	(\$1,639,188.70)	\$0.00	\$1,700,000.00	\$0.00	\$0.00	\$60,811.30	
TOTAL		\$495,645.31	\$10,107,967.10	\$1,700,000.00	\$1,588,019.61	\$0.00	\$13,955,772.02	

City of Normandy Park
SCHEDULE OF CASH ACTIVITY

For the Year Ended December 31, 2010

Fund Number	Investments Acquired	Transfer Out to Claims/Payroll	Cash Activity Out			Disbursements	Total Used	Ending Balance
			Other Transfers Out					
001	\$0.00	\$555,117.63	\$295,500.00		\$3,132,206.20	\$4,046,963.83	\$524,477.50	
101	\$0.00	\$37,135.90	\$0.00		\$272,363.66	\$309,499.56	\$39,906.14	
202	\$0.00	\$0.00	\$600,000.00		\$0.00	\$600,000.00	\$0.00	
203	\$0.00	\$0.00	\$0.00		\$892,476.34	\$892,476.34	\$17,664.36	
320	\$0.00	\$70,220.33	\$0.00		\$4,258,428.19	\$4,328,648.52	\$147,962.97	
402	\$0.00	\$30,045.75	\$0.00		\$404,991.40	\$435,037.15	\$548,675.95	
601	\$0.00	\$0.00	\$0.00		\$916,622.09	\$916,622.09	\$71,190.16	
621	\$0.00	\$0.00	\$0.00		\$3,410.93	\$3,410.93	\$76,346.78	
622	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00	\$87.78	
632	\$0.00	\$0.00	\$0.00		\$233,243.34	\$233,243.34	\$872.92	
650	\$0.00	\$0.00	\$0.00		\$701,729.68	\$701,729.68	\$144.72	
998	\$0.00	\$0.00	\$0.00		\$0.00	\$0.00	\$0.00	
999	\$1,189,836.09	\$0.00	\$0.00		\$0.00	\$1,189,836.09	(\$1,129,024.79)	
TOTAL	\$1,189,836.09	\$692,519.61	\$895,500.00		\$10,815,471.83	\$13,657,467.53	\$298,304.49	

City of Normandy Park

SCHEDULE OF INVESTMENT ACTIVITY - ALL FUNDS

For the Year Ended December 31, 2010

Fund Number	Description	Beginning Investment Balance	Investment (At Cost)		Reinvested Interest	Ending Balance
			Acquired	Liquidated		
001	General Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
101	Street Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
202	LTGO Grant Anticipation Note Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
203	Debt Service Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
320	Capital Improvement Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
402	Storm Water Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
601	Investment Trust Funds	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
621	Private-Purpose Trust Funds	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
622	Preschool Donations Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
632	Claims Clearing Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
650	Payroll Clearing Fund	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
998	Sweep	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
999	State Investment Pool	\$1,639,188.70	\$1,189,836.09	\$1,700,000.00	\$0.00	\$1,129,024.79
TOTAL		\$1,639,188.70	\$1,189,836.09	\$1,700,000.00	\$0.00	\$1,129,024.79

SCHEDULE OF STATE AND LOCAL FINANCE ASSISTANCE

For the Year Ending December 31, 2010

Grantor/Program Title	Identification Number	Current Year Expenditures
King County Health Dept. (Local Hazardous Waste Management)	D37981D	18,597.96
King County Solid Waste (Reduction & Recycling)	D39906D	32,147.63
Washington State Dept of Ecology (Coordination Prevention)	G10000425	24,762.00
Washington State Dept of Ecology (Municipal Stormwater Capacity Grant)	G1100076	50,000.00
Washington State Dept of Ecology (Municipal Stormwater Capacity Grant)	G100240	86,411.57
Washington State Dept of Ecology (Shoreline Management Act)	G1000008	16,520.99
King Conservation District	Beaconsfield	19,495.14
City of Burien (Public Health- Seattle & King County Communities Putting Prevention to Work)	Heal-CPPW2010	2093.00
Association of Washington Cities	Mini grants	248.37
4-Culture (Group Arts Projects - concerts & lighting)	1774	7,500.00
	TOTAL RECEIVED	257,776.66

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ending December 31, 2010

Federal Agency Name/Pass-Through Agency Name	Federal Program Name	CFDA Number	Other ID Number	Expenditures		Foot-note Ref.
				From Pass-Through Awards	From Direct Awards	
Department of Homeland Security /pass through from Washington State Military Dept	Emergency Management Performance Grants	97.042		11,081.00		1, 2
Department of Transportation /pass through from Washington Traffic Safety Commission	Alcohol Impaired Driving Countermeasures Incentive Grants 1	20.601		1,002.82		1
Department of Transportation /pass through from Washington Traffic Safety Commission	State and Community Highway Safety	20.600		1,641.98		1
Department of Transportation (NHTSA) /pass through from Washington Assc of Sheriffs and Police Chiefs	State and Community Highway Safety	20.600		<u>1,440.18</u>		1, 2
	Sub-Total				3,082.16	
Department of Interior /pass through from Recreation and Conservation Office	Outdoor Recreation Acquisition Development and Planning	15.916		126,032.37		1, 2
Department of Justice /pass through from Washington State Community, Trade & Economic Dev.	ARRA -Recovery Act - Edward Byrne Memorial Justice Assistance Grant (JAG) Program / Grants to States and Territories	16.803	F09-34721-174	9,880.54		1, 3

Federal Agency Name/Pass-Through Agency Name	Federal Program Name	CFDA Number	Other ID Number	Expenditures			Foot-note Ref.
				From Pass-Through Awards	From Direct Awards	Total	
Department of Justice Bureau of Justice Assistance	Bulletproof Vest Partnership Program	16.607			2,375.43	2,375.43	1, 2
Department of Transportation (FHWA) /pass through from Washington State Dept of Transportation	ARRA -Highway Planning and Construction	20.205		3,025,916.75		3,025,916.75	1, 2, 3
Total Federal Awards Expended				3,176,995.64	2,375.43	3,179,371.07	

The accompanying notes to the Schedule of Expenditures of Federal Awards are an integral part of this Schedule.

CITY OF NORMANDY PARK

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1 - BASIS OF ACCOUNTING

This schedule is prepared on the same basis of accounting as the City's financial statements. The city utilizes "cash basis" accounting which refers to when revenues and expenditures are recognized. Revenues are recognized only when cash is received and expenditures are recognized when paid, including those properly chargeable against the report year(s) budget appropriations as required by state law.

Purchase of capital assets are expensed during the year of acquisition. There is no capitalization of capital assets, nor allocation of depreciation expense. Inventory is expensed when purchased.

NOTE 2 - PROGRAM COSTS

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including the city's portion, are more than shown.

NOTE 3 - AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) of 2009

Expenditures for this program were funded by ARRA.

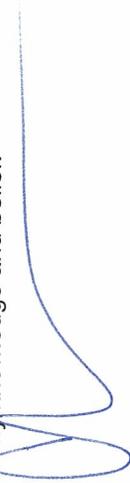
SCHEDULE OF LABOR RELATIONS CONSULTANT (S)
For the Year Ended December 2010

Has your government engaged labor relations consultants? No

If yes, please provide the following information for each consultant (s):

NAME OF FIRM	Ogden, Murphy, Wallace
NAME OF CONSULTANT	Jim Haney
BUSINESS ADDRESS	1601 Fifth Ave, Ste 2100 Seattle, WA 98101
AMOUNT PAID TO CONSULTANT DURING FISCAL YEAR	\$0.00

Certified Correct this 25 day of May, 2011
to the best of my knowledge and belief:

Signature: 

Name: Cherie Gibson
Title: Finance Director