

Comprehensive Annual Financial Report

FISCAL YEAR ENDED
DECEMBER 31, 2017

Photo: Marc Crumpler

Round Valley Regional Preserve, Brentwood

Photo: Michael Short

Ted and Kathy Radke Martinez Regional Shoreline, Martinez

East Bay 
Regional Park District
Healthy Parks Healthy People

East Bay Regional Park District

Oakland, California

Comprehensive Annual Financial Report

For the year ended December 31, 2017

Prepared by:
Finance Department

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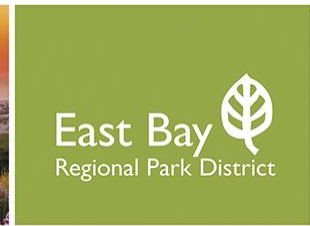
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2950 PERALTA OAKS COURT P.O. BOX 5381 OAKLAND CALIFORNIA 94605-0381 T: 1-888-EBPARKS F: 510-569-4319 TRS RELAY: 711 WWW.EBPARKS.ORG

June 27, 2018

Board of Directors of the
East Bay Regional Park District
Administrative Offices
2950 Peralta Oaks Court
Oakland, California 94605

Members of the Board of Directors and the Citizens of Alameda and Contra Costa County:

The Comprehensive Annual Financial Report (CAFR) of the East Bay Regional Park District (District) for the year ended December 31, 2017, is hereby submitted in compliance with the Board Operating Guidelines and provisions of the Government Code of the State of California.

The CAFR has been prepared by the Finance Department in compliance with the principles and standards for financial reporting set forth by the Governmental Accounting Standards Board (GASB). Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive internal control framework it established for this purpose. Because the cost of internal controls should not surpass their benefits, the objective is to provide reasonable rather than absolute assurance that the financial statements are free of any material misstatements.

The CAFR has been audited by the independent certified public accounting firm of Vavrinek, Trine, Day & Co., LLP. The purpose of the independent audit is to provide reasonable assurance that the financial statements of the East Bay Regional Park District for the year ended December 31, 2017, are free of material misstatement. The independent certified public accounting firm has issued an unmodified (“clean”) opinion on the District’s financial statements for the year ended December 31, 2017.

Management’s Discussion and Analysis (MD&A) immediately follows the independent auditor’s report and provides a narrative introduction, overview, and analysis of the financial statements. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

In addition to the annual audit of this CAFR, the District is also required to undergo an annual single audit of grant expenditures in conformity with the provisions of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to the single audit, including the schedule of expenditures of federal awards, schedule of findings and questioned costs, and the auditor’s report on internal control and compliance with applicable laws and regulations, is presented in a separate publication.

Board of Directors

Dennis Waespi President Ward 3	Ayn Wieskamp Vice-President Ward 5	Ellen Corbett Treasurer Ward 4	Dee Rosario Secretary Ward 2	Whitney Dotson Ward 1	Beverly Lane Ward 6	Colin Coffey Ward 7	Robert E. Doyle General Manager
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EAST BAY REGIONAL PARK DISTRICT PROFILE

The East Bay Regional Park District was incorporated in 1934 as a California Special District and it operates under Sections 5500-5595 of the Public Resources Code of the State of California. It is the largest regional park agency in the U.S. The District actively acquires parkland and open space in Alameda and Contra Costa counties. Seventy-three parks and more than 1,250 miles of trails, which are situated on over 121,000 acres, are managed by the District and serve a population of over 2.7 million residents. As stated in the Mission, the District: "...preserves a rich heritage of natural and cultural resources and provides open space, parks, trails, safe and healthful recreation, and environmental education."

The District is governed by a seven-member Board of Directors. Each member is elected by voters in their respective ward and serves a four-year term. The overall responsibility of the Board is to establish policies which promote and protect the public interest, as it is served by District parks and programs.

The District is a legally separate and fiscally independent entity from other government agencies which may also provide governmental services within the same geographic area. The CAFR includes all funds of the District. There are no separate or legal entities or component units included in the financial statements of the District.

THE NATIONAL, STATE AND REGIONAL ECONOMY

The economic expansion that has been underway in the United States for the past eight years is expected to continue into 2018, and is approaching record length. Optimism persists about the economy, even with uncertainty around how the changes to the federal income tax will impact business and government, the ambiguity of the Affordable Care Act, and despite the seemingly constant intrigue and struggles within and around the executive branch of government. Most economists believe that the fundamentals underlying the U.S. economy are healthy, although there is increasing concern about "bubbles" in the stock market, student loan debt and some housing markets. The Bureau of Labor Statistics reports that the nation's unemployment rate remained at 4.1% for the last quarter of 2017, after a downward trend throughout the year. This rate is expected to drop even lower, to 3.9% during 2018. Home prices in the U.S. are back to or above the pre-2006 level, in most of the country. The CoreLogic home price report released in September predicts that nationally, housing prices in the coming year will increase by 5%. However, this analysis also indicates that 46% of the top 50 housing markets are overvalued. The U.S. Consumer Confidence Survey, as reported by The Conference Board, hit its highest point in 17 years in November 2017, before falling slightly in December. Economists believe that this confidence is related to the extremely strong job market. The index reflects consumers' current assessment that the outlook for the economy remains generally positive. Consumer confidence is an economic indicator which measures the degree of optimism that consumers feel about the state of the economy as well as their personal financial situation.

California's economic activity continued to out-perform the nation during 2017, but grew more slowly than in the prior year. The state-wide median home price in California will continue to increase in 2018, but at a slower pace than in 2017, according to the California Association of Realtors. The state-wide labor market also continued to improve from the prior year. As of December 2017, California had added back 2.8 million jobs since the recession – far more than the 1.3 million it lost during the downturn. California's unemployment rate in December 2017 was 4.3% - just above the national average of 4.1%, but 0.9% better than a year ago. Beacon Economics projects a continuation of the positive trajectory for the

California economy in 2018, boosted by continued gains in the technology sector, though that growth will be slower than in 2017 due to the constraints of full employment and housing shortages.

The local East Bay economic trend has continued its upward movement through 2017. The total number of jobs in Alameda and Contra Costa County was up 1.4%, between December 2016 and December 2017, with 26,200 jobs added. In just a one-month period, construction jobs in the two counties increased by 2,500, four times the usual increase in that same time, according to the Employment Development Department. December unemployment rates in Alameda and Contra Costa counties were 2.9% and 3.1% respectively, down by 0.9% for each county from one year ago. Home prices in the East Bay continued to appreciate at above average rates, but the number of homes sold year-over-year declined in the last three months of 2017. According to the California Association of Realtors, the December 2017 median price of all homes sold in Alameda County was \$862,000 which reflects a 14.2% increase over December 2016. The median price of all homes sold in Contra Costa County increased by 9.1% in a twelve-month period to \$600,000 in December 2017. Mortgage rates remain at historically low levels with increases forecasted for the next year. Beacon Economics forecasts a positive outlook and increased growth for the East Bay real estate market based on residential housing permit activity, but tempered by limited inventory for housing resale. As wealthier and more highly-skilled individuals continue to move to the East Bay from San Francisco, commercial real estate prices should also continue to increase. However, there is some conjecture that the passage of the Tax Cuts and Jobs Act will dampen home values in California, particularly at higher price points, due to the limit on mortgage interest deductions and state and local tax deductions.

MAJOR INITIATIVES AND ACHIEVEMENTS

During 2017 the District's achievements were many, with a few noted below:

- In 2017, the Park District acquired, optioned or leased nearly 723 acres of open space and parklands, and continued to leverage the District's Measure AA and WW bond funds with grants and partnerships with other agencies.
- Issued \$80 million of new Measure WW bonds for park acquisitions and development projects, with \$30 million certified as green bonds; and refunded \$44.5 million of 2009 WW bonds which will save the tax payers approximately \$7.1 million.
- Persevered through the 2017 winter storms, which resulted in over \$13 million in damage assessments, reopening most park access within 6 months, including Redwood Canyon Golf Course and Del Valle Regional Park.
- Received national recognition for presentations at the National Regional Parks Association conference related to climate resiliency and social justice.
- Completed several projects funded by Measure CC, including the Dotson Family Marsh, Atlas Road Bridge and Children's Play Area at Point Pinole Regional Shoreline, demolition of two former federal buildings at Robert Crown Memorial State Beach, and continued progress on the permitting, environmental compliance and design for the Doolittle segment of the San Francisco Bay Trail.
- Opened five convenience camping cabins to the public at Lake Del Valle Family Campground.
- Completed negotiations with the Park District's largest group of represented employees, coming to fair and sustainable agreement on a four-year Memorandum of Understanding.
- Created a new supplemental pension trust to pre-fund growing retirement obligations.

- Continued to bring in new talent as long-time members of management staff retired, including the Police Chief, Fire Chief and Chief Human Resources Officer.

BUDGET INITIATIVES AND LONG-TERM FINANCIAL PLANS

The District's major financial priority is to continue our fiscally conservative approach, which has provided closely controlled growth and greatly benefited and protected the District's ability to provide public services without staff layoffs or furloughs during economic downturns. As the growth cycle continues the District remains dedicated to: 1) long-term planning and funding of major infrastructure renovation and replacement to ensure uninterrupted public use, 2) fulfilling commitments to voters under Measures AA, CC and WW to leverage key property acquisitions and construct park facilities, 3) funding and opening new park projects in the pipeline, 4) staff facility improvements funded with the 2012 Promissory Note proceeds, and 5) continuation in funding of long-term liabilities, such as pensions, environmental remediation, and safe and healthy forests, to stabilize and minimize future operating costs.

Additionally, some of the financial resource policies contained in the 2013 Master Plan include descriptions of the long-term financial plans:

- The District's financial planning and management decisions will be based on information and professional projections supporting a transparent system of policies and procedures. The delivery of long-term financial sustainability, solvency and resiliency will be the objectives of this process.
- The District will continue the practice of developing annual performance management goals, and budgeting to achieve the outcomes. These budgets will incorporate annual performance targets linked to the District's long-term planning goals. Goals will be transparent, outcomes will be measured and results will be communicated to stakeholders.
- The District is committed to the responsible stewardship of public funds and will operate in accordance with the best practices in the field of accounting and budgeting, and will also maintain a strong system of internal controls to ensure the security of all District assets. The annual external audit of the District's financial records will be used to verify its fulfillment of this commitment.
- The District will continue the acquisition and development program and will issue bonds as permitted under law, and as may prove advantageous or necessary within the intent and authority of the District's programs. The District will seek opportunities to augment, and act to protect, any and all diversified, equitable, long-term funding sources that support the strategic goals described in the Master Plan.

RELEVANT FINANCIAL POLICIES

The Board of Directors has adopted a comprehensive set of financial management policies. Annually the District updates these policies and procedures, as well as developing new guidelines, which guide decision making and provide information to District staff. The Board Operating Guidelines designates three members of the Board to act as the Finance Committee, responsible for monitoring, review and approval of financial policies and certain financial decisions.

Internal control policy: The management of the District is responsible for establishing and maintaining adequate internal controls to assure that District operations are effective and efficient, applicable laws and regulations are followed, and financial reports are reliable. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be

derived, and that cost-benefit analyses require estimates and judgments by management. District-wide financial internal control standards are established by the Finance Department.

Internal audit charter: The Board of Directors has adopted an Internal Audit Charter affirming the value of internal audits. The internal audit function provides an independent and objective assurance service that is guided by a philosophy of adding value to the operations of the East Bay Regional Park District. The internal audit function assists the Board, management, and staff in the proper discharge of their oversight, management, and operating responsibilities by assessing and monitoring system of internal controls, and reviewing compliance with laws, regulations, contracts and District policy and procedures.

Audit of Financial Statements: The Board Operating Guidelines require an annual audit of the financial statements. The accounting firm of Vavrinek, Trine, Day & Co. LLP, was selected by the District to perform the audit for fiscal year 2017.

Investment policy: The purpose of the Investment Policy is to provide guidance and direction for the prudent investment of District funds, and to foster the creation of a systematic and controlled investment process. The ultimate goal is to maximize the efficiency of the District's cash management system, and to enhance the economic status of the District while protecting its pooled cash. The initial step toward a prudent investment policy is to set out a clear statement of fundamental investment direction. This policy is reviewed annually by the Board of Directors.

Single audit: The District engaged the accounting firm of Vavrinek, Trine, Day & Co., LLP to perform the annual audit of the expenditure of federal awards required under Title 2, U.S. Code of Federal Regulations Part 200, "*Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards*" (Uniform Guidance). As part of the Single Audit, tests are made to test compliance with internal controls related to the administration of federal financial assistance programs and to determine that the District had complied with applicable laws and regulations. The Single Audit report will be available separately from this report.

General Fund reserves: The purpose of the General Fund Reserve (Unassigned) Fund Balance Policy is to define a reserve balance as the minimum prudent amount of unassigned fund balance to be retained by the District. The General Fund reserve fund balance includes only the residual amount of unassigned General Fund balance. This is the amount of total fund balance, less the amounts of non-spendable, restricted, committed and assigned fund balances.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the Fiscal Year Ended December 31, 2016. This was the 17th consecutive year that the District was awarded this prestigious national award. The Certificate of Achievement is the highest form of recognition in governmental accounting and financial reporting. To be awarded a Certificate, the District must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, the contents of which conform to program standards and satisfy generally accepted accounting principles and applicable legal requirements. These requirements are above and beyond the minimum levels of required financial reporting used by many public agencies.

A Certificate of Achievement for Excellence in Financial Reporting is valid for one year. We believe that our current report continues to conform to the Certificate of Achievement requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The successful preparation and timely completion of this Comprehensive Annual Financial Report is a significant endeavor by the Finance Department. It could not have been achieved without contributions from each member of the Finance Department. I would like to express my appreciation to Accounting Manager, Kimberly Balingit, Assistant Finance Officer, Michelle Strawson O'Hara, and Audit Manager, David Sumner. The contribution of the other District staff, who responded to the many questions and requests for detailed information, is also appreciated. The Finance staff also expresses gratitude for the leadership and support provided by General Manager, Robert Doyle, and Deputy General Manager, Dr. Ana M. Alvarez, and their confidence in the Finance Department's pursuit in this undertaking.

Finally, I would like to thank the members of the Board of Directors, for their leadership, interest and continued support for the initiatives that are offered for improving financial operations and enhancing the quality of services provided by the District to our constituents.

Respectfully submitted,



Debra C. Auker
Assistant General Manager
Finance and Management Services/CFO



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**East Bay Regional Park District
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO

Elected Board of Directors

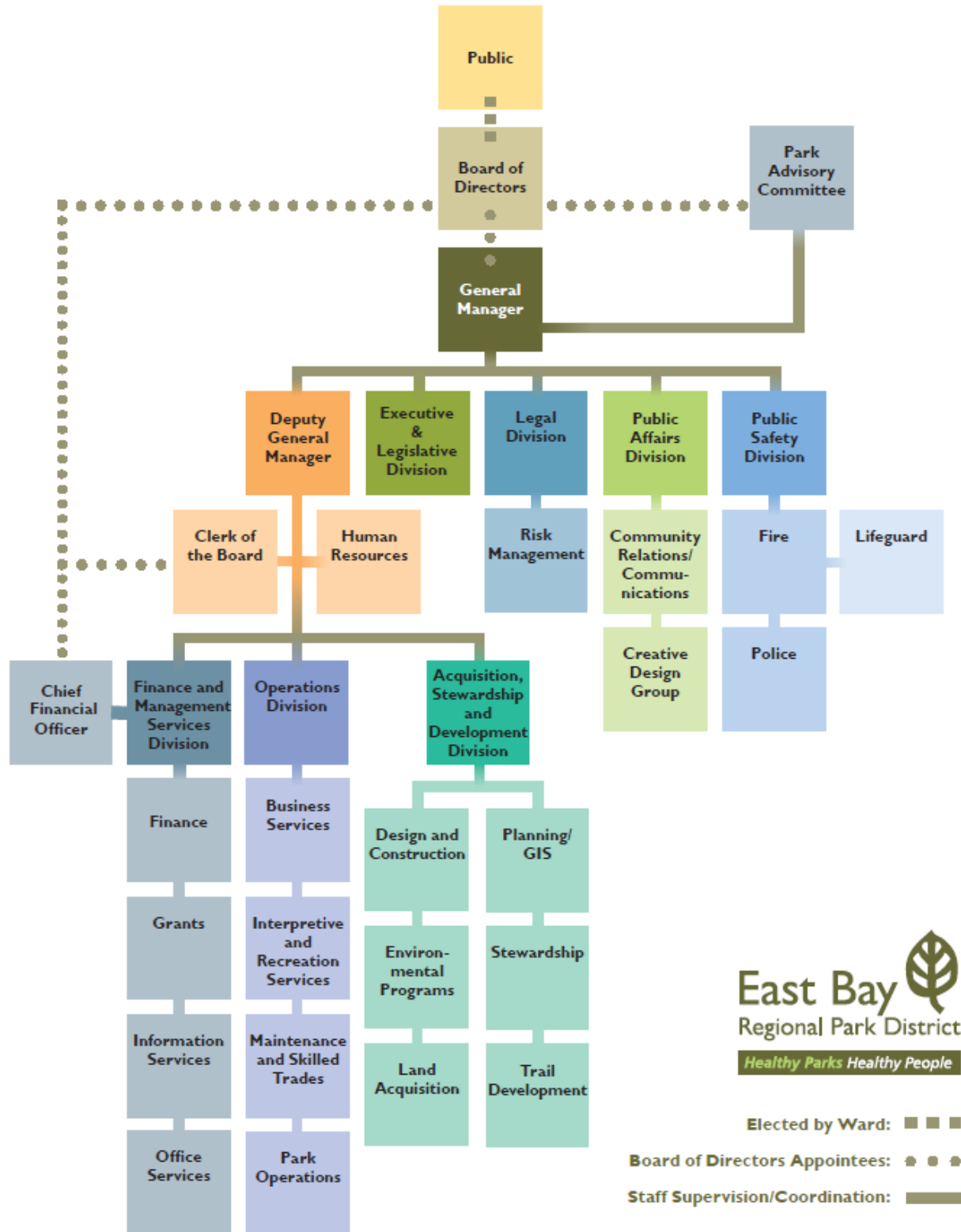
Whitney Dotson	Ward 1 - includes the communities of Albany, Berkeley, Emeryville, El Cerrito, El Sobrante, Kensington, a majority of Pinole, Richmond and San Pablo
Dee Rosario	Ward 2 - includes the communities of Oakland, Piedmont, Canyon, Lafayette, Moraga, Orinda, Orinda Village, Rheem Valley, Rossmoor and a portion of Walnut Creek
Dennis Waespi	Ward 3 - includes the communities of Castro Valley, Hayward, Union City and a portion of Fremont
Ellen Corbett	Ward 4 - includes the communities of Alameda, a portion of Oakland, San Leandro, San Lorenzo and a small portion of Hayward
Ayn Wieskamp	Ward 5 - includes the communities of Brightside, most of Dublin, part of Fremont, Livermore, Newark, Pleasanton, Scott's Corner and Sunol
Beverly Lane	Ward 6 - includes the communities of Alamo, Blackhawk, Clayton, Concord, Danville, Diablo, Pleasant Hill, San Ramon, Tassajara, and a portion of Walnut Creek
Colin Coffey	Ward 7 - includes the communities of Antioch, Bay Point, Bethel Island, Brentwood, Byron, Crockett, Discovery Bay, Hercules, Knightsen, Martinez, Mountain View, Oakley, Pacheco, a portion of Pinole, Pittsburg, Port Costa, Rodeo and Vine Hill

See map for Ward boundaries

Administrative Personnel

Robert Doyle	General Manager
Dr. Ana M. Alvarez	Deputy General Manager
Carol Victor	Assistant General Manager, Legal Division
Anthony Ciaburro	Assistant General Manager, Public Safety Division
Bob Nisbet	Assistant General Manager, Acquisition, Stewardship & Development Division
Debra Auker	Assistant General Manager/Chief Financial Officer, Finance/Management Service Division
Jim O'Connor	Assistant General Manager, Operations Division
Carol Johnson	Assistant General Manager, Public Affairs Division
Yolande Barial Knight	Clerk of the Board
Kip Walsh	Chief Human Resources Officer, Human Resources Department

EAST BAY REGIONAL PARK DISTRICT ORGANIZATION CHART



REV. 1-2017



VAVRINEK, TRINE, DAY & CO., LLP
Certified Public Accountants

VALUE THE *difference*

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
East Bay Regional Park District
Oakland, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the East Bay Regional Park District (District), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of December 31, 2017, and the respective changes in financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, other postemployment benefit plan schedule of funding progress, the schedules of the net pension liability and related ratios, the schedule of proportionate share of the net pension liability, the schedules of pension contributions, and schedule of investment returns, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and the statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2018, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Varrinck, Trine, Day & Co. LLP

Pleasanton, California
June 27, 2018

East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2017

INTRODUCTION

This section of the District's Comprehensive Annual Financial Report presents a narrative overview and analysis of the District's financial activities for the year ended December 31, 2017. District management recommends this information be read in conjunction with the transmittal letter located in the introductory section, and with the District's financial statements which follow this discussion.

FINANCIAL HIGHLIGHTS

As reported on the District's Government-Wide Statement of Net Position, the assets and deferred outflows of the District exceeded its liabilities and deferred inflows at December 31, 2017 by \$771.8 million (net position). Of this amount, \$585.5 million was the net investment in capital assets and \$82.7 million was restricted net position. The District's unrestricted net position totaled \$103.6 million. The District's total government-wide net position increased by \$17.6 million in 2017.

As reported on the District's Governmental Fund Financial Statements, total fund balance was \$306.3 million, an increase of \$71 million, or 30.2% from the prior year. The increase was primarily due to the \$80 million bond proceeds from the sale of the 2017 Measure WW General Obligation Bonds.

The General Fund had an increase in fund balance of \$8.7 million, as reported on the District's Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances, which resulted in December 31, 2017 total fund balance of \$117 million, an 8.1% increase from the prior year. However, the General Fund Unassigned Fund balance decreased by \$2.1 million from the prior year. Revenue was \$6 million or 4.4% greater than budget and expenditures were \$9.1 million or 7.1% less than budget. The primary source of revenue exceeding the budget was from increased property tax revenue resulting from the strengthening local economy. The primary reason for expenditures under budget was vacant staff positions.

Debt Service Fund had an increase of \$6.2 million or 71.8% and an ending fund balance of \$14.8 million. The increase was primarily attributable to the premium on the bonds related to the issuance of Measure WW 2017B-1 and B-2 bonds as a partial advance refunding for the Measure WW 2009A bonds.

Project Fund had an increase of \$54.7 million or 57.6% and an ending fund balance of \$149.8 million. The increase in fund balance was primarily the result of the transfer in of bond proceeds from the \$80 million sale of 2017 Measure WW General Obligation Bonds used for acquisition and development project costs.

All other non-major governmental funds had a combined fund balance increase of \$1.4 million or 5.9% and an ending fund balance of \$24.7 million, which was similar to prior year.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements, which are comprised of three components: (1) Government-Wide Financial Statement, (2) Fund Financial Statements, and (3) Notes to the Basic Financial Statements. This report also contains other supplementary information in addition to the Basic Financial Statements.

Government-Wide Financial Statements

The Government-Wide Financial Statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

- The Statement of Net Position presents information on all of the District's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the District's financial position.
- The Statement of Activities presents the change in the District's net position during the current year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods (e.g. unearned revenue, earned but unused vacation leave, and deferred inflows and outflows of resources).

The District has only governmental-type activities, activities that are principally supported by taxes and intergovernmental revenues. The governmental functions of the District include the following divisions: Executive/Legislative, Finance/Management Services, Legal, Operations, Acquisition/Stewardship/Development, Public Affairs and Public Safety.

The Government-Wide Financial Statements can be found beginning on page 31 of this report.

Fund Financial Statements

The fund financial statements are designed to report information about groupings of related accounts, which are used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into the following three categories: governmental funds, proprietary funds, and fiduciary funds.

- Governmental funds are used to account for essentially the same functions reported as governmental activities in the Government-Wide Financial Statements. However, unlike the Government-Wide Financial Statements, Governmental Fund Financial Statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating the Districts near-term financing requirements.

Since the focus of governmental funds is narrower than that of the Government-Wide Financial Statements, it is useful to compare the information presented for governmental funds in the Governmental Fund Financial Statement with similar information presented for governmental activities in the Government-Wide Financial Statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Change in Fund Balance provide reconciliations (pages 37 and 40) to facilitate the comparison between governmental funds and governmental activities.

OVERVIEW OF FINANCIAL STATEMENTS, continued

The District maintains several individual governmental funds organized according to their type (special revenue, permanent, debt service, and capital projects). Information is presented separately in the Governmental Fund Balance Sheet (page 34) and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance (page 38) for the General Fund and the other major funds; the Debt Service Fund and the Project Fund. Data from the remaining governmental funds is combined into a single, aggregated presentation, entitled non-major governmental funds. Individual fund data for each non-major fund is provided in the Combining Governmental Fund Balance Sheet (beginning on page 114) and the Combining Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance (beginning on page 116).

- Proprietary funds are generally used to account for services for which customers are charged – either outside customers or internal units or departments of the District. These funds utilize the accrual basis of accounting. The District's only proprietary funds are internal service funds.

Internal service funds are used to report activities that provide supplies and services for certain District programs and activities. The District uses internal service funds to account for workers' compensation, general liability, major infrastructure renovation and replacement, major equipment replacement, and employee benefit activities. The internal service funds are combined into a single, aggregated presentation in the Proprietary Fund Financial Statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in the report.

The Proprietary Fund Financial Statements begin on page 44 of this report. The internal service funds combining statements are on pages 128-133.

- Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Since the resources of these funds are not available to support the District's own programs, they are not reflected in the Government-Wide Financial Statements. These funds utilize the accrual basis of accounting. The fiduciary funds are combined into a single, aggregated presentation in the Fiduciary Fund Financial Statements beginning on page 48 of this report. Individual fund data for the fiduciary funds is provided in the form of combining statements in the Notes to the Financial Statements and on page 136 in the report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the Government-Wide Financial Statements and the Fund Financial Statements. The notes to the financial statements can be found beginning on page 52 of this report.

Other Required Supplementary Information (RSI)

The RSI includes two types of information. The District's general budgetary information is presented in this section, followed by the General Fund budgetary comparison schedule. This comparison demonstrates General Fund compliance with the legal provision of 2017 appropriations.

Additionally, the RSI section includes information concerning the District's changes in net pension liability and related ratios and schedule of contributions and funding progress for other post-employment benefits to its employees.

The RSI begins on page 100 of this report.

Supplementary Information

In addition to the basic financial statements and the accompanying notes, this report presents certain supplementary information. In this section are the combining and individual fund statements of the non-major governmental funds, internal service funds and the fiduciary funds. Budgetary comparison schedules are also provided for all governmental funds in this section. Supplementary information begins on page 113 of this report.

East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2017

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS

This section provides analysis of the Government-Wide Financial Statements including long-term and short-term information about the District's overall financial condition. The following table is a comparison between 2017 and 2016 results of the District as a whole.

Summary Statement of Net Position
Total Primary Government
As of December 31, 2017, and 2016 (in thousands)

Governmental Activities			
	2017	2016	Change From Prior Year
Assets:			
Current and other assets	\$ 456,051	\$ 376,758	\$ 79,292
Capital assets, net of depreciation	678,559	657,831	20,728
Total assets	1,134,610	1,034,589	100,020
Deferred outflows of resources	37,797	21,773	16,024
Liabilities:			
Current and other liabilities	28,059	23,623	4,436
Long-term liabilities	366,766	273,577	93,189
Total liabilities	394,825	297,200	97,625
Deferred inflows of resources	5,804	4,951	853
Net Position:			
Net investment in capital assets	585,457	584,276	1,181
Restricted	82,682	71,898	10,784
Unrestricted	103,639	98,036	5,603
Total net position	<u>\$ 771,777</u>	<u>\$ 754,210</u>	<u>\$ 17,567</u>

Analysis of Net Position

As noted earlier, net position is an indicator of a government's financial position. The net position of the District (the amount by which assets and deferred outflows exceeded liabilities and deferred inflows) at the end of the year was \$771.8 million.

The largest portion of net position (75.9%) reflects the net investment in capital assets of \$585.5 million. The District uses these assets to provide services to constituents; thus, these assets are not available for future spending. Although the District's net investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, such as property taxes, because the capital assets cannot be used to liquidate these liabilities.

An additional portion of the District's net position (10.7%) represents resources that are subject to external restrictions. The remaining balance (13.4%) of the unrestricted net position may be used to meet the District's ongoing obligations to constituents and creditors, subject to restrictions of various funding sources, as applicable.

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued

Restricted net position details types of restriction, including the non-expendable versus the expendable portion of the restricted amounts. The \$10.8 million increase in total restricted net position is attributed the increase in debt service obligations and third-party agreements. Restricted net position totaled \$82.7 million and was comprised of the following restrictions:

Third party agreements* (operations and projects)	\$ 63.0 million
Debt service (bond reserves)	14.8 million
State statute (mitigation endowments)	4.9 million
Total restricted net position	\$ 82.7 million

*expendable and nonexpendable

Unrestricted net position increased by \$5.6 million mainly as a result of property tax revenue increases and operational savings.

Comparison of assets and deferred outflows and liabilities and deferred inflows:

- Current and other assets increased \$79.3 million from prior year primarily from the following:
 - Cash and investments increased by \$5.6 million as a result of operating revenue exceeding expenses.
 - Restricted cash with fiscal agent increased \$69.7 million, due to the issuance of \$80 million of 2017 Measure WW bonds for capital improvements and asset acquisitions, offset by debt service payments and bond proceed reimbursement requests paid by the trustees.
- Capital assets net increase of \$20.7 million was the result of completion of several projects such as the Dotson Family Marsh Restoration and Black Diamond Mines stairs.
- Deferred outflows of resources increased by \$16 million due to the annual year end pension adjustments.
- Current and other liabilities increased by \$4.4 million reflecting an increase in accounts payable and unearned revenue due to significant projects nearing completion.
- Total long-term liabilities increased by \$93.2 million primarily due to sale of \$80 million 2017 Measure WW general obligation bonds and an increase in the net pension liability of \$12.6 million.

East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2017

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued

Summary Statement of Changes in Net Position
Total Primary Government
For the Years Ended December 31, 2017, and 2016 (in thousands)

	Governmental Activities					
	2017	% of Total	2016	% of Total	Change From Prior Year	% Change
Revenues:						
Program Revenues						
Charges for services	\$ 22,750	13%	\$ 23,290	13%	\$ (540)	-2%
Operating grants and contributions	3,590	2%	5,173	3%	(1,583)	-31%
Capital grants and contributions	10,840	6%	14,904	8%	(4,064)	-27%
General Revenues						
General property tax	130,718	72%	123,570	67%	7,148	6%
General obligation bond property tax	10,573	6%	15,279	8%	(4,706)	-31%
Unrestricted interest	1,970	1%	1,454	1%	516	35%
Total revenues	<u>180,441</u>	<u>100%</u>	<u>183,671</u>	<u>100%</u>	<u>(3,230)</u>	<u>-2%</u>
Expenses:						
Acquisition/Steward/Dev Division	19,362	12%	23,473	14%	(4,111)	-18%
Executive/Legislative Division	5,664	3%	6,052	4%	(388)	-6%
Finance/Management Services Division	22,662	14%	21,039	13%	1,623	8%
Legal Division	2,683	2%	7,441	5%	(4,758)	-64%
Operations Division	75,883	47%	71,435	43%	4,448	6%
Public Affairs Division	4,503	3%	4,203	3%	300	7%
Public Safety Division	27,709	17%	26,115	16%	1,594	6%
Interest on long-term debt	4,408	3%	4,504	3%	(96)	-2%
Total expenses	<u>162,874</u>	<u>100%</u>	<u>164,263</u>	<u>100%</u>	<u>(1,388)</u>	<u>-1%</u>
Change in Net Position	<u>17,567</u>		<u>19,408</u>		<u>\$ (1,841)</u>	<u>-9%</u>
Beginning net position,	754,210		734,803			
Net position, end of year	<u>\$ 771,777</u>		<u>\$ 754,210</u>			

Analysis of the Changes in Net Position

The Statement of Activities reflects government-wide revenues and expenses for the fiscal year, separating out general revenues and program revenues. The financial results represent the change in net position.

During 2017 net position increased by \$17.6 million.

- Capital grants and contributions decreased by \$4.1 million to \$10.8 million due to a decrease in grants for land acquisitions compared to prior year.
- The District's largest revenue source, general property tax, increased 6% from the prior year to \$130.7 million as the local economy continued to improve.
- General obligation bond property tax decreased by \$4.7 million to \$10.6 million for the year due to a reduction in the debt service costs which decreased the bond assessment levy on the District's general obligation bonds.

GOVERNMENT-WIDE FINANCIAL STATEMENT ANALYSIS, continued

- Acquisition/Stewardship/Development expenses decreased by \$4.1 million, or 18% due to the near completion of the Point Pinole – Atlas Road extension project which had substantial expenditures in 2016.
- Legal expenses decreased by \$4.8 million due to \$5.7 pollution remediation obligation recorded in 2016.
- Operations' expenses increased by \$4.4 million due to additional unfunded liability pension contributions.

FUND FINANCIAL STATEMENT ANALYSIS

Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes. The fund financial statements focus on individual parts of the District, reporting District operations in more detail than the government-wide statements.

GOVERNMENTAL FUNDS

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available to provide services. In particular, unassigned fund balance may serve as a useful measure of a government's net spendable resources.

The District's major governmental funds are comprised of the General Fund, Debt Service Fund, and Project Fund. Additionally, governmental funds include non-major funds, which are comprised of all special revenue and permanent funds. At December 31, 2017 the District governmental funds had a combined fund balance of \$306.3 million, an increase of \$71 million from 2016. Total revenues decreased by a net amount of \$8.4 million or 4% and total expenditures decreased by \$18.4 million or 9% compared to prior year. These changes are discussed in more detail below.

General Fund

This fund is the main operating fund of the District and represents the largest of the District's governmental funds. General Fund revenue totaled \$142.3 million which is an increase of \$6.1 million or 4.5% from the prior year. The primary funding source for the General Fund is property tax revenue, which totaled \$128.6 million and represented 90.3% of General Fund total revenue. Charges for services totaled \$9.6 million and property usage revenue totaled \$2.1 million in 2017.

General Fund expenditures totaled \$118.7 million, an increase of \$3.9 million or 3.4% from 2016 mainly due to implementation of negotiated wage increases and additional pension contributions for unfunded annual liability for District staff.

At the end of 2017, the fund balance of the General Fund was \$117 million, an increase of \$8.7 million from the beginning balance. The fund balance was comprised of \$3.9 million non-spendable (3.3%), \$30.9 million restricted (26.4%), \$15.3 million committed (13%), \$11.2 million assigned (9.6%), and \$55.8 million unassigned (47.7%). Detail of each category is provided in Note 8 of the notes to the basic financial statements.

General Fund Budgetary Highlights - The Board of Directors adopts a budget each year in December for the coming fiscal year. Throughout the year the Board may approve amendments to the total revenues and expenditures in the General Fund which are reflected in the final budget. Final 2017 year end results reflect that revenue exceeded budget and expenditures were below final budget, for an overall positive General Fund budget variance.

As noted in the Schedule of Revenue Expenditures, and Changes in Fund Balance – Budget to Actual – General Fund in the Required Supplementary Information section, General Fund actual revenue exceeded final budgeted estimates by \$6 million. The majority of the variance was due to the receipt of higher than anticipated property tax revenue (\$5.2 million), property usage (\$0.5 million) and interest earnings (\$0.3 million) over the budgeted amounts.

FUND FINANCIAL STATEMENT ANALYSIS, continued

Actual expenditures were less than final appropriations by \$9.1 million. The major reason for expenditures less than budget was unexpended repairs and maintenance supplies and services (\$5.1 million), salary and benefits savings due to position vacancies (\$3.4 million), and unspent capital outlay (\$0.6 million).

The original budget was amended throughout the year as approved by either the Board of Directors or by the General Manager, in accordance with Board Operating Guidelines. Increases in General Fund revenue budgets were approximately \$146,000. Increases in General Fund operating appropriations totaled \$3.3 million primarily for capital projects. Transfers in were increased by \$3.9 million. Transfers out were amended at mid-year, increasing by \$7.4 million, to provide additional funding for major infrastructure renovation and replacement, capital projects and to fund the supplemental pension costs in the fall of 2017.

Debt Service Fund

The debt service fund type accounts for all resources accumulated to pay principal and interest due on the District's outstanding 2012 Promissory Notes, Measure AA general obligation debt 2008 refundings, as well as Measure WW general obligation debt, series 2009A, 2013A, 2017A, and 2017 refundings.

Revenues for the Measure AA and Measure WW general obligation bonds are derived from a voter-approved property tax rate levied in Alameda and Contra Costa counties, which are restricted for only this purpose. The 2012 Promissory Notes debt service is funded by limited *ad valorem* property taxes levied in Alameda and Contra Costa counties. Debt service fund balance increased by \$6.2 million to an ending fund balance of \$14.8 million. The increase was attributable to the issuance of Measure WW 2017B-1 and 2017B-2 bonds as a partial advance refunding for the Measure WW 2009A bonds.

Project Fund

The capital project fund type accounts for revenues received and expenditures related to acquisition of land for parks, open space, trails and for project costs associated with public access, park facilities and trail development and improvement. Additionally, unspent bond proceeds are accounted for in this fund. As previously noted, the District issued \$80 million in Measure WW 2017A general obligation bonds during the year to fund District acquisitions, capital improvements and local grant programs for the next three years. The unspent bond proceeds from this issuance contributed to the fund balance increase of \$54.7 million resulting in an ending balance of \$149.8 million.

In addition to land acquisitions discussed in the Capital Assets section below, several of the projects undertaken in 2017 include the following:

- Improvements at Redwood Canyon Golf Course and Del Valle Regional Park to restore and reopen park access within six months of the 2017 winter storms which caused over \$13 million in assessed damages.
- Opened five convenience camping cabins to the public at Lake Del Valle Family Campground.
- Opened new public access and staging area for Point Pinole Regional Shoreline at Atlas Road Bridge.
- Completed and opened public access to the Dotson Family Marsh at Point Pinole Regional Shoreline, the Park District's largest shoreline restoration project.

Non-major Governmental Funds

All special revenue funds are included in the category of non-major funds. Additionally, permanent funds established for non-wasting legal endowments are classified as non-major funds.

Special revenue funds include:

Landscape and Lighting Districts:

- Alameda County – Contra Costa County Regional Trails
- East Contra Costa County

FUND FINANCIAL STATEMENT ANALYSIS, continued

Zones of Benefit:

- Five Canyons
- Dublin Hills
- Walpert Ridge
- San Ramon Hills
- Stone Valley
- Gateway Valley/Sibley Volcanic

Measure CC (Public Safety & Environmental Maintenance Zone)

Measure WW Local Grant Program

Mitigation

Other Special Revenue:

- Martin Luther King Jr. Intern Program
- Coyote Hills/Dumbarton Quarry
- Private Gifts
- Public Safety Asset Seizure and Forfeitures
- McLaughlin Eastshore State Park
- East Contra Costa County Habitat Conservancy Plan

PROPRIETARY FUNDS

The District's proprietary funds include only internal service funds, which are used to finance and account for special activities performed by a designated department for other departments in the District, generally on a cost-reimbursement basis. Functions accounted for in this category include:

- Workers' Compensation
- Major Infrastructure Renovation and Replacement
- Major Equipment Replacement
- General Liability
- Employee Benefits

Proprietary Funds – Summary Balance Sheet
 As of December 31, 2017, and 2016 (in thousands)

	2017	2016	Change From Prior Year
Assets	\$ 52,574	\$ 48,289	\$ 4,285
Liabilities	11,875	10,513	1,362
Total net position	\$ 40,700	\$ 37,776	\$ 2,924

Comparison of 2017 and 2016 balances and activity:

- The increase in assets of \$4.3 million was attributed primarily to an increase in funding for the workers' compensation, major infrastructure renovation and replacement, and major equipment replacement reserves.
- The liability balance of \$11.9 million increased by \$1.4 million from prior year and includes workers' compensation and general liability claims outstanding.
- Net position increased \$2.9 million.
- Operating revenues of \$14.2 million increased \$.9 million over prior year primarily due to increases in general liability charges for services.
- Operating expenses increased by \$1.8 million primarily due to an increase in major claims compared to prior year.

East Bay Regional Park District
Management's Discussion and Analysis
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FUND FINANCIAL STATEMENT ANALYSIS, continued

Proprietary Funds – Revenues Classified by Source, Expenses Classified by Type
 For the Years Ended December 31, 2017 and 2016 (in thousands)

	2017	% of Total	2016	% of Total	Change From Prior Year	% Change
Revenues:						
Charges for services	\$ 13,947	98%	\$ 12,188	92%	\$ 1,759	14%
Other revenue	216	2%	1,054	8%	(838)	-79%
Total revenue	<u>\$ 14,163</u>	<u>100%</u>	<u>\$ 13,242</u>	<u>100%</u>	<u>\$ 921</u>	<u>7%</u>
Expenses:						
Cost of services	\$ 4,591	44%	\$ 4,403	51%	\$ 188	4%
Claims	4,223	40%	3,125	36%	1,098	35%
General and administrative	1,639	16%	1,169	13%	470	40%
Total expenses	<u>\$ 10,453</u>	<u>100%</u>	<u>\$ 8,697</u>	<u>100%</u>	<u>\$ 1,756</u>	<u>20%</u>

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of December 31, 2017 totaled \$678.6 million (net of accumulated depreciation), an increase of \$20.7 million from the prior year. Detailed information about the components of capital assets is included in Note 5 of the financial statements.

Capital Assets (net of depreciation) – Governmental Activities
 As of December 31, 2017, and 2016 (in thousands)

Description	2017	2016	Change From Prior Year	% Change
Land and trails	\$ 453,480	\$ 451,911	\$ 1,569	0%
Historical structures	1,799	1,799	-	0%
Construction in progress	62,632	58,388	4,244	7%
Infrastructure	84,869	68,610	16,259	24%
Improvements	66,110	68,301	(2,191)	-3%
Equipment	9,669	8,822	847	10%
Total	<u>\$ 678,559</u>	<u>\$ 657,831</u>	<u>\$ 20,728</u>	<u>3%</u>

During 2017, the District acquired, leased or optioned more than 639 acres of parklands and open-space valued at \$6.9 million. This includes the purchase of a 320-acre Casey property off Byron Hot Springs Road at Byron Vernal Pools Regional Preserve and a 80-acre Fitzpatrick-Campos property located just east of Byron Vernal Pools Regional Preserve. Additionally, the District acquired the 40-acre Roddy Home Ranch property at Deer Valley Regional Park which represented a unique opportunity to preserve a property with a rich history of cattle ranching, as well as an option to acquire the 230-acre "Roddy Ranch Golf Club" property surrounded on all four sides by the 1,885-acre former Roddy Ranch property acquired in 2014. The District purchased the four-acre Glenn property at Pleasanton Ridge which will eliminate an inholding, help preserve seasonal Tehan Creek and habitat values, and offers a potential alternative trail alignment from the future staging area to be located off nearby Foothill Road.

East Bay Regional Park District
Management's Discussion and Analysis
For the year ended December 31, 2017

CAPITAL AND DEBT ADMINISTRATION, continued

Long Term Debt

Information about the District's outstanding debt is included in Note 7 of the financial statements. As of December 31, 2017, the District had \$213.7 million in long-term debt outstanding as summarized below. The increase in long term debt was due to the sale of \$80 million in 2017 Measure WW General Obligation Bonds.

Long-Term Debt – Governmental Activities
 As of December 31, 2017, and 2016 (in thousands)

Description	2017	2016	Change From Prior Year	%
				Change
General Obligation Bonded Debt	\$ 167,410	\$ 102,370	\$ 65,040	64%
Premium on general obligation debt	24,784	9,595	15,189	158%
Limited Obligation Bonded Debt	21,220	22,035	(815)	-4%
Premium on limited obligation debt	305	320	(15)	-5%
Total	\$ 213,719	\$ 134,320	\$ 79,414	59%

All general obligation (GO) bonds of the District were authorized by Measure AA and Measure WW, approved by the voters in 1988 and 2008 respectively. For Measure AA, the District was authorized and has issued \$225 million in bonds with \$2.6 million outstanding at year end. For Measure WW, the District is authorized to issue \$500 million and has issued \$240 million in bonds with \$165.3 million outstanding at year end. The proceeds of both measures are to be used for the acquisition and capital development of parklands, recreational facilities, open space and to fund the grant program for local agencies' park projects. In 2017 the District issued \$80 million in the third series of Measure WW debt and \$50.41 million in Measure WW Refunding bonds. Debt service will be paid from amounts levied as ad valorem taxes and the voter-approved general obligation levy.

The District's credit rating for its General Obligation Bonds were "AAA" by Standard & Poor's and "Aaa" by Moody's Investor Services, as updated in 2017.

The District is subject to Public Resource Code section 5568 which states that limited obligation debt is limited to 5% of assessed valuation of real and personal property located within Alameda and Contra Costa counties. The Public Resource Code refers to the California Government Code section 43605 in relationship to bonded debt. This section established a legal debt limit of 15% of assessed valuation subject to debt levy (which does not include Murray Township). Based upon the 2017/2018 assessed valuation of Alameda and Contra Costa counties (\$479.1 billion without Murray Township) the limited obligation debt limit was \$24.0 billion and the bonded debt limit was \$71.9 billion.

- The limited obligation debt limit (\$24.0 billion), when compared to the District's outstanding limited obligation debt (\$21.2 million), provided a legal debt margin of \$23.9 billion.
- The bonded indebtedness debt limit (\$71.9 billion), when compared to the District's outstanding bonded debt (\$167.4 million) provided a legal debt margin of \$71.7 billion.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The economic factors, known facts and conditions that are expected to have a significant effect on the District's financial position or results of operations next year are described below.

The value of property in both counties drives property tax revenues, therefore the changes to assessed valuation of real property determines the range of growth available for the District. Alameda County experienced a 6.7% increase in countywide assessed valuation for Fiscal Year 2017-18. Contra Costa County experienced a 5.6% increase in countywide assessed valuation for Fiscal Year 2017-18.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET, continued

The District's main operating resource is property tax. The changes to assessed values noted above provided a 6% increase to property tax revenue in 2017. The Fiscal Year 2017-18 property tax rolls are forecast to increase by an average of 6.3%.

The second largest operating revenue source is charges for services. These revenues are weather dependent, not economically dependent, and are expected to encounter slight growth as the District continues to open new parks and offer additional services.

The 2018 District-wide operating budget projects a 4.7% increase in total revenue, while General Fund revenue is projected to increase by 7.9% primarily due to the increase in budgeted property tax revenue.

The District's largest expenditure category is personnel services for the 823 full-time equivalent positions. Staffing costs consist of wages and benefits. Since 2012 the annual increase in personnel costs has been between 5% and 7%, which is expected to continue as the park district grows, new labor agreements are negotiated, and benefit expenses continue to increase.

Debt service payments are the second largest category of expenditures. General obligation debt payments are based on amortization schedules developed at the time of debt issuance, which are structured to maintain debt service levies below \$10 per \$100,000 of AV whenever possible. The District also has issued promissory notes which are paid with general revenues at a level amount each year.

The 2018 District-wide operating budget includes a 11.6% increase in total expenditures, while the General Fund expenditure increase in the 2018 budget is 7.8%.

Expenditures of Measure WW bond proceeds is the main capital expenditure category. The local grant program (\$125 million) reimbursement began in 2010. Measure WW bond proceeds are also used for acquisition and development of parkland and projects. These projects are often financed in partnership with granting agencies. By the end of 2017, \$89.7 million of the original \$125 million in Measure WW Local Grant funds had been spent.

Other capital expenditures include maintenance and replacement of current District assets. In September 2012, the District initiated funding of the new Major Infrastructure Renovation and Replacement (MIRR) Fund. Total infrastructure renovation or replacement required over the next 30 years is estimated to be approximately \$360 million. By the end of 2017, \$27 million had been transferred from the General Fund to the MIRR fund. An additional transfer of \$3.9 million was budgeted for 2018.

The District has implemented many tools and undertaken many actions to stabilize operating costs. During 2013, the Board of Directors approved the General Fund Reserve (Unassigned) Fund Balance Policy, specifying the amount of reserves required to be maintained, and the use of excess reserves, if any. This will protect the District during times of economic turmoil, or unpredictable financial events.

During 2017, the District created a supplemental irrevocable Section 115 Pension Trust to pre-fund growing retirement obligations, create a mechanism to smooth pension contribution rates and reduce long-term pension liabilities. This will protect the District when investment markets are volatile effecting pension costs.

The District has been very successful in maintaining our high level of public service, and fulfilling our commitment to employees with no layoff, during the economic recession and slow recovery. The District is financially healthy due to our historic and on-going emphasis on conservative fiscal policies. However, long-range planning continues throughout the year and the District continues to enact policies and utilize tools to continue to protect our financial resources into the future.

REQUESTS FOR INFORMATION

The comprehensive annual financial report is designed to provide citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the funding and investment it receives. Questions about this report should be directed to the following:

East Bay Regional Park District
Attention: Finance Department
2950 Peralta Oaks Court
Oakland, CA 94605-0381
Phone (510) 544-2400

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GOVERNMENT-WIDE FINANCIAL STATEMENT



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East Bay Regional Park District
Statement of Net Position
December 31, 2017

	Governmental Activities
ASSETS	
Cash and investments	\$ 225,520,835
Receivables	
Accounts	68,818,255
Grants	8,334,730
Interest	1,134,441
Property usage	143,824
Prepaid items and deposits	4,836,060
Consumable supplies	476,528
Restricted cash and investments held by fiscal agent	138,928,718
Notes receivable	3,032,366
Other assets	3,524,693
Net OPEB asset	1,300,310
Capital assets not being depreciated	517,911,185
Capital assets, net of accumulated depreciation	160,648,098
Total assets	<u>1,134,610,043</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amount on refunding	3,018,650
Deferred outflows related to pensions	34,778,015
Total deferred outflow of resources	<u>37,796,665</u>
LIABILITIES	
Accounts payable	13,375,480
Accrued payroll and related liabilities	1,528,082
Interest payable	1,589,669
Unearned revenue	9,438,503
Deposits	1,491,626
Other liabilities	635,944
Long-term liabilities:	
Claims due within one year	2,141,322
Compensated absences due within one year	624,221
Long-term debt due within one year	11,290,884
Notes payable	3,032,366
Pollution remediation obligation	5,720,000
Net pension liability EBRPD	14,680,144
Net pension liability CalPERS	113,755,526
Claims due in more than one year	7,911,821
Compensated absences due in more than one year	5,181,933
Long-term debt due in more than one year	202,427,655
Total liabilities	<u>394,825,176</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred amount on refunding	25,539
Deferred inflows related to pensions	5,778,856
Total deferred inflow of resources	<u>5,804,395</u>
NET POSITION	
Net investment in capital assets	585,456,642
Restricted for:	
Park maintenance and operations	43,027,972
Pension contribution	3,509,023
Debt service	14,777,234
Capital projects	16,468,231
Mitigation projects:	
Expendable	403,235
Nonexpendable	4,496,125
Total restricted net position	<u>82,681,820</u>
Unrestricted	103,638,675
Total net position	<u>\$ 771,777,137</u>

See accompanying Notes to Basic Financial Statements.

East Bay Regional Park District
Statement of Activities
For the year ended December 31, 2017

Functions/Programs	Expenses	PROGRAM REVENUES			Total Program Revenues	NET (EXPENSES)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		REVENUE AND CHANGES IN NET POSITION
Primary Government:						
Governmental Activities:						
Acquisition/Steward/Dev Division	\$ 19,362,241	\$ 1,312,572	\$ 2,111,955	\$10,562,597	\$ 13,987,124	\$ (5,375,117)
Executive/Legislative Division	5,664,599	33,750	-	-	33,750	(5,630,849)
Finance/Mgmt Service Division	22,661,711	81,058	164,650	14,614	260,322	(22,401,389)
Legal Division	2,683,290	1,449	-	-	1,449	(2,681,841)
Operations Division	75,882,817	18,917,396	846,434	262,491	20,026,321	(55,856,496)
Public Affairs Division	4,502,963	399,561	-	-	399,561	(4,103,402)
Public Safety Division	27,709,068	2,004,000	467,309	-	2,471,309	(25,237,759)
Interest on long-term debt	4,407,961	-	-	-	-	(4,407,961)
	<u>\$162,874,650</u>	<u>\$22,749,786</u>	<u>\$ 3,590,348</u>	<u>\$10,839,702</u>	<u>\$ 37,179,836</u>	<u>(125,694,814)</u>
GENERAL REVENUES:						
General property taxes						130,718,170
General obligation bond property tax						10,573,520
Unrestricted interest income						<u>1,969,714</u>
Total general revenues						<u>143,261,404</u>
CHANGE IN NET POSITION						17,566,590
Net position, beginning						<u>754,210,547</u>
Net position, end of year						<u>\$ 771,777,137</u>

See accompanying Notes to Basic Financial Statements.

GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund – The General Fund accounts for all financial resources and expenditures which are not required legally, or by sound financial management, to be accounted for in another fund.

Debt Service Fund – This fund accounts for resources accumulated to pay principal and interest due on the District's bonded indebtedness, which includes:

- 2012 Promissory Notes
- Measure AA General Obligation bonds:
 - 2008 Refunding bonds
- Measure WW General Obligation bonds:
 - Series 2013A
 - Series 2017A
 - 2017B Refunding bonds

Project Fund – This fund accounts for the resources and expenditures related to the acquisition and development of parkland and other projects. Included in this group are the unexpended bond proceeds from Measure AA authorized in 1988, Measure WW authorized in 2008, and Promissory Notes issued in 2012.

Non-major Governmental Funds – The special revenue and permanent funds are non-major funds of the District. Details about the type of activities included in this column are in the Supplementary Information Section of this report.

East Bay Regional Park District
Balance Sheet
Governmental Funds
December 31, 2017

	Major Funds		
	General Fund	Debt Service Fund	Project Fund
ASSETS			
Cash and investments	\$ 111,684,525	\$ 681,243	\$ 35,752,769
Restricted cash and investments held by fiscal agent	3,505,735	15,268,393	120,154,590
Receivables:			
Accounts receivable	5,190,591	-	138,586
Grants receivable	7,000	-	8,327,730
Interest receivable	669,815	10,982	453,644
Property usage receivable	143,824	-	-
Taxes and other receivables	55,387,415	3,783,521	-
Due from other funds	1,177,987	-	-
Consumable supplies	476,528	-	-
Prepaid items	3,383,879	-	251,767
Notes receivable	-	-	3,032,366
Other assets	-	-	3,524,693
Total assets	\$ 181,627,299	\$ 19,744,139	\$ 171,636,145
LIABILITIES			
Accounts payable	\$ 6,271,457	\$ -	\$ 4,500,727
Due to other funds	-	1,177,987	-
Accrued payroll and related liabilities	1,258,423	-	90,181
Unearned revenue	1,099,738	-	7,602,463
Deposits	1,491,626	-	-
Other liabilities	70,109	-	565,835
Total liabilities	10,191,353	1,177,987	12,759,206
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	54,435,864	3,783,521	9,043,522
FUND BALANCES			
Nonspendable	3,860,407	-	5,020,170
Restricted	30,859,885	14,782,631	125,016,018
Committed	15,250,000	-	19,797,229
Assigned	11,239,044	-	-
Unassigned	55,790,746	-	-
Total fund balances	117,000,082	14,782,631	149,833,417
Total liabilities, deferred inflows and fund balances	\$ 181,627,299	\$ 19,744,139	\$ 171,636,145

Non-Major Governmental Funds		Total Governmental Funds	
\$	26,006,921	\$	174,125,458
	-		138,928,718
	194,470		5,523,647
	-		8,334,730
	-		1,134,441
	-		143,824
	3,944,909		63,115,845
	-		1,177,987
	-		476,528
	200,208		3,835,854
	-		3,032,366
	-		3,524,693
<u>\$</u>	<u>30,346,508</u>	<u>\$</u>	<u>403,354,091</u>
\$	932,390	\$	11,704,574
	-		1,177,987
	77,476		1,426,080
	736,302		9,438,503
	-		1,491,626
	-		635,944
	<u>1,746,168</u>		<u>25,874,714</u>
	<u>3,944,909</u>		<u>71,207,816</u>
	4,696,333		13,576,910
	16,080,345		186,738,879
	2,476,178		37,523,407
	1,407,972		12,647,016
	(5,397)		55,785,349
	<u>24,655,431</u>		<u>306,271,561</u>
<u>\$</u>	<u>30,346,508</u>	<u>\$</u>	<u>403,354,091</u>

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East Bay Regional Park District

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position – Governmental Activities December 31, 2017

Total Fund Balances - Governmental Funds \$ 306,271,561

Amounts reported for governmental activities in the Government-wide Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources. Therefore, they are not reported in the fund financial statements.

Non-depreciable	\$	517,911,185	
Depreciable, net		160,648,098	
Total capital assets			678,559,283

Net OPEB asset - is not an available resource; and therefore, it is not reported in the fund financial statements.			1,300,310
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Interest payable on long-term debt do not require current financial resources; therefore, are not reported as a liability in the fund financial statements.			(1,589,669)
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Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual functions. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position.			40,699,725
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Revenues which are deferred inflows on the fund financial statements because they are not currently available, are reported as revenue in the Statement of Activities.			71,207,816
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The deferred accounts below are related to the pension liability and are not due and payable in the current period and therefore are not reported in the fund financial statements:

Deferred inflows of resources EBRPD Plan			(2,369,200)
Deferred inflows of resources CalPERS			(3,409,656)
Deferred outflows of resources CalPERS			34,778,015

Long-term liabilities are not due and payable in the current period. Therefore, they are not reported in the fund financial statements.

Compensated absences-due within one year	\$	(613,614)	
Long-term debt-due within one year		(11,290,884)	
Notes Payable		(3,032,366)	
Compensated absences-due in more than one year		(5,143,970)	
Long-term debt-due in more than one year		(202,427,655)	
Net pension liability EBRPD		(14,680,145)	
Net pension liability CalPERS		(113,755,525)	
Pollution remediation obligation		(5,720,000)	
Total long-term liabilities			(356,664,159)

Deferred outflows related to deferred amounts on refunding are not current outflows of resources. Therefore, they are not reported in the fund financial statements.			3,018,650
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Deferred inflows related to deferred amounts on refunding are not current resources. Therefore, they are not reported in the fund financial statements.			(25,539)
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Net Position of Governmental Activities **\$ 771,777,137**

See accompanying Notes to Basic Financial Statements

East Bay Regional Park District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the year ended December 31, 2017

	Major Funds		
	General Fund	Debt Service Fund	Project Fund
REVENUES			
Property taxes and assessments	\$ 128,608,261	\$ 12,519,256	\$ -
Charges for services	9,573,751	-	34,908
Interest	908,281	80,720	482,709
Property usage	2,079,655	-	20,765
Interagency agreements and grants	243,472	-	11,151,632
Endowment	-	-	-
Miscellaneous	936,262	-	1,954,053
Total revenues	142,349,682	12,599,976	13,644,067
EXPENDITURES			
Current:			
Acquisition/Stewardship/Development	9,104,913	-	10,537,435
Executive/Legislative Division	5,770,267	-	-
Finance/Management Services Division	8,797,108	5,324	1,772,100
Legal Division	2,829,438	-	25,148
Operations Division	59,637,051	-	5,465,293
Public Affairs Division	4,529,193	-	29,394
Public Safety Division	26,234,714	-	1,597,209
Debt service:			
Principal	-	9,915,000	-
Interest	-	5,054,256	-
Cost of Issuance	-	211,301	333,180
Capital outlay	1,791,524	-	25,924,624
Total expenditures	118,694,208	15,185,881	45,684,383
REVENUES OVER (UNDER) EXPENDITURES	23,655,474	(2,585,905)	(32,040,316)
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	222,878	-	-
Debt issuance	-	80,000,000	-
Premium on bonds issued	-	7,268,533	-
Refunding bond issuance	-	44,550,000	-
Premium on refunding bonds issued	-	9,092,991	-
Payment to refunded bond escrow agent	-	(53,449,613)	-
Transfers in	4,108,855	1,432,920	99,086,000
Transfers out	(19,237,246)	(80,129,410)	(12,295,900)
Total other financing sources (uses)	(14,905,513)	8,765,421	86,790,100
NET CHANGE IN FUND BALANCES	8,749,961	6,179,516	54,749,784
FUND BALANCES			
Beginning of year	108,250,121	8,603,115	95,083,633
End of year	\$ 117,000,082	\$ 14,782,631	\$ 149,833,417

See accompanying Notes to Basic Financial Statements.

Non-Major Governmental Funds	Total Governmental Funds
\$ 8,224,921	\$ 149,352,438
57,285	9,665,944
380,312	1,852,022
1,174,529	3,274,949
-	11,395,104
436,836	436,836
67,576	2,957,891
<u>10,341,459</u>	<u>178,935,184</u>
23,463	19,665,811
-	5,770,267
11,921,493	22,496,025
-	2,854,586
5,282,124	70,384,468
-	4,558,587
-	27,831,923
-	9,915,000
-	5,054,256
-	544,481
169,053	27,885,201
<u>17,396,133</u>	<u>196,960,605</u>
<u>(7,054,674)</u>	<u>(18,025,421)</u>
-	222,878
-	80,000,000
-	7,268,533
-	44,550,000
-	9,092,991
-	(53,449,613)
12,050,826	116,678,601
(3,627,933)	(115,290,489)
<u>8,422,893</u>	<u>89,072,901</u>
1,368,219	71,047,480
23,287,212	235,224,081
<u>\$ 24,655,431</u>	<u>\$ 306,271,561</u>

East Bay Regional Park District

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and
 Changes in Fund Balance to the Statement of Activities
 For the year ended December 31, 2017

Net Change in Fund Balance - Governmental Funds \$ 71,047,480

Amounts reported for governmental activities in the Government-wide Statement of Activities are different because:

Governmental Funds report capital outlay as expenditures. However, in the Statement of Activities the cost is allocated over the estimated useful lives of the assets and reported as depreciation expense.

Capital outlay	\$	27,885,201
Depreciation expense		(7,117,489)

Proceeds from the sale of capital assets results in cash inflows and are recorded as other financing sources in the fund financial statements. However, a gain or loss on disposal of capital assets is reported in the Statement of Activities.

Proceeds from sale of capital assets	\$	(222,878)	
Net book value of asset disposals/adjustments		<u>183,795</u>	
Loss on disposal/sale of capital assets			(39,083)

OPEB contributions in excess of required contributions are recorded as an asset on the statement of net position. The annual adjustment to the asset impacts annual OPEB expense. (583,569)

Revenues which are reported as unavailable on the fund financial statements because they are not currently available, are reported as revenue (netted with amounts recognized in prior year) in the Statement of Activities. 721,229

Repayment of principal on long-term debt is an expenditure in fund financial statements, as a use of current resources, but the repayment reduces long-term liabilities in the Statement of Net Position. 9,915,000

Accrued interest on long-term debt is reported in the government-wide statement, but it does not require the use of current financial resources. Therefore, the change in the accrual is not reported as an expenditure in the fund financial statements. (1,944)

The amounts below included in the Statement of Activities do not provide or (require) the use of current financial resources and therefore are not reported as revenue or expenditures in Governmental Funds (net change):

Pension expense EBRPD Pension Plans	(2,819,945)
Pension expense CalPERS Pension Plans	2,325,540

East Bay Regional Park District

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and
Changes in Fund Balance to the Statement of Activities
For the year ended December 31, 2017

Reconciliation (continued)

Bond proceeds and the premium from debt issuance provides current financial resources in the fund financial statement. However, in the government-wide financial statements, debt issuance and related premium increase long-term liabilities. (87,461,911)

Bond premiums/discounts are recognized in the year of debt issuance in the fund financial statements. In the statement of activities they are amortized as interest expense, over the life of the debt. 1,192,720

Payment of vacation and sick leave is an expenditure in the fund financial statements, but the payment decreases vacation and sick leave liabilities in the Statement of Net Position. (420,521)

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual functions. The net revenue of the internal service funds is reported with governmental activities in the Statement of Activities. 2,923,882

Change in Net Position of Governmental Activities \$ 17,566,590

See accompanying Notes to Basic Financial Statements

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PROPRIETARY FUND FINANCIAL STATEMENTS

INTERNAL SERVICE FUNDS - Internal Service Funds are used to account for goods and services provided by the internal service departments to other District departments, on a cost reimbursement basis.



East Bay Regional Park District
Statement of Net Position
Proprietary Fund
December 31, 2017

	Governmental Activities - Internal Service Funds
ASSETS	
Current assets:	
Cash and investments	\$ 51,395,377
Accounts receivable, net	178,763
Prepaid items and deposits	1,000,206
Total assets	<u>52,574,346</u>
 LIABILITIES	
Current liabilities:	
Accounts payable	1,670,906
Accrued payroll and related liabilities	102,002
Accrued claims - due within one year	2,141,322
Compensated absences - due within one year	10,607
Total current liabilities	<u>3,924,837</u>
Non-current liabilities:	
Accrued claims - due in more than one year	7,911,821
Compensated absences - due in more than one year	37,963
Total non-current liabilities	<u>7,949,784</u>
Total liabilities	<u>11,874,621</u>
 NET POSITION	
Unrestricted	40,699,725
Total net position	<u>\$ 40,699,725</u>

See accompanying Notes to Basic Financial Statements.

East Bay Regional Park District
 Statement of Revenues, Expenses and Changes in Net Position
 Proprietary Fund
 For the year ended December 31, 2017

	Governmental Activities - Internal Service Funds
OPERATING REVENUES	
Charges for services	\$ 13,947,392
Other revenue	216,104
Total operating revenues	<u>14,163,496</u>
OPERATING EXPENSES	
Cost of services	4,591,181
Claims	4,222,793
General and administrative	1,638,561
Total operating expenses	<u>10,452,535</u>
OPERATING INCOME	<u>3,710,961</u>
NONOPERATING REVENUES	
Interest income	<u>601,033</u>
INCOME BEFORE TRANSFERS	4,311,994
TRANSFERS	
Transfers in	7,063,589
Transfers out	<u>(8,451,701)</u>
Net transfers	<u>(1,388,112)</u>
CHANGE IN NET POSITION	2,923,882
NET POSITION	
Beginning of year	<u>37,775,843</u>
End of year	<u>\$ 40,699,725</u>

See accompanying Notes to Basic Financial Statements.

East Bay Regional Park District
Statement of Cash Flows
Proprietary Fund
For the year ended December 31, 2017

	Governmental Activities - Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers/other	\$ 14,104,665
Payments to suppliers	(1,487,147)
Payments to employees	(4,208,397)
Claims paid	(3,486,075)
Net cash provided/(used) by operating activities	<u>4,923,046</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers in	7,063,589
Transfers out	(8,451,705)
Net cash provided/(used) by noncapital financing activities	<u>(1,388,116)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest	601,033
Net cash provided/(used) by investing activities	<u>601,033</u>
Net increase/(decrease) in cash and cash equivalents	4,135,963
CASH AND CASH EQUIVALENTS	
Beginning of year	47,259,414
End of year	<u>\$ 51,395,377</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 3,710,959
Adjustments to reconcile operating income to net cash provided (used for) operating activities:	
Changes in assets and liabilities:	
Accounts receivable	(58,830)
Prepaid items and deposits	(90,714)
Accounts payable	602,252
Accrued payroll and related liabilities	22,660
Accrued claims	736,719
Net cash provided/(used) by operating activities	<u>\$ 4,923,046</u>

See accompanying Notes to Basic Financial Statements.

FIDUCIARY FUND FINANCIAL STATEMENTS

PENSION TRUST FUNDS – Pension trust funds are used to account for assets for which the District is a trustee and has a fiduciary responsibility. The financial activities of these funds are excluded from the Government-Wide Financial Statements, but are presented in separate Fiduciary Fund Financial Statements.



East Bay Regional Park District
Statement Net Position
Fiduciary Fund
December 31, 2017

	<u>Pension Trust Funds</u>
ASSETS	
Cash and cash equivalent	\$ 830,323
Mutual funds	<u>41,183,872</u>
Total assets	<u>42,014,195</u>
 NET POSITION	
Net position restricted for pensions	<u><u>\$ 42,014,195</u></u>

See accompanying Notes to Basic Financial Statements.

East Bay Regional Park District
Statement of Changes in Net Position
Fiduciary Fund
For the year ended December 31, 2017

	Pension Trust Funds
ADDITIONS	
Investment income	\$ 5,380,558
Contributions from employer	1,239,341
Contributions from employee	<u>7,132</u>
Total additions	<u>6,627,031</u>
DEDUCTIONS	
Payment to retirees	3,883,818
Administration costs	<u>66,975</u>
Total deductions	<u>3,950,793</u>
CHANGES IN NET POSITION	2,676,238
NET POSITION	
Beginning of year	<u>39,337,957</u>
End of year	<u>\$ 42,014,195</u>

See accompanying Notes to Basic Financial Statements.

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NOTES TO BASIC FINANCIAL STATEMENTS



1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the East Bay Regional Park District (District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

A. Reporting Entity

The East Bay Regional Park District was incorporated in 1934 as a California Special District. The District operates under Sections 5500-5595 of the Public Resources Code of the State of California for the purpose of acquiring park, recreation and open space land; and the development, operation and maintenance of these lands. The District owns or operates 73 parks covering 121,397 acres within Alameda and Contra Costa counties, including recreation areas, wilderness, shorelines, preserves and land banks areas; over 1250 miles of regional and inter-park trails; 10 visitor centers; and other recreational facilities.

The District is governed by a seven-member board elected by District residents in each of the District's seven wards. The District is legally separate and fiscally independent, which means it can issue debt, set and modify budgets and fees and sue or be sued. The financial statements of the District include only the financial activities of the District.

B. Basis of Accounting and Measurement Focus

Government-Wide Financial Statements

The District's government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present a summary of governmental activities. The District has no business-type activities. Fiduciary activities of the District are not included in these statements.

The government-wide financial statements are presented on an "*economic resources*" measurement focus and the accrual basis of accounting. Accordingly, all of the District's assets (including non-current and capital assets), deferred outflows, liabilities (including debt and other non-current liabilities) and deferred inflows, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements are met.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Internal service fund activity has been eliminated from the statement of activities. The District does not provide or use interfund services between functions.

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Governmental resources are allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

Fund Financial Statements

Fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds are aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balance, as presented in these statements, to the net position presented in the government-wide financial statements. The District has presented all major funds that meet the qualifications for major fund reporting. The District reports the following major governmental funds in the accompanying financial statements:

General Fund – the District’s primary operating fund and is used to account for all financial resources of the general government, except those accounted for in another fund.

Debt Service Fund – accounts for resources accumulated that are restricted, committed or assigned to pay principal and interest due on the District’s outstanding bond issues.

Project Fund – accounts for the collection of resources and the related expenditures for acquisition and construction of major capital improvement projects in the District.

The District includes special revenue funds and permanent funds in the non-major fund aggregation.

All governmental funds are accounted for on a spending or “*current financial resources*” measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities and deferred inflows of resources are included on the balance sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Change in Net Position, and a Statement of Cash Flows.

The District’s only proprietary funds are internal service funds, which are aggregated in one column in the fund financial statements, and their balances and activities have been combined with the governmental activities in the government-wide financial statements. Proprietary funds are accounted for using the “*economic resources*” measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Change in Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which a liability is incurred. In these funds, receivables have been recorded as revenue.

The operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

The District’s internal service funds account for Workers’ Compensation, Major Infrastructure Renovation and Replacement, Major Equipment Replacement, General Liability and Employee Benefits.

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Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. The District's fiduciary funds include two pension trust funds. The pension trust funds are used to account for resources legally held in trust for the provision of pension. The EBRPD Retirement Plans are single-employer plans. The Sworn Safety Plan is closed. The General Employee Plan has 4 active members remaining. The fiduciary funds use the economic resource measurement focus and the accrual basis of accounting, accruing contributions when due, as receivable. The trust fund has an investment policy and investments are reported at fair value.

C. Cash, Cash Equivalents and Investments

The District pools cash resources of its various funds to facilitate cash management. Cash in excess of current requirements is invested and reported as investments. It is the District's intent to hold investments until maturity. However, the District may, in response to market conditions, sell investments prior to maturity in order to improve the quality, liquidity, or yield of the portfolio. Interest earnings are apportioned among funds quarterly based upon monthly ending cash and investment balances.

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as cash and investments.

Investments are stated at fair value, which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The District's formal Investment Policy, which is in compliance with California Government Code Sections 16429.1, 53600-53609 and 53630-53686, is updated and approved by the Board annually, and includes a section of permitted investments and risk tolerance and specifies required action to mitigate credit and maturity risk.

D. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects and are also held for future pension contributions.

E. Consumable Supplies

The consumable supplies are valued at average cost and recorded as expenditures when consumed. The General Fund consumable supplies, which consists of office supplies, employee uniforms, field repair and maintenance items and vehicle parts, etc., is offset by a non-spendable fund balance to indicate that this asset is not available for appropriation.

F. Capital Assets

The capital assets, which include land, structures, improvements, equipment and infrastructure assets, are reported in the government-wide financial statements. They are recorded at historical cost, or estimated historical cost, if actual cost is not available. Donated assets, with a value that meets the District's capitalization limits, are valued at their estimated acquisition value on the date of donation. All land, regardless of cost, equipment over \$25,000 – with a useful life of two years or more, and infrastructure, transportation, public access, utilities, structures and improvements over \$100,000 – and a useful life of two years or more, are capitalized. Capital assets in government fund operations are recorded as expenditures in the fund financial statements. Equipment purchased in the Major Equipment Replacement Internal Service Fund is transferred to the General Fund at year-end, as the General Fund is required to maintain it.

East Bay Regional Park District
 Notes to the Basic Financial Statements, continued
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Historical treasures and structures are capitalized at historical cost or fair value at the date of donation. Historical treasures and structures, such as the carousel at Tilden Park, are protected, cared for and preserved. Generally accepted accounting principles do not require depreciation for these items which are considered inexhaustible.

Depreciation is provided using the straight line method over the following estimated useful lives:

Capital Asset Classes	Useful Lives Years	Capitalization Threshold
Equipment	5 - 25	\$25,000
Transportation	10 - 70	\$100,000
Public access	20 - 70	\$100,000
Utilities	10 - 50	\$100,000
Structures and improvements	50	\$100,000

The District's infrastructure consists of: transportation, public access, and utilities. The accumulated depreciation, defined as the total depreciation from the date the asset was placed in service to the current date, was computed on a straight line basis, using industry accepted life expectancies for each infrastructure subsystem.

G. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred. There is no debt in proprietary fund types.

H. Unearned Revenue/Deferred Inflows of Resources – Unavailable Revenues

In the government-wide and government fund financial statements, unearned revenue is recognized for transactions for which revenue has not yet been earned. Typically, transactions recorded as unearned revenues are grant advances and prepaid charges for services.

In the governmental fund financial statements, deferred inflows of resources are recorded for unavailable revenue, (i.e. when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting). The District records deferred inflows of resources for revenue not available to meet current financial obligations (not received within 60 days of year-end, the availability period). Typical transactions recorded as deferred inflows of resources are related to property taxes, special assessment and grant related receivables, for which expenditures have been incurred, but not reimbursed within the availability period.

I. Long-Term Debt

Government-wide financial statements – Long-term debt and other long-term obligations are reported as liabilities.

Bond premiums/discounts and deferred amounts on refunding are deferred and amortized over the life of the bonds using the straight line method. In the case of deferred amounts on refunding, the amortization period is the lesser of the life of the old bonds or the new bonds. Bonds payable is reported net of the unamortized premium/discount. The deferred amount on refunding is reported as deferred inflows/outflows of resources on the Government Wide Statement of Net Position. Issuance costs are expensed as incurred with the exception of pre-paid bond insurance.

Fund financial statements – In the fund financial statements, bond premiums and discounts are recognized during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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J. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees Retirement System (CalPERS) Plans and the District's General Employees and Safety Employees Plans (EBRPD Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS and by the District, respectively. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

K. Compensated Absences

Compensated absences are comprised of the portions of vacation, sick leave and compensated time off, which are accrued as earned. The liability for compensated absences is determined annually. The total amount of the compensated absences liability is recorded in the government-wide financial statement and compensated absences expense is charged to the various departments.

The members of Local 2428, at retirement after 10 years of service, have the option of being paid for one half of unused, accrued sick leave – up to a maximum of 17 days, or applying the amount towards service credits. Employees who voluntarily terminate after 10 years of service are paid one third of unused, accrued sick leave up to a maximum of 15 days.

The members of the Police Association who terminate, for non-disciplinary reasons, after 20 years of continuous service are paid accrued sick leave calculated based upon the following formula: 1% of the product of-- the number of whole years of continuous employment – times the daily rate of pay at the time of separation— times the number of accrued and unused hours.

The members of management, after an aggregate of 10 years of service, at voluntary termination or retirement can be paid one third of the accrued but unused sick leave – up to a maximum of 45 days. At retirement the balance is added to service credits.

Employees of the District may not carry-over more accrued vacation hours than the equivalent of the preceding year's earned vacation credits plus 12 additional days, unless approved by General Manager. Excess accrual is paid out.

L. Revenues

Property Tax – Alameda County and Contra Costa County assess, bill, collect, and distribute property taxes to the District. The District reports property tax revenue net of county collection fees.

Contra Costa County's distribution method is under the "Teeter Plan", which requires the County to remit to the District 100% of the secured amount levied. The County then retains all delinquent payments, including interest and penalties. Alameda County, on the other hand, remits the District's share of secured and unsecured taxes to the District as they are collected, including interest and penalties.

The lien date of secured property taxes is January 1, and the taxes are levied on July 1. They are due in two installments, on November 1 and February 1, and become delinquent after December 10 and April 10, respectively. The lien date of the unsecured property tax is also January 1. It is an ad valorem tax and is a lien against the assessed, any person owning, claiming, possessing or controlling the property on the lien date. The tax becomes delinquent after August 31.

The District recognizes revenue based upon the counties' lien and levy dates, which are July 1. Amounts not received by December 31 are recorded as a receivable. Amounts not received within the 60 day availability period following year-end are recorded as deferred inflows of resources, unavailable revenue, on the governmental fund financial statements.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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Program Revenues – Program revenues are associated with the various functions of the District. They are derived from the activity, or are granted in relationship to, a particular activity or program of the District. They include charges for services, such as park admission fees, operating grants and contributions, such as amounts provided by private donors for trail maintenance, and capital grants and contributions, such as amounts received from other governmental agencies for the purchase of property.

M. Net Position Government-Wide Financial Statements

In the government-wide financial statements, net position is measured on the full accrual basis of accounting and classified in the following categories:

Net investment in capital assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of these assets.

Restricted net position – This amount is restricted by laws through constitutional provisions or enabling legislation, external creditors, grantors, contributors, or laws or regulations of governments. Restricted net position related to permanent endowments is further delineated as expendable and nonexpendable.

Unrestricted net position – This amount is all net position that do not meet the definition of “net investment in capital assets” or “restricted net position” as defined above.

N. Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the District's policy is to apply restricted net position first.

O. Use of Estimates

The preparation of the basic financial statements, in conformity with GAAP, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and deferred inflows and outflows and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates and assumptions.

P. Permanent Funds

The District reports permanent funds for resources received that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the government's programs. On the fund financial statement, the principal amounts of the endowments are reported as non-spendable fund balance and are not available for expenditure. Restricted fund balance is comprised of investment earnings on the endowment principal, and is available for expenditure. On the government-wide financial statements endowment principal and interest are reported as restricted net position, nonexpendable and expendable respectively.

Q. Implementation of New GASB Pronouncements

The Government Accounting Standards Board (GASB) releases new accounting and financial reporting standards which may have a significant impact on the District's financial reporting process. The District implemented the following standards in 2017:

GASB Statement No. 73 - In June 2016, GASB issued Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. The objective of this statement is to improve the usefulness of information about pensions included in the general purpose external financial reports of state and local governments and agencies for making decisions and assessing accountability. This statement establishes requirements for

East Bay Regional Park District
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defined benefit pensions that are not within the scope of Statement No. 68, *Accounting and Financial Reporting for Pensions*, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement No. 68. It also amends certain provisions of Statement No. 67, *Financial Reporting for Pensions Plans*, and Statement 68 for pension plans and pensions that are within their respective scopes. The requirements of this statement are effective for fiscal years beginning after June 15, 2015, except for the certain provisions, which are effective for reporting periods beginning after June 15, 2016. For the applicable provisions effective this year, the District has determined that this statement did not have a material effect on the financial statements.

GASB Statement No. 74 – In June 2015, GASB issued Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The objective of this statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. This statement is effective for fiscal years beginning after June 15, 2016. The District has determined that this statement did not have a material effect on the financial statements.

GASB Statement No. 80 – In January 2016, GASB issued Statement No. 80, *Blending Requirements for Certain Component Units – An Amendment of GASB Statement No. 14*. The objective of the Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements established in paragraph 53 of Statement No. 14, *The Financial Reporting Entity*, as amended. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The statement is effective for the reporting periods beginning after June 15, 2016. The District has determined that this statement did not have a material effect on the financial statements.

GASB Statement No. 81 – In March 2016, GASB issued Statement No. 81, *Irrevocable Split-Interest Agreements*. The objective of the Statement is to improve financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, the Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests. The Statement requires that a government recognize revenue when the resources become applicable to the reporting period. The Statement is effective for the reporting periods beginning after December 15, 2016. The District has determined that this statement did not have a material effect on the financial statements.

The District is currently analyzing its accounting and financial reporting practices to determine the potential impact on the financial statements of the following GASB Statements:

GASB Statement No. 75 - In June 2016, GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The primary objective of this statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This statement is effective for fiscal years beginning after June 15, 2017. The District has not determined the effect on the financial statements.

GASB Statement No. 83 – In November 2016, GASB issued Statement No. 83, *Certain Asset Retirement Obligations*. The objective of this Statement is to provide financial statement users with information about asset retirement obligations that were not addressed in GASB Standards by establishing uniform accounting and financial reporting requirements for these obligations. This Statement is effective for reporting periods beginning after June 15, 2018. The District has not determined the effect on the financial statements.

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GASB Statement No. 84 – In January 2017, GASB issued Statement No. 84, *Fiduciary Activities*. The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement is effective for reporting periods beginning after December 15, 2018. The District has not determined the effect on the financial statements.

GASB Statement No. 85 – In March 2017, GASB issued Statement No. 85, *Omnibus 2017*. The objective of this Statement is to improve consistency in accounting and financial reporting by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This Statement is effective for reporting periods beginning after June 15, 2017. The District has not determined the effect on the financial statements.

GASB Statement No. 86 – In May 2017, GASB issued Statement No. 86, *Certain Debt Extinguishment Issues*. The objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources – resources other than the proceeds of refunding debt – are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. This Statement is effective for reporting periods beginning after June 15, 2017. The District has not determined the effect on the financial statements.

GASB Statement No. 87 – In June 2017, GASB issued Statement No. 87, *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases; enhancing the comparability of financial statements between governments; and also enhancing the relevance, reliability (representational faithfulness), and consistency of information about the leasing activities of governments. This Statement is effective for reporting periods beginning after December 15, 2019. The District has not determined the effect on the financial statements.

GASB Statement No. 88 – In March 2018, GASB issued Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements*. The objective of this Statement is to improve note disclosures related to debt. This Statement requires that all debt disclosures present direct borrowings and direct placements of debt separately from other types of debt. This Statement is effective for reporting periods beginning after June 15, 2018. The District has not determined the effect on the financial statements.

R. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has two items, deferred amount on refunding of debt and deferred outflows related to pensions in accordance with GASB Statement No. 68, which qualifies for reporting in this category.

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position and fund balance that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has two items recognized in the statement of net position, gain on refunding and deferred inflows related to pensions in accordance with GASB Statement No. 68, which qualifies for reporting in this category.

2. CASH AND INVESTMENTS

The District maintains a cash and investment pool, which includes cash balances and authorized investments for all funds, except funds required to be held by fiscal agents under the provisions of bond indentures. The District's dependence on property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves (i.e. working capital) to finance operations during the remainder of the year.

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Investment income is allocated quarterly among funds on the basis of average month-end cash and investment balances in these funds. Investment income is credited directly to the related fund for the cash and investments held by fiscal agents.

Investments maturing in three months or less at the time of purchase are considered to be liquid assets for purposes of measuring cash flows.

A. Cash Deposits

The carrying amounts of the District's cash and deposits were \$7,240,733 at December 31, 2017. Bank balances before reconciling items were \$8,001,524 at December 31, 2017, the total amount of which is insured and/or collateralized with securities held by the pledging financial institutions in the District's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the District's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the District's name.

The fair value of pledged securities must equal at least 110% of the cash deposit. California law also allows institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the District's total cash deposits. This collateral is held by the institution but is considered to be held in the District's name and places the District ahead of general creditors of the institution. The District has waived collateral requirements for the portion of deposits covered by the Federal Deposit Insurance Corporation.

B. Investments

Under the provisions of the District's Investment policy, and in accordance with California Government Code, the following investments are authorized:

- United States Treasury Bills, Bonds, and Notes
- Obligations issued by Agencies of the United States Government
- Bankers' Acceptances
- Prime Commercial Paper
- Certificates of Deposit (Negotiable and Non-negotiable)
- Repurchase Agreements
- California Local Agency Investment Fund
- California Asset Management Program
- Medium Term Notes
- Money Market Mutual Funds
- Registered municipal bonds, notes and warrants of the 50 states and their local agencies.
- Supra-National Bonds and Notes

Bond proceeds are invested in compliance with the individual fiscal agent agreements associated with each issue.

The District's investments are carried at fair value as required by generally accepted accounting principles of the United States. The District adjusts the carrying value of its investments to reflect their fair value at each fiscal year-end, and it includes the effects of these adjustments in investment income for that fiscal year.

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The District's investments with LAIF at December 31, 2017, include a portion of the pool funds invested in structured notes and asset-backed securities. These investments include the following:

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Structured notes – are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-backed securities – (usually comprised of mortgage-backed securities), entitle their purchasers to receive a share of the cash flows from a pool of assets, such as principal and interest repayments from a pool of mortgages (such as collateralized mortgage obligations or credit card receivables).

As of December 31, 2017, the District had \$64,875,734 (fair value) invested in LAIF, which had invested 3.59% of the pool investment funds in structured notes and asset-backed securities.

C. Summary of Cash and Investments

The following is a summary of cash and investments at December 31, 2017.

	Governmental Funds	Fiduciary Funds	Total
Cash and investments	\$ 225,520,835	\$ -	\$ 225,520,835
Restricted cash/invest held by fiscal agent	138,928,718	42,014,195	180,942,913
Total cash and investments	<u>\$ 364,449,553</u>	<u>\$ 42,014,195</u>	<u>\$ 406,463,748</u>

Fair value of the District's cash and investment, grouped by maturity date, at December 31, 2017, follows:

Cash and Investment Type	Fair Value	1 Year or Less	1-2 Years	2-3 Years	3-4 Years	4-5 Years
Money Market/Mutual Funds	\$ 157,306	\$ 157,306	\$ -	\$ -	\$ -	\$ -
LAIF Investment Pool	64,875,734	64,875,734	-	-	-	-
CAMP Investment Pool	57,064,233	57,064,233	-	-	-	-
Government securities:						
U.S. agency collateralized debt obligation	369,563	114,227	255,336	-	-	-
U.S. agency securities	19,924,464	3,146,809	11,367,281	5,410,374	-	-
U.S. treasury notes	39,265,793	3,886,457	17,456,726	17,922,610	-	-
Municipal bonds	1,373,966	999,860	374,106	-	-	-
Supra-National bond	3,121,509	-	1,589,677	1,531,832	-	-
Corporate notes	19,327,175	-	8,215,968	9,737,140	1,374,067	-
Commercial paper	12,800,359	2,197,268	8,365,092	2,237,999	-	-
Total Investments	218,280,102	132,441,894	47,624,186	36,839,955	1,374,067	-
Cash deposits	7,240,733	7,240,733	-	-	-	-
Total cash and investments	<u>\$ 225,520,835</u>	<u>\$ 139,682,627</u>	<u>\$ 47,624,186</u>	<u>\$ 36,839,955</u>	<u>\$ 1,374,067</u>	<u>\$ -</u>

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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Fair value of the restricted cash and investment held by fiscal agents, grouped by maturity date, at December 31, 2017, follows:

RESTRICTED CASH/INVESTMENTS HELD BY FISCAL AGENT

Cash and Investment Type	Fair Value	1 Year or Less	1-2 Years	2-3 Years	3-4 Years	4-5 Years
Money Market/Mutual Funds	\$ 98,053,588	\$ 98,053,588	\$ -	\$ -	\$ -	\$ -
CAMP Investment Pool	19,570,020	19,570,020	-	-	-	-
Municipal bonds	20,624,209	17,169,807	3,454,402	-	-	-
Equity Mutual Funds	249,687	249,687	-	-	-	-
Fixed Mutual Funds	431,214	431,214	-	-	-	-
Total Cash and Investments held by fiscal agent	<u>\$ 138,928,718</u>	<u>\$ 135,474,316</u>	<u>\$ 3,454,402</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Fair value of the pension trust fund cash and investments, grouped by maturity date, at December 31, 2017, follows:

Cash and Investment Type	Fair Value	1 Year or Less	1-3 Years	3-5 Years	5-10 Years	10+ Years
Cash equivalent	\$ 830,323	\$ 830,323	\$ -	\$ -	\$ -	\$ -
Domestic equity mutual funds	19,907,919	19,907,919	-	-	-	-
International equity mutual funds	4,757,035	4,757,035	-	-	-	-
Intermediate bonds mutual funds	7,800,638	7,800,638	-	-	-	-
Core fixed income mutual funds	8,718,280	8,718,280	-	-	-	-
Total Pension Fund cash and investments	<u>\$ 42,014,195</u>	<u>\$ 42,014,195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

D. Risks

Investment risk tolerance is specifically addressed in the District's formal investment policy (which is in compliance with government code and updated annually) and reviewed and approved via resolution of the Board of Directors. The policy specifies that:

- Market risk, defined as market value fluctuations due to overall changes in market price and rate, shall be mitigated by maintaining appropriate diversification of assets.
- Interest rate risk, defined as market value fluctuations due to changes in interest rates, interest rate spreads, or the shape of the yield curve, shall be mitigated by maintaining an appropriate duration strategy and diversification of maturities. Maximum duration is 5 years.
- Custodial credit risk, defined as the risk of loss due to the failure of the custodian, shall be mitigated by prudent custodian selection procedures and requirements, as described in the investment policy.
- Credit risk, defined as the risk of loss due to failure of the issuer of a security, shall be mitigated by investing in high grade securities and diversification.

East Bay Regional Park District

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Market Risk - At December 31, 2017, the District's investments were diversified into the following categories:

Sector	% of Portfolio	Maximum % per Investment Policy
LAIF/CAMP	53.9%	No limit
Money Market	0.1%	20%
Cash and Deposits	3.5%	No limit
Negotiable Certificates of Deposit	5.7%	30%
US Treasuries	17.3%	No limit
Federal Agencies/Instrumentalities	9.0%	75%
State/Local Agencies	0.6%	30%
Medium Term Corporate Notes	8.5%	30%
Supranationals	1.4%	25%
Commercial Paper	0.0%	25%

Interest Rate Risk – At December 31, 2017, the District's investment had the following maturities:

Maturity	% of Portfolio
Up to one year	61%
One year to two years	38%
Two years to five years	1%

Custodial Credit Risk – This risk is that, in the event of the failure of the counter party, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All securities are held by third-party custodian, US Bank, which is a registered member of the Federal Reserve Bank. The securities held by US Bank are in street name, and a customer number assigned to the District identifies ownership.

Concentration Risk – Excluding pension trust funds, each type of allowable investment has a not to exceed percentage in the District's investment policy. For example, federal agencies and U.S. government-sponsored enterprise obligations and instruments cannot exceed 75% of the total portfolio. No more than 5% of the portfolio can be invested in commercial paper of any one issuer and the District cannot purchase more than 5% of the outstanding commercial paper, banker's acceptances or certificate of deposits of any single issuer. At December 31, 2017 the District's investments in excess of 5% of the total portfolio were federal agency obligations, municipal obligations and medium term corporate notes.

Credit Risk – The District's investment policy states that credit risk shall be mitigated by investing in high grade securities and diversification. The investment policy states that commercial paper must be of the highest ranking or the highest letter and number rating of a Nationally Recognized Statistical Rating Organization (NSRO) and medium term corporate notes must have a rating of at least "A" or the equivalent a NSRO. At December 31, 2017, the District had the following investments credit risk rating:

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Credit Quality Ratings	Moody's	S&P
U.S. Government Agencies	Aaa	AA+
FFCB	Aaa	AA+
FHLB	Aaa	AA+
FHLMC	Aaa	AA+
FNMA	Aaa	AA+
Fannie Mae	Aaa	AA+
Freddie Mac	Aaa	AA+
US Treasury Notes	NR	NR
Supra-National	Aaa	AAA
Inter-American Development Bank	Aaa	AAA
International Bank of Recon and Dev Note	Aaa	AAA
State and Municipal Bonds:		
City of New York, NY	Aa2	AA
Connecticut State	A1	A+
Georgia State	Aaa	AAA
Kansas City	Aa2	AA
Maryland State	Aaa	AAA
Massachusetts State	Aaa	AAA
Minnesota State	Aa1	AA+
Nashville & Davidson County	Aa2	AA
Pennsylvania State	Aaa	AA+
Univ of Washington	Aaa	AA+
Wisconsin State	Aa1	AA+
Corporate Notes		
American Express Credit Corp	A2	A-
American Honda Finance	A2	A+
Apple Inc Global	Aa1	AA+
Bank of America Bank Notes	A3	A-
Berkshire Hathaway Inc.	Aa2	AA
Caterpillar Finl Svc Note	A3	A
Citicorp Inc	Baa1	BBB+
GE Capital	A1	A
Goldman Sachs Group	A3	BBB+
Home Depot	A2	A
Honeywell International Corp Notes	A2	A
IBM Corp	A1	A+
John Deere Capital Corp Notes	A2	A
Microsoft Corp	Aaa	AAA
Oracle	A1	AA-
PACCAR Financial Corp Notes	A1	A+
Pepsico Inc Global	A1	A+
Pfizer Inc	A1	AA
Toyota Motor Credit Corp	Aa3	AA-
Unilever Capital Corp Bonds	A1	A+
Walt Disney Corp	A2	A+
Wal-Mart	Aa2	AA
Wells Fargo & Co	A2	A
Commercial Paper/CD		
Bank of Montreal Chicago	A1	A+
Bank of Nova Scotia	A1	A+
Bank Tokyo Mitsubishi CD	A1	A+
Canadian Imperial Bank	P1	A-1
Skandinaviska Enskilda Banken NY	Aa3	A+
Svenska Handelsbanken NY	Aa2	AA-
Westpac Banking Corp NY	Aa3	AA-
LAIF	NR	NR
CAMP	NR	AAAm
Money Market Fund	Aaa-mf	AAAm
Dreyfus Government Cash Mgmt Money Market Fund	Aaa-mf	NR
Dreyfus CA AMT-Free Municipal Money Market Fund	NR	NR
Pension Trust Investments		
Domestic Equity mutual funds	NR	NR
International equity mutual funds	NR	NR
Intermediate bonds mutual funds	NR	NR
Core fixed income mutual funds	NR	NR
Equity mutual funds	NR	NR
Fixed income mutual funds	NR	NR

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

E. Fair Value Measurements

The District and the District's Retirement Trust categorize their fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1 — Inputs are unadjusted quoted prices for identical assets or liabilities in active markets that the District has the ability to access at the measurement date.

Level 2 — Inputs other than quoted prices within Level 1 that are observable, either directly or indirectly such as quoted prices for similar assets or liabilities in active markets or inactive markets, or inputs other than quoted prices that are observable for the asset or liability.

Level 3 — Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Unobservable inputs reflect the District's own assumptions about the inputs market participants would use in pricing the asset or liability (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances and may include the District's own data.

The asset's level within the hierarchy is based on the lowest level of input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The determination of what constitutes observable requires judgment by the District's management. District management considers observable data to be that market data, which is readily available, regularly distributed or updated, reliable, and verifiable, not proprietary, and provided by multiple independent sources that are actively involved in the relevant market. The categorization of an investment within the hierarchy is based upon the relative observability of the inputs to its fair value measurement and does not necessarily correspond to District management's perceived risk of that investment.

The Money Market Mutual funds held by the District are at \$1 net asset value (NAV) per share. The total fair value of these at December 31, 2017 was \$3,661,404 with \$0 unfunded commitments. The redemption frequently is daily and redemption notice period of intra-daily. This type of investment primarily invests in short-term U.S. Treasury and government agency securities (including repurchase agreements collateralized by U.S. Treasury and government agency securities).

Deposits and withdrawals in governmental investment pools, such as LAIF and CAMP Investment Pools are made on the basis of \$1 and not fair value. Accordingly, the District's proportionate share in these types of investments is an uncategorized input not defined as a Level 1, Level 2, or Level 3 input.

When available, quoted prices are used to determine fair value. When quoted prices in active markets are available, investments are classified within Level 1 of the fair value hierarchy. For investments classified within Level 2 of the fair value hierarchy, the District's custodians generally use a multi-dimensional relational model. Inputs to their pricing models are based on observable market inputs in active markets. The inputs to the pricing models are typically benchmark yields, reported trades, broker-dealer quotes, issuer spreads and benchmark securities, among others. The District does not have any investments that are measured using Level 3 inputs.

There have been no changes in the methods and assumptions used at December 31, 2017. The methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. District management believes its valuation methods are appropriate and consistent with other market participants. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

The District has the following recurring fair value measurements as of December 31, 2017:

<u>Investment Type</u>	<u>Balance at December 31, 2017</u>	<u>Fair Value Measurements on a Recurring Basis Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Collateralized debt obligations	\$ 369,563	\$ -	\$ 369,563	\$ -
Supra-National agency/note	3,121,509	-	3,121,509	-
Municipal bonds/notes	1,373,966	-	1,373,966	-
Certificates of deposit	12,800,359	-	12,800,359	-
Corporate notes	19,327,175	-	19,327,175	-
U.S. agency securities	19,924,464	-	19,924,464	-
U.S. treasury notes	39,265,793	-	39,265,793	-
Total Investments by Fair Value Level	<u>96,182,829</u>	<u>\$ -</u>	<u>\$ 96,182,829</u>	<u>\$ -</u>
<u>Investments Measured at Net Asset Value</u>				
Mutual funds	<u>157,306</u>			
Total Investments Measure at Net Asset Value	<u>157,306</u>			
<u>Investments Uncategorized</u>				
California Asset Management Program (CAMP)	57,064,233			
Local Agency Investment Fund (LAIF)	<u>64,875,734</u>			
Total Investments Uncategorized	<u>121,939,967</u>			
Total District Pooled Investments	<u>218,280,102</u>			
<u>Investments with Fiscal Agents:</u>				
Money Markets/Mutual funds	98,734,489	-	98,734,489	-
Municipal bonds	20,624,209	-	20,624,209	-
Total Investments with fiscal agents by Fair Value Level	<u>119,358,698</u>	<u>\$ -</u>	<u>\$ 119,358,698</u>	<u>\$ -</u>
<u>Investments Uncategorized</u>				
California Asset Management Program (CAMP)	<u>19,570,020</u>			
Total Investments Uncategorized	<u>19,570,020</u>			
Total Investments with Fiscal Agents	<u>138,928,718</u>			
<u>Pension Trust Fund Investments:</u>				
Mutual funds	41,183,872		41,183,872	\$ -
Total Pension Trust Investments by Fair Value Level	<u>41,183,872</u>	<u>\$ -</u>	<u>\$ 41,183,872</u>	<u>\$ -</u>
Total Investments	<u>\$ 398,392,692</u>			

East Bay Regional Park District
 Notes to the Basic Financial Statements, continued
 For the year ended December 31, 2017

F. Risks Associated with Pension Trust Fund Investments

The assets of the EBRPD Retirement Plans are not assets of the District. However, the District does have fiduciary responsibility for the Retirement Plans trust assets and has established the Statement of Investment Policy for the East Bay Regional Park District Retirement Plans, revised January 2018 (previously October 2016). The investment policy provides asset allocation targets and rebalancing and cash allocation policies. The policy establishes asset allocation targets, which are currently 40% for domestic equity, 10% for international equity, 28% for core bonds, 20% for intermediate bonds and 2% for cash. The trust is substantially in compliance with the asset allocation targets at December 31, 2017 with 47.4% domestic equity, 11.3% international equity, 20.8% core bonds, 18.5% intermediate bonds and 2% cash. Pension plan asset allocation detail is provided in Note 11A.

3. NOTES RECEIVABLE

In 2012, the District loaned \$700,000 to the Armand Borel Trust (dated June 20, 1994 as amended and restated in 2008). The loan amount is secured by a recorded deed of trust for the real property owned by the Trust. The District is the beneficiary of the personal and real property from the Borel Estate, which is held in the Trust. The Trust lacked sufficient funds to undertake necessary actions, which would have resulted in foreclosure on real property and loss to the District. Therefore, the District loaned \$700,000, for a term of 3 years (which was extended to August 2021), at 10% simple interest. Principal and accrued interest are due at maturity, or at property sale, whichever occurs first. Accrued interest at December 31, 2017 totaled \$373,333.

In 2013, the District loaned \$99,959 and in 2014 \$32,000, to the trustees to continue the administration of the Trust without defaulting on current obligations. This loan is unsecured, 10% simple interest per annum, due July 2018 has been extended to 2021 or when property is sold, if earlier. Accrued interest at December 31, 2017 totaled \$57,032.

Additionally, in 2013 the District purchased the Hefferman/Heinz \$1.4 million Promissory Note and related fees and interest totaling \$100,407 dated March 11, 2009, which was a liability of the Trust, from the lender. This note is secured by deed of trust on the real property and assignment of leases and rents. The original interest rate of 11.35% increased to 17.35% at the time of default, and is calculated at 30/360 simple interest per annum. Accrued interest and late payment penalty at December 31, 2017 totaled \$1,113,292.

In 2014, the District loaned an additional \$700,000, to the trustees. The loan is secured by deed of trust, 10% simple interest per annum, due by August 28, 2018. Accrued interest at December 31, 2017 totaled \$245,000.

Notes Receivable	
2012 loan	\$ 700,000
2013 loan #1	99,959
2013 loan #2	1,500,407
2014 loan #1	20,000
2014 loan #2	12,000
2014 loan #3	700,000
Total at December 31, 2017	\$ 3,032,366

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

4. INTERFUND TRANSACTIONS

A. Due to/from other funds

At December 31, 2017, the balance of the due to/from other fund between the General Fund and the Debt Service Fund was \$1,177,987. These funds were advanced for anticipated bond payments.

B. Transfers In and Out

Transfers between funds during the year ended December 31, 2017 were as follows:

Transfers Out	Transfers In					
	Governmental Funds			Proprietary Funds		
	Major Funds			Non-major		
	General Fund	Debt Service Fund	Project Fund	Governmental Funds	Internal Service Funds	Total
General Fund	\$ 125,000	\$ 1,432,920	\$10,632,486	\$ -	\$ 7,046,840	\$ 19,237,246
Project Fund	228,325	-	-	12,050,826	16,749	12,295,900
Debt Service Funds	-	-	80,129,410	-	-	80,129,410
Non-major Governmental Funds	6,000	-	3,621,933	-	-	3,627,933
Internal Service Funds	3,749,530	-	4,702,171	-	-	8,451,701
Total	\$ 4,108,855	\$ 1,432,920	\$99,086,000	\$ 12,050,826	\$ 7,063,589	\$123,742,190

Transfers into the General Fund from the Project Fund was the return of unspent project funds. Transfers into the General Fund from the non-major governmental funds were for feral pig management.

Transfers into the General Fund from the Internal Service Funds was made to establish a Section 115 pension trust to stabilize future contributions.

Transfers into the Debt Service Fund from the General Fund was to fund limited obligation debt service payments and administrative fees.

Transfers into the Project Fund from the General Fund, Debt Service Fund, Non-Major Governmental Funds and Internal Service Funds were to fund capital projects. Transfers into the Project Fund from Debt Service Funds is related to issuance of new Measure WW debt in 2017.

Transfers into the non-major governmental funds from the Project Fund was the transfer of bond proceeds to fund the Measure WW local grant program, which is accounted for in a special revenue fund.

Transfers into the Internal Service Funds from the General Fund to fund the Major Infrastructure Renovation and Replacement Fund for future infrastructure needs. Transfers into the Internal Service Funds from the Project Fund was the return of unspent project funds.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

5. CAPITAL ASSETS

A. Capital Asset Additions and Retirements

The changes in the District's capital assets for governmental activities during the year ended December 31, 2017 follows:

	Balance January 1, 2017	Additions/ Adjustments	Retirements/ Adjustments	Transfers	Balance December 31, 2017
Non-depreciable capital assets:					
Land and trails	\$ 451,911,210	\$ -	\$ -	\$ 1,569,186	\$ 453,480,396
Historical structures	1,798,839	-	-	-	1,798,839
Construction in progress	58,387,749	26,378,444	-	(22,134,243)	62,631,950
Total non-depreciable	512,097,798	26,378,444	-	(20,565,057)	517,911,185
Depreciable capital assets:					
Infrastructure	149,713,543	-	(73,974)	19,246,158	168,885,727
Land improvements	40,067,911	-	-	106,709	40,174,620
Structures and improvements	56,783,534	-	-	362,612	57,146,146
Leasehold improvements	73,325,219	-	-	-	73,325,219
Equipment	28,810,083	1,506,755	(1,586,700)	849,578	29,579,716
Total depreciable	348,700,290	1,506,755	(1,660,674)	20,565,057	369,111,428
Less accumulated depreciation:					
Infrastructure	(81,103,999)	(2,959,120)	46,498	-	(84,016,621)
Land improvements	(38,625,273)	(201,896)	-	-	(38,827,169)
Structures and improvements	(16,727,073)	(1,098,921)	-	-	(17,825,994)
Leasehold improvements	(46,523,152)	(1,359,840)	-	-	(47,882,992)
Equipment	(19,987,936)	(1,497,712)	1,575,094	-	(19,910,554)
Total depreciation	(202,967,433)	(7,117,489)	1,621,592	-	(208,463,330)
Total depreciable assets, net	145,732,857	(5,610,734)	(39,082)	20,565,057	160,648,098
Total governmental activities capital asset, net	\$ 657,830,655	\$20,767,710	\$ (39,082)	\$ -	\$ 678,559,283

Depreciation expense is charged to functions based on their usage of the related assets. The amounts allocated to each function are as follows:

Governmental Activities	Depreciation Expense
Finance/Management Services	\$ 342,520
Executive/Legislative	2,338
Legal	2,537
Operations	6,135,124
Acquisition/Stewardship/Developer	56,339
Public Affairs	27,961
Public Safety	550,670
Total Governmental Activities	\$ 7,117,489

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

B. Capital Asset Contributions

Some capital assets may be acquired using Federal and State grant funds, or they may be contributed by developers or other governments. Assets acquired using grant funds are recorded in the fund financial statements as an expenditure. Assets received as contributions are recorded only in the proprietary and government-wide statements.

C. Construction in Progress

Land is periodically acquired as part of construction in progress and related acquisition costs and improvements are capitalized as they are required to make the property usable for its intended purpose. As projects are completed, capitalized costs are transferred from Construction in Progress to Land and other non-depreciable and depreciable capital assets.

6. DEFERRED INFLOWS OF RESOURCES AND UNEARNED REVENUE

A. Government-Wide Financial Statement

Unearned revenues in the governmental funds and the government-wide financial statement include deposits for events and grant advancements prior to work performed as per grant agreement. At December 31, 2017, unearned revenues in the governmental funds and government-wide financial statements were as follows:

Governmental Activities	2017 Unearned Revenue
Deposits for events	\$ 1,067,433
Grants	8,328,766
Other	42,304
Total	<u>\$ 9,438,503</u>

B. Fund Financial Statements

In addition to the unearned revenues listed above, at December 31, 2017 the following unavailable revenues were recorded as deferred inflows of resources in the fund financial statements because the revenue was not available (not received within 60 days of year-end) to finance expenditures of the current period. Property taxes for the fiscal year 2017-2018 are levied on July 1, 2017. The District recognizes the full levy amount. Any amounts not received within 60 days of year-end are recorded as both a receivable and a deferred inflow of resources in the governmental funds.

Governmental Funds	Unavailable Revenues
Property Tax	\$ 61,609,666
Grants	7,208,984
Accounts receivable invoices	500,509
Liens	100,000
Interest on notes receivable	1,788,657
Total	<u>\$ 71,207,816</u>

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

7. LONG TERM LIABILITIES

A. Long Term Debt and Transactions

The District's debt and transactions for the year ended December 31, 2017 are summarized below and discussed in detail thereafter.

	Balance			Balance		
	January 1,			December 31,	Due Within	Due in More
	2017	Additions	Retirements	2017	One Year	Than One Year
Measure AA General Obligation Bonds						
2008 Refunding	\$ 5,870,000	\$ -	\$ (3,780,000)	\$ 2,090,000	\$ 2,090,000	\$ -
Unamortized premium	940,849	-	(470,425)	470,424	470,424	-
Total Measure AA	6,810,849	-	(4,250,425)	2,560,424	2,560,424	-
Measure WW General Obligation Bonds						
Series 2009A	68,160,000	-	(54,580,000)	13,580,000	4,290,000	9,290,000
Unamortized premium	4,795,330	-	(376,104)	4,419,226	376,104	4,043,122
Series 2013A	28,340,000	-	(1,150,000)	27,190,000	1,195,000	25,995,000
Unamortized premium	3,858,501	-	(232,673)	3,625,828	232,673	3,393,155
Series 2017A	-	80,000,000	-	80,000,000	-	80,000,000
Unamortized premium	-	7,268,533	(30,286)	7,238,247	363,427	6,874,820
Series 2017B	-	44,550,000	-	44,550,000	670,000	43,880,000
Unamortized premium	-	9,092,991	(63,146)	9,029,845	757,749	8,272,096
Total Measure WW	105,153,831	140,911,524	(56,432,209)	189,633,146	7,884,953	181,748,193
Limited Obligation Bond						
2012 Promissory Notes	22,035,000	-	(815,000)	21,220,000	830,000	20,390,000
Unamortized premium	320,476	-	(15,507)	304,969	15,507	289,462
Total limited obligation	22,355,476	-	(830,507)	21,524,969	845,507	20,679,462
Total bonds payable	134,320,156	140,911,524	(61,513,141)	213,718,539	11,290,884	202,427,655
Net pension liabilities	115,814,969	12,620,701	-	128,435,670	-	128,435,670
Claims	9,316,425	736,718	-	10,053,143	2,141,322	7,911,821
Compensated absences	5,373,295	432,859	-	5,806,154	624,221	5,181,933
Pollution remediation obligation	5,720,000	-	-	5,720,000	-	5,720,000
Notes payable	3,032,366	-	-	3,032,366	-	3,032,366
Total Governmental						
Activities Long-Term Debt	\$273,577,211	\$ 154,701,802	\$ (61,513,141)	\$ 366,765,872	\$14,056,427	\$352,709,445

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

B. Debt Service Requirements

Future principal and interest payments on all long-term debt were as follows at December 31, 2017:

Limited Obligation Bonds						
	Year Ending		Principal		Interest	
	2018		\$ 830,000		\$ 589,880	
	2019		845,000		573,130	
	2020		865,000		556,030	
	2021		880,000		538,580	
	2022		900,000		520,780	
	2023-2027		4,820,000		2,286,958	
	2028-2032		5,555,000		1,548,320	
	2033-2037		6,525,000		580,088	
	Total		21,220,000		7,193,766	
	Debt premium		304,969		-	
	Total limited obligation		\$ 21,524,969		\$ 7,193,766	

Year Ending	Measure AA General Obligation Bonds		Measure WW General Obligation Bonds		Total General Obligation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2018	\$ 2,090,000	\$ 104,500	\$ 6,155,000	\$ 5,850,553	\$ 8,245,000	\$ 5,955,053
2019	-	-	22,010,000	7,116,650	22,010,000	7,116,650
2020	-	-	21,785,000	6,094,750	21,785,000	6,094,750
2021	-	-	7,345,000	5,024,100	7,345,000	5,024,100
2022	-	-	7,695,000	4,674,850	7,695,000	4,674,850
2023-2027	-	-	44,535,000	17,338,675	44,535,000	17,338,675
2028-2032	-	-	36,495,000	6,597,650	36,495,000	6,597,650
2033-2037	-	-	19,300,000	1,647,194	19,300,000	1,647,194
Total	2,090,000	104,500	165,320,000	54,344,422	167,410,000	54,448,922
Debt premium	470,424	-	24,313,146	-	24,783,570	-
Total GO Bonds	\$ 2,560,424	\$ 104,500	\$ 189,633,146	\$ 54,344,422	\$ 192,193,570	\$ 54,448,922

Grand Total		
Year Ending	Principal	Interest
2018	\$ 9,075,000	\$ 6,544,933
2019	22,855,000	7,689,780
2020	22,650,000	6,650,780
2021	8,225,000	5,562,680
2022	8,595,000	5,195,630
2023-2027	49,355,000	19,625,633
2028-2032	42,050,000	8,145,970
2033-2037	25,825,000	2,227,282
Total	188,630,000	61,642,688
Debt premium	25,088,539	-
Grand Total	\$ 213,718,539	\$ 61,642,688

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

C. Description of the Long-Term Debt Issues

2012 Promissory Notes – On August 24, 2012 the District issued \$24,955,000 of 2012 Promissory Notes, with interest rates between 1.75% and 3.5%, to finance field and administrative facility replacement and renovation. The outstanding balance as of December 31, 2017 was \$21,220,000.

The 2012 Promissory Notes are limited obligations of the District, payable solely from limited ad valorem property taxes levied upon certain taxable property within the District or from other funds legally available.

The Notes are subject to optional and mandatory early redemption provisions.

The Notes were issued at a \$387,673 premium, which is being amortized over the 25-year life of the Notes, resulting in annual amortization of \$15,507.

Measure AA 2008 General Obligation Refunding Bonds – The District issued General Obligation (GO) Refunding Bonds in the amount of \$75,600,000, with interest rates ranging from 3.49% to 5.25%, on July 3, 2008. The bond proceeds were placed in an irrevocable trust for the payment of principal and interest on the 1998 General Obligation Refunding Bonds and to all outstanding bonds of \$80,035,000 on September 1, 2009. The outstanding principal balance of the refunding bonds as December 31, 2017 was \$2,090,000.

The District is empowered and externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the 2008 GO Refunding Bonds.

The Bonds are subject to optional and mandatory early redemption provisions.

The Bonds were issued at a premium of \$4,753,767, which is being amortized over the 12-year life of the Bonds, resulting in annual amortization of \$470,425.

Measure WW 2009 General Obligation Bonds – The District issued General Obligation (GO) Bonds Series 2009A in the amount of \$80,000,000, with interest rates ranging from 2.25% to 5.0%, on October 14, 2009. The purpose of the 2009 bonds was to finance acquisition of land, and for developing and improving recreational space of the District.

The District is empowered and is externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the GO Series 2009 Bonds.

The Bonds are subject to optional early redemption provisions.

The Bonds were issued at a premium of \$7,522,085, which is being amortized over the 20-year life of the Bonds, resulting in annual amortization of \$376,104.

On December 6, 2017, the District completed a partial advance refunding of its 2009A GO bonds. \$50,410,000 of the outstanding debt was defeased. The outstanding principal balance of the remaining 2009A bonds at December 31, 2017 was \$13,580,000.

Measure WW 2013 General Obligation Bonds – The District issued General Obligation (GO) Bonds Series 2013 in the amount of \$80,000,000, with interest rates ranging from 1.0% to 5.0%, on July 31, 2013. The purpose of the 2013 bonds was to finance acquisition of land, and for developing and improving recreational space of the District. The outstanding debt balance at December 31, 2017 was \$27,190,000.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

The District is empowered and is externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the GO Series 2013 Bonds.

The Bonds are subject to optional early redemption provisions.

The Bonds were issued at a premium of \$4,653,469, which is being amortized over the 20-year life of the Bonds, resulting in annual amortization of \$232,673.

Measure WW 2017A General Obligation Bonds – The District issued General Obligation (GO) Bonds Series 2017A-1 and 2017A-2 in the amount of \$80,000,000, with interest rates ranging from 2.875% to 5%, on December 6, 2017. The purpose of the 2017 bonds was to finance acquisition of land, and for developing and improving recreational space of the District. The outstanding debt balance at December 31, 2017 was \$80,000,000.

The bonds are subject to optional early redemption provisions.

The bonds were issued at a premium of \$7,268,533, which is being amortized over the 20-year life of the Bonds. For 2017, the amortization is \$30,286 and \$363,427 annually.

Measure WW 2017B General Obligation Refunding Bonds –The District issued General Obligation Refunding Bonds 2017 B-1 and B-2 in the amount of \$44,550,000 on December 6, 2017, with interest rates ranging from 4.0% to 5.0%. The bond proceeds were placed in an irrevocable trust for payment of principal and interest on a portion of the 2009 General Obligation Bonds. The outstanding principal of the refunding bonds as of December 31, 2017 was \$44,550,000.

The District is empowered and externally obligated to levy ad valorem taxes, without limitation as to rate or amount, upon certain property subject to taxation within the District, for the payment of interest and principal of the 2017 GO Refunding Bonds.

The Bonds are subject to optional early redemption provisions.

The Bonds were issued at a premium of \$9,092,991, which will be amortized over the 12-year life of the Bonds. For 2017, the amortization is \$63,146 and \$757,749 annually.

Defeased Debt – In 2009 the District issued 2009 General Obligation Refunding Bonds which were used to defease a portion of the outstanding principal of the 2006 Refunding, and 2008 Refunding Bonds in the amount of \$18,075,000. The proceeds of the new debt were used to purchase U.S. government securities, which were placed in a separate, irrevocable trust fund. The investments, and fixed earnings from the investments, are expected to be sufficient to fully service the defeased debt, until the debt is called or matures. For financial reporting purposes, the debt is considered defeased. Consequently, the related trustee assets and liabilities are not included in the District's financial statements. Defeased debt outstanding on the issuance is \$10,430,000 at December 31, 2017.

In 2017 the District issued 2017 advance refunding bonds, the proceeds of which were used to defease a portion of the outstanding principal of the 2009 General Obligation Bonds in the amount of \$50,410,000. The proceeds of the new debt were used to purchase U.S. government securities, which were placed in a separate, irrevocable trust fund. The investment, and fixed earnings from the investments, are expected to be sufficient to fully service the defeased debt, until the debt is called or matures. For financial reporting purposes, the debt is considered defeased. Consequently, the related trustee assets and liabilities are not included in the District's financial statements. Defeased debt outstanding on this issuance was \$50,410,000 at December 31, 2017. The 2017 refunding reduced total debt service payments by \$8,205,229, and resulted in an economic loss of \$3,039,613.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

D. Compensated Absences

The District records a liability to recognize the financial effect of unused vacation and other compensated leaves. The total of vacation and other compensated leaves was \$5,806,154 at December 31, 2017. The District uses the General Fund to liquidate compensated absences recorded in the governmental activities.

	January 1, 2017	Additions	Deletions	December 31, 2017	Due within One Year	Due in More than One Year
Governmental Activities	\$ 5,373,295	\$ 782,117	\$ (349,258)	\$ 5,806,154	\$ 624,221	\$ 5,181,933

E. Accrued Claims

The District records current and long term liabilities to recognize incurred but not reported claims in proprietary funds for self-insured general liability, workers' compensation and dental benefits as follows:

	January 1, 2017	Claims incurred	Claims paid	December 31, 2017	Due within One Year	Due in More than One Year
Workers' compensation	\$ 8,486,347	\$ 2,106,182	\$ (1,946,529)	\$ 8,646,000	\$ 1,652,234	\$ 6,993,766
General liability	762,000	851,156	(267,156)	1,346,000	427,945	918,055
Dental benefits	68,078	1,265,455	(1,272,390)	61,143	61,143	-
	<u>\$ 9,316,425</u>	<u>\$ 4,222,793</u>	<u>\$ (3,486,075)</u>	<u>\$ 10,053,143</u>	<u>\$ 2,141,322</u>	<u>\$ 7,911,821</u>

F. Notes Payable

The District recorded a liability of \$3,032,366 related to the Borel property described in Note 3 (Notes Receivable) to recognize the prospective property sale proceeds which will be utilized to offset the related notes receivable of the same amount.

8. FUND EQUITY

A. Classification of Governmental Fund Balances

Fund balance classifications report a hierarchy based upon the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

- Nonspendable – amounts that cannot be spent because they are (1) not in spendable form, such as prepaid, inventories and long-term receivables, or (2) legally or contractually required to remain intact.
- Restricted – amounts that are restricted by external parties such as imposed by grantors, via contracts, by laws, or per regulation or by constitutional provision or enabling legislation.
- Committed – amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.
- Assigned – amounts which are intended to be used for a specific purpose, but do not meet the criteria of restricted or committed, including the remaining fund balance in all governmental funds, except the General Fund.
- Unassigned – negative fund balance amounts, or the residual amounts in the General Fund that have no restrictions placed upon them.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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The District does not have a formal policy on the order of spending of unrestricted amounts when an expenditure is incurred for which amounts in any of the unrestricted fund balance classification could be used. Therefore, by default under GASB Statement No. 54, the District uses committed resources first, then assigned resources, and unassigned resources last, as they are needed. The District considers restricted, committed, assigned and unassigned amounts to have been spent when an expenditure is incurred for purposes allowable.

Governmental fund balances are committed only through formal action of the governing body via Board of Directors resolution. Modification or rescission of fund balance commitments also require resolution of the Board.

In the General Fund, the Board has delegated the authority to make assignments of fund balance to management (i.e. Assistant General Manager Finance and Management Services/CFO, and General Manager). Fund balances in other funds are assigned by default.

During 2013 the Board of Directors approved resolution number 2013-10-233, the General Fund Reserve (Unassigned) Fund Balance Policy. That policy defines the intent and uses of the unassigned fund balance, and establishes the appropriate target amount to be held (minimum general fund reserve fund balance in unassigned fund balance). The minimum reserve fund balance amount is currently set at 32% of annual revenue. The CFO has the responsibility to review this percentage, and make recommendations to the Board, if change is warranted considering all factors involved in determining appropriate amount of minimum General Fund Reserve.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

The following is detail of the categories of governmental funds' fund balances at December 31, 2017.

	General Fund	Debt Service Fund	Project Fund	Non-Major Funds	Total Governmental Funds
Nonspendable					
Endowment corpus	\$ -	\$ -		\$ 4,496,125	\$ 4,496,125
Consumable supplies	476,528	-	-	-	476,528
Long-term notes receivable	-	-	3,032,366	-	3,032,366
Prepaid items and deposits	3,383,879	-	1,987,804	200,208	5,571,891
Total Nonspendable	3,860,407	-	5,020,170	4,696,333	13,576,910
Restricted					
Debt Service/bond proceeds	-	14,782,631	109,001,431	-	123,784,062
Future pension contributions	3,509,023	-	-	-	3,509,023
Park maintenance and operations	1,824,312	-	-	29,981	1,854,293
Capital projects	-	-	16,014,587	-	16,014,587
Endowment earnings	-	-	-	403,235	403,235
Operating agreements	25,526,550	-	-	11,457,149	36,983,699
Trail operations	-	-	-	4,189,980	4,189,980
Total Restricted	30,859,885	14,782,631	125,016,018	16,080,345	186,738,879
Committed					
Fire fuel reduction grant match	-	-	380,245	-	380,245
Land acquisition/development	-	-	6,818,191	-	6,818,191
Mitigation	-	-	-	1,165,575	1,165,575
Coyote Hills-Dumbarton Quarry	-	-	-	1,310,603	1,310,603
Capital projects	-	-	12,598,793	-	12,598,793
Revenue take-away contingency	13,250,000	-	-	-	13,250,000
Workers' compensation contingency	2,000,000	-	-	-	2,000,000
Total Committed	15,250,000	-	19,797,229	2,476,178	37,523,407
Assigned					
Election costs	2,200,001	-	-	-	2,200,001
Budgeted first quarter expenditures	8,339,043	-	-	-	8,339,043
Gifts for park maintenance and improvements	-	-	-	1,192,029	1,192,029
Legal contingency	700,000	-	-	-	700,000
Martin Luther King Jr. Internship	-	-	-	134,776	134,776
Mitigation	-	-	-	81,167	81,167
Total Assigned	11,239,044	-	-	1,407,972	12,647,016
Unassigned					
	55,790,746	-	-	(5,397)	55,785,349
Total Fund Balances	\$ 117,000,082	\$ 14,782,631	\$ 149,833,417	\$ 24,655,431	\$ 306,271,561

9. DEFERRED COMPENSATION

Employees may participate in a deferred compensation program (457 plan) at their option. Additionally, management employees may participate in a 401(a) plan. These plans are maintained by a third party, and the related financial information is not included in these financial statements. The District did not contribute to this plan in 2017.

10. OTHER POST EMPLOYMENT HEALTH AND DENTAL BENEFITS

Plan Description: Substantially all full-time District employees and their eligible dependents are eligible for post-employment health care benefits through a single-employer defined benefit OPEB plan (the plan) currently funded during the employees' active service. The District's EBRPD Retirement Plan provides medical insurance benefits to eligible retirees and their eligible dependents based on union agreements and District policy. The District does not issue a separate stand-alone financial report for its OPEB plan. There are benefits for pre-Medicare and post-Medicare status.

A summary of eligibility and contributions are shown below:

- **2428 Union Employees pre-Medicare:**
 - The District pays \$100 (\$200) per month towards medical premiums for any employee who works for the District until at least age 55 and retires with at least 10 (20 or more) years of service. The benefit discontinues at age 65 when Medicare coverage commences.
- **2428 Union Employees post-Medicare hired after 1/1/2012:**
 - Eligible for CalPERS Health with District providing the Public Employees' Medical & Hospital Care Act (PEMHCA) contribution. The minimum employer contribution is updated annually as prescribed by California Government Code section 22892 of the PEMHCA based on the medical care component of the Consumer Price Index.
- **2428 Union Employees post-Medicare hired before 1/1/2012:**
 - Each retired employee and spouse (upon spouse reaching age 65), is offered one of the following options at District expense:
 - Enrollment in the AARP Medicare Supplement and Rx Plan, or
 - Reimbursement in an amount equal to the amount required to fund the AARP option
- **Police Association Employees:**
 - The District contributes to future retiree medical at a cost equal to the PEMHCA minimum amount, which was \$128 per month per retiree in 2017, as long as they retire or resign in good standing at age 50 or older after 10 years of service.
- **Management/Confidential Employees pre-Medicare hired or promoted on or after 1/1/2003:**
 - If the retiree has at least 10 (20) years of service as a regular employee, the District will pay \$250 (\$300) a month toward medical.
- **Management/Confidential Employees pre-Medicare hired or promoted before 1/1/2003:**
 - Family medical benefits will be provided at the medical plan rates for employees who retire from the District until age 65, when Medicare commences.
- **Management/Confidential Employees post-Medicare hired after 1/1/2012:**

Eligible for choice of either:

 - If employee is enrolled in CalPERS Health with District, the District will provide the PEMHCA contribution. The minimum employer contribution is updated annually as prescribed by California.

East Bay Regional Park District

Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

- Government Code section 22892 of the PEMHCA based on the medical care component of the Consumer Price Index.
- If the retiree has at least 10 (20) years of service as a regular employee, the District will pay \$250 (\$300) a month.
- **Management/Confidential Employees post-Medicare hired or promoted before 1/1/2012:**
 - The cost of Medicare, Part B, will be provided thereafter for employee and spouse (upon spouse turning 65)
 - Each retired employee and spouse (upon spouse reaching age 65), is offered one of the following options at District expense:
 - Enrollment in the AARP Medicare Supplement and Rx plan, or
 - Reimbursement in an amount equal to the amount required to fund the AARP option.
- **Management employees at the level of Assistant General Manager or General Manager:**
 - If retiree has at least 10 (20) years of service as a regular employee will be paid \$300 (\$350) a month toward medical. Management employees at the level of Assistant General Manager or General Manager with 20 (15) years of service, upon reaching the age of 65, will be offered the opportunity to continue enrollment in the medical program or the AARP supplemental coverage at District expense for the retiree and spouse (retiree only). They will also be offered the opportunity to continue participation in the District dental program at District expense, after 20 years, retiree and spouse, at 15 years retiree only at the District's expense.
- **Board Members**
 - Board members who retire from the Board with 12 or more years of service are eligible for the same benefits as pre-2003 Management and Confidential employees, at District expense. Board members who retire with less than 12 years of service are eligible for these benefits at their own expense.

Funding Policy: In 2012, the District became a participant in the California Employers' Retiree Benefit Trust (CERBT), an agent multiple-employer defined benefit healthcare plan trust administered by CalPERS. Fiduciary responsibility over the trust is assumed by the plan administrator, CalPERS. CERBT is managed by an appointed board not under the control of the District. This trust is not considered a component unit by the District and has been excluded from these financial statements. Separately issued financial statements for CERBT may be obtained from CalPERS at P.O. Box 942709, Sacramento, California 94229.

The District pays all costs of the plan, except for the participation of retirees who pay District group medical and dental premiums. The District's policy is to make a contribution to the Trust each pay period, for the purpose of funding its required contribution over a period of time. The amount necessary to fund future benefits is based upon the actuarial valuation in accordance with GASB Statement No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*. For fiscal year 2017, the District contributed a total of \$4,931,260 to the plan.

Annual OPEB Cost and Net OPEB Assets: The District's annual OPEB cost is calculated based on the Annual Required Contribution (ARC) of the employer, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 20 years. The 2017 ARC rate was 9.1% of annual covered payroll. The following table shows the components of the District's annual OPEB cost for the year, the amount contributed to the plan, and the changes in the District's net OPEB obligation (asset) for the year ended December 31, 2017:

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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Required annual contribution (ARC)	\$ 4,931,260
Interest on net OPEB asset	(127,162)
Adjustment to ARC	176,801
Annual OPEB cost (expense)	4,980,899
Contributions made	(4,931,260)
less implied subsidy	533,930
Decrease/(increase) net pension (asset)	583,569
Net OPEB (asset) beginning of year	(1,883,879)
Net OPEB (asset) end of year	<u>\$ (1,300,310)</u>

The net OPEB asset is primarily due to the 2007 contribution amount above the ARC. This amount is recorded as an asset on the Government-Wide Statement of Net Position.

Plan cost, the percentage of annual cost contributed to the Plan and the net OPEB asset for the year ended December 31, 2017 and the two preceding years were as follows:

Year Ending December 31,	Annual OPEB Cost	Amount Contributed	Percentage Contributed	Net OPEB Asset
2015	\$ 4,972,755	\$ 4,920,983	99%	\$ 2,467,099
2016	5,136,584	5,115,364	100%	1,883,879
2017	4,980,899	4,931,260	99%	1,300,310

Funded Status and Funding Progress: Based upon the most recent actuarial valuation (June 30, 2017), the AAL for benefits was \$67,991,000, compared to the actuarial value of plan assets of \$47,505,000, resulting in UAAL of \$20,486,000. The estimated annual covered payroll is \$53,367,000, resulting in a UAAL as a percent of payroll of 38.4%. The schedule of funding progress, included in required supplementary information (RSI) section of this report, presents multi-year trend information about the OPEB actuarial value of plan assets in relationship to the actuarial accrued liability for benefits.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples of these estimates and assumptions include future employment trends, mortality and the health care cost trend. Amounts are determined regarding the funded status of the plan, and the annual required contribution of the employer are subject to the continual revision as actual results are compared with past expectations and new estimates are made about the future.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members), include the types of benefits provided at the time of each valuation, and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2017 actuarial valuation, the entry age normal actuarial (EAN) cost method used was used. Under the EAN cost method, the plan's normal cost is developed as a level percent of payroll through the participants' working lifetime. Entry age is based on current age minus years of service. The actuarial accrued liability (AAL) represents the portion of the present value of benefits that participants have earned (on an actuarial, not actual basis) through the valuation date.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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In the current actuarial report, the following assumptions were utilized:

- discount rate 6.75%
- payroll increases 3.0%
- inflation 2.75%
- PEMHCA minimum increase 4.25%, and
- dental trend 2.75%

Another key assumption is future healthcare inflation rates. For the June 30, 2017 actuarial valuation, premium rate increases range from 7.5% as an annual high in 2019, decreasing to an annual low of 4.0% in 2076 and beyond. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at June 30, 2015 was 14 years.

11. PENSION PLANS

The District has four defined benefit retirement plans: the East Bay Regional Park District General Employees Plan, the East Bay Regional Park District Sworn Safety Plan, the California Public Employees' Retirement System (CalPERS) Miscellaneous Plan, and the CalPERS Safety Plan. The plans provide retirement and disability benefits, annual cost of living adjustments and death benefits to plan members and their beneficiaries. The liability for pension-related debt has been liquidated primarily by the General Fund.

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
CalPERS Miscellaneous Plan	\$ 93,761,267	\$ 28,619,146	\$ 2,294,360
CalPERS Safety Plan	19,994,259	6,158,869	1,115,296
EBRPD General Plan	12,660,707	-	2,156,000
EBRPD Sworn Safety Plan	2,019,437	-	213,200
	\$ 128,435,670	\$ 34,778,015	\$ 5,778,856

A. East Bay Regional Park District Retirement Plans

Plan Description. The District contributes to the East Bay Regional Park District (EBRPD) Plans, single employer defined benefit pension plans, to provide retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The EBRPD Plans are administered by Transamerica Retirement Services. Benefit provisions are established by Resolution of the Board of Directors. Board oversight over the Plans is provided by the District's Board of Directors. The EBRPD plans have been closed since January 1, 2001, and January 1, 2000, for the General Employees Plan and the Sworn Safety Plan, respectively. All new and eligible employees hired after these dates are enrolled in CalPERS Public Employees Retirement System (a multiemployer defined benefit pension system) described in footnote 11 B.

Membership in the EBRPD Plans comprised the following at January 1, 2017:

	General Plan	Sworn Safety Plan
Active plan members	4	-
Retirees and beneficiaries currently receiving benefits	105	8
COLA only retirees	71	17
Vested terminated employees	4	1
Disability retirements	-	5
Total	184	31

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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Benefits Provided. The EBRPD Plan provides retirement and disability benefits (sworn only), annual cost of living adjustments and death benefits to plan members, who must be public employees, and their beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment, age and the average of the final 3 years compensation. General Employee Plan members with five years of continuous service are eligible to retire at age 58 with a 2.3% benefit formula or take early retirement at age 48 with statutorily reduced benefits. Sworn Safety Plan members with five years of continuous service are eligible to retire at age 50 with a 2% benefit formula (capped at 75% of average salary), with an actuarial increase for commencement after age 50. Sworn members are eligible for non-duty disability benefits after 5 years of service at a reduced benefit rate. Miscellaneous and sworn employees' pre-retirement death benefit may be a single sum cash payment, or in the form of a life annuity. Post-retirement, surviving spouse death benefit is based on the participants' elected annuity provisions, and may extend for the life of the designated beneficiary, depending on the election made. Cost of living adjustments are a maximum of 2% at age 70 for the General Employee Plan and a maximum of 2% effective two years after retirement for Sworn Safety Plan members.

Investments. In accordance with the Investment Policy for the EBRPD Plan, as approved by the Board of Directors in October 2016, investments are reported at fair market value. The investment goal is to prudently invest Plan assets to obtain the highest possible returns to best fund the payments due retired employees while assuming a reasonable risk posture and protecting against loss of purchasing power. At the same time, the fund shall maintain an adequate percentage of the portfolio directly and/or indirectly in liquid short-term securities to meet requirements for cash flow.

The EBRPD Plans include asset allocation targets as noted below:

	<u>Target</u>	<u>Actual</u>	<u>Fair Value</u>
Domestic Equity	40.00%	47.40%	\$ 19,907,919
Fixed Income	48.00%	39.30%	16,518,918
International	10.00%	11.30%	4,757,035
Cash	2.00%	2.00%	830,323
Total	<u>100.00%</u>	<u>100.00%</u>	<u>\$ 42,014,195</u>

Rate of Return

The annual money-weighted rate of return for the year ended December 31, 2017, net of plan investment expenses, was 19.8%.

Contributions. The Board Operating Guidelines grant the authority to establish and amend the contribution requirements of the District and active employees to the District's Board of Directors. The District establishes rates based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by Plan members during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of plan members. Management employees' contribution rate is 8.15%, and non-management employees' contribution rate is 8.55% for the General Employees Plan. At the end of 2017, employees were contributing 6% of employee portion, with the District paying the balance. The total employee portion was \$11,079, with the District paying \$3,265 of that amount.

Net Pension Liability. The net pension liability was measured as of December 31, 2017 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2017. The changes in the net pension liability at December 31, 2017 were as follow:

East Bay Regional Park District
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	General Employees Retirement Plan		
	Single Employer Defined		
	Benefit Pension Plan		
	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability/(Asset)
Balance at December 31, 2016	\$ 49,307,486	\$ 35,998,011	\$ 13,309,475
Changes in the year:			
Service cost	77,000	-	77,000
Interest on the total pension liability	2,494,334	-	2,494,334
Differences between actual and expected experience	(277,000)	-	(277,000)
Changes in assumptions	2,949,000	-	2,949,000
Contribution - employer	-	1,120,841	(1,120,841)
Contribution - employee	-	7,132	(7,132)
Net Investment income	-	4,825,163	(4,825,163)
Administrative expenses	-	(61,034)	61,034
Benefit payments, including refunds of employee contributions	(3,602,651)	(3,602,651)	-
Net changes	1,640,683	2,289,451	(648,768)
Balance at December 31, 2017	\$ 50,948,169	\$ 38,287,462	\$ 12,660,707

	Sworn Safety		
	Single Employer Defined		
	Benefit Pension Plan		
	Increase (Decrease)		
	Total Pension	Plan Fiduciary	Net Pension
	Liability	Net Position	Liability/(Asset)
Balance at December 31, 2016	\$ 4,898,671	\$ 3,339,946	\$ 1,558,725
Changes in the year:			
Interest on the total pension liability	331,666	-	331,666
Differences between actual and expected experience	333,000	-	333,000
Changes in assumptions	464,000	-	464,000
Contribution - employer	-	118,500	(118,500)
Contribution - employee	-	-	-
Net Investment income	-	555,395	(555,395)
Administrative expenses	-	(5,941)	5,941
Benefit payments, including refunds of employee contributions	(281,167)	(281,167)	-
Net changes	847,499	386,787	460,712
Balance at December 31, 2017	\$ 5,746,170	\$ 3,726,733	\$ 2,019,437
Totals of both plans	\$ 56,694,339	\$ 42,014,195	\$ 14,680,144

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
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Pension Expense and Deferred Outflows/Inflows of Resources Related to Pension –

For the year ended December 31, 2017, the District’s recognized pension expense for the General and Safety plans of \$3,211,073 and \$848,212, respectively. At December 31, 2017 the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the General and Safety Plans:

	<u>General Plan</u> <u>Single Employer Plan</u> <u>Deferred</u> <u>Outflows/(Inflows)</u> <u>of Resources</u>	<u>Sworn Safety Plan</u> <u>Single Employer Plan</u> <u>Deferred</u> <u>Outflows/(Inflows)</u> <u>of Resources</u>	<u>Total</u> <u>Deferred</u> <u>Outflows/(Inflows)</u> <u>of Resources</u>
Net difference between projected and actual earnings on pension plan investments	\$ (2,156,000)	\$ (213,200)	\$ (2,369,200)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expenses as follows:

Measurement Periods Ended June 30:	General Plan	Sworn Safety Plan	Total
2017	\$ (398,000)	\$ (40,000)	\$ (438,000)
2018	(398,000)	(40,000)	(438,000)
2019	(732,600)	(71,200)	(803,800)
2020	(627,400)	(62,000)	(689,400)
	<u>\$ (2,156,000)</u>	<u>\$ (213,200)</u>	<u>\$ (2,369,200)</u>

Actuarial Assumptions.

	<u>EBRPD General and Sworn Safety Plans</u>
Valuation Date	January 1, 2017
Measurement Date	December 31, 2017
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	4.40%
Payroll Growth	3.50%
Projected Salary Increase	Varies by Entry Age and Service
Investment Rate of Return	4.40%
Mortality	Mortality projected fully generational with Scale MP-2016. Based on the CalPERS 1997-2011 experience study inflation was lowered to 2.5%

The Discount Rate was set equal to the long-term expected rate of return. The long-term expected rate of return was used since current assets, future District contributions, and future member contributions are projected to be sufficient to cover all future benefit payments and expenses. The “crossover test” was performed in accordance with the requirements specified in GASB Statement 67, including a projection that the Plan’s funding policy will remain unchanged.

East Bay Regional Park District
 Notes to the Basic Financial Statements, continued
 For the year ended December 31, 2017

The Discount Rate (long-term expected rate of return) was lowered from 5.40% to 4.40% and was derived based on the inflation assumption of 2.5% and the following asset allocation:

- 50% equities, 48% fixed income, and 2% cash through 2021
- 40% equities, 55% fixed income and 5% cash for 2022 to 2024, and
- 15% equities, 80% fixed income and 5% cash after 2025.

The geometric real rates of return were assumed to be 5.3% for equities and 1.5% for fixed income.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the net pension liability of the Plans, calculated using the discount rate above, as well as what the employer’s net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rate:

	General Employees Retirement Plan	Sworn Safety Retirement Plan	Total
1% Decrease	3.40%	3.40%	
Net Pension Liability	\$ 17,817,000	\$ 2,660,000	\$ 20,477,000
Current Discount Rate	4.40%	4.40%	
Net Pension Liability	\$ 12,660,707	\$ 2,019,437	\$ 14,680,144
1% Increase	5.40%	5.40%	
Net Pension Liability	\$ 8,406,000	\$ 1,341,000	\$ 9,747,000

The EBRPD Retirement Plans do not issue separate, audited financial statements.

B. CalPERS – Miscellaneous and Safety Employees’ Pension Plans

The District contributes to the California Public Employee Retirement System (CalPERS). The miscellaneous employees of the District are part of an agent multiple-employer defined benefit pension plan. The safety employees are part of a cost-sharing multiple-employer defined benefit plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by State statute and District Board resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

Miscellaneous Plan

Plan Description. The Miscellaneous Plan is an agent multiple-employer defined benefit pension plan which act as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plan is established by State statute and District resolution.

Benefits Provided. CalPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees, and their beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment, age and the average of the final 3 years compensation. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: The Basic Death Benefit, the 1959 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied by the Public Employees’ Retirement Law. The plans’ provisions and benefits in effect at December 31, 2017, are summarized as follows:

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

**Miscellaneous Plan
Agent-Multiple**

	AFSCME, non-POA, Mangmt/Conf		POA non-sworn	
	Classic Member	PEPRA Member	Classic Member	PEPRA Member
Hire date	Prior to 1/1/2013	On/After 1/1/2013	Prior to 1/1/2013	On/After 1/1/2013
Benefit formula ⁽¹⁾	2.5% @55	2.0% @62	2.5% @55	2.0% @62
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50	52	50	52
Monthly benefits, as a % of annual salary	2% to 2.7%	2% to 2.7%	2% to 2.7%	2% to 2.7%
Required employee contribution rate	8.000%	6.250%	8.000%	6.250%
Required employer contribution rate	24.649%	24.649%	24.649%	24.649%

(1) Newly hired Misc Employees will be enrolled in the 2% at 60 or 2% at 62 formula, dependent on the individual's eligibility, as per AB340 consistency.

Employees Covered. At December 31, 2017, the following employees were covered by the benefit terms of the Miscellaneous Plan.

Inactive employees or beneficiaries currently receiving benefits	284
Inactive employees entitled to but not yet receiving benefits	226
Active employees	<u>577</u>
Total	<u><u>1,087</u></u>

Contributions. Sections 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on July 1 following notice of change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rates of employees. For the year ended December 31, 2017, the District made the annual required employer contributions to the Miscellaneous Plan of \$13,697,357.

Net Pension Liability. The District's net pension liability for the Miscellaneous Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan was measured as of June 30, 2017, using an annual actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures.

Actuarial Assumptions – The total pension liabilities in the June 30, 2016 actuarial valuations were determined using the following actuarial assumptions for the Miscellaneous Plan:

East Bay Regional Park District
 Notes to the Basic Financial Statements, continued
 For the year ended December 31, 2017

Valuation Date	June 30, 2016
Measurement Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	Varies by Entry Age and Service
Investment Rate of Return ⁽¹⁾	7.15%
Mortality	Based on CalPERS Experience Study

⁽¹⁾ Net of pension plan investment; includes inflation.

The mortality table used for Miscellaneous Plan was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the CalPERS 2014 experience study report available on CalPERS website.

All other actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained in CalPERS' website under Forms and Publications.

Changes of Assumptions – GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense.

The discount rate of 7.00% was net of administrative expenses. The discount rate of 7.15% percent used for the June 30, 2017 measurement date is without reduction of pension plan administrative expense.

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pension. At December 31, 2017, the District recognized pension expense of \$13,949,429 for the Miscellaneous Plan.

The District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the Miscellaneous Plan:

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

	<u>Miscellaneous Plan</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$11,677,260	\$ -
Differences between actual and expected experience	634,454	(345,004)
Changes in assumptions	13,793,175	(1,949,356)
Net difference between projected and actual earnings on pension plan investments	<u>2,514,257</u>	
	<u>\$28,619,146</u>	<u>\$ (2,294,360)</u>

The \$11,677,260 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Periods	Miscellaneous
Ended June 30:	Plan
2018	2,777,948
2019	5,917,401
2020	4,456,214
2021	<u>1,495,963</u>
	<u>\$ 14,647,526</u>

Discount Rate. The discount rate used to measure the total pension liability was 7.15 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing of the plans, the tests revealed the assets would not run out. Therefore, the current 7.15 percent discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.15 percent is applied to all plans in the Public Employees

Retirement Fund. The stress test results are presented in a detailed report called “GASB Crossover Testing Report” that can be obtained at CalPERS’ website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund (Public Employees' Retirement Fund) cash flows. Such cash flows were developed assuming that both members and employers will make their required contribution on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for each cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by the Board effective on July 1, 2016.

Asset Class	Target Allocation	Real Return Years 1-10 (a)	Real Return Years 11+ (b)
Global Equity	47.0%	4.90%	5.38%
Global Fixed Income	19.0%	0.80%	2.27%
Inflation Sensitive	6.0%	0.60%	1.39%
Private Equity	12.0%	6.60%	6.63%
Real Estate	11.0%	2.80%	5.21%
Infrastructure and Forestland	3.0%	3.90%	5.36%
Liquidity	2.0%	-0.40%	-0.90%
	<u>100.0%</u>		

- (a) An expected inflation of 2.5% used for this period
- (b) An expected inflation of 3.0% used for this period

Sensitivity of the Net Pension Liability to changes in the Discount rate. The following presents the net pension liability of the District for the Miscellaneous Plan, calculated using the discount rate as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1- percentage point lower or 1- percentage point higher than the current rate:

	Agent-Multiple Miscellaneous Plan
1% Decrease	6.15%
Net Pension Liability	\$ 135,940,683
Current Discount Rate	7.15%
Net Pension Liability	\$ 93,761,267
1% Increase	8.15%
Net Pension Liability	\$ 58,809,436

Changes in the Net Pension Liability - The changes in the Net Pension Liability measured as of June 30, 2017 for the Miscellaneous Plan is as follows:

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at December 31, 2016	\$ 278,371,616	\$ 194,630,483	\$ 83,741,133
Changes in the year:			
Service cost	7,144,175	-	7,144,175
Interest on the total pension liability	20,941,579	-	20,941,579
Change in assumptions	17,329,886	-	17,329,886
Differences between actual and expected experience	(433,466)	-	(433,466)
Net plan to plan resource movement	-	(23,629)	23,629
Contribution - employer	-	9,992,798	(9,992,798)
Contribution - employee	-	3,363,970	(3,363,970)
Net Investment income	-	21,916,260	(21,916,260)
Administrative expenses	-	(287,359)	287,359
Benefit payments, including refunds of employee contributions	(11,901,807)	(11,901,807)	-
Net changes	33,080,367	23,060,233	10,020,134
Balance at December 31, 2017	\$ 311,451,983	\$ 217,690,716	\$ 93,761,267

Pension Plan Fiduciary Net Position – Detailed information about the pension plans’ fiduciary net position is available in the separately issued CalPERS financial reports.

Safety Plan

Plan Description. The District’s Safety Plan is a cost-sharing multiple-employer defined benefit pension plan administered by CalPERS since the plans have less than 100 active members, commonly referred to as risk pool. The District has four retirement benefit cost pools or tiers. Classic tier for all safety employees including Police and Fire hired prior to March 31, 2012. Police Tier II and Fire Tier II for employees hired prior to January 1, 2013. Police and Fire PEPPRA is for employees hired on or after January 1, 2013.

Benefits Provided. CalPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees, and their beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment, age and the average of the final 3 years compensation. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: The Basic Death Benefit, the 1959 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied by the Public Employees’ Retirement Law. The plans’ provisions and benefits in effect at December 31, 2017, are summarized as follows:

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

**Safety Plan
Cost Sharing**

	Fire-Sw orn		Police-sw orn	
	Classic Member	Tier 2 Member	Classic Member	Tier 2 Member
Hire date	Prior to 3/31/2012	On/After 3/31/2012 and before 1/1/2013	Prior to 3/31/2012	On/After 3/31/2012 and before 1/1/2013
Benefit formula ⁽¹⁾	3.0% @50	3.0% @55	3.0% @50	3.0% @55
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50	50	50	50
Monthly benefits, as a % of annual salary	2% to 2.7%	2% to 2.7%	2% to 2.7%	2% to 2.7%
Required employee contribution rate	9.000%	9.000%	12.000%	12.000%
Required employer contribution rate	32.328%	18.284%	32.328%	18.284%

**Safety Plan
Cost Sharing**

	Fire-Sw orn	Police-sw orn
	PEPRA Member	PEPRA Member
Hire date	On/After 1/1/2013	On/After 1/1/2013
Benefit formula	2.7% @57	2.7% @57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50	50
Monthly benefits, as a % of annual salary	2% to 2.7%	2% to 2.7%
Required employee contribution rate	11.500%	11.500%
Required employer contribution rate	11.990%	11.990%

(1) Newly hired Safety Employees will be enrolled in the 3% at 55 or 2.7% at 57 formula, dependent on the individual's eligibility, as per AB340 consistency.

Contributions. Sections 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on July 1 following notice of change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rates of employees. For the year ended December 31, 2017, the contributions made by the District to the Safety Plan were equal to the amount of the annual required employer contributions of \$2,252,293.

Net Pension Liability. The District's net pension liability for the Safety Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan was measured as of June 30, 2017, using an annual actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

Actuarial Assumptions – The total pension liabilities in the June 30, 2016 actuarial valuations were determined using the following actuarial assumptions for the Safety Plan:

Valuation Date	June 30, 2016
Measurement Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	Varies by Entry Age and Service
Investment Rate of Return ⁽¹⁾	7.15%
Mortality	Based on CalPERS Experience Study

⁽¹⁾ Net of pension plan investment; includes inflation.

The mortality table used for the Safety Plans was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the CalPERS 2014 experience study report available on CalPERS website.

All other actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the period from 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained in CalPERS' website under Forms and Publications.

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pension. At December 31, 2017, the District recognized pension expense of \$2,671,115 for the Safety Plan.

The District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for the Safety Plan:

	Cost-Sharing	
	Safety Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 1,511,808	\$ -
Differences between actual and expected experience	224,614	(58,563)
Changes in assumptions	3,257,465	(249,921)
Changes in proportion	454,727	(806,812)
Net difference between projected and actual earnings on pension plan investments	710,255	-
	<u>\$ 6,158,869</u>	<u>\$ (1,115,296)</u>

East Bay Regional Park District
 Notes to the Basic Financial Statements, continued
 For the year ended December 31, 2017

The \$1,511,807 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2018.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Periods	
Ended June 30:	<u>Safety Plan</u>
2018	667,767
2019	1,881,703
2020	1,397,890
2021	<u>(415,595)</u>
	<u>\$ 3,531,765</u>

Discount Rate. The discount rate used to measure the total pension liability was 7.15 percent. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing of the plans, the tests revealed the assets would not run out. Therefore, the current 7.15 percent discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.15 percent is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund (Public Employees' Retirement Fund) cash flows. Such cash flows were developed assuming that both members and employers will make their required contribution on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for each cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The following table reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. The target allocation shown was adopted by the Board effective on July 1, 2016.

East Bay Regional Park District

Notes to the Basic Financial Statements, continued

For the year ended December 31, 2017

Asset Class	Target Allocation	Real Return Years 1-10 (a)	Real Return Years 11+ (b)
Global Equity	47.0%	4.90%	5.38%
Global Fixed Income	19.0%	0.80%	2.27%
Inflation Sensitive	6.0%	0.60%	1.39%
Private Equity	12.0%	6.60%	6.63%
Real Estate	11.0%	2.80%	5.21%
Infrastructure and Forestland	3.0%	3.90%	5.36%
Liquidity	2.0%	-0.40%	-0.90%
	<u>100.0%</u>		

(a) An expected inflation of 2.5% used for this period

(b) An expected inflation of 3.0% used for this period

Sensitivity of the Net Pension Liability for Safety Plans to changes in the Discount rate. The following presents the net pension liability of the District for the District's proportionate share of the net pension liability for the Safety Plans, calculated using the discount rate as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1- percentage point lower or 1- percentage point higher than the current rate:

	Cost Sharing Safety Plan
1% Decrease	6.15%
Net Pension Liability	\$ 30,400,494
Current Discount Rate	7.15%
Net Pension Liability	\$ 19,994,259
1% Increase	8.15%
Net Pension Liability	\$ 11,439,855

Pension Plan Fiduciary Net Position – Detailed information about the pension plans' fiduciary net position is available in the separately issued CalPERS financial reports.

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

12. FIDUCIARY FUNDS – PENSION TRUST

The District is a trustee and has fiduciary responsibility for the following pension trust funds:

Statement of Fiduciary Net Assets

	EBRPD Retirement Plan- Safety	EBRPD Retirement Plan- General Employees	Total Pension Trust Funds
ASSETS			
Cash and cash equivalent	\$ 73,651	\$ 756,672	\$ 830,323
Mutual funds	3,653,082	37,530,790	41,183,872
Total assets	<u>3,726,733</u>	<u>38,287,462</u>	<u>42,014,195</u>
NET POSITION			
Net position restricted for pensions	\$ 3,726,733	\$ 38,287,462	\$ 42,014,195

Statement of Changes in Fiduciary Net Position

	EBRPD Retirement Plan- Safety	EBRPD Retirement Plan- General Employees	Total Pension Trust Funds
ADDITIONS			
Investment income	\$ 555,395	\$ 4,825,163	\$ 5,380,558
Contributions from employer	118,500	1,120,841	1,239,341
Contributions from employee	-	7,132	7,132
Total additions	<u>673,895</u>	<u>5,953,136</u>	<u>6,627,031</u>
DEDUCTIONS			
Payment to retirees	281,167	3,602,651	3,883,818
Administration costs	5,941	61,034	66,975
Total deductions	<u>287,108</u>	<u>3,663,685</u>	<u>3,950,793</u>
CHANGES IN NET POSITION	386,787	2,289,451	2,676,238
NET POSITION			
Beginning of year	3,339,946	35,998,011	39,337,957
End of year	<u>\$ 3,726,733</u>	<u>\$ 38,287,462</u>	<u>\$ 42,014,195</u>

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

13. RISK MANAGEMENT

General Liability – For general insurance coverage, including property, liability, cyber and watercraft, the District is a member of the CSAC-Excess Insurance Authority (EIA). The District’s self-insurance limit is \$500,000 for liability and \$25,000 for property. EIA covers the amount in excess of the self-insurance limit to \$25 million/year for liability and \$400 million/year for property. Additionally, the District purchases insurance coverage for aviation, errors and omission, and boiler and machinery.

The actuarially determined liability at December 31, 2017 for general liability was \$1,346,000, which includes an estimate for incurred, but not reported claims. Several claims were settled during 2017 and claims paid equated \$267,156.

Workers’ Compensation – For workers’ compensation coverage, the District retains \$350,000 for each claim, with the excess coverage provided through EIA. Total cost of 2017 workers’ compensation insurance was \$495,923

The actuarially determined liability at December 31, 2017 for workers’ compensation liability was \$8,646,000, which includes an estimate for incurred, but not reported claims. Claims paid during 2017 equaled \$2,009,002.

The actuarially determined liability for General Liability and Workers’ Compensation assumes a long term average annual return on investments of 3%.

Dental – The estimated liability for self-insured dental plan was \$68,078. Claims paid during 2017 equaled \$1,027,842.

**Changes to the internal service funds claims liability amounts
for the year ended December 31, 2017 and 2016 are as follows:**

Year Ending December	Accrued Claims Beginning of Year	Claims Incurred and Changes in estimates	Claims Paid	Accrued Claims End of Year
2016	\$ 9,007,125	\$ 2,966,524	\$ (2,657,224)	\$ 9,316,425
2017	\$ 9,316,425	\$ 4,222,793	\$ (3,486,075)	\$ 10,053,143

14. OPERATING LEASES

The District has a number of licenses and operating agreements with cities, counties, and other local agencies. Under these agreements, the District is given use of property owned by these entities in exchange for operating and maintaining the property as a regional park or open space. Generally, these agreements require no payment or a nominal payment by the District to these entities, and the contract terms vary from short-term to perpetuity. These leases are immaterial.

Under operating leases, the District leases land and facilities to tenants and concessionaires, who have agreed to provide the following minimum annual payments:

Year Ending December 31,	Amount
2018	\$ 2,943,673
2019	2,698,942
2020	2,553,752
2021	2,315,975
2022	1,976,666
Thereafter	7,970,276
Total	<u>\$ 20,459,284</u>

15. POLLUTION REMEDIATION OBLIGATIONS

The District follows the guidance of GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, establishing accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. These amounts are reported as other liabilities in the capital project fund. The District has two pollution remediation sites.

There is a former underground fuel storage tank at Redwood Park that contaminated subsurface soil and groundwater. The site has undergone investigation and remediation since 1993, but is not under an executive clean-up order by any outside agency. During 2018, the District will be working with an environmental remediation consultant to develop a work plan and recommend remediation action(s) to address the soil and groundwater contamination that remains at this site. The investigation conducted during 2018 will provide cost estimates for additional remedial actions and future liability. The 2017 costs related to regulatory reporting, etc. was \$42,275.

In March 2016, the District's Board of Directors approved closure of the Anthony Chabot Marksmanship Range ("Range") which was vacated in October 2016. After more than 50 years of operations, the District decided not to renew the lease with the Chabot Gun Club due to the extensive lead contamination at the site. Site clean-up and remediation costs for the recommended treatment are estimated between \$2.9 million and \$6.6 million based on a preliminary independent cost estimate assessment by consultants prepared in 2015. The estimate was prepared for the purpose of allowing the Board of Directors to consider potential costs in determining whether to renew the Gun Club lease. It is not based on specific site conditions. The District will begin site investigation in 2018. For 2016, the District used the expected cash-flow technique to measure the liability based on the remediation outlays expected to be incurred to settle that liability. The estimated cost to remediate the Range is \$5,720,000. The liability is reported in the government-wide financial statements as of December 31, 2017.

16. RELATED PARTIES

A. Joint Ventures

The District is a party to the following jointly governed organizations, in which there is no ongoing financial interest or ongoing financial responsibility.

Chabot Space and Science Center

The District is member of the 1989 joint powers agreement (JPA), under section 6500 et seq. of the California Government Code, with the City of Oakland, and the Oakland Unified School District, the purpose of which was the creation of Chabot Space and Science Center ("the Center"). The JPA is governed by a 22 member Board, 3 of whom are representatives from the District. The District is designated as lead agency pursuant to Government Code Section 6509. Per the JPA agreement, the District is required to license to the Center the use of telescopes. The District is also required to lease a parcel of land to the Center for a parking garage. The District has no other ongoing financial interest or responsibilities. Additionally, to the full extent permitted by law, the District is protected and indemnified against any claims or liabilities arising out of participation in the JPA.

East Bay Regional Communication System Authority

The District is one of 43 participating agencies of the East Bay Regional Communication System Authority, created in 2007, which is a 36-site, 2 county, P-25 compliant communication system designed to provide fully interoperable communications to all public agencies within Alameda and Contra Costa Counties. The activities of the JPA are funded through State and Federal grants. The District has no obligations for the debts or liabilities of the JPA.

East Contra Costa County Habitat Conservancy Program (ECCC HCP)

The District has purchased many properties in partnership with the ECCC HCP. Located on some of these properties are lease revenue generating facilities such as wind turbines, communication towers and residences. Pursuant to the terms of the purchase agreements with the grantor partner, all revenues earned from these leases

East Bay Regional Park District
Notes to the Basic Financial Statements, continued
For the year ended December 31, 2017

will be used for management of the purchased properties and adjacent properties in the Byron Hills/Vasco area and at Black Diamond Mines Regional Preserve.

Additionally, the District maintains operating agreements with other entities. East Bay Municipal Utility District is invoiced for services provided by EBRPD personnel on EBMUD property. The District also operates three state owned parks, Crown Memorial State Beach, Del Valle Regional Park and McLaughlin Eastshore State Park.

B. Regional Parks Foundation

The Foundation is a private 501(c)(3) non-profit organization, created in 1969, which supports the East Bay Regional Park District. The Foundation's mission is to raise funds to provide broader public access, resource enhancement and preservation, and support for education and recreational programs. The Foundation is not considered a component unit of the District under GASB 80, *Blending Requirements for Certain Component Units – An Amendment of GASB Statement No. 14*, because the economic resources of the Foundation are insignificant to the District and the Foundation has a Board of Directors which is completely separate from and not appointed by the District. Thus, its financial information is not included in the District's financial statement. Separate audited financial statements are available on their website www.regionalparksfoundation.org/.

17. COMMITMENTS AND CONTINGENCIES

The District participates in several Federal and State grant programs. These programs have been audited by the District's independent auditor in accordance with the provisions of the federal Single Audit Act amendments of 1996 and applicable State requirements. No cost disallowance was proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The District expects such amounts, if any, to be immaterial.

The District is a defendant in a number of lawsuits which have arisen in the normal course of business. In the opinion of the District's management and District's counsel, these actions when finally adjudicated will not have a material adverse effect on the financial position of the District.

REQUIRED SUPPLEMENTARY INFORMATION



1. BUDGETARY INFORMATION

A. Budgeting Procedures

The District Board of Directors adopts an annual operating budget, effective January 1 of each year, for governmental (except public safety special revenue funds) and proprietary funds. Project funds are budgeted on a project length basis and therefore are not comparable on an annual basis. The Board of Directors may amend the budget by resolution during the year. The General Manager, or his designee, is authorized to transfer budgeted amounts up to \$50,000; however, any revisions which alter the total expenditures of the fund must be approved by the District Board. All unencumbered appropriations lapse at the end of the fiscal year. The appropriations reflected in the Final Budget in section B on the next page have been adopted by the Board of Directors.

Annual budgets are prepared on a basis consistent with generally accepted accounting principles. The District maintains budgetary controls to ensure compliance with legal provisions embodied in the appropriated budget approved by the Board of Directors. The lowest level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amounts) for the operating budget is at the division level.

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of the formal budgetary process. In general, encumbrances outstanding at year-end lapse and must be re-appropriated as part of the following year budget.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

B. Schedule of Revenue, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund

	Original Budget	Final Budget	Actual Amounts	Variance Positive (Negative)
REVENUES				
Property taxes and assessments	\$ 123,400,000	\$ 123,400,000	\$ 128,608,261	\$ 5,208,261
Charges for services	9,575,150	9,575,150	9,573,751	(1,399)
Interest	550,000	550,000	908,281	358,281
Property usage	1,619,700	1,619,700	2,079,655	459,955
Interagency agreements and grants	332,720	482,720	243,472	(239,248)
Miscellaneous	743,430	738,941	936,262	197,321
Total revenues	<u>136,221,000</u>	<u>136,366,511</u>	<u>142,349,682</u>	<u>5,983,171</u>
EXPENDITURES				
Current:				
Acquisition/Stewardship/Development Division	9,823,740	9,937,019	9,104,913	832,106
Executive/Legislative Division	6,479,350	6,711,882	5,770,267	941,615
Finance/Management Services Division	9,131,940	9,310,578	8,797,108	513,470
Legal Division	2,563,240	3,036,500	2,829,438	207,062
Operations Division	62,262,090	62,687,839	59,637,051	3,050,788
Public Affairs Division	5,025,070	5,011,244	4,529,193	482,051
Public Safety Division	28,252,330	28,692,459	26,234,714	2,457,745
Capital outlay	972,520	2,400,119	1,791,524	608,595
Total expenditures	<u>124,510,280</u>	<u>127,787,640</u>	<u>118,694,208</u>	<u>9,093,432</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>11,710,720</u>	<u>8,578,871</u>	<u>23,655,474</u>	<u>15,076,603</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	117,000	117,000	222,878	105,878
Transfers in	6,000	3,859,318	4,108,855	249,537
Transfers out	(11,802,970)	(19,237,246)	(19,237,246)	-
Total other financing sources (uses)	<u>(11,679,970)</u>	<u>(15,260,928)</u>	<u>(14,905,513)</u>	<u>355,415</u>
NET CHANGE IN FUND BALANCE	<u>\$ 30,750</u>	<u>\$ (6,682,057)</u>	8,749,961	<u>\$ 15,432,018</u>
Beginning of year			108,250,121	
End of year			<u>\$ 117,000,082</u>	

See note to required supplementary information.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

2. SCHEDULE OF FUNDING PROGRESS FOR OTHER POST EMPLOYMENT BENEFITS (OPEB) PLAN

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Total UAAL	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
2013	\$ 26,248,000	\$ 54,271,000	\$ 28,023,000	48.4%	\$ 45,531,000	61.5%
2015	37,558,000	63,484,000	25,926,000	59.2%	46,688,000	55.5%
2017	47,505,000	67,991,000	20,486,000	69.9%	53,367,000	38.4%

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

3. SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY, RELATED RATIOS AND CONTRIBUTIONS

CalPERS - Miscellaneous Plan
Agent Multiple-Employer Defined Benefit Pension Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
Last 10 Years *

	2017	2016	2015
	June 30, 2017	June 30, 2016	June 30, 2015
Measurement Date			
Discount Rate	7.15%	7.65%	7.65%
Total Pension Liability			
Service cost	\$ 7,144,175	\$ 6,304,972	\$ 6,106,964
Interest on total pension liability	20,941,579	19,948,033	18,805,627
Changes in benefits terms	-	-	-
Difference between expected and actual experience	(433,466)	180,162	1,240,777
Changes in assumptions	17,329,886	-	(4,607,569)
Benefit payments, including refunds of employee contributions	(11,901,807)	(10,975,030)	(9,541,653)
Net change in total pension liability	<u>33,080,367</u>	<u>15,458,137</u>	<u>12,004,146</u>
Total Pension Liability - beginning	<u>278,371,616</u>	<u>262,913,479</u>	<u>250,909,333</u>
Total Pension Liability - ending (a)	<u>\$ 311,451,983</u>	<u>\$ 278,371,616</u>	<u>\$ 262,913,479</u>
Plan fiduciary net position			
Contributions - employer	\$ 9,992,798	\$ 8,925,854	\$ 8,267,531
Contributions - employee	3,363,970	3,226,009	3,149,004
Net investment income	21,916,260	1,081,586	4,302,435
Benefit payments	(11,901,807)	(10,975,030)	(9,541,653)
Net Plan to Plan Resource Movement	(23,629)	-	(526)
Administrative expense	(287,359)	(117,312)	(216,838)
Net change in plan fiduciary net position	<u>23,060,233</u>	<u>2,141,107</u>	<u>5,959,953</u>
Plan fiduciary net position - beginning	<u>194,630,483</u>	<u>192,489,376</u>	<u>186,529,423</u>
Plan fiduciary net position - ending (b)	<u>\$ 217,690,716</u>	<u>\$ 194,630,483</u>	<u>\$ 192,489,376</u>
Net pension liability - ending (a) - (b)	<u>\$ 93,761,267</u>	<u>\$ 83,741,133</u>	<u>\$ 70,424,103</u>
Plan fiduciary net position as a percentage of the total pension liability	69.90%	69.92%	73.21%
Covered payroll	\$ 42,216,628	\$ 39,724,149	37,728,675
Net pension liability as a percentage of covered payroll	222.10%	210.81%	186.66%

* Fiscal year 2015 was the 1st year of implementation.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

CalPERS - Miscellaneous Plan
Agent Multiple-Employer Defined Benefit Pension Plan
Schedule of Contributions
Last 10 Years *

	2017	2016	2015
Actuarially Determined Contribution	\$ 13,697,357	\$ 9,481,670	\$ 8,963,339
Contribution in relation to the Actuarially Determined Contribution	(13,697,357)	(9,481,670)	(8,963,339)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -
Covered payroll	\$ 44,485,353	\$ 41,055,841	\$ 38,674,956
Contributions as a percentage of covered payroll	30.79%	23.09%	23.18%

Notes to Schedule

Valuation date	6/30/2015	6/30/2014	6/30/2013
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Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Remaining amortization period	15 years
Asset valuation method	5-year smoothed market
Inflation	2.75%
Salary increases	Varies by entry age and service
Payroll growth	3.00%
Investment rate of return	7.50%, net of pension plan investment expenses, including inflation
Retirement age	The probabilities of retirement are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011.
Mortality	The probabilities of mortality are based on the 2014 CalPERS Experience Study for the period from 1997 to 2011. Pre-retirement and Post-retirement mortality rates include 20 years of projected mortality improvement using Scale BB published by the Society of Actuaries.

* Fiscal year 2015 was the 1st year of implementation.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

East Bay Regional Park District
General Employees' Retirement Plan
Single Employer Defined Benefit Pension Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
Last 10 Years *

	2017	2016	2015
	December 31, 2017	December 31, 2016	December 31, 2015
Measurement Date	December 31, 2017	December 31, 2016	December 31, 2015
Discount Rate	4.40%	5.40%	5.40%
Total Pension Liability			
Service cost	\$ 77,000	\$ 94,000	\$ 101,000
Interest on total pension liability	2,494,334	2,611,000	2,412,000
Changes in benefits terms	-	-	-
Difference between expected and actual experience	(277,000)	-	851,000
Changes in assumptions	2,949,000	-	2,427,000
Benefit payments, including refunds of employee contributions	(3,602,651)	(3,352,590)	(3,363,924)
Net change in total pension liability	1,640,683	(647,590)	2,427,076
Total Pension Liability - beginning	49,307,486	49,955,076	47,528,000
Total Pension Liability - ending (a)	\$ 50,948,169	\$ 49,307,486	\$ 49,955,076
Plan fiduciary net position			
Contributions - employer	\$ 1,120,841	\$ 2,245,000	\$ 2,003,000
Contributions - employee	7,132	24,865	31,066
Net investment income	4,825,163	2,257,737	164,514
Benefit payments	(3,602,651)	(3,352,590)	(3,363,924)
Administrative expense	(61,034)	(41,083)	(95,685)
Net change in plan fiduciary net position	2,289,451	1,133,929	(1,261,029)
Plan fiduciary net position - beginning	35,998,011	34,864,082	36,125,111
Plan fiduciary net position - ending (b)	\$ 38,287,462	\$ 35,998,011	\$ 34,864,082
Net pension liability - ending (a) - (b)	\$ 12,660,707	\$ 13,309,475	\$ 15,090,994
Plan fiduciary net position as a percentage of the total pension liability	75.15%	73.01%	69.79%
Covered payroll	\$ 132,537	\$ 300,600	383,000
Net pension liability as a percentage of covered payroll	9552.58%	4427.64%	3940.21%

* Fiscal year 2015 was the 1st year of implementation.

Changes in assumptions

- General inflation was lowered from 3% to 2.5%
 - Mortality projection was updated to a newer available projection scale.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

East Bay Regional Park District
General Employees' Retirement Plan
Single Employer Defined Benefit Pension Plan
Schedule of Contributions
Last 10 Years *

	2017	2016	2015
Actuarially Determined Contribution	\$ 1,120,841	\$ 2,245,000	\$ 2,003,000
Contribution in relation to the Actuarially Determined Contribution	(1,120,841)	(2,245,000)	(2,003,000)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 132,537	\$ 300,600	\$ 383,000
Contributions as a percentage of covered payroll	845.68%	746.84%	522.98%

Methods and Assumptions for Actuarially Determined Contribution:

Valuation Date	January 1, 2017	January 1, 2016	January 1, 2015
Actuarial cost method	Entry age normal		
Amortization method	Level dollar amount, 15-year closed periods		
Remaining amortization period	Average of 9 years for 2017		
Asset valuation method	Investment gains and losses spread over 5-year rolling period		
Discount Rate	3.5% per annum	4.0% per annum	4.0% per annum
Salary increases	4% per annum		
Mortality	CalPERS 1997-2011 Experience study Post-retirement mortality projected fully generational with Scale MP-2014 converging to ultimates improvement rates in 2022.		

* Fiscal year 2015 was the 1st year of implementation.

East Bay Regional Park District
Required Supplementary Information, continued
For the year ended December 31, 2017

East Bay Regional Park District
Sworn Safety Plan
Single Employer Defined Benefit Pension Plan
Schedule of Changes in the Net Pension Liability and Related Ratios
Last 10 Years *

	2017	2016	2015
	December 31, 2017	December 31, 2016	December 31, 2015
Measurement Date	December 31, 2017	December 31, 2016	December 31, 2015
Discount Rate	4.40%	5.40%	5.40%
Total Pension Liability			
Service cost	\$ -	\$ -	\$ -
Interest on total pension liability	331,666	262,000	248,000
Changes in benefits terms	-	-	-
Difference between expected and actual experience	333,000	-	(55,000)
Changes in assumptions	464,000	-	192,000
Benefit payments, including refunds of employee contributions	(281,167)	(340,421)	(246,908)
Net change in total pension liability	847,499	(78,421)	138,092
Total Pension Liability - beginning	4,898,671	4,977,092	4,839,000
Total Pension Liability - ending (a)	<u>\$ 5,746,170</u>	<u>\$ 4,898,671</u>	<u>\$ 4,977,092</u>
Plan fiduciary net position			
Contributions - employer	\$ 118,500	\$ 237,000	222,000
Contributions - employee	-	-	-
Net investment income	555,395	222,000	39,818
Benefit payments	(281,167)	(340,421)	(246,908)
Administrative expense	(5,941)	(15,000)	(8,859)
Net change in plan fiduciary net position	386,787	103,579	6,051
Plan fiduciary net position - beginning	3,339,946	3,236,367	3,230,316
Plan fiduciary net position - ending (b)	<u>\$ 3,726,733</u>	<u>\$ 3,339,946</u>	<u>\$ 3,236,367</u>
Net pension liability - ending (a) - (b)	<u>\$ 2,019,437</u>	<u>\$ 1,558,725</u>	<u>\$ 1,740,725</u>
Plan fiduciary net position as a percentage of the total pension liability	64.86%	68.18%	65.03%
Covered payroll **	\$ -	\$ -	\$ -
Net pension liability as a percentage of covered payroll**	n/a	n/a	n/a

* Fiscal year 2015 was the 1st year of implementation.

** No active employees

Changes in assumptions

- General inflation was lowered from 3% to 2.5%
- Mortality projection was updated to a newer available projection scale.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

East Bay Regional Park District
Sworn Safety Plan
Single Employer Defined Benefit Pension Plan
Schedule of Contributions
Last 10 Years *

	2017	2016	2015
Actuarially Determined Contribution	\$ 118,500	\$ 237,000	\$ 222,000
Contribution in relation to the Actuarially Determined Contribution	(118,500)	(237,000)	(222,000)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Covered payroll **	 \$ -	 \$ -	 \$ -
 Contributions as a percentage of covered payroll	 n/a	 n/a	 n/a

Methods and Assumptions for Actuarially Determined Contribution:

Valuation Date	January 1, 2017	January 1, 2016	January 1, 2015
Actuarial cost method	Entry age normal		
Amortization method	Level dollar amount, 15-year closed periods		
Remaining amortization period	Average of 9 years for 2017		
Asset valuation method	Investment gains and losses spread over 5-year rolling period		
Discount Rate	3.5% per annum	4.0% per annum	4.0% per annum
Salary increases	4% per annum		
Mortality	CalPERS 1997-2011 Experience study Post-retirement mortality projected fully generational with Scale MP-2014 converging to ultimates improvement rates in 2022.		

* Fiscal year 2015 was the 1st year of implementation.

** No active employees

East Bay Regional Park District
General and Sworn Safety Plans
Schedule of Investment Returns
Defined Benefit Pension Plan
Last 10 Years *

	2017	2016	2015
Annual Money-Weighted Rate of Return Net of Investment Expense	19.8%	13.8%	4.9%

* Fiscal year 2015 was the 1st year of implementation.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

CalPERS - Safety Plan
Cost-Sharing Multiple-Employer Defined Benefit Pension Plan
Schedule of Proportionate Share of the Net Pension Liability
Last 10 Years *

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2017	June 30, 2016	June 30, 2015
District's proportionate of the net pension liability (asset)	0.20161%	0.19884%	0.19322%
District's proportionate share of the net pension liability (asset)	\$ 19,994,259	\$ 17,205,636	\$ 13,262,357
District's covered payroll	\$ 8,112,793	\$ 7,444,418	\$ 7,073,362
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	246.45%	231.12%	187.50%
Plan fiduciary net position as a percentage of the total pension liability	73.31%	74.06%	78.40%
Discount Rate	7.15%	7.65%	7.65%

* Fiscal year 2015 was the 1st year of implementation.

Changes of Assumption:

The discount rate changed from 7.65 percent used for the June 30, 2016 measurement date to 7.15 percent used for the June 30, 2017 measurement date.

East Bay Regional Park District
 Required Supplementary Information, continued
 For the year ended December 31, 2017

CalPERS - Safety Plan
Cost-Sharing Multiple-Employer Defined Benefit Pension Plan
Schedule of Contributions
Last 10 Years *

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 2,252,293	\$ 2,047,623	\$ 1,576,447
Contributions in relation to the actuarially determined contribution	<u>(2,252,293)</u>	<u>(2,047,623)</u>	<u>(1,576,447)</u>
Contributions deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 8,107,839	\$ 7,849,781	7,163,575
Contributions as a percentage of covered payroll	27.78%	26.09%	22.01%

* Fiscal year 2015 was the 1st year of implementation.

SUPPLEMENTARY INFORMATION



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NON-MAJOR GOVERNMENTAL FUNDS

Landscape and Lighting District – The Two-County Regional Trails Landscape and Lighting Assessment District and the East Contra Costa County Landscape and Lighting Assessment District are presented in this column. The special assessments levied on property within these districts are additional sources of funding, which supplement General Fund resources, supporting operation, maintenance and servicing of parks and trails within these districts.

Zones of Benefit – Accounting for the Five Canyons, Dublin Hills, Walpert Ridge, San Ramon Hills, Stone Valley and Gateway Valley/Sibley Volcanic Zones of Benefit comprise the information in this column. Zones of benefit assessments are sources of funding used to support the operations, maintenance and service of specific trails, open space areas, and facility improvements, or provide landscaping, irrigation, fencing, gates, and signs, in specific locations, which benefit the assessed parcels within the benefit districts.

Measure CC (Public Safety and Environmental Maintenance Zone 1) – Measure CC excise tax was approved by property owners in Alameda, Albany, Berkeley, Emeryville, Oakland, Piedmont, Richmond, San Pablo, El Cerrito, as well as some unincorporated areas in Alameda and Contra Costa counties. The funds are used for additional public safety wildfire protection, public access and environmental maintenance of the parks and trails within these areas.

Mitigation – This fund accounts for the amounts the District receives from mitigation agreements associated with land acquisitions and developments. Expenditure of these funds is restricted by the terms of the agreements.

Other Special Revenue Funds – Included in this column are

- Martin Luther King, Jr. Intern Program, in which revenue is expended on internship awards for individual and community projects related to the ideals of Martin Luther King, Jr.
- The Gift Fund accounts for gifts made to the District by private parties. The use of gift funds is restricted by the terms of the underlying agreements or conditions related to the gift.
- McLaughlin Eastshore State Park accounts for funds received from the State for the operations and maintenance of the jointly owned property.
- The Public Safety Funds account for asset seizures and asset forfeitures is for drug enforcement actions, related to criminal activity in which the District police department was involved in arrests and/or investigations. The former are held until the criminal case is adjudicated. The latter are distributed to the District for restricted Public Safety use.
- East Contra Costa County Habitat Conservancy Plan is a joint exercise powers of authority within East Contra Costa County for the habitat conservation plan. The plan provides the framework to protect natural resources.
- Coyote Hills/Dumbarton Quarry Fund accounts for tipping fee revenue, the unloading of “clean” dirt at a landfill. These funds are committed to upgrading facilities and infrastructure at Coyote Hills Regional Park.

Measure WW Local Grant Fund – This fund accounts for the amounts granted to local agencies from proceeds funded through the \$125 million portion of Measure WW. Funds are granted to local agencies for reimbursement for park projects not belonging to the District.

Permanent Funds – This fund accounts for permanent endowments from third parties related to mitigation obligations. Initial funds are non-expendable.

East Bay Regional Park District
Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2017

	Special Revenue Funds		
	Landscape Lighting District	Zones of Benefit	Measure CC
ASSETS			
Cash and investments	\$ 3,229,127	\$ 870,642	\$ 207,292
Receivables:			
Accounts receivable	1,733	-	-
Taxes and other receivables	2,272,655	84,967	1,587,287
Prepaid items	174,907	2,405	-
Total assets	\$ 5,678,422	\$ 958,014	\$ 1,794,579
LIABILITIES			
Accounts payable	\$ 86,062	\$ (18)	\$ -
Accrued payroll and related liabilities	64,072	842	-
Unearned revenue	-	-	-
Total liabilities	150,134	824	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	2,272,655	84,967	1,587,287
FUND BALANCES			
Nonspendable	174,907	2,405	-
Restricted	3,080,726	869,818	207,292
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances (deficit)	3,255,633	872,223	207,292
Total liabilities, deferred inflows and fund balances	\$ 5,678,422	\$ 958,014	\$ 1,794,579

Special Revenue Funds

Mitigation	Other Special Revenue	Measure WW Local Grant	Permanent Fund	Total Non-Major Governmental Funds
\$ 4,790,562	\$ 11,169,396	\$ 840,542	\$ 4,899,360	\$ 26,006,921
-	192,737	-	-	194,470
-	-	-	-	3,944,909
-	11,021	11,875	-	200,208
<u>\$ 4,790,562</u>	<u>\$ 11,373,154</u>	<u>\$ 852,417</u>	<u>\$ 4,899,360</u>	<u>\$ 30,346,508</u>
\$ 1,008	\$ 4,300	\$ 841,038	\$ -	\$ 932,390
-	7,661	4,901	-	77,476
726,302	10,000	-	-	736,302
<u>727,310</u>	<u>21,961</u>	<u>845,939</u>	<u>-</u>	<u>1,746,168</u>
-	-	-	-	3,944,909
-	11,021	11,875	4,496,125	4,696,333
2,816,511	8,702,763	-	403,235	16,080,345
1,165,574	1,310,604	-	-	2,476,178
81,167	1,326,805	-	-	1,407,972
-	-	(5,397)	-	(5,397)
<u>4,063,252</u>	<u>11,351,193</u>	<u>6,478</u>	<u>4,899,360</u>	<u>24,655,431</u>
<u>\$ 4,790,562</u>	<u>\$ 11,373,154</u>	<u>\$ 852,417</u>	<u>\$ 4,899,360</u>	<u>\$ 30,346,508</u>

East Bay Regional Park District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Governmental Funds

For the year ended December 31, 2017

	Special Revenue Funds		
	Landscape Lighting District	Zones of Benefit	Measure CC
REVENUES			
Property taxes and assessments	\$ 4,785,503	\$ 183,737	\$ 3,255,681
Charges for services	3,035	-	-
Interest	46,379	13,194	783
Property usage	-	-	-
Endowment	-	-	-
Miscellaneous	-	-	-
Total revenues	4,834,917	196,931	3,256,464
EXPENDITURES			
Current:			
Acquisition/Stewardship/Development	-	-	-
Finance/Management Services Division	33,367	1,000	100,000
Operations Division	4,775,604	94,537	-
Capital outlay	114,053	-	-
Total expenditures	4,923,024	95,537	100,000
REVENUES OVER (UNDER) EXPENDITURES	(88,107)	101,394	3,156,464
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	307,270
Transfers out	(1,245,000)	-	(2,376,933)
Total other financing sources (uses)	(1,245,000)	-	(2,069,663)
NET CHANGE IN FUND BALANCES	(1,333,107)	101,394	1,086,801
FUND BALANCES (DEFICIT)			
Beginning of year	4,588,740	770,829	(879,509)
End of year	\$ 3,255,633	\$ 872,223	\$ 207,292

Special Revenue Funds				
Mitigation	Other Special Revenue	Measure WW Local Grant	Permanent Funds	Total Non-Major Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ 8,224,921
-	54,250	-	-	57,285
75,934	170,083	-	73,939	380,312
-	1,174,529	-	-	1,174,529
-	-	-	436,836	436,836
19,449	36,412	-	11,715	67,576
95,383	1,435,274	-	522,490	10,341,459
16,774	6,689	-	-	23,463
-	-	11,787,126	-	11,921,493
-	411,983	-	-	5,282,124
-	55,000	-	-	169,053
16,774	473,672	11,787,126	-	17,396,133
78,609	961,602	(11,787,126)	522,490	(7,054,674)
-	-	11,743,556	-	12,050,826
-	-	-	(6,000)	(3,627,933)
-	-	11,743,556	(6,000)	8,422,893
78,609	961,602	(43,570)	516,490	1,368,219
3,984,643	10,389,591	50,048	4,382,870	23,287,212
\$ 4,063,252	\$ 11,351,193	\$ 6,478	\$ 4,899,360	\$ 24,655,431

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Debt Service Fund

For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
REVENUES				
Property taxes and assessments	\$ 13,548,960	\$ 13,548,960	\$ 12,519,256	\$ (1,029,704)
Interest	10,000	10,000	80,720	70,720
Total revenues	<u>13,558,960</u>	<u>13,558,960</u>	<u>12,599,976</u>	<u>(958,984)</u>
EXPENDITURES				
Current:				
Finance/Management Services Division	15,600	15,600	5,324	10,276
Debt service:				
Principal	9,915,000	9,915,000	9,915,000	-
Interest expense	5,054,280	5,054,280	5,054,256	24
Cost of issuance	-	-	211,301	211,301
Total expenditures	<u>14,984,880</u>	<u>14,984,880</u>	<u>15,185,881</u>	<u>221,601</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(1,425,920)</u>	<u>(1,425,920)</u>	<u>(2,585,905)</u>	<u>(1,159,985)</u>
OTHER FINANCING SOURCES (USES)				
Debt issuance	-	-	80,000,000	80,000,000
Premium on bonds issued	-	-	7,268,533	7,268,533
Refunding bond issuance	-	-	44,550,000	44,550,000
Premium on refunding bonds issued	-	-	9,092,991	9,092,991
Payment for refunded bond to escrow agent	-	-	(53,449,613)	(53,449,613)
Transfers in	1,432,920	1,432,920	1,432,920	-
Transfer out	-	-	(80,129,410)	(80,129,410)
Total other financing sources (uses)	<u>1,432,920</u>	<u>1,432,920</u>	<u>8,765,421</u>	<u>7,332,501</u>
NET CHANGE IN FUND BALANCE	<u>\$ 7,000</u>	<u>\$ 7,000</u>	6,179,516	<u>\$ 6,172,516</u>
FUND BALANCE				
Beginning of year			<u>8,603,115</u>	
End of year			<u>\$ 14,782,631</u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
 Landscape and Lighting District Special Revenue Fund
 For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
REVENUES				
Property taxes and assessments	\$ 4,727,800	\$ 4,727,800	\$ 4,785,503	\$ 57,703
Charges for services	-	-	3,035	3,035
Interest	8,300	8,300	46,379	38,079
Total revenues	<u>4,736,100</u>	<u>4,736,100</u>	<u>4,834,917</u>	<u>98,817</u>
EXPENDITURES				
Current:				
Finance/Management Services Division	44,000	44,000	33,367	10,633
Operations Division	4,807,770	5,027,254	4,775,604	251,650
Capital Outlay	-	139,603	114,053	25,550
Total expenditures	<u>4,851,770</u>	<u>5,210,857</u>	<u>4,923,024</u>	<u>287,833</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(115,670)</u>	<u>(474,757)</u>	<u>(88,107)</u>	<u>386,650</u>
OTHER FINANCING SOURCES (USES)				
Transfer out	(1,245,000)	(1,245,000)	(1,245,000)	-
Total other financing sources (uses)	<u>(1,245,000)</u>	<u>(1,245,000)</u>	<u>(1,245,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u><u>\$(1,360,670)</u></u>	<u><u>\$(1,719,757)</u></u>	<u>(1,333,107)</u>	<u>\$ 386,650</u>
FUND BALANCE				
Beginning of year			<u>4,588,740</u>	
End of year			<u><u>\$ 3,255,633</u></u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Zones of Benefit Special Revenue Fund

For the year ended December 31, 2017

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance from Final Budget Positive (Negative)</u>
REVENUES				
Property taxes and assessments	\$ 163,800	\$ 163,800	\$ 183,737	\$ 19,937
Interest	1,500	1,500	13,194	11,694
Total revenues	<u>165,300</u>	<u>165,300</u>	<u>196,931</u>	<u>31,631</u>
EXPENDITURES				
Current:				
Finance/Management Services Division	1,000	1,000	1,000	-
Operations Division	104,500	104,500	94,537	9,963
Total expenditures	<u>105,500</u>	<u>105,500</u>	<u>95,537</u>	<u>9,963</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>59,800</u>	<u>59,800</u>	<u>101,394</u>	<u>41,594</u>
NET CHANGE IN FUND BALANCE	<u>\$ 59,800</u>	<u>\$ 59,800</u>	<u>101,394</u>	<u>\$ 41,594</u>
FUND BALANCE				
Beginning of year			<u>770,829</u>	
End of year			<u>\$ 872,223</u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Measure CC Special Revenue Fund

For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
REVENUES				
Property taxes and assessments	\$ 3,170,000	\$ 3,170,000	\$ 3,255,681	\$ 85,681
Interest	5,000	5,000	783	(4,217)
Total revenues	<u>3,175,000</u>	<u>3,175,000</u>	<u>3,256,464</u>	<u>81,464</u>
EXPENDITURES				
Current:				
Finance/Management Services Division	100,000	100,000	100,000	-
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>3,075,000</u>	<u>3,075,000</u>	<u>3,156,464</u>	<u>81,464</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	307,270	307,270	-
Transfers out	(948,500)	(2,376,933)	(2,376,933)	-
Total other financing sources (uses)	<u>(948,500)</u>	<u>(2,069,663)</u>	<u>(2,069,663)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 2,126,500</u>	<u>\$ 1,005,337</u>	1,086,801	<u>\$ 81,464</u>
FUND BALANCE (DEFICIT)				
Beginning of year			(879,509)	
End of year			<u>\$ 207,292</u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Mitigation Special Revenue Fund

For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
REVENUES				
Interest	\$ 30,000	\$ 30,000	\$ 75,934	\$ 45,934
Property usage	80,000	80,000	19,449	(60,551)
Total revenues	<u>110,000</u>	<u>110,000</u>	<u>95,383</u>	<u>(14,617)</u>
EXPENDITURES				
Current:				
Acquisition/Stewardship/Develop Division	88,680	93,857	16,774	77,083
Total expenditures	<u>88,680</u>	<u>93,857</u>	<u>16,774</u>	<u>77,083</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>21,320</u>	<u>16,143</u>	<u>78,609</u>	<u>(62,466)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 21,320</u>	<u>\$ 16,143</u>	<u>78,609</u>	<u>\$ 62,466</u>
FUND BALANCE				
Beginning of year			3,984,643	
End of year			<u>\$4,063,252</u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual

Other Special Revenue Funds

For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
REVENUES				
Charges for services	\$ 50,000	\$ 50,000	\$ 54,250	\$ 4,250
Interest	54,000	54,000	170,083	116,083
Property usage	1,369,800	1,369,800	1,174,529	(195,271)
Miscellaneous	27,000	27,000	36,412	9,412
Total revenues	<u>1,500,800</u>	<u>1,500,800</u>	<u>1,435,274</u>	<u>(65,526)</u>
EXPENDITURES				
Current:				
Acquisition/Stewardship/Develop Division	57,210	57,210	6,689	50,521
Operations Division	439,080	471,280	411,983	59,297
Capital Outlay	55,000	55,000	55,000	-
Total expenditures	<u>551,290</u>	<u>583,490</u>	<u>473,672</u>	<u>109,818</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>949,510</u>	<u>917,310</u>	<u>961,602</u>	<u>44,292</u>
NET CHANGE IN FUND BALANCE	<u>\$ 949,510</u>	<u>\$ 917,310</u>	961,602	<u>\$ 44,292</u>
FUND BALANCE				
Beginning of year			<u>10,389,591</u>	
End of year			<u>\$11,351,193</u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
 Measure WW Local Grant Special Revenue Fund
 For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
EXPENDITURES				
Current:				
Finance/Management Services Division	\$ 13,329,560	\$ 1,329,560	\$11,787,126	\$ 10,457,566
Total expenditures	<u>13,329,560</u>	<u>1,329,560</u>	<u>11,787,126</u>	<u>10,457,566</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>(13,329,560)</u>	<u>(1,329,560)</u>	<u>(11,787,126)</u>	<u>(10,457,566)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>13,300,000</u>	<u>13,300,000</u>	11,743,556	<u>1,556,444</u>
Total other financing sources (uses)	<u>13,300,000</u>	<u>13,300,000</u>	<u>11,743,556</u>	<u>1,556,444</u>
NET CHANGE IN FUND BALANCE	<u>\$ (29,560)</u>	<u>\$11,970,440</u>	(43,570)	<u>\$ (12,014,010)</u>
FUND BALANCE				
Beginning of year			<u>50,048</u>	
End of year			<u>\$ 6,478</u>	

East Bay Regional Park District

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Permanent Fund

For the year ended December 31, 2017

	Original Budget	Final Budget	Actual Amounts	Variance from Final Budget Positive (Negative)
REVENUES				
Interest	\$ 27,400	\$ 27,400	\$ 73,939	\$ 46,539
Endowment	-	-	436,836	436,836
Miscellaneous	-	-	11,715	11,715
Total revenues	<u>27,400</u>	<u>27,400</u>	<u>522,490</u>	<u>495,090</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>27,400</u>	<u>27,400</u>	<u>522,490</u>	<u>495,090</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(6,000)</u>	<u>(6,000)</u>	<u>(6,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(6,000)</u>	<u>(6,000)</u>	<u>(6,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ 21,400</u>	<u>\$ 21,400</u>	516,490	<u>\$ 495,090</u>
FUND BALANCE				
Beginning of year			<u>4,382,870</u>	
End of year			<u>\$ 4,899,360</u>	

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INTERNAL SERVICE FUNDS



Internal Service Funds are used to finance and account for special activities and services performed by a designated department for other departments in the District on a cost reimbursement basis.

Workers' Compensation – This fund accounts for workers' compensation insurance, claims, administrative costs, and back fill of positions relating to injuries, and is supported by payroll charges.

Major Infrastructure Renovation and Replacement – This fund accounts for the accumulation of resources required to maintain and replace the District's major infrastructure components such as paving, pipes and pumps, water systems, utilities, bridges, etc. The funding comes via interfund transfers from the General Fund.

Major Equipment Replacement – This fund accounts for the planning and expenditure of funds for high cost equipment replacement, and is funded through intra-District charges paid by departments with equipment on the replacement list.

General Liability – This fund accounts for general insurance premiums, claims, adjustor fees and attorney fees and is supported by intra-District charges paid by all departments.

Employee Benefits – This fund is supported by payroll charges and intra-District charges and is responsible for District-wide vacation payouts, EBRPD Retirement Plan contributions, self-insured dental and unemployment claims and benefit administration fees.

East Bay Regional Park District
Combining Statement of Net Position
Internal Service Funds
For the year ended December 31, 2017

	Workers' Compensation	Major Infrastructure Renovation/Replace	Major Equipment Replacement
ASSETS			
Current assets:			
Cash and investments	\$ 17,337,981	\$ 9,097,772	\$ 14,817,586
Accounts receivable	52,573	-	-
Prepaid items and deposits	558,799	22,375	-
Total assets	17,949,353	9,120,147	14,817,586
LIABILITIES			
Current liabilities:			
Accounts payable	141,639	-	-
Accrued payroll and related liabilities	13,139	7,676	-
Accrued claims - due within one year	1,652,234	-	-
Compensated absences - due within one year	7,605	3,002	-
Total current liabilities	1,814,617	10,678	-
Non-current liabilities:			
Accrued claims - due in more than one year	6,993,766	-	-
Compensated absences - due in more than one year	13,799	2,760	-
Total non-current liabilities	7,007,565	2,760	-
Total liabilities	8,822,182	13,438	-
NET POSITION			
Unrestricted	9,127,171	9,106,709	14,817,586
Total net position	\$ 9,127,171	\$ 9,106,709	\$ 14,817,586

General Liability	Employee Benefits	Total
\$ 6,744,753	\$ 3,397,285	\$ 51,395,377
46,343	79,847	178,763
337,732	81,300	1,000,206
<u>7,128,828</u>	<u>3,558,432</u>	<u>52,574,346</u>
125,584	1,403,683	1,670,906
4,039	77,148	102,002
427,945	61,143	2,141,322
-	-	10,607
<u>557,568</u>	<u>1,541,974</u>	<u>3,924,837</u>
918,055	-	7,911,821
21,404	-	37,963
<u>939,459</u>	<u>-</u>	<u>7,949,784</u>
<u>1,497,027</u>	<u>1,541,974</u>	<u>11,874,621</u>
5,631,801	2,016,458	40,699,725
<u>\$ 5,631,801</u>	<u>\$ 2,016,458</u>	<u>\$ 40,699,725</u>

East Bay Regional Park District

Combining Statement of Revenue, Expenses and Changes in Net Position

Internal Service Funds

For the year ended December 31, 2017

	Workers' Compensation	Major Infrastructure Renovation/Replace	Major Equipment Replacement
OPERATING REVENUES			
Charges for services	\$ 4,047,129	\$ -	\$ 1,562,021
Other revenue	161,426	-	-
Total operating revenues	<u>4,208,555</u>	<u>-</u>	<u>1,562,021</u>
OPERATING EXPENSES			
Cost of services	495,923	-	-
Claims	2,106,182	-	-
General and Administrative	807,631	312,486	-
Total operating expenses	<u>3,409,736</u>	<u>312,486</u>	<u>-</u>
OPERATING INCOME	<u>798,819</u>	<u>(312,486)</u>	<u>1,562,021</u>
NONOPERATING REVENUES			
Interest income	267,608	137,899	-
INCOME (LOSS) BEFORE TRANSFERS	<u>1,066,427</u>	<u>(174,587)</u>	<u>1,562,021</u>
TRANSFERS			
Transfers in	-	5,063,589	-
Transfers out	-	(3,072,923)	(249,538)
Total transfers	<u>-</u>	<u>1,990,666</u>	<u>(249,538)</u>
CHANGE IN NET POSITION	<u>1,066,427</u>	<u>1,816,079</u>	<u>1,312,483</u>
NET POSITION			
Beginning of year	8,060,744	7,290,630	13,505,103
End of year	<u>\$ 9,127,171</u>	<u>\$ 9,106,709</u>	<u>\$ 14,817,586</u>

	General Liability	Employee Benefits	Total
\$	3,528,020	\$ 4,810,222	\$ 13,947,392
	54,678	-	216,104
	<u>3,582,698</u>	<u>4,810,222</u>	<u>14,163,496</u>
	909,559	3,185,699	4,591,181
	851,156	1,265,455	4,222,793
	388,826	129,618	1,638,561
	<u>2,149,541</u>	<u>4,580,772</u>	<u>10,452,535</u>
	<u>1,433,157</u>	<u>229,450</u>	<u>3,710,961</u>
	106,529	88,997	601,033
	<u>1,539,686</u>	<u>318,447</u>	<u>4,311,994</u>
	-	2,000,000	7,063,589
	<u>(1,629,240)</u>	<u>(3,500,000)</u>	<u>(8,451,701)</u>
	<u>(1,629,240)</u>	<u>(1,500,000)</u>	<u>(1,388,112)</u>
	<u>(89,554)</u>	<u>(1,181,553)</u>	<u>2,923,882</u>
	5,721,355	3,198,011	37,775,843
\$	<u>5,631,801</u>	\$ <u>2,016,458</u>	\$ <u>40,699,725</u>

East Bay Regional Park District
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2017

	Workers' Compensation	Major Infrastructure Renovation/Replace	Major Equipment Replacement
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers/other	\$ 4,167,977	\$ -	\$ 1,562,020
Payments to suppliers	(838,468)	(22,375)	(156,200)
Payments to employees	(480,615)	(299,044)	-
Claims paid	(1,946,529)	-	-
Net cash provided/(used) by operating activities	902,365	(321,419)	1,405,820
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers in	-	5,063,589	-
Transfers out	-	(3,072,927)	(249,538)
Net cash provided (used) for noncap financing activity	-	1,990,662	(249,538)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest	267,608	137,899	-
Net cash provided (used) by investing activities	267,608	137,899	-
Net increase (decrease) in cash and cash equivalents	1,169,973	1,807,142	1,156,282
CASH AND CASH EQUIVALENTS			
Beginning of year	16,168,008	7,290,630	13,661,304
End of year	\$ 17,337,981	\$ 9,097,772	\$ 14,817,586
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income (loss)	\$ 798,819	\$ (312,486)	\$ 1,562,020
Adjustments to reconcile operating income (loss) to cash flow from operating activities:			
Changes in assets and liabilities:			
Accounts receivable	(40,578)	-	-
Prepaid items and deposits	(35,098)	(22,375)	-
Accounts payable	22,988	-	(156,200)
Accrued payroll and related liabilities	(3,420)	13,442	-
Accrued claims	159,654	-	-
Net cash provided/(used) by operating activities	\$ 902,365	\$ (321,419)	\$ 1,405,820

General Liability	Employee Benefits	Total
\$ 3,536,355	\$ 4,838,313	\$ 14,104,665
(963,263)	493,159	(1,487,147)
(250,927)	(3,177,811)	(4,208,397)
(267,156)	(1,272,390)	(3,486,075)
<u>2,055,009</u>	<u>881,271</u>	<u>4,923,046</u>
-	2,000,000	7,063,589
(1,629,240)	(3,500,000)	(8,451,705)
<u>(1,629,240)</u>	<u>(1,500,000)</u>	<u>(1,388,116)</u>
106,529	88,997	601,033
<u>106,529</u>	<u>88,997</u>	<u>601,033</u>
532,298	(529,732)	4,135,963
6,212,455	3,927,017	47,259,414
<u>\$ 6,744,753</u>	<u>\$ 3,397,285</u>	<u>\$ 51,395,377</u>
\$ 1,433,157	\$ 229,449	\$ 3,710,959
(46,343)	28,091	(58,830)
(33,241)	-	(90,714)
112,688	622,776	602,252
4,748	7,890	22,660
584,000	(6,935)	736,719
<u>\$ 2,055,009</u>	<u>\$ 881,271</u>	<u>\$ 4,923,046</u>

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FIDUCIARY FUND FINANCIAL STATEMENTS

PENSION TRUST FUNDS – Pension trust funds are used to account for assets for which the District is a trustee and has a fiduciary responsibility. The financial activities of these funds are excluded from the Government-Wide Financial Statements, but are presented in separate Fiduciary Fund Financial Statements.



East Bay Regional Park District
Statement of Net Position
Fiduciary Funds
December 31, 2017

	EBRPD Retirement Plan- Safety	EBRPD Retirement Plan- General Employees	Total Pension Trust Funds
ASSETS			
Cash and cash equivalent	\$ 73,651	\$ 756,672	\$ 830,323
Mutual funds	3,653,082	37,530,790	41,183,872
Total assets	<u>3,726,733</u>	<u>38,287,462</u>	<u>42,014,195</u>
NET POSITION			
Net position restricted for pensions	<u>\$ 3,726,733</u>	<u>\$ 38,287,462</u>	<u>\$ 42,014,195</u>

East Bay Regional Park District
Statement of Changes in Net Position
Fiduciary Funds
For the year ended December 31, 2017

	EBRPD Retirement Plan- Safety	EBRPD Retirement Plan- General Employees	Total Pension Trust Funds
ADDITIONS			
Investment income	\$ 555,395	\$ 4,825,163	\$ 5,380,558
Contributions from employer	118,500	1,120,841	1,239,341
Contributions from employee	-	7,132	7,132
Total additions	<u>673,895</u>	<u>5,953,136</u>	<u>6,627,031</u>
DEDUCTIONS			
Payment to retirees	281,167	3,602,651	3,883,818
Administration costs	5,941	61,034	66,975
Total deductions	<u>287,108</u>	<u>3,663,685</u>	<u>3,950,793</u>
CHANGES IN NET POSITION	386,787	2,289,451	2,676,238
NET POSITION			
Beginning of year	3,339,946	35,998,011	39,337,957
End of year	<u>\$ 3,726,733</u>	<u>\$ 38,287,462</u>	<u>\$ 42,014,195</u>

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STATISTICAL SECTION



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East Bay Regional Park District
Statistical Section
Last Ten Fiscal Years
For the year ended December 31, 2017

This part of the East Bay Regional Park District Comprehensive Annual Financial Report provides information that improves understandability of financial statements, note disclosures, and required supplementary information. The District has only governmental activities, and thus the governmental activity amounts equal the primary government amounts.

Contents

Financial Trends

These schedules depict financial trend information.

Revenue Capacity

These schedules provide information about the District's most significant local revenue source.

Debt Capacity

These schedules display the District's current level of debt, and help the reader access the District's ability to issue additional future debt.

Demographic and Economic Information

These schedules show indicators that help in understanding the environment within which the District's financial activities take place.

Operating Information

These schedules present services and infrastructure data, relating financial information to the services the District provides and the activities it performs.

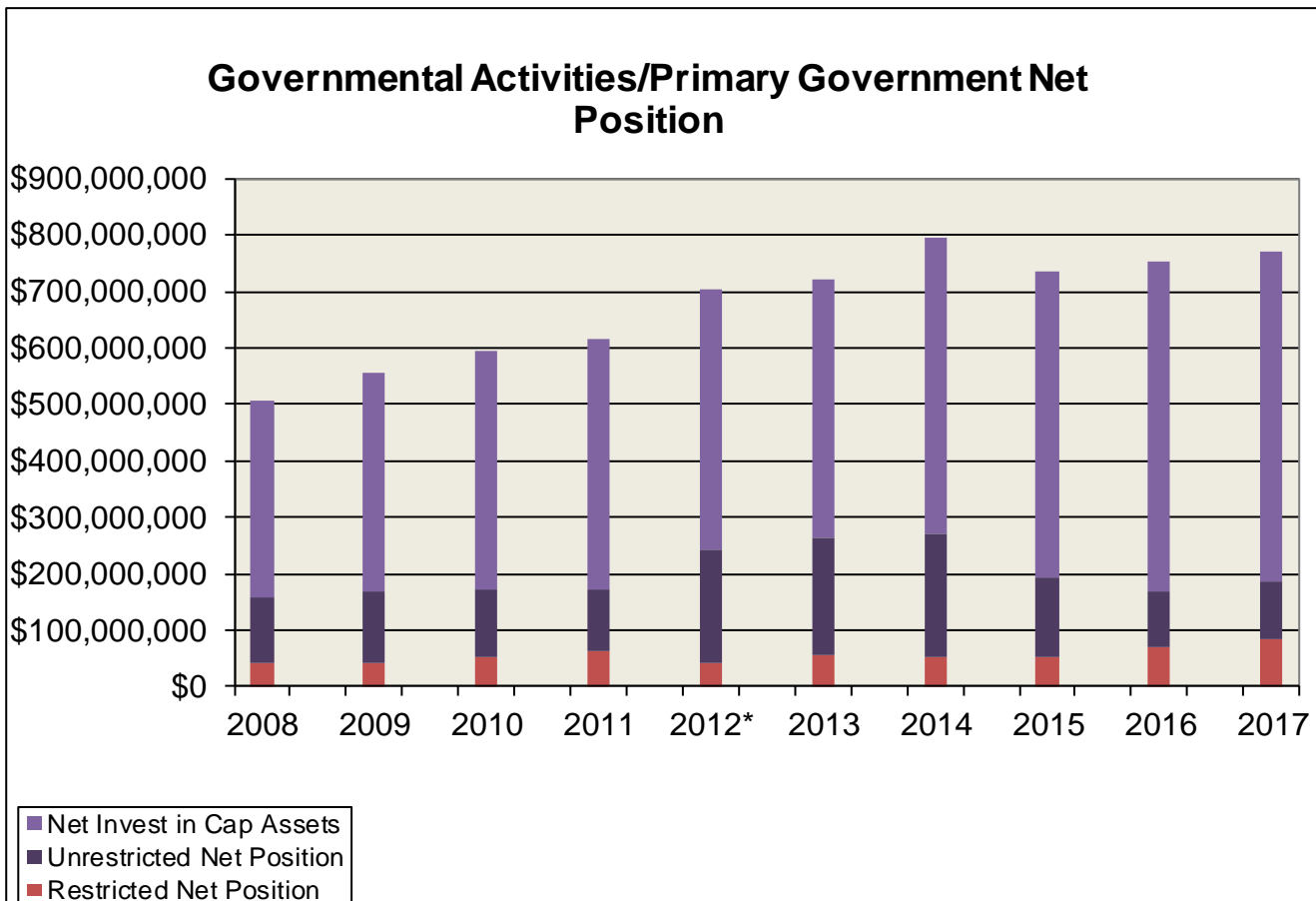
Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant years.

East Bay Regional Park District
Net Position
Last Ten Fiscal Years

	Year ended December 31,			
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Governmental Activities/Primary Government				
Net investment in capital assets	\$ 350,404,884	\$ 384,801,194	\$ 420,410,465	\$ 445,133,895
Restricted for:				
Capital projects	9,731,399	8,948,410	18,522,764	34,662,211
Debt service	20,116,946	26,338,455	20,925,374	14,472,963
Capital projects	11,561,039	7,203,058	14,109,436	15,142,325
Park maintenance and operations				
Pension contributions				
Net OPEB obligation				
Mitigation projects:				
Expendable				
Nonexpendable				
Total restricted net position	<u>41,409,384</u>	<u>42,489,923</u>	<u>53,557,574</u>	<u>64,277,499</u>
Unrestricted	<u>115,320,521</u>	<u>127,527,580</u>	<u>119,897,765</u>	<u>107,027,746</u>
Total governmental activities/ primary government net position	<u><u>\$ 507,134,789</u></u>	<u><u>\$ 554,818,697</u></u>	<u><u>\$ 593,865,804</u></u>	<u><u>\$ 616,439,140</u></u>

* as restated

Year ended December 31,					
2012*	2013	2014	2015	2016	2017
\$ 461,617,626	\$ 456,160,622	\$ 523,526,294	\$ 542,662,924	\$ 584,276,354	\$ 585,456,642
-	-	-	-	-	-
12,730,090	21,922,993	20,219,074	18,615,595	8,653,163	14,777,234
5,447,693	10,668,872	6,778,145	11,824,946	18,564,253	16,468,231
16,010,839	17,831,009	19,575,735	15,517,623	40,297,426	43,027,972
					3,509,023
3,221,351	3,128,758	3,018,871	2,467,099		
246,900	255,235	253,287	296,496	335,296	403,235
3,707,308	3,707,308	3,707,307	4,047,574	4,047,574	4,496,125
41,364,181	57,514,175	53,552,419	52,769,333	71,897,712	82,681,820
201,119,691	207,707,342	218,827,655	139,370,956	98,036,481	103,638,675
<u>\$ 704,101,498</u>	<u>\$ 721,382,139</u>	<u>\$ 795,906,368</u>	<u>\$ 734,803,213</u>	<u>\$ 754,210,547</u>	<u>\$ 771,777,137</u>



East Bay Regional Park District
Changes in Net Position
Last Ten Fiscal Years

	Year ended December 31,			
	2008	2009	2010	2011
Governmental Activities				
Expenses				
Executive and Legislative Division	\$ 4,057,850	\$ 2,457,139	\$ 1,988,340	\$ 2,108,946
Finance and Management Services Divisor	8,785,967	13,186,667	20,036,518	24,209,016
Human Resources Division	1,980,395	1,851,719	2,006,161	2,210,203
Land Division	2,936,767	2,291,803	3,697,404	2,555,259
Legal Division	1,305,775	1,572,650	1,362,031	1,205,704
Operations Division	60,732,645	59,669,927	59,848,798	63,925,956
Acquisition/Stewardship/Development Div.	9,416,208	6,457,765	10,549,048	11,282,151
Public Affairs Division	3,072,368	2,961,039	2,983,987	2,968,268
Public Safety Division	21,925,522	21,156,662	21,280,310	22,852,382
Interest on long-term debt	7,567,362	5,744,689	6,220,090	5,312,829
Total governmental activities/ primary government expenses	121,780,859	117,350,060	129,972,687	138,630,714
Program Revenues				
Charges for services				
Executive and Legislative Division	(9,010)	700	150	-
Finance and Management Services Divisor	135,533	1,109,368	409,628	68,465
Human Resources Division	(9,735)	2,446	-	-
Land Division	5,697	964,449	392,073	1,251,567
Legal Division	41,048	387,650	419,809	7,985
Operations Division	18,711,809	15,979,011	16,381,249	19,992,488
Acquisition/Stewardship/Development Div.	423,208	(1,584,705)	527,773	1,567,296
Public Affairs Division	(6,497)	2,206	1,979	9,408
Public Safety Division	3,167,222	2,362,737	1,430,186	1,436,299
Operating grants and contributions	592,744	514,242	1,229,280	1,777,357
Capital grants and contributions	12,621,636	17,838,236	27,365,637	19,189,471
Total governmental activities/ primary government revenues	35,673,655	37,576,340	48,157,764	45,300,336
Total governmental activities/ primary government net revenue/(expense)	(86,107,204)	(79,773,720)	(81,814,923)	(93,330,378)
General Revenues				
General property taxes	126,141,955	95,015,571	91,042,456	90,797,991
General obligation bond property tax	-	30,084,466	28,038,818	22,884,370
Unrestricted interest	7,597,702	2,357,591	829,029	848,442
Debt/bond related interest	-	-	951,730	611,397
Miscellaneous	-	-	-	-
Endowment contribution	-	-	-	-
Extraordinary item	-	-	-	761,514
Total general/primary government revenues	133,739,657	127,457,628	120,862,033	115,903,714
Change in net position	\$ 47,632,453	\$ 47,683,908	\$ 39,047,110	\$ 22,573,336

Source: East Bay Regional Park District.

* Land Division and Planning/Stewardship/Development Division were merged due to reorganization.

^ Starting 2017 Human Resources is a Department within Executive and Legislative Division.

Year ended December 31,					
2012	2013	2014	2015	2016	2017
\$ 1,770,570	\$ 1,882,975	\$ 2,437,806	\$ 1,884,055	\$ 3,761,476	\$ 5,664,599
22,146,423	19,727,707	19,903,720	15,339,406	21,038,743	22,661,711
1,901,476	2,048,512	1,937,936	2,090,618	2,290,686	^
3,090,734	2,942,337	2,920,657	3,756,611	*	*
1,089,042	1,293,138	2,408,678	1,727,362	7,441,256	2,683,290
61,499,098	66,914,912	65,889,460	69,764,023	71,434,687	75,882,817
9,911,185	12,913,207	8,631,849	12,806,022	23,473,090	19,362,241
3,101,111	3,191,414	4,000,739	3,698,496	4,203,454	4,502,963
22,701,888	22,678,752	22,835,000	24,485,085	26,115,088	27,709,068
5,059,952	5,500,428	5,645,812	4,849,184	4,504,040	4,407,961
<u>132,271,479</u>	<u>139,093,382</u>	<u>136,611,657</u>	<u>140,400,862</u>	<u>164,262,520</u>	<u>162,874,650</u>
-	-	-	1,080	2,077	33,750
69,306	90,680	147,036	357,757	93,408	81,058
42	141	-	219	40	^
312,792	292,754	103,601	157,698	*	*
312	65	166,799	6,879	170	1,449
16,680,067	18,801,985	19,054,412	18,697,737	19,672,985	18,917,396
689,273	771,752	607,063	956,327	1,398,143	1,312,572
103	9,738	175,330	363,573	332,740	399,561
1,498,593	1,564,449	1,523,722	1,923,139	1,790,150	2,004,000
6,928,772	3,768,504	2,530,783	3,298,311	5,172,561	3,590,348
11,324,225	5,360,084	52,965,205	7,466,395	14,904,397	10,839,702
<u>37,503,485</u>	<u>30,660,152</u>	<u>77,273,951</u>	<u>33,229,115</u>	<u>43,366,671</u>	<u>37,179,836</u>
<u>(94,767,994)</u>	<u>(108,433,230)</u>	<u>(59,337,706)</u>	<u>(107,171,747)</u>	<u>(120,895,849)</u>	<u>(125,694,814)</u>
95,554,076	100,152,404	102,391,952	115,895,033	123,570,579	130,718,170
20,532,194	25,268,744	30,463,237	29,490,016	15,278,879	10,573,520
740,999	191,152	693,810	629,057	1,205,365	1,969,714
258,204	101,571	312,936	119,507	248,360	-
-	-	-	-	-	-
845,602	-	-	-	-	-
-	-	-	-	-	-
<u>117,931,075</u>	<u>125,713,871</u>	<u>133,861,935</u>	<u>146,133,613</u>	<u>140,303,183</u>	<u>143,261,404</u>
<u>\$ 23,163,081</u>	<u>\$ 17,280,641</u>	<u>\$ 74,524,229</u>	<u>\$ 38,961,866</u>	<u>\$ 19,407,334</u>	<u>\$ 17,566,590</u>

East Bay Regional Park District
Fund Balance of Governmental Funds
Last Ten Fiscal Years

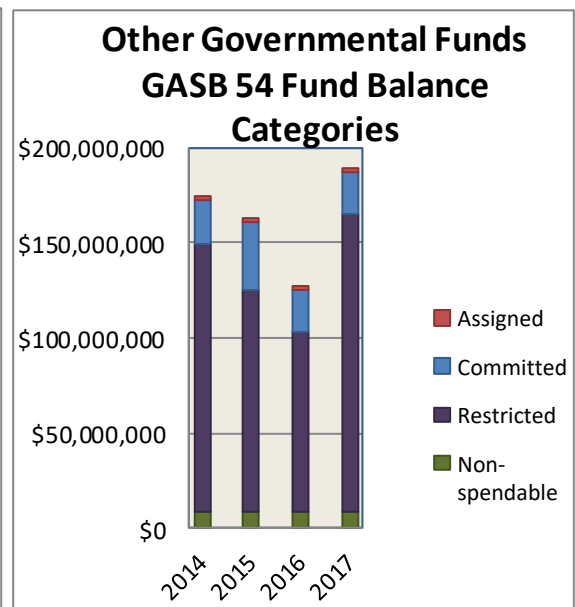
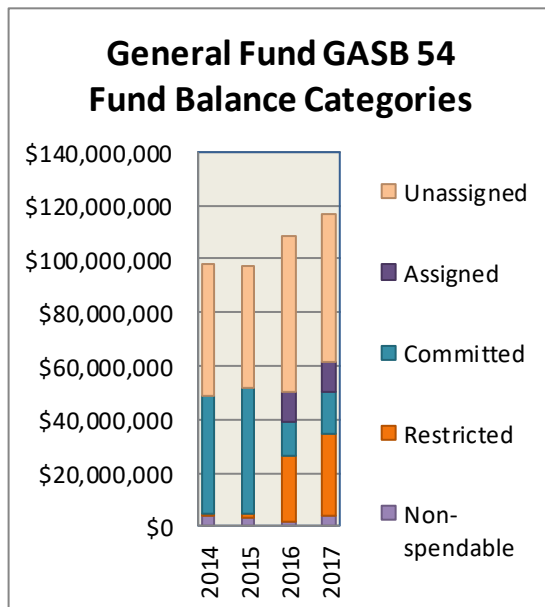
	Year ended December 31,			
	2008	2009	2010	2011*
General Fund				
Reserved	\$2,399,652	\$10,325,522	\$8,912,139	
Unreserved, designated in	14,058,921	22,197,891	48,915,671	
Unreserved, reported in	56,494,885	49,466,329	30,772,533	
Non-spendable				\$ 7,100,622
Restricted				825,797
Committed				37,438,615
Assigned				-
Unassigned				45,556,883
Total General Fund	<u>72,953,458</u>	<u>81,989,742</u>	<u>88,600,343</u>	<u>90,921,917</u>
Other Governmental Funds				
Reserved	24,952,651	41,872,957	36,561,520	
Unreserved, designated in:				
Special revenue funds	-	-	-	
Project funds	6,280,851	6,266,942	6,246,125	
Debt service funds	-	-	-	
Unreserved reported in:				
Special revenue funds	18,139,662	17,815,242	15,892,728	
Project funds	51,896,150	118,060,011	94,684,577	
Permanent funds	-	-	233,583	
Non-spendable				4,568,866
Restricted				94,109,584
Committed				17,375,615
Assigned				7,844,564
Unassigned				(389,322)
Total other governmental funds	<u>101,269,314</u>	<u>184,015,152</u>	<u>153,618,533</u>	<u>123,509,307</u>
Total governmental funds	<u>\$174,222,772</u>	<u>\$266,004,894</u>	<u>\$242,218,876</u>	<u>\$214,431,224</u>

Source: East Bay Regional Park District.

Amounts are reported on modified accrual basis of accounting

* Change in fund balance classification is due to implementation of GASB 54 for year ended December 31, 2011

Year ended December 31,					
2012	2013	2014	2015	2016	2017
\$ 6,071,345	\$ 4,958,575	\$ 3,806,266	\$ 3,025,111	\$ 1,925,818	\$ 3,860,408
758,115	965,961	1,210,401	2,036,959	24,642,998	30,859,885
50,747,150	53,170,381	44,026,613	46,705,998	12,882,331	15,250,000
-	-	-	-	10,895,641	11,239,044
35,795,631	44,514,739	48,820,556	45,559,905	57,903,333	55,790,745
93,372,241	103,609,656	97,863,836	97,327,973	108,250,121	117,000,082
7,034,880	8,639,893	8,863,340	9,028,867	8,948,867	9,716,503
93,224,456	165,042,494	140,850,599	116,111,268	94,124,076	155,878,994
19,969,351	14,091,628	23,289,360	36,061,275	22,500,483	22,273,407
1,776,903	1,688,673	1,685,613	1,675,586	1,400,534	1,407,972
-	-	-	-	-	(5,397)
122,005,590	189,462,688	174,688,912	162,876,996	126,973,960	189,271,479
<u>\$215,377,831</u>	<u>\$293,072,344</u>	<u>\$272,552,748</u>	<u>\$260,204,969</u>	<u>\$235,224,081</u>	<u>\$306,271,561</u>



East Bay Regional Park District
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	Year ended December 31,			
	2008	2009	2010	2011
REVENUES:				
Property taxes and assessments	\$ 133,883,576	\$ 133,010,666	\$ 127,002,718	\$ 121,601,603
Charges for services	10,179,602	10,159,681	9,333,354	9,447,957
Interest	7,597,702	2,821,942	1,748,425	1,443,937
Property usage	1,662,362	1,774,871	1,989,547	2,534,478
Interagency agreements and grants	6,799,224	15,120,375	21,377,974	23,952,739
Endowment				
Miscellaneous	5,016,238	3,612,643	3,947,406	2,048,629
Total revenues	165,138,704	166,500,178	165,399,424	161,029,343
EXPENDITURES:				
Current:				
Executive and Legislative Division	4,055,201	2,183,147	2,056,177	1,961,287
Finance and Management Services Division	8,389,868	13,443,720	19,557,292	23,560,132
Human Resources Division	1,980,395	1,884,094	1,965,973	2,086,091
Land Division				
Legal Division	1,304,203	1,457,191	1,372,125	1,139,741
Operations Division	53,448,259	54,983,632	53,254,338	55,052,990
Acquisition/Stewardship/Development Division	12,246,951	9,165,177	11,289,960	13,291,749
Public Affairs Division	3,060,236	3,155,034	2,934,996	2,852,968
Public Safety Division	21,111,836	20,783,140	21,067,016	21,454,554
Debt Service:				
Principal	19,784,930	26,674,809	28,425,626	25,157,417
Interest	8,918,037	6,271,625	7,011,571	6,262,649
Cost of issuance	576,871	737,549	-	-
Capital Outlay	21,408,509	20,905,972	40,655,395	34,248,963
Total expenditures	156,285,296	161,645,090	189,590,469	187,068,541
REVENUES OVER (UNDER) EXPENDITURES	8,853,408	4,855,088	(24,191,045)	(26,039,198)
OTHER FINANCING SOURCES (USES):				
Proceeds from sales of property	165,342	150,486	113,942	90,280
Proceeds from issuance of debt (including premium)	1,872,621	87,692,502	-	-
Debt issuance				
Premium on bonds issued				
Refunding bond issuance				
Premium on refunding bonds issued				
Payment to refunded bond escrow agent				
Transfers in	24,974,503	17,558,121	36,741,204	37,748,327
Transfers out	(25,881,969)	(18,474,073)	(36,450,121)	(39,587,062)
Total Other Financing Sources (Uses)	1,130,497	86,927,036	405,025	(1,748,455)
Net Change in Fund Balances	9,983,905	91,782,124	(23,786,020)	(27,787,653)
FUND BALANCES:				
Beginning of year	166,288,084	174,222,772	266,004,896	242,218,876
End of year	\$ 176,271,989	\$ 266,004,896	\$ 242,218,876	\$ 214,431,223
Debt service as a percentage of noncap exp	21.3%	23.4%	23.8%	20.6%

Source: East Bay Regional Park District.

Amounts are reported on modified accrual basis of accounting

* Starting 2017 Human Resources is a Department within Executive and Legislative Divis Division.

Year ended December 31,					
2012	2013	2014	2015	2016	2017
\$ 123,424,647	\$ 135,512,025	\$ 141,890,256	\$ 150,567,629	\$ 150,778,990	\$ 149,352,438
8,997,687	9,221,344	9,927,231	9,957,280	10,341,350	9,665,944
918,098	256,947	982,042	794,088	1,405,238	1,852,022
2,540,010	3,626,431	3,249,512	3,358,872	3,864,583	3,274,949
10,199,235	5,182,475	24,177,919	7,495,303	17,552,820	11,395,104
					436,836
5,986,994	2,425,565	2,506,240	3,835,625	3,349,772	2,957,891
<u>152,066,671</u>	<u>156,224,787</u>	<u>182,733,200</u>	<u>176,008,797</u>	<u>187,292,753</u>	<u>178,935,184</u>
1,788,715	1,884,804	2,445,897	1,947,752	3,753,283	5,770,267
21,883,736	19,462,043	19,732,730	15,315,010	20,700,390	22,496,025
1,997,220	2,051,530	2,050,926	2,152,558	2,306,763	*
1,252,615	1,399,294	2,587,943	1,938,617	1,869,180	2,854,586
57,211,887	59,506,889	63,179,659	63,942,688	68,171,161	70,384,468
13,191,052	15,872,577	11,837,091	15,931,740	23,471,623	19,665,811
3,117,985	3,189,601	4,053,465	3,810,756	4,194,673	4,558,587
23,819,392	22,706,869	23,781,715	25,338,467	26,362,109	27,831,923
19,015,218	14,415,000	25,400,000	26,830,000	26,340,000	9,915,000
5,239,988	5,488,528	7,468,832	6,434,317	5,901,742	5,054,256
511,003	435,182	-	-	-	544,481
26,379,454	17,084,992	37,985,313	23,145,832	32,265,840	27,885,201
<u>175,408,265</u>	<u>163,497,309</u>	<u>200,523,571</u>	<u>186,787,737</u>	<u>215,336,764</u>	<u>196,960,605</u>
<u>(23,341,594)</u>	<u>(7,272,522)</u>	<u>(17,790,371)</u>	<u>(10,778,940)</u>	<u>(28,044,011)</u>	<u>(18,025,421)</u>
100,034	67,142	140,212	108,155	201,052	222,878
25,382,673	84,653,469				
					80,000,000
					7,268,533
					44,550,000
					9,092,991
					(53,449,613)
26,785,553	26,528,398	29,024,850	36,004,778	31,929,622	116,678,601
(27,451,256)	(26,281,974)	(31,894,288)	(37,681,771)	(29,067,551)	(115,290,489)
<u>24,817,004</u>	<u>84,967,035</u>	<u>(2,729,226)</u>	<u>(1,568,838)</u>	<u>3,063,123</u>	<u>89,072,901</u>
1,475,410	77,694,513	(20,519,597)	(12,347,778)	(24,980,888)	71,047,480
213,902,421	215,377,831	293,072,344	272,552,747	260,204,969	235,224,081
<u>\$ 215,377,831</u>	<u>\$ 293,072,344</u>	<u>\$ 272,552,747</u>	<u>\$ 260,204,969</u>	<u>\$ 235,224,081</u>	<u>\$ 306,271,561</u>
<u>16.3%</u>	<u>13.6%</u>	<u>20.2%</u>	<u>20.3%</u>	<u>17.6%</u>	<u>8.9%</u>

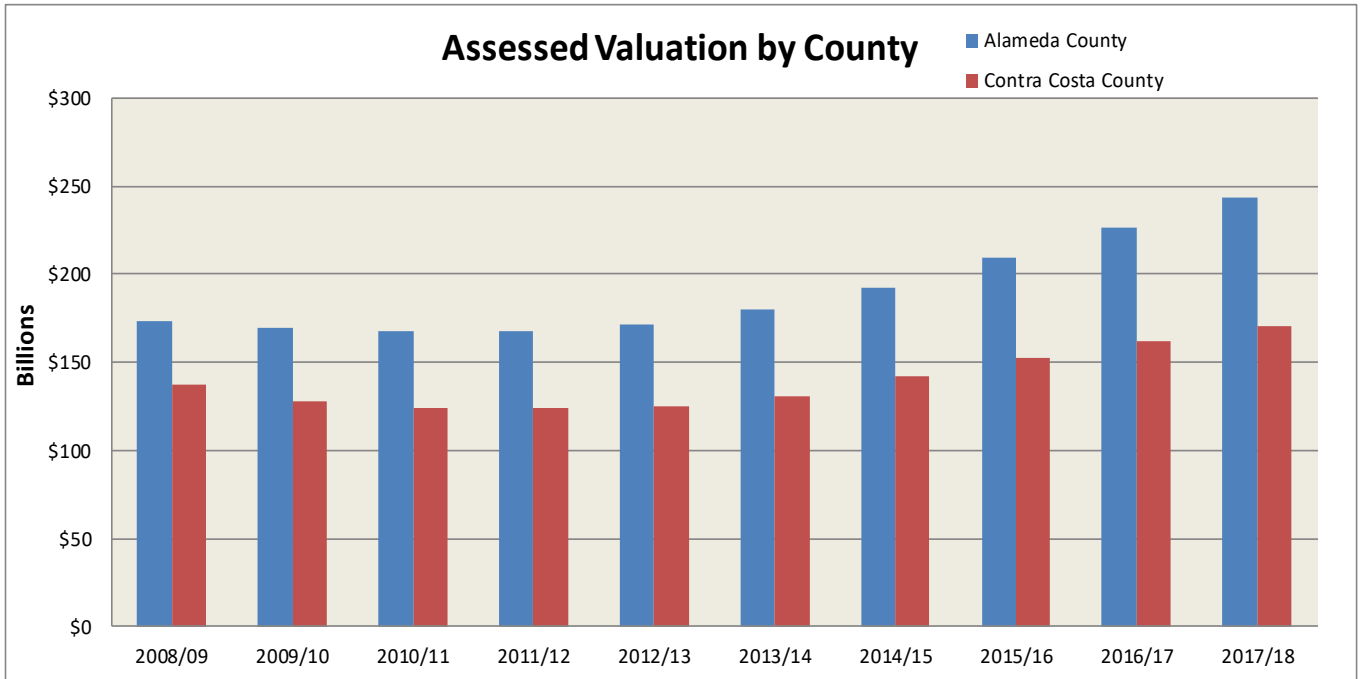
East Bay Regional Park District
Governmental Activities Tax Revenue By Source
Last Ten Fiscal Years

Fiscal Year^	Special Assessments	Debt Levy	Property Tax	Total
2008	\$ 7,741,621	\$ 28,591,391	\$ 97,550,564	\$ 133,883,576
2009	\$ 7,910,629	\$ 30,084,466	\$ 95,015,571	\$ 133,010,666
2010	\$ 7,921,444	\$ 28,038,818	\$ 91,042,456	\$ 127,002,718
2011	\$ 7,919,242	\$ 22,884,370	\$ 90,797,991	\$ 121,601,603
2012	\$ 7,938,377	\$ 20,532,194	\$ 94,954,076	\$ 123,424,647
2013	\$ 8,361,696	\$ 22,810,063	\$ 104,340,266	\$ 135,512,025
2014	\$ 8,044,887	\$ 29,733,409	\$ 104,111,960	\$ 141,890,256
2015	\$ 7,911,284	\$ 29,679,187	\$ 112,977,158	\$ 150,567,629
2016	\$ 8,161,199	\$ 21,294,480	\$ 121,323,311	\$ 150,778,990
2017	\$ 8,224,921	\$ 12,519,256	\$ 128,608,261	\$ 149,352,438



Source: East Bay Regional Park District.
 Amounts are reported on modified accrual basis of accounting.
 ^January 1 through December 31.

East Bay Regional Park District
 Assessed and Estimated Actual
 Value of Taxable Property
 Last Ten Fiscal Years



Fiscal Year ^	ALAMEDA COUNTY*						Total Direct Tax Rate
	Secured	State Board	Unsecured	exemptions	RDA	Net AV	
2008/09	\$ 195,178,888,584	\$ 94,778,439	\$11,392,576,690	\$ (6,878,483,552)	\$ (26,224,620,779)	\$ 173,563,139,382	1.00%
2009/10	\$ 189,849,097,805	\$ 99,345,128	\$11,836,801,735	\$ (7,246,517,224)	\$ (25,166,111,280)	\$ 169,372,616,164	1.00%
2010/11	\$ 187,081,447,978	\$ 98,026,751	\$11,844,626,884	\$ (7,548,254,040)	\$ (24,009,730,794)	\$ 167,466,116,779	1.00%
2011/12	\$ 187,997,896,633	\$ 71,719,328	\$11,694,376,870	\$ (8,313,718,502)	\$ (23,826,303,683)	\$ 167,623,970,646	1.00%
2012/13	\$ 191,880,982,817	\$ 261,836,789	\$12,079,675,165	\$ (8,291,837,483)	\$ (24,379,274,221)	\$ 171,551,383,067	1.00%
2013/14	\$ 202,688,263,371	\$ 969,629,855	\$11,924,738,200	\$ (9,301,977,769)	\$ (26,133,048,332)	\$ 180,147,605,325	1.00%
2014/15	\$ 216,378,638,654	\$ 770,033,506	\$12,178,111,470	\$ (10,585,179,015)	\$ (26,133,048,332)	\$ 192,608,556,283	1.00%
2015/16	\$ 231,659,030,611	\$ 758,810,176	\$13,055,748,130	\$ (9,658,976,623)	\$ (26,133,048,332)	\$ 209,681,563,962	1.00%
2016/17	\$ 248,539,837,848	\$ 726,989,170	\$13,378,566,548	\$ (10,287,382,793)	\$ (26,133,048,332)	\$ 226,224,962,441	1.00%
2017/18	\$ 265,921,037,839	\$ 597,814,349	\$13,616,534,693	\$ (10,837,145,857)	\$ (26,133,048,332)	\$ 243,165,192,692	1.00%

Fiscal Year ^	CONTRA COSTA COUNTY						Total Direct Tax Rate
	Secured	State Board	Unsecured	exemptions	RDA	Net AV	
2008/09	\$ 155,509,726,416	\$ 576,695,232	\$ 5,164,766,412	\$ (5,267,550,406)	\$ (19,082,111,154)	\$ 136,901,526,500	1.00%
2009/10	\$ 144,284,195,822	\$ 557,056,345	\$ 5,464,759,133	\$ (5,641,220,998)	\$ (16,656,249,408)	\$ 128,008,540,894	1.00%
2010/11	\$ 139,956,796,753	\$ 560,296,728	\$ 5,244,966,789	\$ (6,006,815,504)	\$ (15,949,148,990)	\$ 123,806,095,776	1.00%
2011/12	\$ 139,305,613,294	\$ 539,960,865	\$ 5,456,388,640	\$ (6,229,924,601)	\$ (15,513,648,769)	\$ 123,558,389,429	1.00%
2012/13	\$ 140,466,348,337	\$ 590,750,775	\$ 5,661,125,229	\$ (6,347,417,049)	\$ (15,002,930,921)	\$ 125,367,876,371	1.00%
2013/14	\$ 145,563,220,834	\$ 986,316,033	\$ 5,603,673,226	\$ (6,467,048,585)	\$ (15,483,970,708)	\$ 130,202,190,800	1.00%
2014/15	\$ 158,965,560,297	\$ 1,093,614,055	\$ 5,656,380,590	\$ (6,596,496,894)	\$ (17,003,805,285)	\$ 142,115,252,763	1.00%
2015/16	\$ 171,447,287,237	\$ 989,438,611	\$ 5,406,461,946	\$ (6,802,624,516)	\$ (18,458,311,937)	\$ 152,582,251,341	1.00%
2016/17	\$ 182,123,803,561	\$ 969,779,069	\$ 5,314,436,037	\$ (7,057,953,495)	\$ (19,772,975,827)	\$ 161,577,089,345	1.00%
2017/18	\$ 192,814,670,381	\$ 732,963,837	\$ 5,415,247,618	\$ (7,326,687,677)	\$ (21,417,998,898)	\$ 170,218,195,261	1.00%

^July 1 to June 30.

*including Murray Township

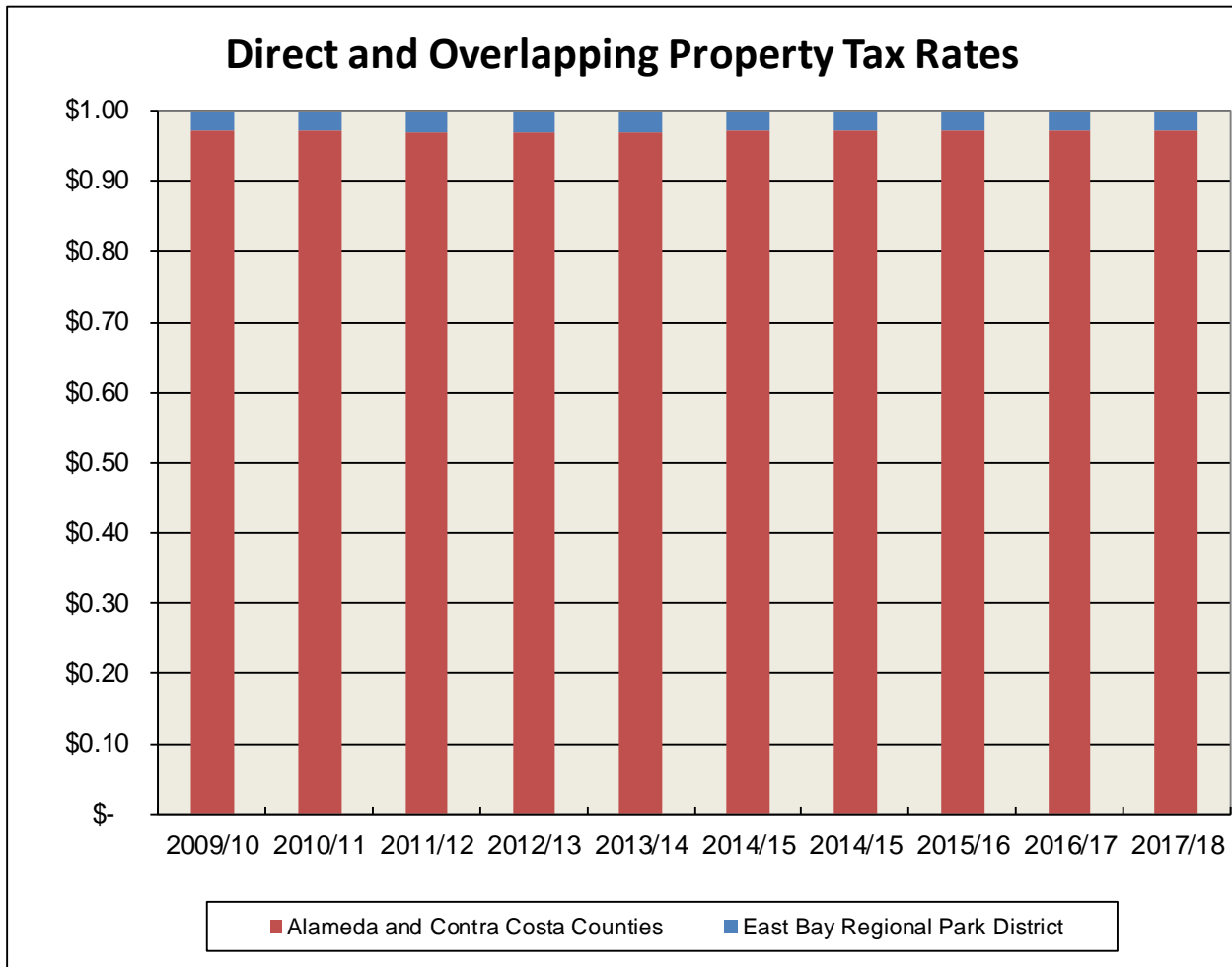
estimate of actual value of taxable property is unknown

**Total direct tax rate is set by the State Constitution at 1% and a portion of it is allocated by an annual calculation to all the taxing entities within a tax rate area. The East Bay Regional Park District encompasses two counties and numerous tax rate areas.

Source: Alameda and Contra Costa Counties Auditor-Controller

Alameda County did not provide RDA number for 2016/17. Amount reported is an estimate, identical to 2013/14.

East Bay Regional Park District
Property Tax Rates
All Direct and Overlapping Governments
Last Ten Fiscal Years



Fiscal Year^	ALAMEDA COUNTY			CONTRA COSTA COUNTY		
	Other Overlapping Governments	Park District	Total Basic County Wide	Other Overlapping Governments	Park District	Total Basic County Wide
2009/10	0.97035	0.02965	1.00000	0.97088	0.02912	1.00000
2010/11	0.97034	0.02966	1.00000	0.97088	0.02912	1.00000
2011/12	0.97038	0.02962	1.00000	0.97071	0.02929	1.00000
2012/13	0.97036	0.02964	1.00000	0.97071	0.02929	1.00000
2013/14	0.97031	0.02969	1.00000	0.97075	0.02925	1.00000
2014/15	0.97031	0.02969	1.00000	0.97099	0.02901	1.00000
2014/15	0.97031	0.02969	1.00000	0.97099	0.02901	1.00000
2015/16	0.97029	0.02971	1.00000	0.97099	0.02901	1.00000
2016/17	0.97027	0.02973	1.00000	0.97114	0.02886	1.00000
2017/18	0.97028	0.02972	1.00000	0.97122	0.02878	1.00000

Note: The above ratios are expressed as dollars assessed per \$100 of assessed valuation.

^July 1 through June 30.

Source: Alameda County Auditor-Controller and Contra Costa County Auditor-Controller.

East Bay Regional Park District
Principal Property Taxpayers (amounts in thousands)
2017 and Nine Years Ago

Alameda County Assessed Value (AV)						
Taxpayers	June 30, 2017			June 30, 2008		
	Secured AV	Rank	Percent of Total Secured AV	Secured AV	Rank	Percent of Total Secured AV
Pacific Gas & Electric Co.	\$ 2,200,949	1	0.90%	\$ 1,200,857	1	0.65%
Tesla Motors Inc.	1,538,982	2	0.63%	na	na	na
Kaiser Foundation Hospitals	558,253	3	0.23%	310,785	4	0.17%
BMR Gateway Boulevard LLC	412,267	4	0.17%	306,584	5	0.17%
Russell City Energy Company, LLC	408,700	5	0.17%	na	na	na
AT&T	403,764	6	0.17%	462,360	3	0.25%
Kaiser Foundation Health Plan Inc.	385,560	7	0.16%	na	na	na
Apple Computer	367,101	8	0.15%	na	na	na
Bayer Healthcare LLC	347,022	9	0.14%	270,198	7	0.15%
BRE Properties	339,636	10	0.14%	261,863	8	0.14%
New United Motor Manufacturing, Inc.	na	na	na	969,230	2	0.53%
Catellus Development Corporation	na	na	na	300,363	6	0.16%
AT&T Mobility LLC	na	na	na	261,797	9	0.14%
SCI Limited Partnership 1	na	na	na	257,429	10	0.14%
	<u>\$ 6,962,234</u>		<u>2.86%</u>	<u>\$ 4,601,466</u>		<u>2.50%</u>

Contra Costa County Assessed Value (AV)						
Taxpayers	June 30, 2017			June 30, 2008		
	Taxable Secured and Unitary AV	Rank	Percent of Total Secured AV	Taxable Secured and Unitary AV	Rank	Percent of Total Secured AV
Chevron USA	\$ 3,486,482	1	1.94%	\$ 6,843,072	1	4.49%
Equilon Enterprises, LLC	1,629,822	2	0.91%	4,002,788	2	2.63%
Tesoro Refining & Marketing	1,240,969	3	0.69%	2,092,737	3	1.37%
Tosco Corporation	981,274	4	0.55%	1,648,867	4	1.08%
NRG Delta LLC	705,675	5	0.39%	na	na	na
First Walunt Creek Mutual	638,743	6	0.36%	na	na	na
BRE Properties, Inc.	558,919	7	0.31%	na	na	na
Sierra Pacific Properties Inc.	487,758	8	0.27%	na	na	na
Tishman Speyer Archstone-Smith	381,259	9	0.21%	na	na	na
Macerich Northwest Associates	334,416	10	0.19%	na	na	na
Pacific Gas & Electric Co.	na	na	na	1,113,308	5	0.73%
Sunset Land Company	na	na	na	727,775	6	0.48%
Seeno Construction Co.	na	na	na	558,770	7	0.37%
AT&T/Pacific Bell	na	na	na	523,866	9	0.35%
Mirant Dfelta/Delta Energy Ctr.	na	na	na	523,866	9	0.34%
USS Posco Industries	na	na	na	488,414	10	0.32%
	<u>\$ 10,445,317</u>		<u>5.82%</u>	<u>\$ 18,523,463</u>		<u>12.16%</u>

Source: Alameda and Contra Costa Counties.

East Bay Regional Park District
Alameda and Contra Costa Counties
Secured and Unsecured Property Tax Levy and Collections
Last Ten Fiscal Years

Alameda County				
Fiscal Year	Taxes Levied for the Fiscal Year ^{>}	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount#	Percentage	
2007/08	\$ 47,643,340	\$ 44,106,912	93%	**
2008/09	\$ 49,292,572	\$ 45,951,671	93%	**
2009/10	\$ 48,019,943	\$ 44,842,022	93%	**
2010/11	\$ 48,095,327	\$ 44,719,904	93%	**
2011/12	\$ 48,397,032	\$ 44,909,489	93%	**
2012/13	\$ 49,564,200	\$ 49,219,536	99%	**
2013/14	\$ 52,478,718	\$ 50,896,912	97%	**
2014/15	\$ 55,814,750	\$ 54,462,878	98%	**
2015/16	\$ 61,398,790	\$ 59,926,792	98%	**
2016/17	\$ 82,620,834	\$ 64,909,538	79%	**

** information about amount of delinquent taxes by original levy year, collected in subsequent years, is unavailable.
[>]both levy and remittance information are supplied by Alameda County.

Contra Costa County				
Fiscal Year	Taxes Levied for the Fiscal Year ^{>}	Collected within the Fiscal Year of the Levy		
		Amount#	Percentage of Levy ^{<}	
2007/08	\$ 39,230,498	\$ 39,230,498	100%	
2008/09	\$ 39,456,225	\$ 39,456,225	100%	
2009/10	\$ 34,154,626 #	\$ 34,154,626	100%	
2010/11	\$ 36,094,609	\$ 36,094,609	100%	
2011/12	\$ 36,693,087	\$ 36,693,087	100%	
2012/13	\$ 36,477,393	\$ 36,477,393	100%	
2013/14	\$ 38,275,332	\$ 38,275,332	100%	
2014/15	\$ 41,459,629	\$ 41,459,629	100%	
2015/16	\$ 44,271,544	\$ 44,271,544	100%	
2016/17	\$ 46,809,959	\$ 46,809,959	100%	

[>]per final statement of fiscal year
[<]Contra Costa County follows California's alternate method of apportionment (the Teeter Plan), under which 100% of amounts levied are paid to the District in the year of levy, regardless of when they are collected.

ERAF takeaway

[>]July 1 through June 30

Source: Alameda and Contra Costa Counties remittance advices and annual revenue letter

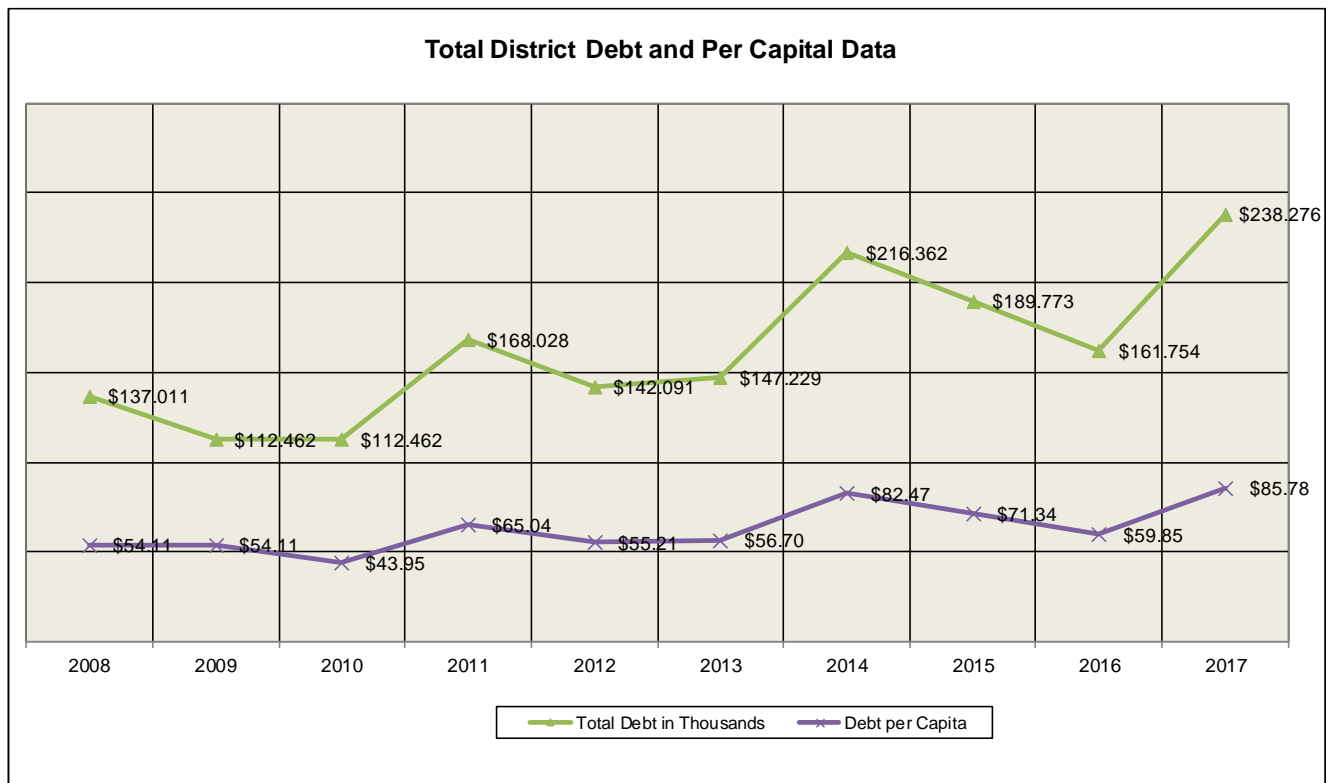
All amounts revised to tie to documents received from primary sources

East Bay Regional Park District

Ratios of General Bonded Debt Outstanding

Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Total	Taxable Assessed Value^ (AV)	Percentage of Taxable AV
	General Obligation Bonds	Limited Obligation Bonds	Notes Payable	Capital Leases			
2008	\$ 128,663,098	\$ 5,450,000	\$ -	\$ 2,898,070	\$ 137,011,168	\$ 310,464,665,882	0.044%
2009	\$ 105,798,814	\$ 4,450,000	\$ -	\$ 2,213,261	\$ 112,462,075	\$ 297,381,157,058	0.038%
2010	\$ 163,115,169	\$ 3,410,000	\$ -	\$ 1,502,635	\$ 168,027,804	\$ 291,272,212,555	0.058%
2011	\$ 138,991,085	\$ 2,335,000	\$ -	\$ 765,218	\$ 142,091,303	\$ 291,182,360,075	0.049%
2012	\$ 120,636,249	\$ 26,592,504	\$ -	\$ -	\$ 147,228,753	\$ 296,919,259,438	0.050%
2013	\$ 191,609,581	\$ 24,751,997	\$ -	\$ -	\$ 216,361,578	\$ 310,349,796,125	0.070%
2014	\$ 165,801,731	\$ 23,971,490	\$ 3,032,366	\$ -	\$ 192,805,587	\$ 334,723,809,046	0.058%
2015	\$ 138,583,884	\$ 23,170,983	\$ 3,032,366	\$ -	\$ 164,787,233	\$ 362,263,815,303	0.045%
2016	\$ 111,964,682	\$ 22,355,476	\$ 3,032,366	\$ -	\$ 137,352,524	\$ 387,802,051,786	0.035%
2017	\$ 213,718,539	\$ 21,524,969	\$ 3,032,366	\$ -	\$ 238,275,874	\$ 413,383,387,953	0.058%



Fiscal Year	Population	Per Capita	Percentage of Personal Income
2008	2,532,270	\$ 54.11	0.103%
2009	2,559,124	\$ 43.95	0.086%
2010	2,583,326	\$ 65.04	0.127%
2011	2,573,820	\$ 55.21	0.104%
2012	2,596,778	\$ 56.70	0.097%
2013	2,623,383	\$ 82.47	0.140%
2014	2,660,262	\$ 72.48	0.119%
2015	2,702,759	\$ 60.97	*
2016	2,751,294	\$ 49.92	*
2017	2,777,728	\$ 85.78	*

Source: East Bay Regional Park District, and Alameda and Contra Costa Counties.

* Data is unavailable for 2015, 2016 and 2017.

^total AV amount provided. AV subject to debt levy for GO bonds (presented on next page) is less than total AV subject to general property tax. Limited obligation, notes payable and capital leases are paid from general property tax.

Estimated actual value of taxable property information is not available.

East Bay Regional Park District
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation	Debt Service	Total	Taxable	Percentage	Population	Per Capita
	Bonds	Monies Available [^]		Assessed Value*	of Taxable AV		
2008	\$ 128,663,098	\$ 20,969,840	\$ 107,693,258	\$ 298,975,505,322	0.036%	2,532,270	\$ 42.53
2009	\$ 105,798,814	\$ 27,161,473	\$ 78,637,341	\$ 286,696,000,505	0.027%	2,559,124	\$ 30.73
2010	\$ 163,115,169	\$ 21,777,729	\$ 141,337,440	\$ 280,911,792,747	0.050%	2,583,326	\$ 54.71
2011	\$ 138,991,085	\$ 15,014,111	\$ 123,976,974	\$ 280,778,884,338	0.044%	2,573,820	\$ 48.17
2012	\$ 120,636,249	\$ 9,125,966	\$ 111,510,283	\$ 285,864,674,411	0.039%	2,596,778	\$ 42.94
2013	\$ 191,609,581	\$ 13,462,178	\$ 178,147,403	\$ 298,885,142,960	0.060%	2,623,383	\$ 67.91
2014	\$ 165,801,731	\$ 19,556,254	\$ 146,245,477	\$ 325,094,849,531	0.045%	2,660,262	\$ 54.97
2015	\$ 138,583,884	\$ 17,406,779	\$ 121,177,105	\$ 351,433,143,463	0.034%	2,702,759	\$ 44.83
2016	\$ 111,964,682	\$ 7,938,117	\$ 104,026,565	\$ 376,864,008,555	0.028%	2,751,294	\$ 37.81
2017	\$ 213,718,539	\$ 15,268,392	\$ 198,450,147	\$ 450,284,059,567	0.044%	2,777,728	\$ 71.44

[^]for principal repayment

*amount subject to debt levy

Source: East Bay Regional Park District, and Alameda and Contra Costa Counties.

East Bay Regional Park District
Computation of Direct and Overlapping
December 31, 2017

JURISDICTION *	District's Applicable %	Net Debt Outstanding
Overlapping Tax and Assessment Debt:		
Bay Area Rapid Transit District	66.699%	\$ 558,817,562
Chabot Community College District	100.000%	693,595,000
Contra Costa Community College District	100.000%	403,600,000
Peralta Community College District	100.000%	380,170,000
Other Community College Districts	0.400-100.000%	388,916,649
Berkeley Unified School District	100.000%	236,545,000
Dublin Unified School District	100.000%	437,094,766
Fremont Unified School District	100.000%	363,825,000
Mount Diablo Unified School District	100.000%	451,722,203
Oakland Unified School District	100.000%	900,690,000
San Ramon Valley Unified School District	100.000%	405,161,485
West Contra Costa Unified School District	100.000%	1,018,613,928
Other Unified School Districts	1.858-100.000%	2,273,595,101
Union High and School Districts	100.000%	502,800,150
Cities General Obligation and Parcel Tax Obligations	100.000%	587,794,977
Washington Township Healthcare District	100.000%	332,425,000
West Contra Costa Healthcare Parcel Tax Obligations	100.000%	55,990,000
East Bay Municipal Utility District Special District No. 1	100.000%	3,515,000
Hayward Area and Pleasant Hill Recreation and Park District	100.000%	149,935,000
Community Facilities Districts	100.000%	313,599,953
1915 Act Bonds	100.000%	300,816,321
Total overlapping tax and assessment debt		\$ 10,759,223,095
Overlapping General Fund Debt		
Alameda County General Fund Obligations	100.000%	\$ 845,547,500
Alameda County Pension Obligations	100.000%	8,937,324
Contra Costa County General Fund Obligations	100.000%	321,225,500
Contra Costa County Pension Obligations	100.000%	185,830,000
Alameda-Contra Costa Transit District Certificates of Participation	100.000%	13,795,000
Unified School District Certificates and Participation	100.000%	232,103,192
Other School District General Fund and Pension Obligations	Various	158,944,210
City of Oakland General Fund and Pension Obligations	100.000%	423,124,528
Other City General Fund and Pension Fund Obligations	100.000%	761,622,751
Fire Protection Districts General Fund Obligations and Pension Obligation Bonds	100.000%	95,328,000
Special District General Fund Obligations	100.000%	1,874,000
Total gross overlapping General Fund obligation debt		3,048,332,005
Overlapping Tax Increment Debt (Successor Agencies)		1,504,098,837
Gross Combined Overlapping Debt		\$ 15,311,653,937
Direct Debt:		
East Bay Regional Park District (total direct bonded debt)	100.000%	188,630,000
Gross Combined Direct and Overlapping Debt ^		\$ 15,500,283,937
Less: Contra Costa County obligations supported from revenue funds		\$ (128,635,584)
Cities of Richmond, Concord and Livermore supported obligation		(55,341,129)
Net Combined Overlapping Debt		\$ 15,127,677,224
Direct Debt:		
East Bay Regional Park District (total direct bonded debt)	100.000%	\$ -
Net Combined Direct and Overlapping Debt		\$ 15,127,677,224

* Each jurisdiction's assessed valuation (AV) within the District's boundaries divided by each jurisdiction's total AV. Qualified Zone

Academy Bonds are included based on principal due at maturity.

^ Excludes TRAN, RAN, enterprise revenue, mortgage revenue and non-bonded capital leases obligations. QZA Academy Bonds are included.

East Bay Regional Park District
Legal Debt Margin for General Obligation Bonds
Last Ten Fiscal Years

Computation of Legal Debt Margin for General Obligation Bonds	Fiscal Year[^]			
	2008	2009	2010	2011
Assessed Valuation:				
Assessed value subject to debt levy*	\$ 295,793,425,105	\$ 283,518,339,759	\$ 277,771,111,665	\$ 277,678,058,227
Add: HOPTR	3,182,080,217	3,177,660,746	3,140,681,082	3,100,826,111
Total assessed valuation	298,975,505,322	286,696,000,505	280,911,792,747	280,778,884,338
Debt Applicable to Limitation:				
Total general obligation debt	128,663,098	105,798,814	163,115,169	138,991,085
Less: amount available for repayment	20,969,840	27,161,473	21,777,729	15,014,111
Total debt applicable to limitation	107,693,258	78,637,341	141,337,440	123,976,974
Legal Debt Margin:				
Bonded debt limit (15% AV)	44,846,325,798	43,004,400,076	42,136,768,912	42,116,832,651
Debt applicable to limitation	107,693,258	78,637,341	141,337,440	123,976,974
Legal debt margin	\$ 44,738,632,540	\$ 42,925,762,735	\$ 41,995,431,472	\$ 41,992,855,677

*excludes Murray Township

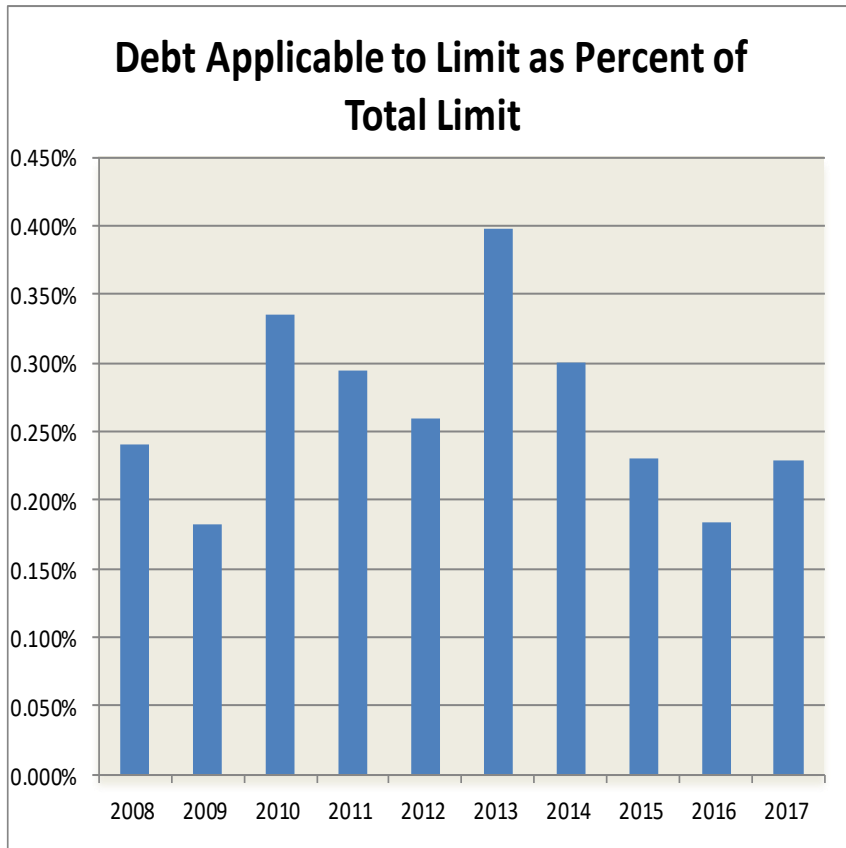
[^]AV fiscal year July 1 through June 31, debt fiscal year January 1 through December 31

>per balance sheet restricted cash and investments in debt service fund
certain amounts were revised

Source: East Bay Regional Park District.

Fiscal Year^

2012	2013	2014	2015	2016	2017
\$ 282,817,745,337	\$ 295,889,931,336	\$ 322,142,631,947	\$ 348,500,492,466	\$ 373,951,234,871	\$ 447,386,083,412
3,046,929,074	2,995,211,624	2,952,217,584	2,932,650,997	2,912,773,684	2,897,976,155
285,864,674,411	298,885,142,960	325,094,849,531	351,433,143,463	376,864,008,555	450,284,059,567
120,636,249	191,609,581	165,801,731	138,583,884	111,964,682	169,679,264
9,125,966	13,462,178	19,556,254	17,406,779	7,938,117	15,268,392
111,510,283	178,147,403	146,245,477	121,177,105	104,026,565	154,410,872
42,879,701,162	44,832,771,444	48,764,227,430	52,714,971,519	56,529,601,283	67,542,608,935
111,510,283	178,147,403	146,245,477	121,177,105	104,026,565	154,410,872
\$ 42,768,190,879	\$ 44,654,624,041	\$ 48,617,981,953	\$ 52,593,794,414	\$ 56,425,574,718	\$ 67,388,198,063



East Bay Regional Park District
Demographic and Economic Statistics
Last Ten Fiscal Years

Alameda County				
Fiscal Year [^]	Population	Personal Income in thousands	Per Capita *	
			Personal Income	Unemployment Rate
2008	1,484,085	\$ 74,305,916	\$ 50,302	6.1%
2009	1,497,799	\$ 69,974,222	\$ 46,695	11.1%
2010	1,510,271	\$ 72,757,457	\$ 48,087	11.3%
2011	1,517,756	\$ 75,908,145	\$ 49,617	10.8%
2012	1,530,176	\$ 85,017,099	\$ 54,683	9.5%
2013	1,548,681	\$ 85,173,987	\$ 53,798	7.4%
2014	1,573,254	\$ 90,631,392	\$ 56,261	5.8%
2015	1,599,888	na	na	4.6%
2016	1,627,865	na	na	4.7%
2017	1,638,215	\$ 101,370,460	61,879	4.0%

Contra Costa County				
Fiscal Year [^]	Population	Personal Income in thousands	Per Capita*	
			Personal Income	Unemployment Rate
2008	1,048,185	\$ 59,914,142	\$ 57,874	6.3%
2009	1,061,325	\$ 55,781,843	\$ 56,703	10.8%
2010	1,073,055	\$ 57,700,398	\$ 55,455	11.3%
2011	1,056,064	\$ 60,778,678	\$ 50,053	11.0%
2012	1,066,602	\$ 66,544,007	\$ 61,638	9.4%
2013	1,076,429	\$ 69,375,880	\$ 63,403	7.3%
2014	1,089,219	\$ 70,849,779	\$ 63,752	6.0%
2015	1,111,143 *	\$ 74,756,916	\$ 66,348	4.9%
2016	1,126,824 *	na	na	4.9%
2017	1,139,513 *	na	na	4.1%

Source: Alameda and Contra Costa Counties.

[^]July 1 through June 30.

na = not available as of December 31, 2017.

*Certain numbers / amounts have been revised.

* Per Capita Personal Income was divided by Census Bureau midyear population estimates, which differs from the population column of this page (data from April 2013 released by BEA)

East Bay Regional Park District
Principal Employers
Current and Nine Years Ago

Alameda County						
2017			2008			
Employers	Estimated # Employees	Rank	% of Total County Employment	Estimated # Employees	Rank	% of Total County Employment
Kaiser Permanente Medical Group Inc.	33,700	1	4.19%		20+	0.00%
Safeway Inc.	10,184	2	1.27		20+	
County of Alameda	9,268	3	1.15	9,044	3	1.26
John Muir Health	6,570	4	0.82		20+	
Tesla	6,000	5	0.75		20+	
Chevron Corporation	5,445	6	0.68		20+	
Wells Fargo Bank	5,264	7	0.65		20+	
PG & E Corporation	5,210	8	0.65		6	
Alta Bates Summit Medical Center	4,561	9	0.57		20+	
Lam Research Corporation	4,000	10	0.50		20+	
Total	90,202		11.21%	9,044		1.25%

The number of employees, except for Alameda County, include all employees in the East Bay, since number of employees within Alameda County is not available.

** Percentage is calculated based on Alameda County's total employment of 803,800 for 2017, and 714,500 for 2008.

Contra Costa County **						
2017			2009			
Employers	Estimated # Employees	Rank	% of Total County Employment	Estimated # Employees	Rank	% of Total County Employment
Chevron Corporation	10,000 +	1	1.89%	4,700	1	0.99%
Bay Alarm Co.	1,000-4,999	T-2	0.56			
St. Mary's College	1,000-4,999	T-2	0.56			
Bio-Rad Laboratories	1,000-4,999	T-2	0.56	1,700	4	0.36
Job Connections	1,000-4,999	T-2	0.56			
John Muir Medical Center	1,000-4,999	T-2	0.56	1,900	3	0.40
Kaiser Permanente	1,000-4,999	T-2	0.56			
La Raza Market	1,000-4,999	T-2	0.56			
Martinez Medical Offices	1,000-4,999	T-2	0.56			
USS Posco Industries	1,000-4,999	T-2	0.56	975	8	0.20
Kaiser Foundation Hospital				2,300	2	0.49
John Muir/Mt. Diablo Medical Center				1,500	5	0.32
24-Hour Fitness				1,300	6	0.27
Doctors Medical Center				1,000	7	0.21
Contra Costa Newspapers, Inc.				900	9	0.19
Bank of the West				800	10	0.17
All Others	495,400		93.07	456,725		96.40
Total	532,400		100.00%	473,800		100.00%

* * Government employers are excluded.

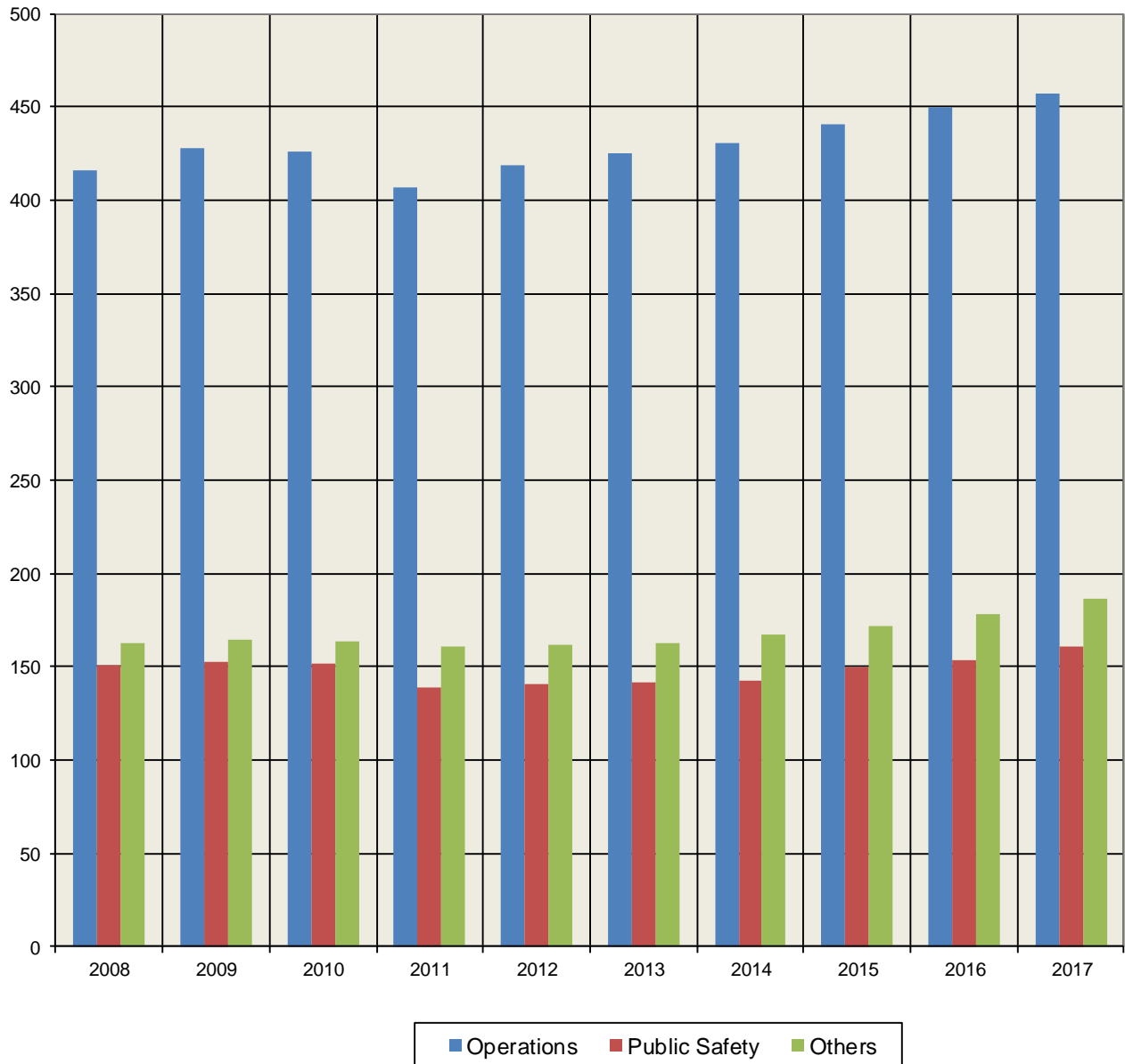
Source: Alameda and Contra Costa Counties.

East Bay Regional Park District
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

Function	Year ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Legislative & Executive										
General Manager	8.00	8.00	8.00	8.00	7.00	7.00	7.42	9.00	10.00	10.00
Clerk of the Board	*	*	*	*	*	*	*	*	*	2.00
Human Resources	12.00	13.80	13.80	13.80	13.80	14.40	15.27	15.27	17.00	18.00
Subtotal	20.00	21.80	21.80	21.80	20.80	21.40	22.69	24.27	27.00	30.00
Acquisition, Stewardship & Development Division										
Administration	2.50	2.50	2.50	2.50	3.50	3.50	2.50	2.50	4.58	4.53
GIS & Enviro. Review	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.25	13.53	14.53
Advance Planning	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Land Acquisition	6.00	6.00	6.00	6.00	5.00	5.00	6.00	6.00	6.00	6.00
Trails Development	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Transitional Admin.	0.00	0.00	0.00	0.00	2.53	2.53	2.53	2.53	0.00	0.00
Design & Construction	31.53	31.53	31.53	29.53	26.83	26.83	26.83	26.83	26.00	28.00
Planning & Stew.	24.62	24.62	24.12	24.12	24.31	24.12	24.12	25.00	18.32	18.50
Subtotal	74.65	74.65	74.15	72.15	72.17	71.98	71.98	73.11	74.43	77.56
Legal Division	9.45	9.45	9.45	9.45	9.45	9.45	9.45	9.45	10.45	10.45
Finance/Mgt Services Division	42.00	42.00	42.00	42.00	42.50	42.50	43.50	44.00	45.00	45.50
Operations Division:										
Administration	6.50	8.00	7.00	7.00	6.00	6.00	6.00	6.00	4.00	4.00
Park Operations Dept.	260.64	263.10	259.09	245.66	253.44	255.32	258.69	265.04	269.39	271.99
Interp. & Rec. Serv.	79.41	85.41	88.41	84.91	74.50	78.17	77.38	78.97	81.02	83.67
Revenue Serv. Dept.	*	*	*	*	15.15	15.15	15.15	15.65	18.65	19.40
MAST	69.80	71.23	71.37	68.90	70.90	70.15	73.37	74.97	77.00	78.14
Subtotal	416.35	427.74	425.87	406.47	419.99	424.79	430.59	440.63	450.06	457.20
Public Affairs Division	16.20	16.20	16.20	15.20	17.20	17.20	20.00	20.50	21.00	23.00
Public Safety Division										
Admin. & Support Serv.	27.75	27.75	29.75	28.00	28.00	28.00	28.00	28.00	28.00	32.29
Lifeguard Services	38.23	39.43	39.43	36.43	36.43	36.43	36.99	37.35	37.35	39.45
Fire Department	15.75	15.75	15.25	14.75	16.00	15.75	16.09	18.50	18.91	18.91
Police Dept.	69.29	69.61	67.08	60.01	60.01	61.01	61.66	66.34	69.44	70.44
Subtotal	151.02	152.54	151.51	139.19	140.44	141.19	142.74	150.19	153.70	161.09
Unfunded positions			-35.00							
Total	729.67	744.38	740.98	706.26	722.55	728.51	740.95	762.15	781.64	804.80

Source: East Bay Regional Park District.
 *Included in Finance/Management Services Division

Full-time Equivalent Employees by Function



East Bay Regional Park District

Operating Indicators by Function / Program

Operations Division Charges for Services Revenue General Fund

Last Ten Fiscal Years

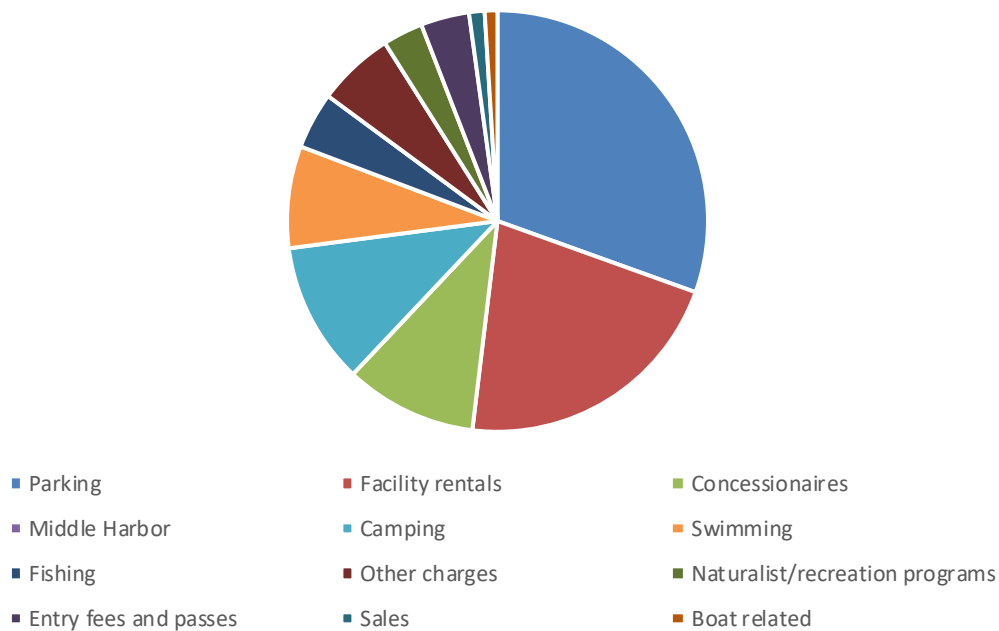
	Year ended December 31,			
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Parking	\$ 1,841,383	\$ 1,900,765	\$ 1,907,090	\$ 1,902,360
Facility rentals	1,011,946	1,031,210	1,065,859	1,098,798
Concessionaires	1,025,108	1,016,011	1,046,490	991,722
Middle Harbor	831,794	883,981	658,250	-
Camping	544,751	598,462	585,205	719,993
Swimming	533,070	520,515	483,781	448,224
Fishing	403,829	414,275	452,807	435,319
Other charges	495,314	469,047	395,735	395,933
Naturalist/recreation programs	356,696	368,653	361,546	372,661
Entry fees and passes	242,167	289,145	310,319	362,760
Sales	122,412	123,483	115,284	117,109
Boat related	74,879	87,946	69,991	81,177
Total	<u>\$ 7,483,349</u>	<u>\$ 7,703,493</u>	<u>\$ 7,452,357</u>	<u>\$ 6,926,056</u>

Amounts are reported on modified accrual basis of accounting

Source: East Bay Regional Park District.

Year ended December 31,					
2012	2013	2014	2015	2016	2017
\$ 2,066,727	\$ 2,210,793	\$ 2,187,845	\$ 2,305,481	\$ 2,456,290	\$ 2,430,095
1,331,002	1,455,122	1,499,985	1,639,443	1,699,277	1,707,718
1,000,410	1,023,530	953,654	1,003,017	992,417	808,414
-	-	-	-	-	-
700,764	779,222	840,916	935,079	967,965	867,379
574,835	584,864	603,122	624,884	620,107	623,670
357,300	385,000	340,957	347,033	372,871	347,048
461,772	435,590	465,956	494,449	495,209	470,715
227,212	244,398	248,182	246,098	237,384	246,291
310,607	355,294	359,046	356,135	320,609	296,815
121,301	116,960	104,833	129,147	117,014	94,986
74,210	75,313	70,743	71,837	66,272	77,998
<u>\$ 7,226,140</u>	<u>\$ 7,666,086</u>	<u>\$ 7,675,239</u>	<u>\$ 8,152,603</u>	<u>\$ 8,345,415</u>	<u>\$ 7,971,129</u>

2017 Operation Division Charges for Services Revenue



East Bay Regional Park District

Operating Indicators by Function

Divisional Activities

Last Ten Years

	Year ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Executive/Legislative Division:										
Board of Directors										
Resolutions adopted	333	338	330	314	322	303	322	374	339	370
Board/special/workshops meetings	27	29	30	26	27	31	33	24	22	27
Openings/dedications/groundbreaking	11	5	4	4	5	5	5	6	6	3
Human Resources Department										
Regular status recruitments	52	27	17	30	43	38	41	54	75	51
Interns hired	18	21	19	20	18	35	36	34	35	39
Finance/Management Services Division:										
Grants obtained	13	17	26	27	35	27	32	23	27	28
Measure WW local grant applications approved	-	40	53	32 ^	18	26	27	26	26	9
Measure WW local agencies reimbursed	-	\$ 340,505	\$ 10,255,616	\$ 13,704,341 ^	\$ 13,097,891	\$ 11,289,448	\$ 10,929,029	\$ 5,739,244	\$ 11,614,538	\$ 11,781,204
Computers replaced	111	140	198	197	85	143	108	282	172	243
Central Stores orders filled	14,579	12,108	12,256	11,916	12,458	13,545	13,159	3,457	2,781	2,928
Tons paper/cardboard/cans/bottles recycled	6.06	5.33	5.40 *	71.55	63.18	70.20 <	64.68 <	250.00 <	250.00 <	250.00
^ Measure WW passed in 2008 so 2009 w as first year of Measure WW local grant program.										
* End of 2007 upgraded copy devices to: 1) auto duplex and 2) send PDF documents, which resulted in a significant decrease in paper waste.										
< Starting 2011 a different waste disposal system was used to divert a mix of recycling items from landfills.										
Land Division:										
Acres purchased/easements/leases										
Trail acquisition/easements/licenses/leases	2	6	8	3	8	5	5	8	6	1
Grant funded land acquisitions	\$ 2,045,154	\$ 9,004,495	\$ 15,819,621	\$ 17,303,079	\$ 9,643,510	\$ 1,300,000	17,185,650	7,341,668	2,224,350	4,319,900
Operations Division:										
Park and recreation activities:										
Visitors/user:										
Parklands and recreation area	3,883,594	3,943,380	3,339,025	3,327,422	3,675,335	3,232,542	5,393,120	5,802,712	5,961,590	4,502,868
Lakes and shorelines	6,489,861	6,474,566	6,435,464	6,817,549	7,109,953	7,694,879	7,526,786	7,786,894	10,991,741	8,289,735
Regional trails	3,242,291	2,008,789	1,321,166	1,942,728	2,232,074	2,299,167	2,795,775	2,924,733	2,255,753	2,369,253
Reservations:										
Visitor center/aquatics/rec programs	14,863	8,559	9,901	10,124	10,051	8,611	10,074	10,282	9,928	10,462
Picnics	3,301	1,319	3,272	3,412	3,521	3,681	4,058	4,235	4,506	4,683
Camping	11,968	11,759	12,093	13,450	13,248	14,225	13,082	15,072	15,219	14,152
Special events and facility rentals	863	926	1,040	1,258	1,368	1,176	1,212	1,430	1,875	1,563
Maintenance activities:										
Work orders	997	799	974	926	906	930	961	844	1,066	1,216
Gallons of fuel dispensed	239,396	207,039	212,759	295,711	281,114	303,939	246,129	192,346	172,703	204,324
Community involvement activities:										
Volunteers	11,954	11,433	12,962	8,048	13,945	12,654	17,996	18,702	21,166	24,070
Volunteer hours	120,329	121,635	124,636	115,754	141,670	99,161	126,027	151,084	150,782	168,700
Planning/Stewardship and Development Division:										
Pounds of fish planted	169,214	171,858	174,797	161,917	152,759	151,635	161,200	188,905	160,977	127,992
Grazing acres	64,714	66,932	68,187	72,107	71,699	72,705	76,500	80,000	80,330	80,824
Resource protection surveys conducted	1,037	N/A	1,322	1,353	1,622	1,702	1,519	1,284	1,370	1,390
Grant funded development projects	\$ 540,313	\$ 288,671	\$ 3,633,819	\$ 6,174,518	\$ 2,272,527	\$ 2,439,064	\$ 4,154,451	\$ 1,394,200	\$ 6,362,901	\$ 7,165,744
Public Affairs Division:										
Participants in Trails Challenge	6,105	7,875	9,475	9,902	8,954	7,005	6,584	8,200	10,000	10,000
Unique visitors to District's website	825,386	1,018,102 *	1,078,583	1,204,223	1,266,929	1,403,134	1,559,855	1,632,258	1,622,703	1,505,573
*2007 rolled out new website and started keeping statistics of website visitors										
Public Safety Division:										
Police/medical/fire service calls										
Police field contacts	8,115	8,051	7,520	8,231	8,946	8,611	8,125	8,959	8,128	4,207
Citations issued	4,052	2,961	3,264	2,586	3,194	3,205	3,650	3,533	3,962	1,551
Moving and other violations										
Parking	4,029	3,311	2,857	1,988	1,556	1,878	2,046	1,579	1,932	2,063
Helicopter flight hours	2,862	2,357	2,114	2,747	3,035	2,463	2,029	2,273	1,990	3,725
Acres haz fuel reduction/maintenance	677	845	633	846	870	895	885	934	763	846
Low income participants in jr lifeguard	806	947	879	968	600	1,030	936	875	891	865
Swim lesson participants	60	72	70	64	32	156	112	27	141	155
Marijuana plants destroyed	1,459	1,678	1,697	1,868	1,592	1,637	1,616	1,589	1,797	1,756
	997	4,300	1,845	5,300	65	3,490	33	32	-	-

Source: East Bay Regional Park District.

N/A Not available.

East Bay Regional Park District

Capital Assets Statistics by Function

Last Ten Years

	Year ended December 31,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Land Division:										
Acreage:										
Park and trail located in Alameda County	52,256	53,473	54,315	55,398	56,780	56,838	57,484	58,562	58,596	58,610
Park and trail located in Contra Costa County	46,439	48,724	53,172	55,670	56,700	57,449	60,160	61,329	62,336	62,788
Total Acreage	98,695	102,197	107,487	111,068	113,480	114,287	117,644	119,891	120,932	121,398
Operations Division:										
Facilities:										
Number of parks	65	65	65	65	65	65	65	65	72	73
Number of visitor centers	9	9	9	9	10	10	10	9	12	12
Number of fishing docks/piers	32	32	32	43	30	30	30	30	30	30
Number of swimming pools/chlorinated lagoons	7	7	7	6	6	6	6	6	6	6
Number of golf courses	2	2	2	2	2	2	2	2	2	2
Equipment:										
Number of dump trucks	25	24	22	26	21	25	26	29	24	25
Number of dozers	5	5	5	5	3	5	5	5	4	2
Number of motorgraders/pavers/compaction rollers	3	4	4	5	3	5	5	6	3	4
Number of sanitation pumps	5	5	5	6	5	5	5	5	8	5
Number of mowers (all types)	87	76	76	67	65	66	66	83	68	71
Number of tractors (all types)	44	43	43	42	44	45	49	54	46	45
Number of water trucks/tenders	3	2	2	2	2	5	4	5	6	5
Planning/Stewardship and Development Division:										
Number of stocked lake and ponds	9	9	9	9	9	9	8	8	8	8
Public Safety										
Number of helicopters	2	2	2	2	2	2	2	2	2	2
Number of fire engines	15	13	13	12	12	12	7	12	11	11
Number of police vehicles	75	78	78	77	78	79	80	80	69	65
Number of water tenders	1	1	1	2	2	2	2	2	2	2

Source: East Bay Regional Park District.



FISCAL YEAR ENDED
DECEMBER 31, 2017

Comprehensive Annual Financial Report

Headquartered in
Oakland, California

Operating a Regional
Park System within
Alameda and
Contra Costa Counties