

CITY OF WOODLAND, CALIFORNIA

Comprehensive Annual Financial Report
Report Year Ended June 30, 2018

Prepared By

FINANCE DEPARTMENT

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CITY OF WOODLAND, CALIFORNIA
Year Ended June 30, 2018

TABLE OF CONTENTS

INTRODUCTORY SECTION	(Page)
Transmittal Letter.....	i
City Council & Administrative Staff Roster.....	v
City Organization Chart.....	vi
City of Woodland Map	vii
 FINANCIAL SECTION	
Independent Auditor’s Report.....	1
Management’s Discussion and Analysis (Required Supplementary Information)	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	17
Statement of Activities.....	18
Fund Financial Statements:	
Balance Sheet – Governmental Funds	20
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position – Governmental Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities – Governmental Activities	23
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund.....	24
Statement of Net Position – Proprietary Funds.....	26
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds.....	27
Statement of Cash Flows – Proprietary Funds.....	28
Statement of Fiduciary Net Assets – Fiduciary Funds.....	29
Statement of Changes in Fiduciary Net Position	30
Notes to Basic Financial Statements	31
Required Supplementary Information:	
Schedule of Changes in Net Pension Liability and Related Ratios during the Measurement Period – Miscellaneous Plan	75
Schedule of Changes in Net Pension Liability and Related Ratios during the Measurement Period – Safety Plan	76
Schedule of Pension Plan Contributions – Miscellaneous Plan	77
Schedule of Pension Plan Contributions – Safety Plan	78
Schedule of Changes in Net OPEB Liability and Related Ratios during the Measurement Period	79
Schedule of OPEB Contributions.....	80

CITY OF WOODLAND, CALIFORNIA
Year Ended June 30, 2018

TABLE OF CONTENTS (CONTINUED)

	(Page)
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds	81
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	82
Combining Balance Sheet – Nonmajor Special Revenue Funds	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	88
Schedules of Revenues, Expenditures and Changes in Fund	
Balance – Budget and Actual – Nonmajor Special Revenue Funds:	
Special Needs Assistance Grant	92
Transit.....	93
Proposition 172.....	94
Transportation	95
Literacy Grant.....	96
Special Transportation Fund	97
Gas Tax Fund	98
RMRA Fund	99
Asset Seizure	100
Supplemental Law Enforcement Services Grant.....	101
State Library Programs.....	102
Cemetery Endowment	103
Spring Lake Sports Park Maintenance CFD	104
Fire Suppression District.....	105
Off-site Affordable Housing	106
Workforce Housing Grants	107
Lighting and Landscaping Districts.....	108
Community Development Block Grant.....	109
Police Grants	110
Housing Assistance	111
Housing Assistance Grants.....	112
Home Grant	113
Environmental Compliance	114
Affordable Housing In-Lieu	115
Combining Balance Sheet – Nonmajor Debt Service Funds	116
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Debt Service Funds	117
Schedules of Revenues, Expenditures and Changes in Fund	
Balance – Budget and Actual – Nonmajor Debt Service Funds:	
2012 Lease Refunding Bonds.....	118
2014 Lease Refunding Bonds.....	119
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	120
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	122

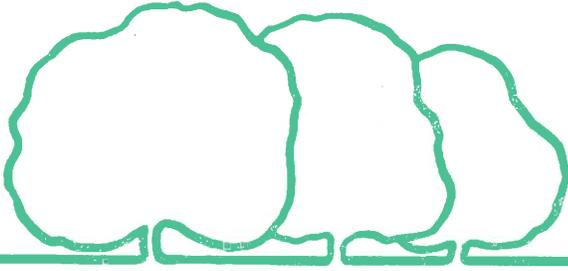
CITY OF WOODLAND, CALIFORNIA
Year Ended June 30, 2018

TABLE OF CONTENTS (CONTINUED)

	(Page)
Nonmajor Enterprise Funds:	
Combining Statement of Net Position	124
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	126
Combining Statement of Cash Flows.....	128
Internal Service Funds:	
Combining Statement of Net Position	130
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	131
Combining Statement of Cash Flows.....	132
Agency Funds	
Combining Statement of Changes in Assets and Liabilities	133

STATISTICAL SECTION

Net Position and Changes in Net Position Last Ten Fiscal Years	136
Changes in Net Position Last Ten Fiscal Years	137
Fund Balances, Governmental Funds Last Ten Fiscal Years	139
Changes in Fund Balances, Governmental Funds Last Ten Fiscal Years.....	140
Tax Revenues by Source, Governmental Funds	142
Assessed Value and Estimated Actual Value of Taxable Property Last Ten Fiscal Years.....	143
Direct and Overlapping Property Tax Rates Last Ten Fiscal Years	144
Principal Property Taxpayers Current Year and Nine Years Prior	145
Property Tax Levies and Collections Last Ten Fiscal Years	146
Taxable Sales by Category Last Ten Fiscal Years.....	147
Direct and Overlapping Sales Tax Rates Last Ten Fiscal Years	148
Sales Tax Revenue Payers by Industry Fiscal Year 2005-2006 and Nine Years Prior.....	149
Ratios of Outstanding Debt by Type Last Ten Fiscal Years.....	150
Ratios of General Bond Debt Outstanding Last Ten Fiscal Years.....	151
Direct and Overlapping Governmental Activities Debt.....	152
Legal Debt Margin Information Last Five Fiscal Years	153
Pledged-Revenue Coverage Last Ten Fiscal Years	154
Demographic and Economic Statistics Last Ten Fiscal Years.....	155
Principal Employers June 30, 2018 and June 30, 2008.....	156
Full-Time-Equivalent City Government Employees	
by Function/Program Last Five Fiscal Years.....	157
Operating Indicators by Function/Program Last Five Fiscal Years.....	158
Capital Asset Statistics by Function/Program Last Five Fiscal Years.....	159



City of Woodland

November 27, 2019

Honorable Mayor Fernandez & Members of the City Council:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Woodland, California (the City), for the fiscal year ended June 30, 2018. The report has been developed and organized to conform to generally accepted accounting principles (GAAP) and to meet reporting standards set forth by the Government Finance Officers Association (GFOA).

Local ordinances and state law require that the City issue a report annually on its financial position and changes in financial position, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the information and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed information is complete and reliable in all material respects and is reported in a manner designed to present fairly the financial position and changes in financial position of the City and its component units.

Management's discussion and analysis (MD&A) is required supplementary information and provides information and analysis that users need to interpret the basic financial statements. This transmittal letter is designed to complement the MD&A, which is included in the financial section of this document.

Reporting Entity

The City of Woodland was incorporated as a general law city on February 22, 1871. The City operates under a Council-Manager form of government and provides the following services: public safety (police and fire), streets, recycling, parks and recreation, library, water, sewer and storm drain, planning and zoning, building inspection, housing, engineering, general administration services and redevelopment. The financial statements of the City include the financial activities of the City as well as the following component units which are controlled by and dependent on the City:

- The Woodland Redevelopment Agency is a separate governmental entity whose purpose is to prepare and implement plans for improvement, rehabilitation, and development of certain areas within the City. The Redevelopment Agency was dissolved as of January 31, 2012 and a Successor Agency was formed. The financial information of the Successor Agency is included as a Private Purpose Trust Fund within the financial statements, but it not included in the consolidated financial data for the City.
- The Woodland Public Facilities Corporation is a separate governmental entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Corporation has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales.
- The Woodland Finance Authority is a separate governmental entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales.

Local Economic Condition & Outlook

The City of Woodland is the county seat of Yolo County and is located approximately 85 miles northeast of San Francisco and approximately 18 miles northwest of Sacramento at the intersection of Interstate 5 and State Route 113. The City has been the seat of government for the County since 1862 and is also the industrial and agricultural center of the County. The City encompasses approximately 14.5 square miles near the center of the California's Central Valley.

The City has a diversified economic base that has its origins in agriculture. However, due to the proximity of the City to major transportation arteries (Interstate 5 and State Route 113), and major waterways, the City has also become increasingly important as a manufacturing and distribution center of products including food processing, plastics, farm machinery and manufactured homes. Due to its nearness to Sacramento, the City has historically shared the economic trends of the Sacramento Valley Region. The economic impacts related to the real estate market and financial market collapse had put a downward pressure on City property tax revenues, which are slowly recovering. Building activity has increased in the City, resulting in increasing revenues related to permit and development impact fees.

Woodland has focused efforts on stimulating residential development primarily in the Spring Lake Specific Plan area. The City has experienced some growth in commercial development and is working to attract other commercial and industrial development where feasible. The City is viewed as a community that is favorable to business and has been successful at attracting large retail and restaurant development in the Gateway area. Major efforts have been underway for the last several fiscal years to revitalize the City's downtown core and attract retail, restaurant and entertainment businesses to that area. Residential development activity in the City appears to be consistently moving forward. Completion of an update to the City's General Plan provides additional areas of focus for continued development of commercial, retail and industrial development.

Major Projects for FY 2017/2018

Many City programs have been downsized or altogether eliminated because of budget conditions over the last several years, and City staffing remains at reduced levels. Despite these reductions, and thanks to the receipt of grant funds and low interest financing, many successful projects and initiatives were continued and implemented this fiscal year.

Sustainability – The City continues to strive for advancements in the area of environmental sustainability. A significant undertaking that started in FY16/17 and continued through FY17/18 is the City's involvement in a Community Choice Energy (CCE) program. The CCE enables local governments to procure and/or develop power on behalf of their public facilities, residents and businesses. The aims are to increase local choice in energy supply and provide electricity with a high renewable energy content. The City voted to join the Valley Clean Energy Alliance, which became operational in FY17/18 and will grow into FY2018/19.

Homelessness – As with many cities throughout the country, Woodland faces the difficult task of finding various alternatives to assist the homeless community. A joint task force of various City departments and other local agencies has begun efforts to contact and offer services to the homeless residents and the City is hopeful that grants may provide additional funding to assist with development of housing options.

Water Supply – in conjunction with the regional water project completed by the Woodland Davis Clean Water Agency, the City has been constructing Aquifer Storage and Recovery (ASR) wells to assist with provision of water supply during high demand times. These wells allow for treated river water to be injected into existing aquifers for later recovery and distribution to the City. These wells were fully operational during FY17/18.

Major Initiatives for FY 2018/2019

Flood Control – The geographical location of the City places it in a floodplain for Lower Cache Creek. The City has been coordinating with several agencies, including the Army Corp of Engineers and the State Department of Water Resources (DWR) to develop a solution to the flooding risk. The Corp of Engineers is scheduled to receive funding to complete a feasibility study, and the DWR has committed \$5 million in Proposition 1E funding in support of our efforts. A locally preferred alternative has been selected, and staff and consultants will be working on completion of financing plans and feasibility studies.

Homelessness – Work continues to advance the Council-adopted Homeless Action Plan, to include the addition of a Social Services Coordinator position, continued support for our Homeless Outreach Street Team, and support of grants to advance housing options for homeless residents. Work will be required in FY2018/19 in hopes of leveraging significant outside funding to develop a proposed Micro-Housing project to include as many as 60 pre-fabricated units for very-low income individuals and families. The proposed project is being advanced in collaboration with Friends of the Mission and Woodland Opportunity Village (both non-profit project partners) with assistance from Yolo County’s Health and Human Services Agency.

Infrastructure – Major investment in various areas of City infrastructure are planned for the upcoming year. Major road reconstruction on several heavily used streets is made possible through receipt of federal grant money, local sales tax measures and increased state gas taxes. Replacement and upgrade to water mains in the central part of Woodland, and renovation of the Water Pollution Control Facility continues. Site purchase is expected to occur for future placement of a fire station and second community pool.

Internal Controls

City management is responsible for establishing and maintaining internal controls designed to ensure that the assets of the City are protected from loss, theft or misuse and that adequate accounting records are maintained to allow for the preparation of financial statements in conformity with GAAP. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the likely derived benefit, and, (2) the valuation of costs and benefits requires estimates and judgments by management. As a recipient of federal, state and local financial assistance, the City is also responsible for ensuring that adequate internal controls are in place to document compliance with applicable laws and regulations related to these programs. Management’s continuing commitment to sound and viable internal controls is emphasized through written policies and procedures and a well-trained and qualified financial staff.

Budgetary Controls

The objective of the City’s budgetary controls is to ensure compliance with legal provisions embodied in the annual budget approved by the City Council. The City Council annually provides direction regarding appropriate reserve levels in each of the City’s operating funds. Budgetary authority is maintained at a fund level and control is maintained at the department level (i.e., Police, Fire, Public Works, etc.) for the General Fund. Budgetary control for capital improvement projects is currently maintained on a project and fund basis which is reviewed and approved annually. As demonstrated by the financial statements included in the financial section of this report, the City continues to meet its responsibility for sound fiscal management.

Cash Management

The City Finance Officer is responsible for the cash management and investment program of the City. The government code and City policy stipulate how funds can be invested. The investment policy, which is adopted annually by City Council, is intended to provide guidelines for prudent investments and outlines policies to assist in maximizing the efficiency of the cash management while also maintaining sufficient reserves to meet daily cash flow requirements.

Risk Management

The City is a member of a joint powers authority, the Yolo County Public Agency Risk Management Insurance Authority (YCPARMIA), an insurance pool limited to public agencies in Yolo County. Provided coverage includes general liability, workers' compensation, property, and boiler and machinery.

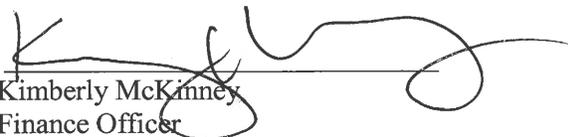
The City, through YCPARMIA and in-house Safety Committees, participates in an active loss prevention program which includes periodic safety inspections of all facilities, specialized training in safety and handling of hazardous materials, and a wellness program provided to police employees. Recent actuarial reports indicate that YCPARMIA has sufficient resources to meet current and immediate future liabilities.

Independent Auditors

State statutes require an annual audit by independent certified public accountants. The accounting firm of Davis Farr LLP has been engaged by the City to conduct this year's audit. In addition to meeting the requirements set forth in state statutes, the audit also meets the requirements of the OMB Circular A-133. The auditors' report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Acknowledgements

The Department of Finance puts forth great effort in the preparation of this report. The professionalism, commitment and effort of each member of this Department have made this presentation possible. We also want to thank the members in other City Departments who assisted in the preparation of this report. Finally, we thank you for your interest and continuing support in planning and conducting the City's financial operations in a responsible manner, consistent with the City's mission to protect, preserve and enhance the quality of life for the citizens of this community.


Kimberly McKinney
Finance Officer

CITY OF WOODLAND
CITY COUNCIL & ADMINISTRATIVE STAFF ROSTER
FISCAL YEAR ENDING JUNE 30, 2018



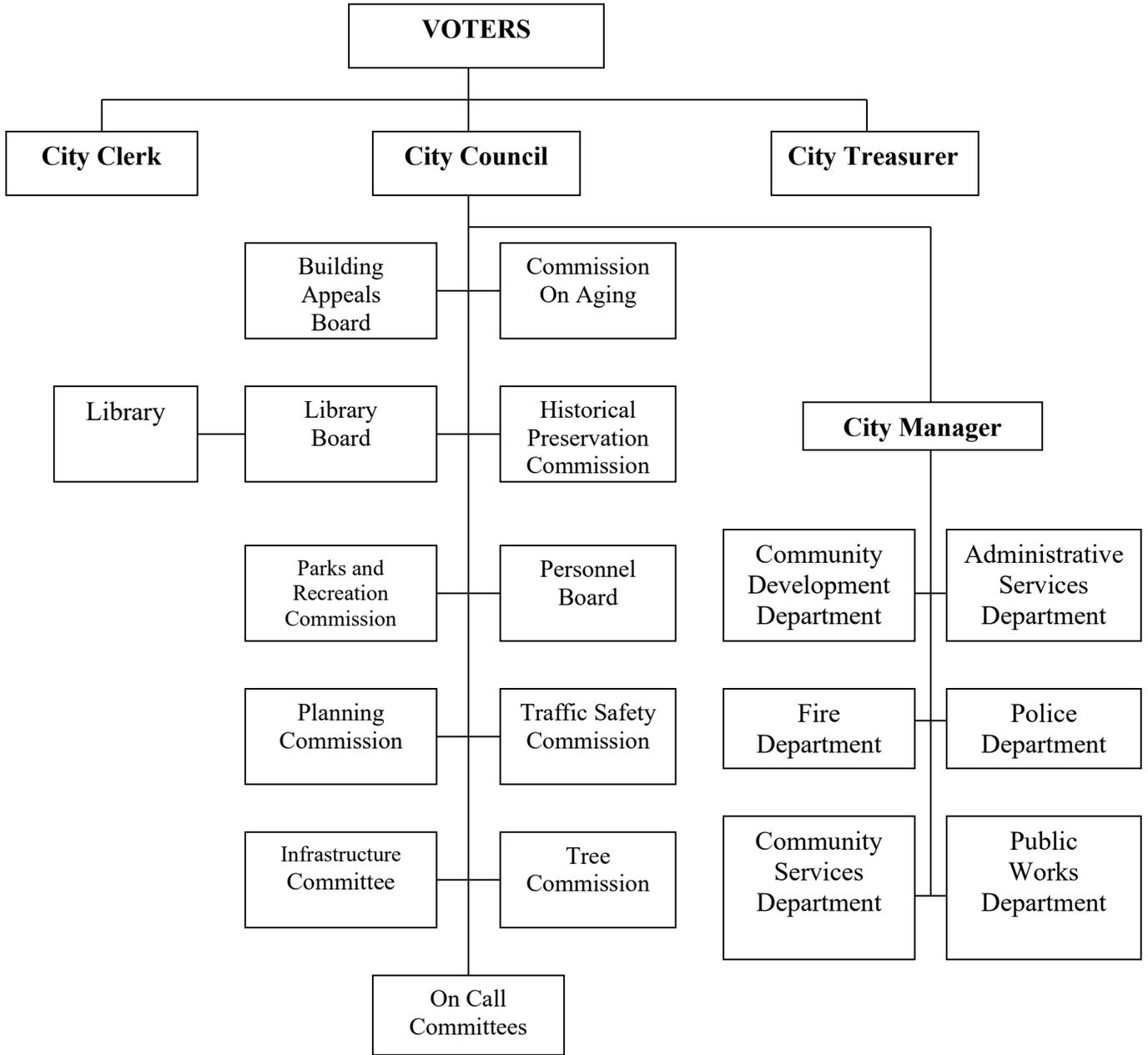
ENRIQUE FERNANDEZ, MAYOR
XOCHITL RODRIGUEZ, MAYOR PRO TEMPORE
TOM STALLARD, COUNCILMEMBER
ANGEL BARAJAS, COUNCILMEMBER
RICH LANSBURGH, COUNCILMEMBER



ADMINISTRATIVE STAFF

PAUL NAVAZIO, CITY MANAGER
KEN HIATT, COMMUNITY DEVELOPMENT DIRECTOR
KARA UEDA, CITY ATTORNEY
LUIS SOLER, POLICE CHIEF
REBECCA RAMIREZ, FIRE CHIEF
GREG MEYER, PUBLIC WORKS DIRECTOR
CHRISTINE ENGEL, COMMUNITY SERVICES DIRECTOR
GRETA GALINDO, LIBRARY SERVICES DIRECTOR

**CITY OF WOODLAND
GENERAL OVERVIEW
ORGANIZATION CHART**



Independent Auditor's Report

Honorable Mayor and City Council
City of Woodland, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information of the City of Woodland, California, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City'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.

Auditor's 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, the business-type activities, each major fund, the aggregate remaining fund information of the City of Woodland, California, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows and the statement of revenues, expenditures and changes in fund balance – budget to actual of the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described further in Note 10 to the financial statements, the City implemented Governmental Accounting Standards Board (GASB) Statements Nos. 75 and 89 during the year ended June 30, 2018. The City reported two

prior period adjustments, one related to the implementation of GASB No. 75 and one to the Transit fund activities as described further in Note 15 to the financial statements. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that *management's discussion and analysis, schedule of changes in net pension liability and related ratios during the measurement period, and schedule of pension plan contributions, Schedule of Changes in Net OPEB Liability and Related Ratios during the Measurement Period, and Schedule of OPEB Plan Contributions* 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 City of Woodland's basic financial statements. The *introductory section, the 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 relates directly to the underlying accounting and other records used to prepare the basic 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 section* and the *statistical section* has 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 it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2019 on our consideration of the City of Woodland's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 City of Woodland's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Davis Fan" followed by a stylized flourish.

Irvine, California,
November 27, 2019

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2018**

This section of the City of Woodland's (City) Comprehensive Annual Financial Report presents a narrative overview and analysis of the financial activities of the City for the year ended June 30, 2018. Please read this in conjunction with the transmittal letter, which can be found in the introductory section of this report, and with the City's financial statements, which follow this discussion.

FINANCIAL HIGHLIGHTS

- The City's net position increased over the course of the fiscal year by \$8.2 million to \$321.7 million. The net position of governmental activities decreased by \$1 million and the net position of business-type activities increased by \$9.2 million.
- The General Fund, using the current financial resources basis, reported expenditures and other financing sources and uses in excess of revenues of \$2.9 million. This was primarily the result of planned use of reserves for one-time expenditures, including a \$3 million extra payment toward the City's unfunded pension liability.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – (1) management's discussion and analysis, (2) the basic financial statements, (3) required supplementary information, and (4) combining statements for nonmajor governmental funds, nonmajor enterprise funds, internal service funds and agency funds. The basic financial statements include two kinds of statements that present different views of the City.

- The government-wide financial statements provide both long-term and short-term information about the City's overall financial status.
- Fund financial statements focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
 - Governmental fund statements depict how general government services such as police, fire and public works were financed in the short-term as well as what remains for future spending.
 - Proprietary fund statements offer short-term and long-term financial information about the activities the City operates like businesses, such as utility services.
 - Fiduciary fund statements provide information about the financial relationships in which the City acts solely as a trustee or agent for the benefit of others, to whom the resources belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The notes to the financial statements are followed by the Schedule of Funding Progress for the City's other postemployment benefits (OPEB) plan and schedules of changes in the City's net pension liability and plan contributions, which are required supplementary information. In addition to these required elements, we have included combining statements that provide details about the City's nonmajor governmental funds, nonmajor enterprise funds, internal service funds and agency funds, each of which is presented in a column in the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The **statement of net position** presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

The **statement of activities** presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, finance, community development, parks and recreation, police, fire, library, and public works. The business-type activities of the City include water, sewer, storm drain, wastewater pretreatment, recycling, construction and demolition program, fire training center, cemetery, and youth program.

The government-wide financial statements include not only the City itself (known as the primary government) but also the Woodland Public Facilities Corporation (Corporation), and the Woodland Finance Authority (Authority). Although legally separate from the City, the component units are blended with the primary government because of their governance or financial relationship to the City.

FUND FINANCIAL STATEMENTS

The fund financial statements are designed to report information about groupings of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. The City, 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 City can be divided into three categories which include **governmental, proprietary and fiduciary** funds.

Governmental Funds. Governmental funds, which account for most of the City's basic services, are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Fund financial statements, however, focus on (1) how cash and other financial assets can readily be converted to available resources and (2) the balances left at year-end that are available for spending. Such information may be useful in determining what financial resources are available in the near future to finance the City's programs.

Because 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 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 funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains several individual and governmental funds organized according to their type (special revenue, debt service and capital projects). Information is presented separately in the governmental funds balance sheet and in the governmental funds statements of revenues, expenditures and changes in fund balances for the General and Spring Lake Capital Projects Fund which are considered to be major funds. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

The City adopts annually appropriated budgets for its General Fund and most special revenue funds. Budgetary comparison statements have been provided for the General Fund and special revenue funds to demonstrate compliance with this budget.

Proprietary Funds. Proprietary funds are generally used to account for services for which the City charges customers—either outside customers, or internal units or departments of the City. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The City maintains the following two types of proprietary funds:

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations of its water, sewer, storm drain, wastewater pretreatment, recycling, construction and demolition program, fire training center, cemetery, and youth program activities.

Internal Service funds are used to report activities that provide supplies and services for certain City programs and activities. The City uses internal service funds to account for its fleet of vehicles and equipment, management information services, self-insurance, facility replacement and employee benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. 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 this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Since the resources of these funds are not available to support the City's own programs, they are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to Financial Statements

The notes to financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this section presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension and other postemployment benefits to its employees.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide financial statements provide long-term and short-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

**City of Woodland
Summary of Net Position
As of June 30, 2018 and 2017
(in millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government		Total %
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	Change
Current & other assets	\$ 109.4	\$ 112.7	\$ 65.8	\$ 50.1	\$ 175.2	\$ 162.8	7.6%
Capital Assets	<u>245.2</u>	<u>247.9</u>	<u>314.2</u>	<u>317.2</u>	<u>559.4</u>	<u>565.1</u>	-1.0%
Total assets	<u>354.6</u>	<u>360.6</u>	<u>380.0</u>	<u>367.3</u>	<u>734.6</u>	<u>727.9</u>	0.9%
Deferred outflow of resources	23.8	13.2	11.6	3.1	35.4	16.3	117.2%
Other liabilities	18.0	17.0	11.8	9.5	29.8	26.5	12.5%
Long-term liabilities	<u>154.1</u>	<u>150.3</u>	<u>259.9</u>	<u>250.3</u>	<u>414.0</u>	<u>400.6</u>	3.3%
Total liabilities	<u>172.1</u>	<u>167.3</u>	<u>271.7</u>	<u>259.8</u>	<u>443.8</u>	<u>427.1</u>	3.9%
Deferred inflow of resources	4.1	3.4	0.3	0.2	4.4	3.6	22.2%
Net Position:							
Net investment in capital assets	200.6	198.2	62.5	68.5	263.1	266.7	-1.3%
Restricted	41.8	78.7	-	-	41.8	78.7	-46.9%
Unrestricted	<u>(40.3)</u>	<u>(73.8)</u>	<u>57.1</u>	<u>41.9</u>	<u>16.8</u>	<u>(31.9)</u>	-152.7%
Total net position	<u>\$ 202.1</u>	<u>\$ 203.1</u>	<u>\$ 119.6</u>	<u>\$ 110.4</u>	<u>\$ 321.7</u>	<u>\$ 313.5</u>	2.6%

ANALYSIS OF NET POSITION

Net position represents the difference between the City's resources and its obligations. Over time, net position may serve as a useful indicator of a government's financial position. For the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$321.7 million at the close of the fiscal year 2017/18.

The largest portion of the City's net position reflects its \$263.1 million (81.8 percent) investment in capital assets (e.g. land, buildings and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens. Although the City's investment in its 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, since the capital assets themselves cannot generally be liquidated for these liabilities.

Another portion of the City's net position, \$41.8 million (13 percent) represents resources that are subject to external restrictions on how they may be used. This represents a decrease of \$36.9 million or 46.9 percent from the prior year. The remaining balance of \$16.8 million represents unrestricted net position.

Net position of business-type activities increased \$9.2 million; the City can generally only use these net assets to finance the continuing operations of the business-type activities.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

CHANGES IN NET POSITION

The City's overall net position increased by \$8.1 million, from \$313.5 million in FY 2016/17 to \$321.7 million in FY2017/18, which consisted of a \$1.0 million decrease in governmental activities and a \$9.2 million increase in business-type activities.

Major reasons for these changes are noted in the government and business-type activities discussion below.

**City of Woodland
Changes in Net Position
For the Years Ended June 30, 2018 and 2017
(in thousands)**

	Governmental Activities		Business-type Activities		Total Primary Government		Total % Change
	2018	2017	2018	2017	2018	2017	
Revenues							
Program Revenues:							
Charges for services	\$21,758	\$21,624	\$41,413	\$38,089	\$63,171	\$59,713	5.79%
Operating grants & contributions	3,880	8,816	184	46	4,064	8,862	-54.14%
Capital grants & contributions	5,442	13,954	-	5,450	5,442	19,404	-71.95%
General revenues:							
Property tax	11,687	11,104	-	-	11,687	11,104	5.25%
Sales tax	13,541	12,569	-	-	13,541	12,569	7.73%
Other taxes (including Measure E)	9,390	9,504	-	-	9,390	9,504	-1.20%
Franchise fees	2,434	2,396	-	-	2,434	2,396	1.59%
Motor vehicle in-lieu	4,935	4,627	-	-	4,935	4,627	6.66%
Investment earnings	-261	-68	613	254	352	186	89.25%
Miscellaneous	394	332	-	-	394	332	18.67%
Total revenues	<u>73,200</u>	<u>84,858</u>	<u>42,210</u>	<u>43,839</u>	<u>115,410</u>	<u>128,697</u>	<u>-10.32%</u>
Expenditures							
Governmental activities:							
General government	2,880	2,632	-	-	2,880	2,632	9.42%
Finance	1,357	1,224	-	-	1,357	1,224	10.87%
Community development	5,515	5,527	-	-	5,515	5,527	-0.22%
Parks and recreation	5,186	5,837	-	-	5,186	5,837	-11.15%
Police	20,072	18,108	-	-	20,072	18,108	10.85%
Fire	11,414	9,946	-	-	11,414	9,946	14.76%
Library	1,887	1,411	-	-	1,887	1,411	33.73%
Public Works	19,645	26,253	-	-	19,645	26,253	-25.17%
Interest on long term debt	831	508	-	-	831	508	63.58%
Business-type activities:							
Water	-	-	21,453	19,113	21,453	19,113	12.24%
Sewer	-	-	14,083	12,322	14,083	12,322	14.29%
Storm drain	-	-	1,337	1,347	1,337	1,347	-0.74%
Wastewater pretreatment	-	-	573	515	573	515	11.26%
Recycling	-	-	224	261	224	261	-14.18%
Construction and demolition program	-	-	69	41	69	41	68.29%
Fire Training	-	-	3	0	3	0	
Cemetery	-	-	417	379	417	379	10.03%
Youth program	-	-	333	327	333	327	1.83%
Total expenses	<u>68,787</u>	<u>71,446</u>	<u>38,492</u>	<u>34,305</u>	<u>107,279</u>	<u>105,751</u>	<u>1.44%</u>
(Deficit) Excess before transfers and extraordinary items	4,413	13,412	3,718	9,534	8,131	22,946	-64.56%
Transfers	(5,513)	(325)	5,513	325	-	-	-
Changes in net position	<u>\$ (1,100)</u>	<u>\$ 13,087</u>	<u>\$ 9,231</u>	<u>\$ 9,859</u>	<u>\$ 8,131</u>	<u>\$ 22,946</u>	<u>-64.56%</u>

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

REVENUE

The City's total revenue was \$115.4 million for the year ended June 30, 2018, a decrease of \$13.3 million or 10.3 percent from 2017. Revenue from governmental activities totaled \$73.2 million and revenue from business-type activities totaled \$42.2 million.

Charges for services and operating and capital grants provided 63 percent of the total revenue received during 2018, while taxes (property, sales and other) provided 30 percent of total revenue.

Increase in total revenue is due primarily to a \$13.9 million decrease in capital grants and contributions, and a \$4.8 million decrease in operating grants and contributions. Overall revenues in the General Revenue category increased by \$2 million between FY2016/17 to 2017/18. Citywide revenues from charges for services increased by \$3.5 million, charges for governmental activities remained essentially flat and charges for business type activities increased by \$3.3 million.

The charges for services in the business type activities increased mostly from implementation of an approved increase in the water utility user fee of 5.5 percent increase in January 2018. The decrease in operating grants results in large part from the delayed approval and reimbursement by SACOG to the City of its Transportation and Development Act claim for FY17/18. The decreased capital grant revenues result from expenditures and related reimbursements on grant related capital improvement projects in the governmental funds, and FY16/17 revenues included principal forgiveness on one of the City's SRF loans as well as return of capital paid into the joint powers authority for the construction of the water treatment facility.

GOVERNMENTAL ACTIVITIES

The following table shows the cost of each of the City's major functions and the net cost of those functions. Net cost is the total cost less fees and other direct revenue generated by the activities. The net cost reflects the financial burden that was placed on the City's taxpayers by each of the functions.

**City of Woodland
Net Cost of Governmental Activities
As of June 30, 2018 and 2017
(in millions)**

	Total Cost of Services		Percent Change	Net Cost (Benefit) of Services		Percent Change
	<u>2018</u>	<u>2017</u>		<u>2018</u>	<u>2017</u>	
General Administration	\$2.88	\$2.63	9.5%	\$1.57	\$1.32	18.9%
Finance	1.36	1.22	11.5%	1.15	0.93	23.7%
Community Development	5.51	5.53	-0.4%	(0.83)	2.37	-135.0%
Parks, recreation and community service	5.19	5.83	-11.0%	0.79	(0.18)	-538.9%
Police	20.07	18.11	10.8%	18.32	16.71	9.6%
Fire	11.41	9.95	14.7%	10.17	9.03	12.6%
Library	1.89	1.41	34.0%	1.75	1.19	47.1%
Public Works	19.64	26.25	-25.2%	3.96	(4.83)	-182.0%
Interest on long term debt	0.83	0.51	62.7%	0.83	0.51	62.7%
	\$68.78	\$71.44		\$37.71	\$27.05	

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

The cost for all governmental activities this year was \$68.78 million. The City's taxpayers paid for approximately 50 percent of these costs; \$34.6 million (including property, sales and other taxes revenues). Fees, including developer fees, grants and contributions funded the balance of the costs of governmental activities.

Total cost of services decreased by \$2.7 million from FY2017 to FY2018 due mostly to development activity in Spring Lake that triggers costs related to the developer advances, which was higher in FY17.

The net cost of services (total cost offset by related revenues) for FY2017/18 increased by \$10.7 million. The net cost of Community Development became a net benefit in FY18 due primarily to increased revenues from charges for services for development activity. The net cost of the Police and Fire departments increased primarily from higher costs for staffing and the contracts for dispatch and animal services provided by Yolo County. The net benefit of Public Works became a net cost in FY18 related partly to the issuance of developer fee advances, which result in an expenditure for the Public Works function in the financial statements; FY17 had \$7.9 million in advances while FY18 has \$2.5 million. Payments for transportation related claims were delayed in FY18, and payments for reimbursable grant projects result in higher revenues for FY17. The majority of the other functions show a minimal change in net costs result from improved revenues throughout the City.

BUSINESS-TYPE ACTIVITIES

Revenue for the City's business-type activities, excluding transfers, decreased by \$1.6 million, from \$43.8 million in FY2016/17 to \$42.2 million in FY2017/18. Of this change, \$3.3 million was due to increased charges for services, and \$5.45 million was from decreased capital grants and contributions. The increase in charges for services results primarily from an approved increase of 5.5% in water utility rates, which was effective January 1, 2018. Charges for services totaled \$41.1 million or 98 percent of total business-type activity revenues. The decreased revenues from capital grants and contributions relates to a \$2 million principal forgiveness one of the City's SRF loans in the sewer fund, as well as a one-time return of capital totaling approximately \$3 million from the joint powers authority related to the regional water treatment project that were received in FY17.

Business-type activities expenses increased \$4.2 million between FY2016/17 and FY2017/18 due mostly to interest costs on outstanding loans and payments for operation of the newly constructed water treatment facility, which began in FY17. The costs of capital improvements are reported as capital assets in the statement of net assets, rather than as expenses in the statement of activities.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds reported by the City include the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$75.8 million, a decrease of \$7.69 million from the end of the prior year.

Several of the governmental funds had significant net changes in fund balance, which include the following:

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

- The fund balance of the General Fund decreased by \$2.9 million due primarily to a one-time contribution of approximately \$3 million as an extra payment to CalPERS toward the City's unfunded pension liability.
- The fund balance of the Spring Lake fund decreased by \$1.5 million due to receipt of bond proceeds that are considered contributions from property owners in Spring Lake; these proceeds will be used to pay back developer advances and construct required capital facilities.
- The fund balance of the Transit fund decreased by \$1.5 million due to a delay in the approval and subsequent reimbursement by SACOG to the City of the claim for the 17/18. SACOG has indicated to the City that claim processing should improve as a result of additional staff being hired. The funds are legally set aside at SACOG and available only to the City, so the decreased fund balance is temporary until receipt of the money.
- The fund balance of the Transportation fund decreased by \$0.3 million due to a delay in the approval and subsequent reimbursement by SACOG to the City of the claim for the 17/18. SACOG has indicated to the City that claim processing should improve as a result of additional staff being hired. The funds are legally set aside at SACOG and available only to the City, so the decreased fund balance is temporary until receipt of the money.
- The fund balance of the Special Transportation Fund (nonmajor special revenue fund) decreased by \$0.2 million due to expenditures on grant projects that were not reimbursed within the availability period.
- The fund balance of the Sewer Development Fund (nonmajor capital fund) decreased by \$4.3 million due to transfer of impact fees to the Sewer Development fund to cover the impact fee component of debt service on the 2014 Wastewater Revenue Bonds.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$14.0 million, while total fund balance was \$15.2 million, an decrease of \$2.9 million from the prior year. This was due primarily to better than expected sale tax and property tax revenues of \$0.7 million, development related license and permit revenues in excess of budgeted estimates of \$0.6 million, offset by a loss of \$95 million in investment earnings from recording the required adjustment to report investments at market value. The City made an extra payment to CalPERS of \$3.0 million to pay down pension unfunded liabilities; this one-time expenditure was made from reserves and intended to use available fund balance. The City also made a one-time \$500k contribution to a new joint powers authority for community choice energy from General Fund reserves. In preparation of the budget for the FY2017/18 year, the City anticipated fund balance to decline \$1.5 million from the balance at FY2016/17 due primarily to expenditures of one-time money.

As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. For FY2017/18 the unassigned fund balances of \$14.01 million represents 30 percent of total General Fund expenditures of \$47.0 million, and the total fund balance represents approximately 32 percent of that amount. For FY2016/17, the unassigned fund balance of \$16.87 million represents 39 percent of total General Fund expenditures of \$41.4 million, and the total fund balance represents approximately 39 percent of that amount.

Proprietary Funds

At the end of FY 2017/18, the unrestricted net position for the Water and Sewer funds were \$46.3 million and \$11.4 million, respectively. Total net position of the Water Fund increased by \$2.2 million in FY2017/18 and the total net position of the Sewer Fund increased by \$7.8 million over the same period. The increase in net position for the Water Fund is due mainly to an approved rate increase of 5.5%, which was effective on January 1, 2018 as well as in increases in customers and use of water throughout the City as the state recovered from drought conditions. Operating expenditures within the Water Fund increased between FY2016/17 and FY2017/18 due mostly to increased depreciation expense that resulted from completion and capitalization of the regional water treatment facility, and nonoperating expenditures decreased due to a refunding of the payments for the water right, and increased investment earnings on the fund's cash balances. The increase in net position for the Sewer Fund is due primarily to a series of nine percent rate adjustments that are effective in January of each year. Operating expenditures increased due to increased costs of operations and chemicals related to treating the new treated water supply resulting from the start-up of the new water treatment facility, as well as increased depreciation expense for completed upgrades and retrofits to the wastewater treatment facility, and nonoperating expenditures increased due

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

to interest payments on SRF loan balances finalized during the fiscal year. The Sewer Fund also received a \$5 million transfer from the Wastewater Development fund to reimburse the Sewer Fund for three years' worth of the share of debt service paid on the 2014 Wastewater Bonds that can be attributed to development activity.

Five proprietary funds had deficits in unrestricted net position: Storm Drain Fund had a deficit of \$1.2 million, the Wastewater Pretreatment Fund had a deficit of \$392 thousand, the Construction and Demolition Program had a deficit of \$823, the Fire Training Center had a deficit of \$30 thousand, and the Cemetery Fund had a deficit of \$736 thousand. The internal service funds that are used to account for certain governmental activities had unrestricted net position of \$5.2 million.

The total increase in net position for the enterprise funds was \$9.2 million. Factors concerning the finances of these funds have been addressed previously in the discussion of the City's business-type activities. As in the previous years, the Storm Drain Fund's decrease in net position is related to a continuing operating deficit resulting from inadequate monthly charges to users of the enterprise. The City proposed a voter approved rate increase in FY2007/08 to address this on-going deficiency, which did not pass. Operations have been reduced to the minimum legal level and the City will attempt another rate increase measure and is exploring potential other options for providing these services. The Woodland Cemetery has undergone a revitalization effort to increase capacity and should allow the operations of the facility to be slightly more self-supporting, and services have been altered in an attempt to reduce the reliance on the General Fund and operate within the annual revenues received. The City and County are exploring options to have the County participate in upgrades to, and use of, cemetery facilities, that will increase revenues in this fund.

The following table shows actual revenues, expenses and results of operations (excluding capital contributions and expenses) for the current fiscal year in the City's proprietary funds (in millions):

**City of Woodland
Proprietary Fund Operations
For the Year Ended June 30, 2018**

	Operating Revenues	Operating Expenses	Operating Income (Loss)	NonOperating Revenues(Expense)	Capital Grants/Contrib	Interfund Transfers	Change in Net Position
Water	\$ 23.29	\$ 17.31	\$ 5.98	(3.67)	-	(0.10)	\$ 2.21
Sewer	16.42	11.95	4.47	(1.88)	-	5.17	7.76
Storm Drain	0.39	1.34	(0.95)	-	-	0.24	(0.71)
Wastewater Pretreatment	0.59	0.57	0.02	-	-	-	0.02
Recycling	0.21	0.22	(0.01)	0.05	-	-	0.04
Construction and Demolition Program	0.04	0.07	(0.03)	-	-	-	(0.03)
Fire Training Center	-	-	-	-	-	-	-
Cemetery	0.10	0.41	(0.31)	-	-	0.20	(0.11)
Youth	0.37	0.33	0.04	-	-	-	0.04
Total:	\$ 41.41	\$ 32.20	\$ 9.21	\$ (5.50)	\$ 5.51	\$ 9.22	

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

General Fund Budgetary Highlights

The City's final budgeted appropriations in the General Fund increased by \$5.2 million from the originally adopted budget in FY17/18. This increase was due primarily to carryover of money for projects not complete at the end of FY17, additional costs needed for contract inspection services to backfill a staff vacancy and manage increasing activity, overtime costs related to firefighters sent on strike teams throughout the state, and money for an extra payment to be made to CalPERS to pay toward the City's unfunded pension liability. These increases were possible due to better than anticipated revenues in property and sales taxes and license and permit fees within the General Fund, and reimbursement of overtime costs.

During the year, actual revenues were \$0.7 million more than budgeted estimates. This primarily consisted of a positive variance of \$0.7 million for taxes, resulting from improved sales and property tax revenues; license and permit revenues showed a positive variance of \$0.6 million as a result of better than expected development, both residential and commercial, and the related permit and inspection fees paid during the year. These favorable variances were offset by a negative variance of \$0.93 million in investment earnings, due to the recording of the adjustment necessary to record investments at market value as of the end of the year; this did not affect actual investments earnings throughout the year.

General Fund expenditures, including transfers, came in under budget with \$1.8 million in savings. These savings were spread across many departments, with some overall savings in personnel costs due to vacant positions throughout the year, delayed program expenditures for newly implemented items with the ¼ cent sales tax, and savings on landscaping and utility costs in City parks and facilities.

The net effect of better than estimated revenues and budgetary expenditure savings resulted in a net positive budgetary variance of \$2.54 million at the end of the fiscal year.

In creating its budget for the year ending June 30, 2018, the City used an estimated budgetary fund balance of \$11.34 million.

CAPITAL ASSET & DEBT ADMINISTRATION

Capital Assets

As of June 30, 2018, the City had invested \$559.4 million in a broad range of capital assets, including police and fire equipment, buildings, parks and park improvements, roads and water, sewer and storm drainage transmission and distribution systems. This represents a net decrease for the current fiscal year of \$5.9 million, or 1 percent.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

**City of Woodland
Capital Assets
As of June 30, 2018 and 2017
(net of depreciation, in millions)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Capital Assets not Depreciated						
Land	\$ 23.8	\$ 23.8	\$ 3.8	\$ 3.8	\$ 27.6	\$ 27.6
Intangible assets	1.2	1.2	21.7	21.7	22.9	22.9
Construction in progress	10.3	6.4	2.6	11.1	12.9	17.5
Depreciable Capital Assets						
Ponds	-	-	0.2	0.2	0.2	0.2
Buildings	53.8	55.3	0.1	0.1	53.9	55.4
Improvements	24.6	22.2	61.9	59.1	86.5	81.3
Machinery and equipment	9.1	9.5	1.8	2.1	10.9	11.6
Intangible assets	0.9	1.1	-	-	0.9	1.1
Sewer treatment plant	-	-	5.5	5.8	5.5	5.8
Capacity rights			111.0	116.0	111.0	116.0
Infrastructure	121.5	128.6	105.6	97.3	227.1	225.9
Total	<u>\$ 245.2</u>	<u>\$ 248.1</u>	<u>\$ 314.2</u>	<u>\$ 317.2</u>	<u>\$ 559.4</u>	<u>\$ 565.3</u>

This year's major capital asset additions included the following:

- Continued construction to complete a widening and major reconstruction on a main road in the City added \$4.7 million to construction in progress.
- Construction of wells that allow for Aquifer Storage and Recovery (ASR) added \$2.9 million to construction in progress, and the project was completed and the entire \$10.4 million was reclassified to infrastructure.
- Construction of a ten-acre neighborhood park added \$2 million to construction in progress, and the entire completed project was reclassified to improvements.
- Continued upgrades to major water mains and pipelines added \$3.4 million to construction in progress.

More detailed information about the City's capital assets is presented in Note 6 of the Notes to the Basic Financial Statements.

Long-term Debt

At June 30, 2018 and 2017, the City had \$285.2 million and \$280.7 million, respectively, in long-term debt outstanding. The outstanding debt of governmental activities decreased approximately \$5.2 million due mostly to continued principal payments on outstanding debt, as well as decreases to developer fee obligations for reimbursement of oversizing obligations. Outstanding debt of business-type activities increased approximately \$9.7 million as a result of continued construction of projects that are reimbursable by and repaid with state revolving funds (SRF) loans and issuance of debt to replace a water right purchase agreement. These projects include construction of the regional water treatment facility and the local water projects in support of the regional facility, upgrades to the Water Pollution Control Facility to improve wastewater treatment processes and increase daily treatment capacity, and installation of recycled water infrastructure.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

**City of Woodland
Outstanding Debt
As of June 30, 2018 and 2017
(in millions)**

	Governmental Activities		Business Type Activities		Total	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Revenue and other bonds	\$ 10.9	\$ 12.4	\$ 84.8	\$ 60.4	\$ 95.7	\$ 72.8
Loans payable	4.1	4.9	155.4	170.1	159.5	175.0
Developer fee obligations	27.1	29.7	-	-	27.1	29.7
Capital lease obligations	2.9	3.2	-	-	2.9	3.2
	<u>\$ 45.00</u>	<u>\$ 50.20</u>	<u>\$ 240.20</u>	<u>\$ 230.50</u>	<u>\$ 285.20</u>	<u>\$ 280.70</u>

More detailed information about the City's total long-term liabilities is presented in Note 7 of the Notes to the Financial Statements.

The City continues to maintain good credit ratings on its debt issues. The following are the ratings at June 30, 2018 as determined by Moody's Investors Service and Standard & Poor's.

	<u>Moody's</u>	<u>S & P</u>
Insured Issues:		
• 2007 Tax Allocation Bonds		Aa3
• 2017 Water Revenue Bonds, Series A		A-
Uninsured Issues:		
• 2011 Water Revenue Bonds		A-

The City's bonded debt per capita is a useful indicator to citizens and investors of the City's debt position. As of June 30, 2018, the City had no bonded debt per capita. Bonded debt does not include special assessment debt or mortgage insured bonds for which the City is not obligated.

ECONOMIC FACTORS & NEXT YEAR'S BUDGET

Economic Factors

- The City's Storm Drain system continues to deteriorate, and it will require repairs and replacements in older areas of the City in the near future. The Storm Drain Fund currently has a deficit in unrestricted net position of \$1.2 million, with total net position of \$13.0 million. Development fees pay for new construction only; maintenance impacts stemming from past and future new construction will continue to burden this fund. Storm drain rate increases must be voter approved and an attempt to increase the fee failed in August 2007. Council continues to have discussion regarding a future fee increase, but the operations have been reduced to, and continue to operate at, the minimum legal level, and any operations in excess of current revenues have become a General Fund obligation.

Economic factors that may favorably affect the City in the longer term include:

- The City recently updated its General Plan and is currently updating the related zoning ordinance that will help identify areas of potential new growth for both residential and nonresidential development in the City. Major work has been ongoing to find a solution to alleviate flood concerns in the northeast portion of the City, which will allow for additional non-residential future growth.

**CITY OF WOODLAND, CALIFORNIA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

Next Year's Budget

The General Fund budget for FY 2018/19 appropriates \$50.57 million, which is essentially flat from final appropriations for FY17/18. The appropriations include \$0.5 million in allocation of one-time money to high priority needs in the City. General Fund revenue for FY2019 is projected to be \$50.4 million, which is \$2.7 million more than the original revenue budget for 2017/18.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City's finances, and to demonstrate the City's accountability for the money it receives. If you have questions about this report, need additional financial information, or would like to obtain component unit financial statements, contact the City of Woodland Department of Finance, 300 First Street, Woodland, California, 95695 or visit the City's web page at www.cityofwoodland.org.

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CITY OF WOODLAND, CALIFORNIA
STATEMENT OF NET POSITION
JUNE 30, 2018

	Governmental Activities	Business-type Activities	Total
Assets:			
Cash and investments	\$ 64,773,860	53,410,452	118,184,312
Cash and investments with fiscal agents	-	2,729,067	2,729,067
Deposits	-	6,089,320	6,089,320
Receivables, net	12,923,281	1,461,615	14,384,896
Internal balances	(2,110,133)	2,110,133	-
Other assets	9,990	-	9,990
Notes receivable, net	33,764,395	-	33,764,395
Capital assets not being depreciated	35,331,799	28,152,825	63,484,624
Capital assets being depreciated, net	209,876,143	286,083,754	495,959,897
Total assets	<u>354,569,335</u>	<u>380,037,166</u>	<u>734,606,501</u>
Deferred Outflow of Resources:			
Deferred refunding charges	474,671	7,468,629	7,943,300
Deferred outflow - pension related	20,733,806	3,269,238	24,003,044
Deferred outflow - opeb related	2,541,975	844,615	3,386,590
Total deferred outflow of resources	<u>23,750,452</u>	<u>11,582,482</u>	<u>35,332,934</u>
Liabilities:			
Accounts payable	7,865,957	818,953	8,684,910
Interest payable	110,722	1,656,256	1,766,978
Deposits	3,300,769	-	3,300,769
Noncurrent liabilities:			
Due within one year	6,731,254	9,266,461	15,997,715
Due in more than one year	40,087,477	231,384,392	271,471,869
Net pension liability	77,993,528	16,579,803	94,573,331
Net OPEB liability	35,980,710	11,955,222	47,935,932
Total liabilities	<u>172,070,417</u>	<u>271,661,087</u>	<u>443,731,504</u>
Deferred Inflow of Resources:			
Deferred inflow - pension related	4,021,231	320,650	4,341,881
Deferred outflow - OPEB related	84,254	27,994	112,248
Total deferred inflow of resources	<u>4,105,485</u>	<u>348,644</u>	<u>4,454,129</u>
Net Position:			
Net investment in capital assets	200,684,803	62,468,454	263,153,257
Restricted for:			
Community development	36,441,934	-	36,441,934
Transportation	2,070,039	-	2,070,039
Police	356,743	-	356,743
Fire	20,807	-	20,807
Other purposes	2,867,608	-	2,867,608
Unrestricted	(40,298,049)	57,141,463	16,843,414
Total net position	<u>\$ 202,143,885</u>	<u>119,609,917</u>	<u>321,753,802</u>

The notes to the basic financial statements are an integral part of this statement.

**CITY OF WOODLAND, CALIFORNIA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS:	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 2,877,346	1,311,070	-	-
Finance	1,356,590	200,176	-	-
Community development	5,509,121	5,276,620	1,065,769	-
Parks and recreation	5,179,691	4,395,108	-	-
Police	20,053,492	589,290	1,166,863	-
Fire	11,404,109	1,249,358	-	-
Library	1,885,195	30,328	110,281	-
Public works	19,632,291	8,706,551	1,536,974	5,441,510
Interest on long-term debt	830,858	-	-	-
Total governmental activities	68,728,693	21,758,501	3,879,887	5,441,510
Business-type activities:				
Water	21,453,307	23,294,726	152,519	-
Sewer	14,082,795	16,422,554	-	-
Storm Drain	1,337,049	392,296	-	-
Wastewater Pretreatment	573,339	586,163	-	-
Recycling	224,021	205,125	31,661	-
Construction and Demolition Program	68,815	41,061	-	-
Fire Training Center	3,242	-	-	-
Cemetery	416,610	100,373	-	-
Youth Program	332,681	370,327	-	-
Total business-type activities	38,491,859	41,412,625	184,180	-
Total	\$ 107,220,552	63,171,126	4,064,067	5,441,510

General revenues and transfers:

Taxes:

Property taxes
Measure E/J special tax
Transient occupancy tax
Other taxes
Franchise fees

Intergovernmental not restricted for specific programs:

Sales and use tax - levied by State
Motor vehicle in-lieu

Investment earnings

Miscellaneous

Transfers

Total general revenues and transfers

Change in net position

Net position - beginning of year, as restated

Net position - end of year

The notes to the basic financial statements are an integral part of this statement.

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-type Activities	Total
(1,566,276)	-	(1,566,276)
(1,156,414)	-	(1,156,414)
833,268	-	833,268
(784,583)	-	(784,583)
(18,297,339)	-	(18,297,339)
(10,154,751)	-	(10,154,751)
(1,744,586)	-	(1,744,586)
(3,947,256)	-	(3,947,256)
(830,858)	-	(830,858)
<u>(37,648,795)</u>	<u>-</u>	<u>(37,648,795)</u>
-	1,993,938	1,993,938
-	2,339,759	2,339,759
-	(944,753)	(944,753)
-	12,824	12,824
-	12,765	12,765
-	(27,754)	(27,754)
-	(3,242)	(3,242)
-	(316,237)	(316,237)
-	37,646	37,646
<u>-</u>	<u>3,104,946</u>	<u>3,104,946</u>
<u>(37,648,795)</u>	<u>3,104,946</u>	<u>(34,543,849)</u>
\$ 11,686,951	-	11,686,951
7,652,298	-	7,652,298
1,477,240	-	1,477,240
260,978	-	260,978
2,433,541	-	2,433,541
13,540,689	-	13,540,689
4,934,845	-	4,934,845
(260,657)	613,252	352,595
393,547	-	393,547
(5,513,156)	5,513,156	-
<u>36,606,276</u>	<u>6,126,408</u>	<u>42,732,684</u>
(1,042,519)	9,231,354	8,188,835
<u>203,186,404</u>	<u>110,378,563</u>	<u>313,564,967</u>
<u>\$ 202,143,885</u>	<u>119,609,917</u>	<u>321,753,802</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2018

	General	Capital Projects Fund - Spring Lake	Other Governmental	Total Governmental
Assets:				
Cash and investments	\$ 14,150,032	24,642,383	15,269,566	54,061,981
Receivables, net	5,082,053	1,131,054	6,684,891	12,897,998
Due from other funds	1,209,705	-	2,896,011	4,105,716
Inventory	9,990	-	-	9,990
Notes receivable, net	-	-	33,764,395	33,764,395
Advances to other funds	1,073,699	154,457	652,336	1,880,492
Total assets	<u>\$ 21,525,479</u>	<u>25,927,894</u>	<u>59,267,199</u>	<u>106,720,572</u>
Liabilities:				
Accounts payable	\$ 4,192,343	14,994	3,418,226	7,625,563
Deposits	2,156,743	1,143,776	250	3,300,769
Due to other funds	-	-	4,099,491	4,099,491
Advances from other funds	-	-	3,996,850	3,996,850
Total liabilities	<u>6,349,086</u>	<u>1,158,770</u>	<u>11,514,817</u>	<u>19,022,673</u>
Deferred inflow of resources:				
Unavailable revenue	<u>26,371</u>	<u>1,131,054</u>	<u>10,758,512</u>	<u>11,915,937</u>
Fund balances:				
Nonspendable	1,083,689	-	-	1,083,689
Restricted	-	-	34,905,667	34,905,667
Committed	-	23,638,070	8,492,216	32,130,286
Unassigned	14,066,333	-	(6,404,013)	7,662,320
Total fund balances	<u>15,150,022</u>	<u>23,638,070</u>	<u>36,993,870</u>	<u>75,781,962</u>
Total liabilities, deferred inflow of resources and fund balance	<u>\$ 21,525,479</u>	<u>25,927,894</u>	<u>59,267,199</u>	<u>106,720,572</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES
June 30, 2018

Total fund balances - total governmental funds	\$ 75,781,962
Amounts reported for governmental activities in the statement of net position are different from those reported in the governmental funds because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	237,231,836
Deferred debt refunding charges used in governmental activities are not financial resources and, therefore, are not reported in the funds.	474,671
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.	10,296,754
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	11,915,937
Deferred outflows are not current assets or financial resources and deferred inflows are not due and payable in the current period, and therefore are not reported on the Governmental Fund Balance Sheet:	
Deferred outflows - pension related	20,012,792
Deferred outflows - opeb related	2,380,097
Deferred inflows - pension related	(3,955,818)
Deferred inflows - opeb related	(78,888)
Certain liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	
Developer fee obligations	(27,129,706)
Revenue bonds	(10,881,562)
Capital lease	(1,752,955)
Compensated absences	(4,132,617)
Other postemployment benefits	(33,689,373)
Pension liability	(74,250,354)
Interest payable	(78,891)
	(202,143,885)
Net position of governmental activities	\$ 202,143,885

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	General	Capital Projects Fund - Spring Lake	Other Governmental	Total Governmental
REVENUES:				
Taxes	\$ 34,101,775	-	516,381	34,618,156
Fines and penalties	297,811	-	-	297,811
Intergovernmental	5,112,666	-	6,821,944	11,934,610
Charges for services	5,319,553	-	3,929,242	9,248,795
Licenses and permits	5,532,553	6,288,484	4,073,225	15,894,262
Investment earnings (loss)	(884,013)	279,645	218,029	(386,339)
Miscellaneous	873,999	2,078	189,246	1,065,323
Total revenues	<u>50,354,344</u>	<u>6,570,207</u>	<u>15,748,067</u>	<u>72,672,618</u>
EXPENDITURES:				
Current:				
General government	2,883,065	-	11,955	2,895,020
Finance	904,000	58,666	78,663	1,041,329
Community development	3,624,942	87,012	2,910,143	6,622,097
Parks and recreation	5,289,729	-	1,968,427	7,258,156
Police	19,949,707	-	1,021,366	20,971,073
Fire	11,848,582	-	211,370	12,059,952
Library	1,791,233	-	205,245	1,996,478
Public works	712,269	2,864,096	11,188,365	14,764,730
Debt service:				
Principal	-	4,675,544	1,498,506	6,174,050
Interest and fiscal charges	-	359,729	351,517	711,246
Total expenditures	<u>47,003,527</u>	<u>8,045,047</u>	<u>19,445,557</u>	<u>74,494,131</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,350,817</u>	<u>(1,474,840)</u>	<u>(3,697,490)</u>	<u>(1,821,513)</u>
OTHER FINANCING SOURCE (USES):				
Transfers in	-	-	9,193,515	9,193,515
Transfers out	(6,264,507)	(86,980)	(8,714,223)	(15,065,710)
Total other financing sources (uses)	<u>(6,264,507)</u>	<u>(86,980)</u>	<u>479,292</u>	<u>(5,872,195)</u>
Net change in fund balances	(2,913,690)	(1,561,820)	(3,218,198)	(7,693,708)
Fund balances, beginning of year, as restated	18,063,712	25,199,890	40,212,068	83,475,670
Fund balances, end of year	<u>\$ 15,150,022</u>	<u>23,638,070</u>	<u>36,993,870</u>	<u>75,781,962</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF
ACTIVITIES - GOVERNMENTAL ACTIVITIES
YEAR ENDED JUNE 30, 2018

Net change in fund balances - total governmental funds \$ (7,693,708)

Amounts reported for governmental activities in the statement of activities are different from those reported in the governmental funds because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capital outlay	7,205,879	
Depreciation expense	<u>(9,772,934)</u>	(2,567,055)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	3,408,029
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes current financial resources of governmental funds. Neither, transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt.

Principal retirement	6,174,050
Amortization of deferred losses on bond refundings	(33,905)
Contribution from developer advances	(1,368,339)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in accrued interest	11,318
Changes in compensated absences	(159,766)
Changes in other postemployment benefits	(647,261)
Changes in net pension liability	(6,306,142)
Changes in deferred outflows - pension related	7,851,282
Changes in deferred outflows - opeb related	(11,411)
Changes in deferred inflows - pension related	(575,820)
Changes in deferred inflows - opeb related	(78,888)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of internal service funds is reported with governmental activities.

955,097

Change in net position of governmental activities	<u><u>\$ (1,042,519)</u></u>
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CITY OF WOODLAND, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 32,054,643	33,403,833	34,101,775	697,942
Fines and penalties	332,616	235,064	297,811	62,747
Intergovernmental	5,066,020	5,101,660	5,112,666	11,006
Charges for services	4,939,726	5,126,650	5,319,553	192,903
Licenses and permits	4,860,013	4,895,637	5,532,553	636,916
Investment earnings	40,000	41,898	(884,013)	(925,911)
Miscellaneous	312,006	864,099	873,999	9,900
Total revenues	<u>47,605,024</u>	<u>49,668,841</u>	<u>50,354,344</u>	<u>685,503</u>
EXPENDITURES:				
General Government:				
City Council				
Personnel services	84,605	359,710	364,154	(4,444)
Supplies	4,500	4,500	6,697	(2,197)
Other services and charges	686,785	686,785	673,750	13,035
Total City Council	<u>775,890</u>	<u>1,050,995</u>	<u>1,044,601</u>	<u>6,394</u>
City Clerk				
Personnel services	155,484	155,484	158,905	(3,421)
Supplies	14,951	14,951	5,631	9,320
Other services and charges	29,765	29,765	36,083	(6,318)
Total City Clerk	<u>200,200</u>	<u>200,200</u>	<u>200,619</u>	<u>(419)</u>
City Attorney				
Supplies	1,128	1,128	-	1,128
Other services and charges	375,000	375,000	442,788	(67,788)
Total City Attorney	<u>376,128</u>	<u>376,128</u>	<u>442,788</u>	<u>(66,660)</u>
City Manager/Human Resources				
Personnel services	791,495	791,495	795,271	(3,776)
Supplies	74,040	87,040	57,247	29,793
Other services and charges	350,040	350,040	342,539	7,501
Total City Manager/Human Resources	<u>1,215,575</u>	<u>1,228,575</u>	<u>1,195,057</u>	<u>33,518</u>
Total General Government	<u>2,567,793</u>	<u>2,855,898</u>	<u>2,883,065</u>	<u>(27,167)</u>
Finance				
Personnel services	418,829	418,830	420,570	(1,740)
Supplies	32,822	32,822	21,183	11,639
Other services and charges	468,522	728,522	462,247	266,275
Total Finance	<u>920,173</u>	<u>1,180,174</u>	<u>904,000</u>	<u>276,174</u>
Community Development				
Personnel services	2,347,927	2,347,954	2,134,925	213,029
Supplies	59,233	69,233	59,285	9,948
Other services and charges	1,309,654	1,518,004	1,430,732	87,272
Total Community Development	<u>3,716,813</u>	<u>3,935,191</u>	<u>3,624,942</u>	<u>310,249</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGE IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Parks and Recreation				
Personnel services	\$ 2,789,925	2,753,342	2,487,701	265,641
Supplies	450,027	471,755	450,268	21,487
Other services and charges	2,711,040	2,835,887	2,351,760	484,127
Total Parks and Recreation	<u>5,950,992</u>	<u>6,060,984</u>	<u>5,289,729</u>	<u>771,255</u>
Police				
Personnel services	12,622,639	14,317,207	14,517,205	(199,998)
Supplies	322,041	378,554	328,630	49,924
Other services and charges	5,092,809	5,189,436	5,103,872	85,564
Total Police	<u>18,037,489</u>	<u>19,885,197</u>	<u>19,949,707</u>	<u>(64,510)</u>
Fire				
Personnel services	8,101,418	9,833,590	9,773,705	59,885
Supplies	198,404	243,404	198,658	44,746
Other services and charges	1,994,191	1,971,788	1,876,219	95,569
Total Fire	<u>10,294,013</u>	<u>12,048,782</u>	<u>11,848,582</u>	<u>200,200</u>
Library				
Personnel services	1,170,897	1,213,903	1,145,562	68,341
Supplies	143,029	143,029	136,203	6,826
Other services and charges	523,330	523,330	509,468	13,862
Total Library	<u>1,837,256</u>	<u>1,880,262</u>	<u>1,791,233</u>	<u>89,029</u>
Public Works				
Personnel services	288,493	288,639	296,045	(7,406)
Supplies	56,226	54,061	99,249	(45,188)
Other services and charges	370,807	482,070	316,975	165,095
Total Public Works	<u>715,526</u>	<u>824,770</u>	<u>712,269</u>	<u>112,501</u>
Total expenditures	<u>43,432,451</u>	<u>48,671,258</u>	<u>47,003,527</u>	<u>1,667,731</u>
Excess of revenues over expenditures	<u>4,172,573</u>	<u>997,583</u>	<u>3,350,817</u>	<u>2,353,234</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(5,972,457)</u>	<u>(6,451,587)</u>	<u>(6,264,507)</u>	<u>187,080</u>
Total other financing sources (uses)	<u>(5,972,457)</u>	<u>(6,451,587)</u>	<u>(6,264,507)</u>	<u>187,080</u>
Net change in fund balance	<u>\$ (1,799,884)</u>	<u>\$ (5,454,004)</u>	<u>(2,913,690)</u>	<u>\$ 2,540,314</u>
Fund balance, beginning of year			<u>18,063,712</u>	
Fund balance, end of year			<u>\$ 15,150,022</u>	

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Total	
Assets:					
Current assets:					
Cash and investments	\$ 28,189,044	22,309,530	2,911,878	53,410,452	10,711,879
Cash and investments with fiscal agents	1,870,901	858,166	-	2,729,067	-
Deposits	6,089,320	-	-	6,089,320	-
Receivables, net	1,040,170	337,422	84,023	1,461,615	25,283
Due from other funds	-	1,042,591	-	1,042,591	-
Total current assets	<u>37,189,435</u>	<u>24,547,709</u>	<u>2,995,901</u>	<u>64,733,045</u>	<u>10,737,162</u>
Noncurrent assets:					
Advances to other funds	2,116,358	-	68,000	2,184,358	-
Land	406,852	2,944,605	447,400	3,798,857	-
Capacity Rights	21,732,433	-	-	21,732,433	-
Construction in progress	2,435,126	186,409	-	2,621,535	-
Depreciable capital assets, net	194,918,876	77,353,325	13,811,553	286,083,754	7,976,106
Total noncurrent assets	<u>221,609,645</u>	<u>80,484,339</u>	<u>14,326,953</u>	<u>316,420,937</u>	<u>7,976,106</u>
Total assets	<u>258,799,080</u>	<u>105,032,048</u>	<u>17,322,854</u>	<u>381,153,982</u>	<u>18,713,268</u>
Deferred Outflow of Resources:					
Deferred refunding charges	6,676,382	792,247	-	7,468,629	-
Deferred outflow - pension related	1,516,629	1,512,781	239,828	3,269,238	721,014
Deferred outflow - opeb related	390,474	355,253	98,888	844,615	161,878
Total deferred outflow of resources	<u>8,583,485</u>	<u>2,660,281</u>	<u>338,716</u>	<u>11,582,482</u>	<u>882,892</u>
Liabilities:					
Current liabilities:					
Accounts payable	311,411	349,831	157,711	818,953	240,394
Due to other funds	-	-	1,048,816	1,048,816	-
Interest payable	942,957	713,299	-	1,656,256	31,831
Compensated absences	58,446	43,002	6,588	108,036	4,615
Long-term debt - current portion	6,754,266	2,404,159	-	9,158,425	484,275
Total current liabilities	<u>8,067,080</u>	<u>3,510,291</u>	<u>1,213,115</u>	<u>12,790,486</u>	<u>761,115</u>
Noncurrent liabilities:					
Compensated absences	145,116	142,858	21,455	309,429	63,351
Advances from other funds	-	-	68,000	68,000	-
Revenue bonds	42,378,475	39,100,543	-	81,479,018	-
Loans payable	130,720,097	18,875,848	-	149,595,945	-
Capitalized lease obligations	-	-	-	-	2,369,650
Net OPEB liability	5,527,013	5,028,479	1,399,730	11,955,222	2,291,337
Net pension liability	7,606,705	7,699,245	1,273,853	16,579,803	3,743,174
Total noncurrent liabilities	<u>186,377,406</u>	<u>70,846,973</u>	<u>2,763,038</u>	<u>259,987,417</u>	<u>8,467,512</u>
Total liabilities	<u>194,444,486</u>	<u>74,357,264</u>	<u>3,976,153</u>	<u>272,777,903</u>	<u>9,228,627</u>
Deferred Inflow of Resources:					
Deferred inflow - pension related	150,451	145,170	25,029	320,650	65,413
Deferred inflow - opeb related	12,942	11,775	3,277	27,994	5,366
Total deferred inflow of resources	<u>163,393</u>	<u>156,945</u>	<u>28,306</u>	<u>348,644</u>	<u>70,779</u>
Net Position:					
Net investment in capital assets	26,455,299	21,754,202	14,258,953	62,468,454	5,122,181
Unrestricted	46,319,387	11,423,918	(601,842)	57,141,463	5,174,573
Total net position	<u>\$ 72,774,686</u>	<u>33,178,120</u>	<u>13,657,111</u>	<u>119,609,917</u>	<u>10,296,754</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Total	
OPERATING REVENUES:					
Charges for services	\$ 23,134,922	16,291,165	1,610,877	41,036,964	-
Billings to departments	-	-	-	-	15,164,540
Other	159,804	131,389	84,468	375,661	168,814
Total operating revenues	<u>23,294,726</u>	<u>16,422,554</u>	<u>1,695,345</u>	<u>41,412,625</u>	<u>15,333,354</u>
OPERATING EXPENSES:					
Personnel services	4,639,228	4,981,348	1,237,372	10,857,948	2,185,432
Utilities	168,989	823,452	175,052	1,167,493	11,498
Office supplies and expenses	1,068,825	1,289,304	293,428	2,651,557	935,129
Small tools and supplies	-	-	-	-	2,227
Contractual services	5,462,437	1,520,078	406,579	7,389,094	-
Depreciation	5,359,722	2,759,444	588,605	8,707,771	1,074,607
Equipment rental and maintenance	608,657	574,498	254,721	1,437,876	1,070,991
Insurance premiums and claims	-	-	-	-	9,499,831
Total operating expenses	<u>17,307,858</u>	<u>11,948,124</u>	<u>2,955,757</u>	<u>32,211,739</u>	<u>14,779,715</u>
Operating income (loss)	<u>5,986,868</u>	<u>4,474,430</u>	<u>(1,260,412)</u>	<u>9,200,886</u>	<u>553,639</u>
NONOPERATING REVENUES (EXPENSES):					
Investment earnings	326,438	253,771	33,043	613,252	125,683
Intergovernmental	152,519	-	31,661	184,180	-
Interest expense	(3,398,314)	(1,924,180)	-	(5,322,494)	(97,025)
Bond issuance costs	(625,407)	(210,491)	-	(835,898)	-
Gain (loss) on disposal of capital assets	(121,728)	-	-	(121,728)	13,761
Total nonoperating revenues (expenses)	<u>(3,666,492)</u>	<u>(1,880,900)</u>	<u>64,704</u>	<u>(5,482,688)</u>	<u>42,419</u>
Income (loss) before contributions and transfers	2,320,376	2,593,530	(1,195,708)	3,718,198	596,058
Transfers in	-	5,217,071	442,000	5,659,071	359,039
Transfers out	(98,341)	(44,432)	(3,142)	(145,915)	-
Change in net position	2,222,035	7,766,169	(756,850)	9,231,354	955,097
Net position, beginning of year, as restated	<u>70,552,651</u>	<u>25,411,951</u>	<u>14,413,961</u>	<u>110,378,563</u>	<u>9,341,657</u>
Net position, end of year	<u>\$ 72,774,686</u>	<u>33,178,120</u>	<u>13,657,111</u>	<u>119,609,917</u>	<u>10,296,754</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Water	Sewer	Other Enterprise Funds	Total	
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers and user departments	\$ 22,968,551	16,511,186	1,658,262	41,137,999	15,394,464
Payments to suppliers	(9,360,031)	(4,163,933)	(1,099,803)	(14,623,767)	(1,916,285)
Payments to employees	(4,282,819)	(4,658,147)	(1,182,436)	(10,123,402)	(2,047,023)
Payments for insurance premiums and claims	-	-	-	-	(9,531,462)
Net cash provided (used) by operating activities	<u>9,325,701</u>	<u>7,689,106</u>	<u>(623,977)</u>	<u>16,390,830</u>	<u>1,899,694</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Cash received from other funds	-	5,217,071	672,592	5,889,663	359,039
Cash paid to other funds	(98,341)	(150,253)	(3,142)	(251,736)	-
Operating grants received	152,519	-	31,661	184,180	-
Net cash provided (used) by noncapital financing activities	<u>54,178</u>	<u>5,066,818</u>	<u>701,111</u>	<u>5,822,107</u>	<u>359,039</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of capital assets	(4,999,571)	(897,360)	-	(5,896,931)	(723,098)
Proceeds from the issuance of long-term debt	28,406,685	9,550,677	-	37,957,362	-
Proceeds from sale of capital assets	-	-	-	-	13,365
Payments to bond escrow	-	(9,920,000)	-	(9,920,000)	-
Principal payments on long-term debt	(23,262,684)	(2,149,934)	-	(25,412,618)	(592,348)
Interest paid	(3,430,460)	(2,790,140)	-	(6,220,600)	(100,789)
Net cash provided (used) by capital and related financing activities	<u>(3,286,030)</u>	<u>(6,206,757)</u>	<u>-</u>	<u>(9,492,787)</u>	<u>(1,402,870)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received	326,438	253,771	33,044	613,253	125,684
Net cash provided (used) by investing activities	<u>326,438</u>	<u>253,771</u>	<u>33,044</u>	<u>613,253</u>	<u>125,684</u>
Net increase (decrease) in cash and cash equivalents	6,420,287	6,802,938	110,178	13,333,403	981,547
Cash and cash equivalents, beginning of year	23,639,658	16,364,758	2,801,700	42,806,116	9,730,332
Cash and cash equivalents, end of year	<u>\$ 30,059,945</u>	<u>23,167,696</u>	<u>2,911,878</u>	<u>56,139,519</u>	<u>10,711,879</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 5,986,868	4,474,430	(1,260,412)	9,200,886	553,639
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	5,359,722	2,759,444	588,605	8,707,771	1,074,607
Change in assets and liabilities:					
Deposits	(2,166,995)	-	-	(2,166,995)	-
Receivables	(326,175)	88,632	(37,083)	(274,626)	61,112
Deferred outflow - pension related	(424,329)	(377,852)	(56,032)	(858,213)	(147,958)
Deferred outflow - opeb related	1,872	1,704	476	4,052	778
Accounts payable	115,872	43,399	29,977	189,248	71,927
Compensated absences	16,510	958	(6,429)	11,039	(8,479)
Other postemployment benefits	105,804	96,260	24,456	226,520	43,862
Net pension liability	587,449	535,930	80,697	1,204,076	220,027
Deferred inflow - pension related	56,161	54,426	8,492	119,079	24,813
Deferred inflow - opeb related	12,942	11,775	3,276	27,993	5,366
Total adjustments	<u>3,338,833</u>	<u>3,214,676</u>	<u>636,435</u>	<u>7,189,944</u>	<u>1,346,055</u>
Net cash provided (used) by operating activities	<u>\$ 9,325,701</u>	<u>7,689,106</u>	<u>(623,977)</u>	<u>16,390,830</u>	<u>1,899,694</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Amortization of deferred refunding charges and premiums	\$ 16,436	21,899	-	38,335	-
Capital leases issued	-	-	-	-	253,949

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2018

	<u>Successor Agency Private Purpose Trust Fund</u>	<u>Agency Funds</u>
ASSETS		
Cash and investments	\$ 1,864,199	3,296,296
Cash and investments with fiscal agents	594,428	3,502,930
Accounts receivable	19,582	227,566
Notes receivable	47,271	-
Total assets	<u>2,525,480</u>	<u>7,026,792</u>
 DEFERRED OUTFLOW OF RESOURCES		
Deferred refunding charges	<u>29,223</u>	<u>-</u>
 LIABILITIES		
Accounts payable	45	26
Interest payable	26,667	-
Long term liabilities:		
Due within one year	2,136,992	-
Due in more than one year	8,720,151	-
Due to assessment district bondholders	<u>-</u>	<u>7,026,766</u>
Total liabilities	<u>10,883,855</u>	<u><u>7,026,792</u></u>
 NET POSITION		
Held in trust for other purposes (deficit)	<u><u>\$ (8,329,152)</u></u>	

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2018

	Successor Agency Private Purpose Trust Fund
ADDITIONS	
Incremental property tax	\$ 1,058,824
Investment income	22,266
Other	134,694
Total additions	1,215,784
DEDUCTIONS	
Community development	60,036
Interest expense	431,013
Total deductions	491,049
Change in net position	724,735
Net position (deficit), beginning of year	(9,053,887)
Net position (deficit), end of year	\$ (8,329,152)

The notes to the basic financial statements are an integral part of this statement.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Woodland (City) was incorporated as a general law city on February 22, 1871. The City operates under the Council-Manager form of government and provides the following services: public safety (police and fire), highways and streets, recycling, recreation and culture, water and sewer, planning and zoning, general administration services, and community development.

The financial statements and accounting policies of the City conform with generally accepted accounting principles applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Significant accounting policies are summarized below:

A. Reporting Entity

The financial statements of the City include the financial activities of the City as well as the Successor Agency to the former Woodland Redevelopment Agency, the Woodland Public Facilities Corporation and the Woodland Finance Authority, all of which are controlled by and dependent on the City. While these are separate legal entities, City Council serves in separate session as their governing body and their financial activities are integral to those of the City. Their financial activities have been aggregated and merged (termed “blended”) with those of the City in the accompanying financial statements.

The **Woodland Finance Authority (Authority)** is a separate governmental entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales. The Authority is controlled by the City and has the same governing body as the City, which also performs all accounting and administrative functions for the Authority. The financial activities of the Authority relate to the 2012 Lease Refunding Bonds, 2014 Lease Refunding Bonds, 2004 and 2014 Gibson Ranch Community Facilities District Refunding Bonds, and are reflected in the Water and the Sewer proprietary funds, and the Gibson Ranch Agency Funds.

The **Successor Agency to the Redevelopment Agency of the City of Woodland (Successor Agency)** is a separate governmental entity established on February 1, 2012 for the purpose of serving as a custodian of the former Agency’s assets and winding down the former Agency’s activities subject to the direction of an Oversight Board. The financial activities of the Successor Agency is recorded in the Successor Agency Private Purpose Trust Fund.

B. Government-wide and Fund Financial Statements

Government-wide Statements: The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the primary government (the City) and its component units. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties. Eliminations have been made to minimize the double counting of internal activities.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients of goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular program and (c) fees, grants and contributions that are restricted to financing the acquisition or construction of capital assets. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category-*governmental*, *proprietary*, and *fiduciary*-are presented. The emphasis of fund financial statements is on major individual governmental and enterprise funds, each of which is displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

C. Major Funds

The City reported the following major governmental funds in the accompanying financial statements:

General Fund - The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The major revenue sources for this fund are property taxes, sales taxes, unrestricted revenues from the State, fines, licenses and permits, forfeitures and interest income. Expenditures are made for public safety, City administration, parks and recreation activities, community development, library operations, street work and the other services not required to be accounted for in another fund.

Spring Lake Capital Projects Fund - Established to account for project specific funds collected for capital improvements in the Spring Lake Specific Plan.

The City reported the following enterprise funds as major funds in the accompanying financial statements:

Water Fund - Accounts for the provision of water services to residents of the City and some residents of the County of Yolo (County). All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, maintenance, billing and collection, financing and related debt service.

Sewer Fund - Accounts for the provision of sewer services to residents of the City and some residents of the County. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, maintenance, financing and related debt service, and billing and collection.

The City also reports the following fund types:

Internal Service Funds - The funds account for facilities replacement, equipment service and repair, employee benefits, self-insurance and information systems; all of which are provided to other departments on a cost-reimbursement basis.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fiduciary Funds - Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. The City's Agency Funds include activity for various special assessment districts. The Successor Agency Private Purpose Trust Fund is used to account for assets held by the City as successor agency to the former Redevelopment Agency. The financial activities of these funds are excluded from the government-wide financial statements, but are presented in separate fiduciary fund financial statements.

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide, proprietary funds and fiduciary funds financial statements are reported using the *economic resources measurement focus* and the *accrual basis* of accounting. However, because agency funds only report assets and liabilities, they do not have a measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources* measurement focus and the *modified accrual basis* of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers revenues reported in the governmental funds to be available if they are collected within 90 days after the end of the current fiscal period, except for property taxes which the City considers available if they are collected within 60 days after the end of the current fiscal period.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due. Governmental capital asset acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as *other financing sources*.

Property taxes, sales taxes, franchise taxes, grants, entitlements, special assessments and investment earnings associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues in the current fiscal period. Fines, licenses and permits, and charges for services are considered to be measurable and available only when the City receives cash. Nonexchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations.

Proprietary funds distinguish operating revenues, such as charges for services, from nonoperating items. Operating revenues and expenses principally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges to customers for services rendered. Operating expenses include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City may fund programs with a combination of cost-reimbursement grants, block grants, and general revenues. Thus, both restricted and unrestricted net position may be available to finance program expenditures. The City's policy is to first apply restricted grant resources to such programs, followed by unrestricted resources.

The City allocates certain indirect costs incurred by the General Fund to those activities that directly benefit.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Revenue Recognition for Water, Sewer and Recycling Funds

Revenues are recognized based on cycle billings rendered to customers and the period for which service is being delivered.

F. Property Taxes

The County assesses properties, bills, collects, and distributes property taxes to the City. The County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes are levied on July 1. Secured property taxes become a lien on real property on January 1 of the preceding fiscal year.

Secured property tax is due in two installments, on November 1 and March 1. Property taxes become delinquent after December 10 and April 10, respectively. Unsecured property tax is due on July 1, and becomes delinquent on August 31.

The term “unsecured” refers to taxes on personal property other than real estate, land and buildings. These taxes are secured by liens on the property being taxed.

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Cash and Investments

The City pools cash and investments except for investments managed by paying fiscal agents under bonded debt agreements. Interest from bank accounts and investments are allocated to the various funds based on the year end balances of the funds entitled to receive interest. The City reports investments at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, and is determined from published data provided by the exchanges, computerized pricing sources, the National Association of Securities Dealers’ National Market System, securities custodians and other authoritative sources. The fair value of investments is based on published market prices and quotations from major investment brokers.

2. Cash and Investments with Fiscal Agents

Proceeds from various City debt issuances, as well as special assessment debt, which have been set aside for repayment are classified as cash and investments with fiscal agents because their use is limited by applicable bond covenants. The reserves are determined as a portion of the bond proceeds or as required by the applicable bond covenants.

3. Cash and Cash Equivalents

Cash and cash equivalents consist of cash, investments and restricted cash and investments with fiscal agents with maturities of three months or less for purposes of the statement of cash flows.

4. Fair Value Measurements

Certain assets and liabilities are required to be reported at fair value. The fair value framework provides a hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. 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 fair value hierarchy are described as follows:

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly and fair value is determined through the use of models or other valuation methodologies including:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in markets that are inactive;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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

5. Interfund Receivables and Payables

Interfund transactions between funds are reflected either as loans, services provided, reimbursements or transfers.

Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e. temporary cash borrowings) or "advances to/from other funds" (i.e. the noncurrent portion of interfund loans) in the balance sheet of governmental funds and the statement of net position for proprietary funds. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide statement of net position as "internal balances." Advances to other funds are offset by nonspendable fund balance to indicate those amounts that are not in spendable form.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental and proprietary funds are netted as part of the reconciliation of the government-wide presentation.

6. Inventory

Inventory is valued at cost using the first-in first-out method. The City maintains perpetual inventory records. During the last week of June for each fiscal year the City takes a physical count of inventory and the City's perpetual records are adjusted. The City uses the consumption method of accounting for inventory.

**CITY OF WOODLAND, CALIFORNIA
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Capital Assets

Capital assets, which include land, construction in progress, intangible assets, ponds, buildings, improvements, machinery and equipment, sewer treatment plant, and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements, as well as in the proprietary fund financial statements. All capital assets are valued at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their estimated acquisition value at the date of donation.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase, for assets recorded in proprietary funds, is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

Depreciation on capital assets and improvements is provided using the straight line method, which means the cost of the asset is divided by its expected useful life (in years) is charged to expense each year until the asset is fully depreciated. Capital assets with a value of \$5,000 or more are capitalized.

Estimated useful lives are as follows:

	Useful Lives
Ponds	50 years
Buildings	25 – 50 years
Improvements	10 – 50 years
Machinery and equipment	5 – 20 years
Intangible assets	5 – 10 years
Sewer treatment plant	20 – 50 years
Infrastructure	10 – 60 years

8. Notes Receivable

The City and the Successor Agency provide financial assistance in the form of loans to qualified low-income homeowners and investors who rent to low-income tenants under the Housing Rehabilitation and First-Time Homebuyer Loan Programs. The programs offer low interest loans and grants to repair health and safety problems. The loans are typically amortized or deferred over a 30-year period.

9. Compensated Absences

Compensated absences comprise unused vacation leave and certain compensated time off, which is paid at the date of termination from City employment. All compensated pay is accrued when incurred in the government-wide and proprietary fund financial statements. For all governmental funds, termination payouts expected to be paid out of current financial resources are recorded as fund liabilities. Compensated absences liability is typically liquidated by the General Fund.

10. Long-term Obligations

In the government-wide, proprietary funds and successor agency private purpose trust fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

11. Pensions

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by City of Woodland. 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. Pension liabilities are typically liquidated by the General Fund.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date (VD)	June 30, 2016
Measurement Date (MD)	June 30, 2017
Measurement Period (MP)	July 1, 2016 to June 30, 2017

12. Other Post-Employment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense and information about the plan (OPEB Plan), have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms.

GASB 75 requires that the reported results must pertain to liability information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date (VD)	June 30, 2017
Measurement Date (MD)	June 30, 2017
Measurement Period (MP)	July 1, 2016 to June 30, 2017

13. Deferred Outflows and Deferred Inflows of Resources

In addition to assets, the statement of financial position will sometimes report 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 periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City only has three items that qualify for reporting in this category. The deferred charge on refunding reported in the government-wide and proprietary statements of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The City also reports deferred outflows related to pension and OPEB.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of financial position and balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has three items, one which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The City also reports deferred inflows related to pension and OPEB.

14. Net Position/Fund Balances

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net investment in capital assets describes the portion of net position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance the assets constructed and/or acquired.

Restricted net position represent external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects and debt service requirements.

Unrestricted describes the portion of net position which is not restricted to use.

In the fund financial statements, governmental funds report fund balances as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the City is bound to honor constraints on how specific amounts can be spent.

The City considers restricted amounts to have been spent before unrestricted fund balance when an expenditure is incurred for purposes for which both restricted and unrestricted (committed, assigned and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed, assigned, and then unassigned amounts in that order will be spent when an expenditure is incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Fund balance classifications are described below:

- **Nonspendable Fund Balance:** Nonspendable Fund Balance refers to amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact. It includes long-term loans and notes receivable, inventories and prepaid items.
- **Restricted Fund Balance:** Amounts restricted by constraints that are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed Fund Balance:** Amounts to be used for specific purposes pursuant to constraints imposed by formal action of the City Council. These self-imposed constraints must be set in place prior to the end of the fiscal year.
- **Assigned Fund Balance:** Amounts constrained by the City's intent to use for specific purposes, but are neither legally restricted nor committed. An assignment of fund balance is more easily removed or modified than fund balance classified as committed and may be established after the fiscal year end.

**CITY OF WOODLAND, CALIFORNIA
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Unassigned Fund Balance: This classification represents the fund balance not assigned to other funds and not restricted, committed or assigned to specific purposes within the General Fund and is available for financing future budgets. The General Fund is the only fund that reports a positive unassigned fund balance amount.

NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING

A. Budgeting Procedures

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public meetings are conducted during May and June to obtain taxpayer comments.
3. The budget is legally enacted through adoption of a resolution.
4. The City Manager and Finance Officer are authorized to transfer budgeted amounts among funds and departments so long as the total City budget, exclusive of capital projects, does not change. The level of budgetary control (that is the level at which expenditures, including transfers out, cannot legally exceed the appropriated amount) is at the individual fund level. Only those revisions, if any, which increase total budgeted expenditures must be approved by the City Council.
5. Budgets are adopted for the General Fund, all special revenue funds, and all debt service funds, except for the Staffing for Adequate Fire and Emergency Response Grant special revenue funds. The City also adopts project timeframe budgets for capital projects funds. Such budgets are based on a project timeframe and therefore are not comparable on an annual basis.
6. Formal budgetary integration is employed as a management control device during the year for all budgeted funds.
7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP), except for capital projects funds, which are budgeted on a project length basis.

The various City functions and activities are presented in the accompanying budget versus actual statements.

NOTE 3 – CASH AND INVESTMENTS

A. Authorized Investments

The following table identifies the investment types that are authorized by the City’s investment policy and California Government Code Section 53601. The City’s investment policy is more restrictive than the California Government Code, as the City may not invest in derivatives or reverse repurchase agreements.

This table does not address investment of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the City, rather than the general provisions of the City’s investment policy.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>	<u>Minimum Rating</u>
Local Agency Investment Fund (LAIF)	N/A	None	None	None
State and Local Agency Obligations	5 years	None	None	None
U.S. Treasury Securities	5 years	None	None	None

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

NOTE 3 – CASH AND INVESTMENTS (Continued)

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer	Minimum Rating
U.S. Agency Securities	5 years	None	None	None
Negotiable Certificates of Deposit	5 years	30%	10%	None
Medium Term Corporate Notes	5 years	30%	10%	A
Money Market Mutual Funds	N/A	20%	10%	AAA

B. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

The California Government Code and the City’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, except that the California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

C. Concentration of Credit Risk

The City diversifies its portfolio by requiring that no more than 10% of the portfolio be invested in any one issuer’s name. US Treasury and Agency securities are not subject to this limitation. The City had US Agency securities that represented 5% or more of the total investments by reporting unit (governmental activities, business-type activities, each major fund and the aggregate remaining fund information).

D. Interest Rate and Credit Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value is to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City structures its investment portfolio such that securities mature to meet cash requirements for ongoing operations and investing operating funds primarily in shorter-term securities, money market mutual funds or similar investment pools which provides the necessary liquidity needed for operations.

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. It is the City’s policy to limit investments to the safest types of securities with the minimum ratings required by the California Government Code (“A” or better), pre-qualifying the financial institutions, broker/dealers and advisers with which the City will do business and diversifying the investment portfolio so that potential losses on individual securities is minimized.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 3 – CASH AND INVESTMENTS (Continued)

Cash and investments as of June 30, 2018 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and investments	\$ 118,184,312
Cash and investments with fiscal agents	1,801,752
Restricted cash	927,315
Statement of Fiduciary Net Position:	
Cash and investments	5,160,495
Cash and investments with fiscal agents	<u>4,097,358</u>
Total cash and investments	<u>\$ 130,171,232</u>

As of June 30, 2018, the City’s investment maturities and credit ratings are as follows:

	Credit Rating (S & P)	Maturity		Total
		Less than 1 Year	1-5 Years	
Cash in Bank and on Hand	N/A	<u>\$ 5,514,228</u>	-	<u>5,514,228</u>
City Pooled Investments:				
Certificates of Deposit	N/A	21,150	4,000,000	4,021,150
LAIF	Unrated	53,126,792	-	53,126,792
Corporate Securities	A/AA	3,988,620	15,633,318	19,621,938
Federal Agency Securities:				
Federal National Mortgage Association	AA	1,980,066	10,812,960	12,793,026
Federal Home Loan Mortgage Corp	AA	1,997,178	19,224,406	21,221,584
Federal Home Loan Bank	AA	<u>999,645</u>	<u>6,973,759</u>	<u>7,973,404</u>
Total City Pooled Investments		62,113,451	56,644,443	118,757,894
Cash and Investments with Fiscal Agent:				
Money Market Mutual Fund	AAA	<u>5,899,110</u>	-	<u>5,899,110</u>
Total Cash and Investments With Fiscal Agent		<u>5,899,110</u>	-	<u>5,899,110</u>
 Total Cash and Investments		 <u>\$73,526,789</u>	 <u>56,644,443</u>	 <u>130,171,232</u>

The City is a voluntary participant in the State of California Local Agency Investment Fund (LAIF). The total amount invested by all public agencies in LAIF as of June 30, 2018 was \$22.5 billion. LAIF is part of the State of California’s Pooled Money Investment Account (PMIA), which, as of June 30, 2018 had a balance of \$88.8 billion. PMIA is not SEC registered but is required to invest according to California State Government Code. The weighted average maturity of PMIA investments was 193 days as of June 30, 2018. The Local Investment Advisory Board (LIAB) has oversight responsibility for LAIF. The LIAB consists of five members as designated by state statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the City’s portion of the pool. PMIA does not invest in leveraged products or inverse floating rate securities.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 3 – CASH AND INVESTMENTS (Continued)

E. Fair Value Measurement

The City categorizes its fair value investments within the fair value hierarchy established by generally accepted accounting principles. The City has the following recurring fair value measurements as of June 30, 2018:

	Fair Value Hierarchy			Total
	Level 1	Level 2	Level 3	
Federal Agency Securities	\$ -	41,988,014	-	41,988,014
Corporate Securities	-	19,621,938	-	19,621,938
Total investments	\$ -	61,609,952	-	61,609,952

NOTE 4 – INTERFUND TRANSACTIONS

A. Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. The purpose of the majority of transfers is to reimburse a fund that incurred an expenditure on behalf of another fund, provide funding for capital projects and the payment of debt service.

Transfers between funds during the fiscal year ended June 30, 2018 were as follows:

Fund Receiving Transfer	Fund Making Transfer	Amount	
Other Governmental Funds	General Fund	\$ 5,557,064	1
	Spring Lake Fund	86,980	2
	Other Governmental Funds	3,549,471	3
		9,193,515	
Other Enterprise Funds	General Fund	442,000	4
Internal Service Fund	General Fund	265,443	5
	Water Enterprise Fund	14,341	6
	Sewer Enterprise Fund	44,432	4
	Non Major Enterprise Funds	3,142	8
	Other Governmental Funds	31,681	9
	359,039		
Sewer Enterprise Fund	Other Governmental Funds	5,133,071	10
	Water Enterprise Fund	84,000	11
	5,217,071		
		\$ 15,211,625	

- The General Fund transferred \$5,123,413 to the Measure “E” fund to transfer special sales tax revenues received to be used on approved projects. Additionally, the General Fund transferred \$276,966 to the Police Grants Fund in order to fulfill grant matching requirements. Additionally, the General fund transferred \$156,685 to various other nonmajor governmental funds.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 4 – INTERFUND TRANSACTIONS, (Continued)

2. The Spring Lake fund transferred \$86,980 to the 2012 Lease Refunding Bonds Fund to pay for its share of debt service expenses for the year.
3. The Parks and Recreation Development Fund transferred \$1,405,504 and the Special Sales Tax District Fund transferred \$132,373 to the 2014 Lease Refunding Bond Fund to cover cost of debt service for the year. The Parks and Recreation Development Fund transferred \$119,138 and the City Capital Projects Fund transferred \$106,090 to the 2012 Lease Refunding Bond Fund to cover costs of debt service for the year. The Special Sales Tax District Fund transferred \$986,366 to the Parks and Recreation Development Fund to assist with the shortfall in payment of debt service obligations, and \$800,000 to the Gas Tax fund to cover the shortfall in revenues needed to complete the road maintenance efforts.
4. The General Fund transferred \$242,000 to the Storm Drain Enterprise Fund and \$200,000 to the Cemetery Fund to assist with funding the costs of ongoing operations.
5. The General Fund transferred \$200,000 to the Facilities Replacement Fund to assist with future replacement of Sports Park turf and for other citywide facility repair projects and transferred \$65,443 to the Equipment Service and Repair fund to pay for purchase of various equipment.
6. The Water Enterprise Fund transferred \$14,341 to the Facilities Replacement Fund to assist with funding of future facility projects.
7. The Sewer Enterprise Fund transferred \$14,341 to the Facilities Replacement Fund to assist with funding of future facility projects and transferred \$30,000 to the Equipment Service and Repair fund to pay for purchase of various equipment.
8. The Youth Program Fund transferred \$3,142 to the Equipment Service and Repair fund to pay for purchase of various equipment.
9. Various nonmajor governmental funds transferred \$23,485 to the Equipment Service and Repair fund to pay for purchase of various equipment and \$8,196 to the Facilities Replacement Fund to assist with funding of future facility projects.
10. The Sewer Development Fund transferred \$5,133,071 to the Sewer Enterprise Fund to cover development's share of the 2017 Wastewater Refunding Bond debt service for FY2015 through FY2018.
11. The Water Enterprise Fund transferred \$84,000 to the Sewer Enterprise Fund to cover the costs associated with additional treatment expenses resulting from processing of recycled water.

B. Current Interfund Balances

Current interfund balances arise in the normal course of business and represent temporary cash borrowings that are expected to be repaid shortly after the end of the fiscal year.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 4 – INTERFUND TRANSACTIONS, (Continued)

Current interfund balances as of June 30, 2018 were as follows:

Fund Reporting Receivable	Fund Reporting Payable	Amount
General Fund	Other Governmental Funds	\$ 764,070
General Fund	Other Enterprise Funds	445,635
Sewer Enterprise Fund	Other Governmental Funds	1,042,591
Other Governmental Funds	Other Governmental Funds	2,896,011
		<u>\$ 5,148,307</u>

C. Long-Term Interfund Advances

Long-term interfund advance balances as of June 30, 2018 were as follows:

Fund Reporting Receivable	Fund Reporting Payable	Amount
General Fund	Other Governmental Funds	\$ 1,073,699 a
Spring Lake Capital Projects Fund	Other Governmental Funds	154,457 b
Other Governmental Funds	Other Governmental Funds	652,336 c
Water Enterprise Fund	Other Governmental Funds	2,116,358 d
Other Enterprise Funds	Other Enterprise Funds	68,000 e
		<u>\$ 4,064,850</u>

- a. The General Fund has advanced \$1,073,699 to the Capital Projects Fund for cash flow purposes and is expected to be repaid through future developer fees.
- b. The Spring Lake Capital Projects Fund has advanced \$154,457 to the Fire Suppression District Special Revenue Fund to cover operating costs incurred by the District on behalf of Spring Lake; the advance is expected to be repaid out of future fees generated by development in Spring Lake.
- c. The Special Sales Tax District Fund has advanced \$652,336 to the Gas Tax Fund to cover operating costs and is expected to be repaid from future tax proceeds.
- d. The Water Enterprise Fund has advanced \$2,116,358 to the City Capital Projects Fund for the buy-out of a ten-year lease of the Municipal Services Center, and for certain site improvements. The advance bears interest at the LAIF rate and is expected to be repaid out of future land sale proceeds.
- e. The Recycling Enterprise Fund has advanced \$68,000 to the Construction and Demolition Program Enterprise Fund to cover start-up costs related to implementation and revision of a citywide waste reduction program; the advance will be repaid out of administrative fees and recycling charges paid by development companies.

D. Internal Balances

Internal balances are presented in the government-wide financial statements only. They represent the net interfund receivables and payables remaining after the elimination of all such balances within governmental and business-type activities.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 5 – NOTES RECEIVABLE

The City engages in various programs designed to encourage construction or improvement in low- to moderate-income housing or other projects. Under these programs, which are described below, grants or loans are provided under favorable terms to homeowners or developers who agree to spend the funds in accordance with the City's terms. The City's loan balance is comprised of the following types of loan programs:

Housing Rehabilitation and Affordable Housing Loans

The Housing Rehabilitation Loans are to provide second mortgages to eligible families for assistance in making repairs to their homes. The affordable housing loans are provided to promote development of low-income housing. Each of the loans is secured by a deed of trust and has various deferred payback terms with interest ranging from 0% to 4%. The balance of the loan's receivable arising from this program as of June 30, 2018 was \$5,217,102.

Housing Assistance Grants

In conjunction with the City's Home Buyer Assistance Program, the difference between the Developer's reduced sales price and the market sales price is considered a market subsidy, or a silent second loan, to eligible buyers. In addition, the Agency provided loans up to \$30,000 to low income first time homebuyers under the State of California BEGIN Program. Both the market subsidy and BEGIN Program loans are deferred for up to 30 years as long as the eligible buyer occupies the property as its principal residence and is not in default under the affordability covenants and resale restrictions. The market subsidy loans do not accrue interest. However, the BEGIN loans accrue simple interest at 3% per year. As of June 30, 2018, these loans, including accrued interest, totaled \$6,568,938. The loans consisted of market subsidy loans of \$4,313,531 and BEGIN loans of \$2,255,407.

First Time Homebuyer Program

The Program is designed to provide second mortgages to eligible families for assistance in purchasing their first house. The maximum loan amount is \$40,000, financed as a 3% interest thirty year deferred payment loan. The balance of the loans receivable arising from this program at June 30, 2018 was \$2,217,677.

Owner Participation Agreements

As of June 30, 1996 the City and the former Redevelopment Agency had entered into Owner Participation Agreements with real property owners in the Redevelopment Area for the purpose of making property improvements to the historic Hotel Woodland. These improvements were financed with loans secured by deeds of trust on the property. The amounts and terms of these loans call for interest rates up to 4.44 % and various due dates through the year 2025. As of June 30, 2018, the outstanding loan balance totaled \$3,317,129 of which \$496,612 were issued by the former Agency.

Gibson Ranch Community Facilities District

The City entered into a number of reimbursement agreements with various parties regarding the acquisition and development of the Gibson Ranch Community Facilities District. The balance of these loans receivable at June 30, 2018 was \$50,473.

Mobile Home Park Owner Participation Agreement and Rehabilitation Loans

The former Redevelopment Agency loaned the Community Housing Opportunities Corporation (CHOC) \$300,000 to purchase two parcels of mobile home park and motel real property on the condition that CHOC operate and maintain these properties as low and moderate income housing. The loans are secured by second and third deeds of trust and have interest at rates of 4% to 6.5% during the first three years and at LAIF rates until maturity in 2020. The balance of the remaining loan receivable at June 30, 2018 was \$108,018.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 5 – NOTES RECEIVABLE (Continued)

During the 2001-2002 fiscal year, the former Redevelopment Agency loaned \$1,000,000 to the CHOC, secured by a deed of trust, with interest accruing at 3% per annum. However, loan payments of principal and interest were deferred until December 12, 2009, when it was due in full. CHOC defaulted on the loan payment due to financial constraints resulting from greater than expected costs related to upgrades and expansion of the mobile home park facilities. Revenue generated from rental payments for the new mobile home coaches is anticipated to provide sufficient resources to repay the loan. On December 14, 2010, the Agency Board voted to extend the due date for accrued principal and interest through January 31, 2013. CHOC did not make any payments on the loan by the extended due date and is considered in default on the loan. The balance of this loan receivable as of June 30, 2018 was \$1,492,666, however, the city has established an allowance for the entire balance.

Greenwood Subdivision

As part of the Greenwood Subdivision Buyer Assistance Program, the difference between the Developer's reduced sales price and the market sales price is considered a silent second loan to an eligible buyer. In addition, the former Redevelopment Agency provided a loan of \$15,000 to moderate-income households and \$40,000 to low-income households. As long as the eligible buyer occupies the property as its principal place of residence and is not in default under the affordability covenants and resale restrictions, 10% of the initial loan amount shall be credited toward the outstanding principal after 10 years and at each five-year period thereafter throughout the 45-year term of the note. As of June 30, 2018, the total outstanding on loans, including interest is \$486,503, which includes accrued interest.

Heritage Oaks Apartments

The former Redevelopment Agency loaned Heritage Oaks, L.P. \$1,550,000 to pay a portion of the costs of the financing for the acquisition and rehabilitation of a 120-unit multi-family residential apartment complex, commonly referred to as the Heritage Oaks Apartments. Heritage Oaks L.P. intends to acquire and rehabilitate Heritage Oaks Apartments and rent the units to very low and low-income individuals and families. As of June 30, 2018, the total amount of the loan outstanding, including accrued interest, was \$1,774,247. Payment on the loan is secured by a deed of trust and assignment of rents on the Heritage Oaks Apartments. So long as there is no default on the loan, the principal balance including accrued interest is due in installments of \$100,000 each year with the remaining balance due and payable on August 22, 2024.

Fair Plaza Senior Apartments L.P.

On April 4, 2008, the City and the former Redevelopment Agency loaned the Fair Plaza Senior Apartments L.P., a California limited partnership, a total of \$1,317,000 to fund a portion of the total development costs related to the acquisition and rehabilitation of 68-units of affordable rental housing for qualified very-low and low income senior citizens. As of June 30, 2018, the total amount of the loan outstanding, including accrued interest, was \$1,799,777. Payment of the note is secured by a deed of trust and assignment of rents with respect to the 68-units. So long as there is no default on the loan, the entire principal balance, including accrued interest, is due and payable 31 years from the issuance of the certificate of occupancy, which was issued in November 2008.

Terracina Spring Lake Apartments

The City loaned Spring Lake Family Apartments L.P. a total of \$4,189,000 to fund a portion of the total development costs related to the acquisition and construction of a 156-unit multi-family residential apartment complex, commonly referred to as Terracina Spring Lake. This multi-family complex rents entirely to very low and low-income individuals and families. As of June 30, 2018, the total amount of the loan outstanding, including accrued interest, was \$5,344,861.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 5 – NOTES RECEIVABLE (Continued)

Rochdale Grange

The City agreed to loan Rochdale Grange, LP \$4,000,000 to fund a portion of total development costs related to the acquisition and construction of a multi-family residential apartment complex. The loan proceeds are distributed as costs are incurred on the construction of the project; interest will begin accruing after distribution of the entire loan amount, which occurred during fiscal year 2011-12. As of June 30, 2018, the total outstanding loan balance was \$4,776,122.

Mutual Housing California

The City agreed to loan Mutual Housing California \$350,000 as a predevelopment loan to assist with development of a 101-unit affordable multi-family apartment project. The predevelopment loan will be repaid upon funding of Mutual Housing's construction loan by its bank. Additionally, the City has agreed to loan \$910,000, bearing 3% simple interest, with a 57 year term. The loan will not be disbursed until Mutual Housing has securing tax credit and other related financing, and repaid the predevelopment loan. As of June 30, 2018, \$2,103,548 of the predevelopment loan had been disbursed.

NOTE 6 – CAPITAL ASSETS

Governmental Activities:

	Balance June 30, 2017	Additions	Retirements	Transfers	Balance June 30, 2018
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 23,825,941	-	-	-	23,825,941
Intangible assets	1,155,839	-	-	-	1,155,839
Construction in progress	6,363,098	7,290,622	(166,241)	(3,137,460)	10,350,019
Subtotal	<u>31,344,878</u>	<u>7,290,622</u>	<u>(166,241)</u>	<u>(3,137,460)</u>	<u>35,331,799</u>
Capital assets, being depreciated:					
Buildings	74,520,789	-	-	-	74,520,789
Improvements	31,164,774	-	(6,800)	3,137,460	34,295,434
Machinery and equipment	24,368,524	1,058,545	(192,749)	-	25,234,320
Intangible assets	1,986,997	-	-	-	1,986,997
Infrastructure	279,519,933	-	-	-	279,519,933
Subtotal	<u>411,561,017</u>	<u>1,058,545</u>	<u>(199,549)</u>	<u>3,137,460</u>	<u>415,557,473</u>
Less accumulated depreciation for:					
Buildings	(19,198,350)	(1,556,744)	-	-	(20,755,094)
Improvements	(9,037,832)	(740,411)	6,800	-	(9,771,443)
Machinery and equipment	(14,930,881)	(1,341,570)	192,749	-	(16,079,702)
Intangible assets	(933,264)	(189,732)	-	-	(1,122,996)
Infrastructure	(150,933,377)	(7,018,718)	-	-	(157,952,095)
Subtotal	<u>(195,033,704)</u>	<u>(10,847,175)</u>	<u>199,549</u>	<u>-</u>	<u>(205,681,330)</u>
Total capital assets, being depreciated, net	<u>216,527,313</u>	<u>(9,788,630)</u>	<u>-</u>	<u>3,137,460</u>	<u>209,876,143</u>
Governmental activities capital assets, net	<u>\$ 247,872,191</u>	<u>(2,498,008)</u>	<u>(166,241)</u>	<u>-</u>	<u>245,207,942</u>

**CITY OF WOODLAND, CALIFORNIA
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

NOTE 6 – CAPITAL ASSETS (Continued)

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

General government	\$	5,174
Finance		262,038
Community development		141,080
Parks and recreation		480,721
Police		216,255
Fire		31,997
Library		112,328
Public works		8,523,341
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets		1,074,241
Total	\$	10,847,175

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 6 – CAPITAL ASSETS (Continued)

Business Activities:

	Balance June 30, 2017	Additions	Retirements	Transfers	Balance June 30, 2018
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 3,798,857	-	-	-	3,798,857
Intangible assets	21,732,433	-	-	-	21,732,433
Construction in progress	11,110,044	7,912,404	(13,237)	(16,387,676)	2,621,535
Subtotal	<u>36,641,334</u>	<u>7,912,404</u>	<u>(13,237)</u>	<u>(16,387,676)</u>	<u>28,152,825</u>
Capital assets, being depreciated:					
Ponds	781,056	-	-	-	781,056
Buildings	355,830	-	-	-	355,830
Improvements	84,016,969	-	(26,639)	5,196,848	89,187,178
Machinery and equipment	5,817,361	69,516	(370,310)	-	5,516,567
Intangible assets	104,147	-	-	-	104,147
Sewer treatment plant	15,066,802	-	-	-	15,066,802
Capacity rights	115,971,663	-	(2,045,111)	-	113,926,552
Infrastructure	151,036,832	-	-	11,190,828	162,227,660
Subtotal	<u>373,150,660</u>	<u>69,516</u>	<u>(2,442,060)</u>	<u>16,387,676</u>	<u>387,165,792</u>
Less accumulated depreciation for:					
Ponds	(610,280)	(23,366)	-	-	(633,646)
Buildings	(319,666)	(3,162)	-	-	(322,828)
Improvements	(24,869,025)	(2,403,746)	-	-	(27,272,771)
Machinery and equipment	(3,669,248)	(270,269)	248,583	-	(3,690,934)
Intangible assets	(76,399)	(9,210)	-	-	(85,609)
Sewer treatment plant	(9,339,676)	(237,942)	-	-	(9,577,618)
Capacity rights	-	(2,899,292)	-	-	(2,899,292)
Infrastructure	(53,738,556)	(2,860,784)	-	-	(56,599,340)
Subtotal	<u>(92,622,850)</u>	<u>(8,707,771)</u>	<u>248,583</u>	<u>-</u>	<u>(101,082,038)</u>
Total capital assets, being depreciated, net	<u>280,527,810</u>	<u>(8,638,255)</u>	<u>(2,193,477)</u>	<u>16,387,676</u>	<u>286,083,754</u>
Business type activities capital assets, net	<u>\$ 317,169,144</u>	<u>(725,851)</u>	<u>(2,206,714)</u>	<u>-</u>	<u>314,236,579</u>

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

Water	\$ 5,359,722
Sewer	2,759,444
Nonmajor enterprise funds	588,605
Total	<u>\$ 8,707,771</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS

The City generally incurs long-term debt to finance projects or purchase assets which will have useful lives equal to or greater than the related debt.

A. Current Year Transactions and Balances

The City's debt issues and transactions are summarized below and discussed in detail thereafter.

	Original Issue Amount	Balance June 30, 2017	Additions	Retirements	Balance June 30, 2018	Current Portion
Governmental Activities Debt						
Woodland Finance Authority						
2012 Refunded Bonds,						
1.14%-2.28%, due 9/1/2017	\$ 5,296,700	306,200	-	(306,200)	-	-
2014 Refunded Bonds,						
2.90%, due 3/1/2026	15,484,056	12,073,868	-	(1,192,306)	10,881,562	1,227,133
Notes Payable,						
N1 Park Note, 3.0%-4.5%	2,350,800	2,350,800	-	-	2,350,800	-
N3 Park Note, 3.0%-4.5%	2,550,000	2,550,000	-	(768,183)	1,781,817	300,000
Developer Fee Obligations	-	29,668,728	1,368,339	(3,907,361)	27,129,706	4,275,000
Compensated Absences	-	1,669,634	2,225,210	(2,073,923)	1,820,921	444,846
Capital Leases:						
Capital lease obligation						
5.10%, due 12/10/17	586,000	35,621	-	(35,621)	-	-
Capital lease obligation						
4.77%, due 1/10/18	650,000	61,891	-	(61,891)	-	-
Capital lease obligation						
2.62%, due 4/9/23	2,262,524	1,426,963	-	(222,735)	1,204,228	228,564
Capital lease obligation						
2.18%, due 5/15/23	861,772	726,761	-	(110,169)	616,592	114,339
Capital lease obligation						
3.51%, due 10/10/24	1,138,495	941,087	-	(103,931)	837,156	107,579
Capital lease obligation						
4.38%, due 8/1/23	253,949	-	253,949	-	253,949	33,793
Total Governmental Activities Debt	<u>\$ 31,434,296</u>	<u>51,811,553</u>	<u>3,847,498</u>	<u>(8,782,320)</u>	<u>46,876,731</u>	<u>6,731,254</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

	Original Issue Amount	Balance June 30, 2017	Additions	Retirements	Balance June 30, 2018	Current Portion
Business-type Activities Debt						
Woodland Finance Authority						
2009 Wastewater Revenue Bonds, 4.00%-4.50%, due 3/1/32	\$ 12,115,000	9,920,000	-	(9,920,000)	-	-
2011 Water Revenue Bonds, 2.00%-6.00%, due 3/1/41	18,815,000	16,820,000	-	(370,000)	16,450,000	380,000
2014 Wastewater Revenue Bonds, 2.00%-5.00%, due 3/1/35	33,825,000	30,730,000	-	(1,085,000)	29,645,000	1,135,000
Unamortized premium		2,972,006	-	(165,111)	2,806,895	165,111
2017 Wastewater Revenue Bonds, 2.210%, due 3/1/31	9,550,677	-	9,550,677	(497,870)	9,052,807	604,618
2017 Water Revenue Bonds - Series A, 2.00%-5.00%, due 3/1/39	22,870,000	-	22,870,000	(1,090,000)	21,780,000	175,000
Unamortized premium		-	2,748,496	(124,932)	2,623,564	124,932
2017 Water Revenue Bonds - Series B, 5.00%, due 3/1/39	2,414,055	-	2,414,055	(106,322)	2,307,733	247,120
Unamortized premium		-	158,652	(7,211)	151,441	7,211
Loan Payable						
California Department of Public Health 2.507%, due 6/30/2033	7,419,500	6,372,356	-	(285,282)	6,087,074	324,268
California Department of Public Health 1.788%, due 6/30/2038	111,358,449	101,646,452	1,648,367	-	103,294,819	4,345,743
California Department of Public Health 1.788%, due 6/30/2038	31,503,088	20,171,779	5,793,342	(542,563)	25,422,558	1,098,105
California State Water Resources Control Board 1.900%, due 11/30/2045	951,881	758,215	-	(19,842)	738,373	20,219
California State Water Resources Control Board 1.900%, due 11/30/2045	1,383,430	1,344,486	-	(40,043)	1,304,443	35,945
California State Water Resources Control Board 1.900%, due 12/31/2046	21,397,336	17,340,211	-	(507,179)	16,833,032	443,266
California State Water Resources Control Board 1.0%, Due 2/1/2047	2,191,947	1,639,189	152,418	(55,958)	1,735,649	51,887
Conway Preservation Group 6.000%, due 01/15/2039	21,732,433	20,812,559	-	(20,812,559)	-	-
Compensated Absences	-	406,426	488,227	(477,188)	417,465	108,036
Total Business-type Activities Debt	<u>\$ 297,527,796</u>	<u>230,933,679</u>	<u>45,824,234</u>	<u>(36,107,060)</u>	<u>240,650,853</u>	<u>9,266,461</u>

B. 2012 Refunded Bonds

In April 2012, the Authority issued Revenue Bonds in the principal amount of \$5,296,700. The Revenue Bonds bear interest at 2.00% and principal payments are due semi-annually on March 1 and September 1. The proceeds were used to refund the outstanding principal balance of the 2007 Capital Projects Lease Revenue Bonds.

C. 2014 Refunded Lease/Purchase Agreement

In April 2014, the Authority entered into a Refunding Lease/Purchase Agreement in the principal amount of \$15,484,056. The net proceeds were used to pay the costs of advance refunding the 2005 Capital Projects Lease Revenue Bonds. The proceeds of the Refunding Lease/Purchase Agreement were deposited in an irrevocable trust with an escrow agent for the payment of the 2005 Capital Project Lease Revenue Bonds and subsequently all Certificates were redeemed on March 1, 2015. As a result, these Certificates are considered defeased and the liability for the Certificates has been removed from the Statement of Net Position. The Refunding Lease/Purchase Agreement includes principal installments due annually from March 2014 to March 2026, and interest payable semi-annually from September 2014 to March 2026, at an interest rate of 2.90%.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

D. 2011 Water Revenue Bonds

In March 2011, the Authority issued Revenue bonds in the principal amount of \$18,815,000. The Revenue Bonds bear interest at 2.00% to 6.00%; principal payments are due annually commencing March 1, 2012. Interest payments are due semi-annually on March 1 and September 1. Upon issuance of the 2011 Water Revenue Bonds, \$8,875,000 of the proceeds was used to refund the outstanding principal balance of the 2008 Water Revenue Bonds. The remaining proceeds were used for construction and installation of various improvements to the water system including installation of water meters, construction of a ground level water storage tank and booster station, and replacement and rehabilitation of wells and pipes throughout the City.

Covenants within the installment purchase agreement require the City to establish annual rates sufficient to pay operating expenses and debt service payments in each fiscal year. In addition, such rates shall be charged to produce net revenues equal to at least 125% of the debt service payments due and payable in each fiscal year.

E. 2014 Refunding Wastewater Revenue Bonds

In March 2014, the Authority issued Refunding Wastewater Revenue Bonds, Series 2014 in the principal amount of \$33,825,000. The net proceeds were used to pay the costs of advance refunding the 2002 Lease Revenue Bonds and the 2005 Wastewater Revenue Bonds. The proceeds of the Refunding Wastewater Revenue Bonds were deposited in an irrevocable trust with an escrow agent for the payment of the 2002 Lease Revenue Bonds and the 2005 Wastewater Revenue Bonds and as a result, these Bonds are considered defeased and the liability for the Bonds have been removed from the Statements of Net Position. The 2014 Refunding Wastewater Revenue Bonds includes principal installments annually from March 2015 to March 2035 with interest payable semi-annually from September 2014 to March 2035, at an interest rate between 3.00% and 5.00%.

Covenants within the installment purchase agreement require the City to establish annual rates sufficient to pay operating expenses and debt service payments in each fiscal year. In addition, such rates shall be charged to produce net revenues equal to at least 125% of the debt service payments due and payable in each fiscal year.

F. 2017 Refunding Wastewater Revenue Bonds

In September 2017, the Authority issued Refunding Wastewater Revenue Bonds, Series 2017 in the principal amount of \$9,550,677. The net proceeds were used to pay the costs of advance refunding the 2009 Wastewater Revenue Bonds. The proceeds of the Refunding Wastewater Revenue Bonds were deposited in an irrevocable trust with an escrow agent for the payment of the refunded bonds and, as a result, these Bonds are considered defeased and the liability for the Bonds have been removed from the Statements of Net Position. The 2017 Refunding Wastewater Revenue Bonds includes principal installments annually from March 2018 to March 2031 with interest payable semi-annually from September 2018 to March 2031, at an interest rate of 2.210%.

Covenants within the installment purchase agreement require the City to establish annual rates sufficient to pay operating expenses and debt service payments in each fiscal year. In addition, such rates shall be charged to produce net revenues equal to at least 120% of the debt service payments due and payable in each fiscal year.

G. 2017 Refunding Water Revenue Bonds – Series A

In November 2017, the Authority issued Refunding Water Revenue Bonds, Series 2017 A in the principal amount of \$22,270,000. The net proceeds were used to refinance a portion of the Preservation Group note. The 2017 Series A Refunding Water Revenue Bonds includes principal installments annually from March 2018 to March 2039 with interest payable semi-annually from September 2018 to March 2039, at an interest rate between 2.00% and 5.00%.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

Covenants within the installment purchase agreement require the City to establish annual rates sufficient to pay operating expenses and debt service payments in each fiscal year. In addition, such rates shall be charged to produce net revenues equal to at least 110% of the debt service payments due and payable in each fiscal year.

H. 2017 Refunding Water Revenue Bonds – Series B

In November 2017, the Woodland-Davis Clean Water Agency issued 2017 Subordinate Water Revenue Refunding Bonds, Series 2017 B in the principal amount of \$2,414,055. The net proceeds were used to refinance a portion of the Preservation Group note. The 2017 Series B Refunding Wastewater Revenue Bonds includes principal installments annually from March 2018 to March 2039 with interest payable semi-annually from September 2018 to March 2039, at an interest rate of 5.00%.

Covenants within the installment purchase agreement require the City to establish annual rates sufficient to pay operating expenses and debt service payments in each fiscal year. In addition, such rates shall be charged to produce net revenues equal to at least 110% of the debt service payments due and payable in each fiscal year.

I. Notes Payable

In August 2016, the City issued a promissory note to Optimistic Partners, LLC in the amount of \$2,350,800 as payment for the purchase of real property in the Spring Lake Development area, to be developed into a City park (N1 Park). The note bears interest at 3.0% through December 2035, and 4.5% thereafter and is due and payable on or before December 2045. The principal outstanding as of June 30, 2018 was \$2,350,800.

In July 2016, the City issued a promissory note to Turn of the Century, LLC in the amount of \$2,550,000 as payment for the purchase of real property in the Spring Lake Development area, to be developed into a City park (N3 Park). The note bears interest at 3.0% through December 2030, and 4.5% thereafter and is due and payable on or before December 2045. The principal outstanding as of June 30, 2018 was \$1,781,817.

J. Loans Payable

In July 2009, the City was awarded a loan from the California Department of Public Health (CDPH) with subsidization of fifty percent forgiveness of principal to pay for installation of water meters throughout the City. The funding agreement provides for a maximum loan amount of \$14,839,000, of which 50%, or an estimated \$7,419,500 will not need to be repaid. The principal amount of the loan is determined as 50% of each disbursement made by CDPH. The loan bears interest at 2.507% and the repayment term, which begins upon project completion, is 20 years. The project was completed during 2013, and the principal outstanding as of June 30, 2018 was \$6,087,074.

In June 2014, the City received a loan from the California Department of Public Health (CDPH) to pay for the Woodland-Davis Clean Water Agency Surface Water Project. The funding agreement provides for a maximum loan amount of \$111,358,449. The loan bears interest at 1.788% and the repayment term, which begins upon project completion, is 20 years. The principal outstanding as of June 30, 2018 was \$103,294,819.

In July 2014, the City was awarded a loan from the California Department of Public Health (CDPH) to pay for project cost in support of the new regional water supply project. The funding agreement provides for a maximum loan amount of \$31,503,088. The loan bears interest at 1.788% and the repayment term, which begins upon project completion, is 20 years. The principal outstanding as of June 30, 2018 was \$25,422,558.

In December 2014, the City was awarded a loan from the California State Water Resources Control Board (SWRCB) to pay for improvements to the City's wastewater treatment facility. The funding agreement provides for a maximum loan amount of \$951,881. The loan bears interest at 1.900% and the repayment term, which begins upon project completion, is 30 years. The principal outstanding as of June 30, 2018 was \$738,373.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

In December 2014, the City was awarded a loan from the California State Water Resources Control Board (SWRCB) to pay for improvements to the City's wastewater treatment facility. The funding agreement provides for a maximum loan amount of \$1,383,430. The loan bears interest at 1.900% and the repayment term, which begins upon project completion, is 30 years. The principal outstanding as of June 30, 2018 was \$1,304,443.

In April 2015, the City was awarded a loan from the California State Water Resources Control Board (SWRCB) with subsidization of \$2,000,000 forgiveness of principal to pay for improvements to the City's wastewater treatment facility. The funding agreement provides for a maximum loan amount of \$21,397,336, of which \$2,000,000 may be forgiven contingent on the City's obligations under the agreement. The loan bears interest at 1.900% and the repayment term, which begins upon project completion, is 20 years. The principal outstanding as of June 30, 2018 was \$16,833,032.

In April 2016, the City was awarded a loan from the California State Water Resources Control Board (SWRCB) to pay for costs of the City's recycled water project. The funding agreement provides for a maximum loan amount of \$2,191,947. The loan bears interest at 1.900% and the repayment term, which begins upon project completion, is 30 years. The principal outstanding as of June 30, 2018 was \$1,735,649.

K. Developer Fee Obligations

The City received funding for the Spring Lake Project via Mello-Roos Community Facilities District (CFD) bonds and developer advances. The total funds received are allocated to each developer in the form of fee credits, which are redeemable against future fees assessed in the geographic boundaries of the Spring Lake Project. The total amount of the proceeds received from the bonds and developer advances are included as long-term debt for governmental activities.

L. Capital Lease Obligations

On April 9, 2013, the City entered into a capital lease for the acquisition of a Fire Equipment. Capital lease obligations are paid from the Equipment Service Repair Internal Service Fund. Annual lease payments of \$260,082, including interest, are required through April 2023.

On April 15, 2017, the City entered into a capital lease for the second acquisition of Water and Sewer Equipment. Capital lease obligations are paid from the Equipment Service Repair Internal Service Fund. Annual lease payments of \$137,679, including interest, are required through May 2023.

On October 10, 2014, the City entered into a capital lease for the second acquisition of Fire Equipment. Capital lease obligations are paid from the Equipment Service Repair Internal Service Fund. Annual lease payments of \$136,963, including interest, are required through October 2024.

On February 22, 2018, the City entered into a capital lease for the acquisition of heavy equipment. Capital lease obligations are paid from the Equipment Service Repair Internal Service Fund. Annual lease payments of \$41,651, including interest, are required through August 2023.

M. Debt Service Reserve Funds

The City is required to maintain a Debt Service Reserve Fund to be used for the payment of principal and interest of its bonds in the event that the City has not provided the Trustee with sufficient funds by the installment payment date to make the required installment sale payments.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

The current required reserve amount as determined by the bond documents and the reserve balances at June 30, 2018 for each outstanding debt issue is as follows:

<u>Description</u>	<u>Required Amount</u>	<u>Actual Amount</u>
2011 Water Revenue Bonds	\$1,325,798	\$1,325,798

The 2014 Wastewater Revenue Bonds, 2017 Wastewater Revenue Bonds, and 2017 Water Revenue Bonds – Series B do not have a reserve fund requirement. The 2017 Water Revenue Bonds – Series A reserves have been met with an insurance policy.

N. Pledged Revenues

In order to comply with bond covenants the City is required to charge Water and Sewer rates such that Net Wastewater Revenues and Net Water Revenues are in excess of Debt Service payments by a specific percentage. At year end the City was in compliance with these covenants for the 2009 Wastewater Revenue Bonds, the 2011 Water Revenue Bonds, and 2014 Refunding Wastewater Revenue Bonds.

O. Debt Service Requirements

The N1 and N3 notes payable do not have official repayment schedules. As such, annual debt service requirements for the lease revenue bonds, water revenue bonds, wastewater revenue bonds and Conway Preservation Group Water Purchase Agreements in the aggregate are shown below:

<u>For the Year</u> <u>Ending June 30,</u>	<u>Governmental Activities</u>		<u>Business-type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2019	\$ 1,227,133	306,732	2,541,738	3,607,806
2020	1,262,978	270,887	2,673,999	3,502,568
2021	1,299,870	233,995	2,821,202	3,392,654
2022	1,337,840	196,026	2,965,428	3,275,575
2023	1,376,918	156,947	3,127,059	3,146,160
2024-2028	4,376,823	224,788	18,369,784	13,499,457
2029-2033	-	-	22,500,417	8,819,833
2034-2038	-	-	18,573,250	3,848,164
2039-2041	-	-	5,662,663	508,903
Total	<u>\$ 10,881,562</u>	<u>1,389,375</u>	<u>79,235,540</u>	<u>43,601,120</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

Annual debt service requirements for the loans payable in the aggregate are shown below for all long-term debt:

For the Year Ending June 30,	Business-type Activities	
	Principal ¹	Interest
2019	\$ 380,432	188,395
2020	389,568	179,166
2021	399,022	169,712
2022	408,707	160,027
2023	418,630	150,105
2024-2028	2,250,695	592,977
2029-2033	2,537,739	305,840
2034-2038	651,191	91,599
2039-2043	424,326	50,560
2044-2047	269,580	10,494
Total	<u>8,129,890</u>	<u>1,898,875</u>

¹ - Currently the award issued in July 2009 and both awards issued in December 2014 from the CDPH are the only loans in the repayment period, as such the remaining maturity schedules are not fixed and have not been included in this schedule.

The future minimum capital lease obligations and the net present value of these minimum lease payments as of June 30, 2018 are as follows:

Year Ending June 30,	Governmental Activities
2019	\$ 576,375
2020	576,375
2021	576,375
2022	576,375
2023	576,375
2024-2027	<u>284,339</u>
Total minimum lease payments	3,166,214
Less amount representing interest	<u>(254,289)</u>
Present value of minimum lease payments	<u>\$ 2,911,925</u>

Capital assets acquired through capital leases as of June 30, 2018 is as follows:

	Governmental Activities
Machinery and equipment	\$ 9,018,371
Less: Accumulated depreciation	<u>(4,808,779)</u>
Total	<u>\$ 4,209,592</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 7 – LONG-TERM DEBT AND FINANCIAL ARRANGEMENTS (Continued)

P. Special District Debt With No City Commitment

Special Assessment Districts in various parts of the City have issued debt to finance infrastructure improvements and facilities within their boundaries. The City is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included in general long-term debt of the City. The outstanding balance of each of these issues as of June 30, 2018 is as follows:

Gibson Ranch Community Facilities District, Refunding Bonds, Series 2004	\$ 1,405,000
Spring Lake Community Facilities District, Refunding Bonds, Series 2013	25,680,000
Gibson Ranch Community Facilities District, Refunding Bonds, Series 2014	6,280,000
Spring Lake CFD, Refunding Series 2016	<u>26,725,000</u>
Total Special Assessment Debt with no City Commitment	<u><u>\$ 60,090,000</u></u>

NOTE 8 – NET POSITION AND FUND BALANCES

A. Fund Equity Deficits

The following funds had fund balance or net position deficits as of June 30, 2018:

Special Revenue Funds:

Transit	\$ 1,247,419
Transportation	15,883
Literacy Grant	24,124
Special Transportation	1,700,854
Gas Tax	204,735
Fire Suppression District	148,138

Capital Project Funds:

City Capital Projects Fund	2,020,269
Storm Drain Development Fund	1,042,591

Enterprise Funds:

Wastewater Pretreatment	392,155
Construction and Demolition	823
Fire Training Center	30,147
Cemetery	736,220

The deficits in the Transit and Transportation funds will be cured upon receipt of designation transportation revenues claimed but not received within the availability period. The deficit in the Literacy Grant fund will be addressed from collection of revenues and grants from multiple local and state agencies. The Special Transportation fund deficit results from expenditure on large capital projects that are reimbursable from federal grants; the deficit will be addressed with receipt of those reimbursements. The Gas Tax Fund deficit will be addressed with directed additional funding from discretionary sources in future fiscal years. The Fire Suppression District Fund deficit will be cured from development related fees collected from the Spring Lake Project.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 8 – NET POSITION AND FUND BALANCES (Continued)

The deficits in the City Capital Projects Fund and the Storm Drain Development Fund will be addressed with future collection of development impact fees and reduction of expenditures charged to these funds.

Wastewater Pretreatment relies on collection of user fees, which were last updated in 2013 and have inflated each year. The net position deficit resulted from implementation of GASB 68, subsequent to the last fee study. The Construction and Demolition small deficit will be corrected with collection of user fees charged for development. The net position deficit in the Fire Training Center Fund will be addressed with contributions from discretionary funds in future fiscal years. The Cemetery has been undergoing a renovation to expand usable space to allow for additional customers. A study is being completed to increase user fees, and in combination with additional usable space this is expected to have a positive impact on revenues to address the deficit.

B. Fund Balance Classification

Fund balances for all governmental funds as of June 30, 2018 were classified as follows:

	General Fund	Capital Projects Fund - Spring Lake	Other Governmental	Total
Nonspendable:				
Inventory	\$ 9,990	-	-	9,990
Interfund advance	1,073,699	-	-	1,073,699
Subtotal	<u>1,083,689</u>	<u>-</u>	<u>-</u>	<u>1,083,689</u>
Restricted for:				
Capital projects	-	-	3,898,399	3,898,399
Supportive housing	-	-	27,478,303	27,478,303
Lighting & landscaping districts	-	-	1,958,681	1,958,681
Transportation services	-	-	275,158	275,158
Public safety	-	-	377,550	377,550
Library services	-	-	134,023	134,023
Cemetaries	-	-	199,401	199,401
Environmental compliance	-	-	365,447	365,447
Special district	-	-	144,308	144,308
Grant programs	-	-	65,748	65,748
Debt service	-	-	8,649	8,649
Subtotal	<u>-</u>	<u>-</u>	<u>34,905,667</u>	<u>34,905,667</u>
Committed for:				
Measure E spending plan	-	-	8,492,216	8,492,216
Spring lake specific plan	-	23,638,070	-	23,638,070
Subtotal	<u>-</u>	<u>23,638,070</u>	<u>8,492,216</u>	<u>32,130,286</u>
Unassigned	14,066,333	-	(6,404,013)	7,662,320
Total fund balances	<u>\$ 15,150,022</u>	<u>23,638,070</u>	<u>36,993,870</u>	<u>75,781,962</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 9 – PENSION PLAN

Plan Descriptions

All qualified permanent and probationary employees are eligible to participate in the Local Government’s separate Safety (police and fire) and Miscellaneous (all other) Plans, agent multiple-employer defined benefit pension plans administered by the California Public Employees’ Retirement System (CalPERS), which acts as a common investment and administrative agent for its participating member employers. Benefit provisions under the Plans are established by State statute and Local Government 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.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. The Plans’ provisions and benefits in effect at June 30, 2017, are summarized as follows:

	Miscellaneous		
	Prior to December 5, 2012	December 5, 2012 to January 1, 2013	On or after January 1, 2013
Hire date			
Benefit formula	2.7% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50-55	50-64	52-67
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.1% to 2.4%	1.0% to 2.5%
Required employee contribution rates	7.00%	6.25%	7.00%
Required employer contribution rates	24.91%	24.91%	24.91%
	Safety		
	Prior to January 1, 2013	June 1, 2012 to January 1, 2013 ¹	On or after January 1, 2013
Hire date			
Benefit formula	3% @ 50	3% @ 55	2.7% @ 57
Benefit vesting schedule	5 years of service	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50	50-55	50-57
Monthly benefits, as a % of eligible compensation	3.00%	1.4% to 2.0%	2.0% to 2.7%
Required employee contribution rates	9.00%	9.00%	11.25%
Required employer contribution rates	34.83%	34.83%	34.83%

1 - Police only

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

NOTE 9 – PENSION PLAN (Continued)

Employees Covered

As of June 30, 2016, the following employees were covered by the benefit terms for each Plan:

	Miscellaneous	Safety
Inactive employees or beneficiaries currently receiving benefits	269	162
Inactive employees entitled to but not yet receiving benefits	215	84
Active employees	177	108
Total	661	354

Contribution Description

Section 20814(c) of the California Public Employees’ Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS annual actuarial valuation process. 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 employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the measurement period ending June 30, 2017 (the measurement date), the average active employee contribution rate is 7.821 percent of annual pay for miscellaneous plan members and 9.046 percent for safety members, and the average employer’s contribution rate is 29.514 percent of annual payroll for miscellaneous members and 40.079 percent for safety members. Employer contribution rates may change if plan contracts are amended. It is the responsibility of the employer to make necessary accounting adjustments to reflect the impact due to any Employer Paid Member Contributions or situations where members are paying a portion of the employer contribution.

Actuarial Methods and Assumptions used to determine Total Pension Liability

The June 30, 2016 valuation was rolled forward to determine the June 30, 2017 total pension liability, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions	
Discount Rate	7.15%
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table ⁽¹⁾	Derived using CalPERS’ Membership Data for all Funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.75% thereafter

(1) The mortality table used 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 2014 experience study report.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 9 – PENSION PLAN (Continued)

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 may be accessed on the CalPERS website at www.calpers.ca.gov under Forms and Publications.

Change of Assumptions

In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent.

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 the 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. 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 (PERF). The cash flows used in the testing were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. 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 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, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund (PERF) cash flows. Taking into account historical returns of all the Public Employees Retirement Funds' asset classes (which includes the agent plan and two cost-sharing plans or PERF A, B, and C funds), 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 PERF 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 cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

NOTE 9 – PENSION PLAN (Continued)

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, 2014.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10¹	Real Return Years 11+²
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)

¹An expected inflation of 2.5% used for this period

²An expected inflation of 3.0% used for this period

Pension Plan Fiduciary Net Position

The plan fiduciary net position (assets) disclosed in the GASB accounting valuation report may differ from the plan assets reported in the actuarial valuation report due to several reasons. First, for the accounting valuations, CalPERS must keep items such as deficiency reserves, fiduciary self-insurance and OPEB expense included as assets. These amounts are excluded for rate setting purposes in the actuarial valuation report while required to be included for GASB reporting purposes. In addition, differences may result from early CAFR closing and final reconciled reserves.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 9 – PENSION PLAN (Continued)

Changes in Net Pension Liability

The following table shows the changes in net pension liability recognized over the measurement period for the Miscellaneous plan:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
Balance at: 6/30/2016 (VD)	\$ 115,124,940	72,369,111	42,755,829
Changes Recognized for the Measurement Period:			
Service Cost	2,111,102	-	2,111,102
Interest on the Total Pension Liability	8,510,716	-	8,510,716
Changes of Benefit Terms	-	-	-
Changes of Assumptions	7,077,300	-	7,077,300
Differences between Expected and Actual Experience	(1,339,922)	-	(1,339,922)
Plan to Plan Resource Movement	-	13,004	(13,004)
Contributions - Employer	-	3,472,071	(3,472,071)
Contributions - Employees	-	1,012,727	(1,012,727)
Net Investment Income	-	8,021,694	(8,021,694)
Benefit Payments, including Refunds of Employee	(5,773,752)	(5,773,752)	-
Administrative Expense	-	(106,848)	106,848
Net Changes during 2016-17	10,585,444	6,638,896	3,946,548
Balance at: 6/30/2017 (MD)	\$ 125,710,384	79,008,007	46,702,377

The following table shows the changes in net pension liability recognized over the measurement period for the Safety plan:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a) - (b)
Balance at: 6/30/2016 (VD)	\$ 130,680,117	86,592,859	44,087,258
Changes Recognized for the Measurement Period:			
Service Cost	2,941,052	-	2,941,052
Interest on the Total Pension Liability	9,632,572	-	9,632,572
Changes of Benefit Terms	-	-	-
Changes of Assumptions	8,286,783	-	8,286,783
Differences between Expected and Actual Experience	(2,552,251)	-	(2,552,251)
Plan to Plan Resource Movement	-	-	-
Contributions - Employer	-	3,601,247	(3,601,247)
Contributions - Employees	-	1,412,139	(1,412,139)
Net Investment Income	-	9,638,923	(9,638,923)
Benefit Payments, including Refunds of Employee	(6,327,784)	(6,327,784)	-
Administrative Expense	-	(127,849)	127,849
Net Changes during 2016-17	11,980,372	8,196,676	3,783,696
Balance at: 6/30/2017 (MD)	\$ 142,660,489	94,789,535	47,870,954

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 9 – PENSION PLAN (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the Plans as of the Measurement Date, calculated using the discount rate of 7.15 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15 percent) or 1 percentage-point higher (8.15 percent) than the current rate:

	Discount Rate – 1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate + 1% (8.15%)
Plan’s Net Pension Liability – Misc.	\$ 63,794,590	46,702,377	32,647,878
Plan’s Net Pension Liability - Safety	68,035,568	47,870,954	31,337,095

Recognition of Gains and Losses

Under GASB 68, deferred inflows and deferred outflows of resources related to pensions are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred inflows and deferred outflows to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Difference between projected and actual earnings	5 year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lifetime (EARSL) of all members that are provided with benefits (active, inactive, and retired) as of the beginning of the measurement period

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired).

The EARSL for the Miscellaneous Plan for the measurement period ending June 30, 2017 is 3.8 years, which was obtained by dividing the total service years of 1,301 (the sum of remaining service lifetimes of the active employees) by 342 (the total number of participants: active, inactive, and retired). Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members’ probability of decrementing due to an event other than receiving a cash refund.

The EARSL for the Safety Plan for the measurement period ending June 30, 2016 is 3.8 years, which was obtained by dividing the total service years of 1,350 (the sum of remaining service lifetimes of the active employees) by 354 (the total number of participants: active, inactive, and retired). Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members’ probability of decrementing due to an event other than receiving a cash refund.

Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

For the measurement period ending June 30, 2017 (the measurement date), the City of Woodland recognized a pension expense of \$6,222,668 for the Miscellaneous Plan and \$5,119,327 for the Safety Plan.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 9 – PENSION PLAN (Continued)

As of June 30, 2018, the City of Woodland reports other amounts for the Plans as deferred outflow and deferred inflow of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 11,116,782	-
Changes of Assumptions	10,562,129	(1,336,226)
Differences between Expected and Actual Experience	-	(3,005,655)
Net Difference between Projected and Actual Earnings on Pension Plan Investments	2,324,132	-
Total	\$ 24,003,043	(4,341,881)

Employer contributions subsequent to the measurement date reported as deferred outflows of resources in the amount of \$11,116,782 will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2019. 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 period Ended June 30:	Deferred Outflows / (Inflows) of Resources
2018	\$ 2,256,674
2019	5,390,131
2020	2,185,495
2021	(1,287,920)
2022	-
Thereafter	-

NOTE 10 – OTHER POSTEMPLOYMENT BENEFITS

Plan Description

The City's Postemployment Healthcare Benefit Plan is an agent-employer defined benefit retiree healthcare plan administered by CalPERS. The postemployment healthcare plan provides lifetime postemployment medical coverage to its eligible employees who satisfy the requirements for retirement under CalPERS (attained age 50 with 5 years of State or public agency service or approved disability retirement). Coverage is also extended to spouses and surviving spouses of retirees. The City contributes the full cost of retiree coverage up to specific limits set in collective bargaining agreements. Benefit provisions of the plan are established and may be amended by the City Council through collective bargaining.

**CITY OF WOODLAND, CALIFORNIA
 NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
 YEAR ENDED JUNE 30, 2018**

NOTE 10 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

The City contributes toward the cost of retiree’s medical coverage differently depending upon the retiree’s hire date. Contributions are as follows:

- For retirees hired prior to July 1, 2006, the City pays the full cost of the retiree coverage up to specific limits set in collective bargaining agreements. For 2018, the limits are
 - \$688 for retiree only coverage
 - \$1,376 for retiree plus one dependent
 - \$1,788 for retiree plus two or more dependents
- For retirees hired after June 30, 2006, the City contributes the Minimum (required) Employer Contribution (MEC). The 2018 MEC is \$122 per month. If a covered spouse survives the retiree, the City will continue the applicable contribution toward the spouse’s coverage until his or her death.

In addition to retiree medical coverage, the City’s life insurance benefit is automatically continued for retirees; dependents are not permitted to be covered after retirement. The amount of life insurance is the death benefit provided on the last day of active employment and varies by collective bargaining unit. The original death benefit is reduced at later ages:

- 65% of the original death benefit from ages 65-69
- 45% of the original death benefit from ages 70-74
- 30% of the original death benefit from ages 75-79
- 20% of the original death benefit for ages 80 and above

Employees Covered

As of the June 30, 2017 measurement date, the following current and former employees were covered by the benefit terms under the Plan:

Active employees	292
Inactive employees or beneficiaries currently receiving benefits	222
Inactive employees entitled to, but not yet receiving benefits	10
Total	524

Contributions

The contribution requirements of the City are established and may be amended by the City Council. The annual contribution is actuarially determined. For the year ended June 30, 2018, the City contributed \$3,386,590. The City opened an irrevocable trust with Public Agency Retirement Services (PARS) for the purpose of prefunding obligations for past services.

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

NOTE 10 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Net OPEB Liability

The City’s net OPEB liability was measured as of June 30, 2017 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated June 30, 2016 that was rolled forward to determine the June 30, 2017 total OPEB liability, based on the following actuarial methods and assumptions:

Contribution Policy: Phase into full prefunding over seven years starting in 2013/14.

Discount Rate: 6.75%

General Inflation: 2.75% annually

Mortality Rate: Based on rates used in the most recent CalPERS pension valuation.

Mortality Improvement: Morality projected fully generational with Scale MP-16 for post-retirement mortality.

Salary Increases: 3.00% annually

Medical Trend Non-Medicare: 7.50% for 2019, decreasing to an ultimate rate of 4.00%

Medical Trend Medicare: 6.50% for 2019, decreasing to an ultimate rate of 4.00%

The long-term expected rate of return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of June 30, 2017 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
Fixed Income	35.0%	1.75%
Equities	60.0%	5.00%
Cash	5.0%	0.00%
Total	100.0%	

Discount Rate

The discount rate used to measure the total OPEB liability was 6.75%. the projection of cash flow used to determine the discount rate assumed that City contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 10 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Changes in Net OPEB Liability

Total OPEB liability:

Service cost	\$ 1,286,979
Interest on the total OPEB liability	3,348,565
Benefit payments	<u>(2,399,523)</u>
Net change in total OPEB liability	2,236,021
Total OPEB liability - beginning	<u>49,521,157</u>
Total OPEB liability - ending (a)	<u>\$ 51,757,178</u>

Plan Fiduciary Net Position:

Contribution - employer	\$ 3,402,831
Net investment income	342,200
Benefit payments	(2,399,523)
Administrative expense	<u>(27,130)</u>
Net change in plan fiduciary net position	1,318,378
Plan fiduciary net position - beginning	<u>2,502,868</u>
Plan fiduciary net position - ending (b)	<u>\$ 3,821,246</u>
Net OPEB liability - ending (a)-(b)	<u>\$ 47,935,932</u>

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the City's OPEB liability if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2017:

	<u>1% Decrease</u> <u>(5.75%)</u>	<u>Current Discount Rate</u> <u>(6.75%)</u>	<u>1% Increase</u> <u>(7.75%)</u>
Net OPEB Liability	\$ 54,946,672	47,935,932	42,162,261

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate

The following presents the OPEB liability of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2017:

	<u>1% Decrease</u>	<u>Current Rate</u>	<u>1% Increase</u>
Net OPEB Liability	<u>\$ 41,533,734</u>	<u>47,935,932</u>	<u>55,465,634</u>

OPEB Plan Fiduciary Net Position

The OPEB Plan Fiduciary Net Position is issued by PARS through their financial statements, which is publicly available and can be obtained by contacting PARS, 4350 Von Karman Ave, Newport Beach, CA 92660.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 10 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Recognition of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The recognition period differs depending on the source of gain or loss:

Net difference between projected and actual earnings on OPEB plan investments	5 Years
All other amounts	Expected average remaining service lifetime

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2018, the City recognized OPEB expense of \$4,432,722. At June 30, 2018, the City reported deferred outflows and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions subsequent to measurement date	\$ 3,386,590	-
Changes in assumptions	-	(112,248)
Total	\$ 3,386,590	(112,248)

The \$3,386,590 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2017 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2019. Other amounts reported as deferred inflows of resources related to OPEB will be recognized as expense as follows:

Fiscal Year Ended June 30:	Deferred Outflows/(Inflows) of Resources
2019	\$ (28,062)
2020	(28,062)
2020	(28,062)
2020	(28,062)

NOTE 11 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damages to, and destruction of assets; errors and omissions; injuries to and illnesses of employees; and natural disasters, for which the City manages its risk by participating in the public entity risk pool described below and by retaining certain risks.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 11 – RISK MANAGEMENT (Continued)

Public entity risk pools are formally organized and separate entities established under the Joint Exercise of Powers Act of the State of California. As separate legal entities, those entities exercise full powers and authorities within the scope of the related Joint Powers Agreements including the preparation of annual budgets, accountability for all funds, the power to make and execute contracts and the right to sue and be sued. The joint powers authority is governed by a board consisting of representatives from member municipalities. The board controls the operations of the joint powers authority, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on that board. Obligations and liabilities of this joint powers authority are not the City's responsibility.

A. Coverage

The City is one of ten member agencies which constitute the Yolo County Public Agency Risk Management Insurance Authority (YCPARMIA). YCPARMIA was formed in 1979 to develop an effective risk management program to reduce the amount and frequency of losses by pooling the agencies' self-insurance losses and jointly purchasing excess insurance. A Risk Manager was hired to administer the YCPARMIA program. YCPARMIA provides workers' compensation insurance coverage up to statutory limits, above the City's self-insurance limit of \$1,000 per occurrence, and general and auto liability coverage of \$40,000,000, above the City's self-insurance limit of \$5,000 per occurrence, boiler and machinery insurance up to \$100,000,000, above the City's deductible of \$1,000 per claim, and property damage insurance up to \$602,500,000, above the City's deductible of \$20,000 for vehicles, and \$1,000 per other occurrence.

YCPARMIA is governed by a board consisting of representatives from member public agencies. The Board controls the operations of YCPARMIA, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on the Board.

During the fiscal year ended June 30, 2018 the City contributed \$897,198 for current year coverage. Audited financial statements are available from YCPARMIA their website www.ycparmia.org.

B. Liability for Uninsured Claims

The City provides for the uninsured portion of claims and judgments in the Self-Insurance Internal Service Fund. Claims and judgments, including a provision for claims incurred but not reported, are recorded when a loss is deemed probable of assertion and the amount of the loss is reasonably determinable. As discussed, above, the City has coverage for such claims, but it has retained the risk for the deductible, or uninsured portion of these claims. As of June 30, 2018, the City has not recorded a liability for any outstanding uninsured claims.

NOTE 12 – CONTINGENT LIABILITIES

The City participates in Federal and State grant programs. These programs are subject to financial and compliance audits by grantors or their representatives. Some audits of these programs for or including the year ended June 30, 2018 have not been concluded. Accordingly, the City's compliance with the applicable grant requirements is yet to be established. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the City's management does not expect such amounts, if any, to be material.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 13 – SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER CITY REDEVELOPMENT AGENCY

On December 29, 2011, the California Supreme Court upheld Assembly Bill XI 26 (“the Bill”) that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the City that previously had reported a redevelopment agency within the reporting entity of the City as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the county or another unit of local government will agree to serve as the “successor agency” to hold the assets until they are distributed to other units of state and local government. On January 10, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of City resolution number 6043. On June 27, 2012, Assembly Bill 1484 (AB 1484) was signed by the Governor into law effective immediately. AB 1484 amended provisions contained in the Bill, one of which clarified that the Successor Agency was a legal separate entity.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

The Successor Agency’s debt issues and transactions are summarized below.

	Original Issue Amount	Balance June 30, 2017	Additions	Retirements	Balance June 30, 2018	Current Portion
Successor Agency Trust Debt						
2007 Tax Allocation Bonds,						
3.75%-6.00%, due 12/01/34	\$ 8,975,000	7,005,000	-	(255,000)	6,750,000	265,000
Original Issue Discount	(144,873)	(72,433)	-	7,244	(65,189)	(7,244)
Loans Payable						
California Housing Finance Agency Loan 3.00%, due 9/18/23	1,550,000	1,808,372	46,500	(100,000)	1,754,872	100,000
California Housing Finance Agency Loan 3.00%, due 8/23/24	1,000,000	838,224	-	(100,000)	738,224	100,000
California Housing Finance Agency Loan 3.50%, due 12/1/17	1,250,000	1,635,476	43,760	-	1,679,236	1,679,236
Total Successor Agency Debt	\$ 12,630,127	11,214,639	90,260	(447,756)	10,857,143	2,136,992

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018**

NOTE 13 – SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER CITY REDEVELOPMENT AGENCY

Annual debt service requirements for the tax allocation bonds and loans payable in the aggregate are shown below:

For the Year Ending June 30,	Tax Allocation Bonds		Loans Payable	
	Principal	Interest	Principal	Interest
2019	\$ 265,000	314,212	1,879,226	-
2020	280,000	302,115	200,000	-
2021	290,000	289,145	200,000	-
2022	305,000	275,460	200,000	-
2023	320,000	261,085	200,000	-
2024-2028	1,845,000	1,060,953	1,493,096	-
2029-2033	2,340,000	564,400	-	-
2034-2035	1,105,000	54,478	-	-
Total	<u>\$ 6,750,000</u>	<u>3,121,848</u>	<u>4,172,322</u>	<u>-</u>

NOTE 14 – EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended June 30, 2018, total expenditures exceeded appropriations for the following funds:

	<u>Amounts in Excess of Appropriations</u>
General Fund:	
City Clerk	\$ 419
City Attorney	66,660
Police	64,510
Nonmajor Governmental Funds:	
Transit	13,263
Proposition 172	10,359
State Library Programs	712
Fire Suppression District	6,860
Housing Assistance	92,231

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2018

NOTE 15 – PRIOR PERIOD RESTATEMENT

The City implemented GASB Statement No. 75 which changed the accounting for Other Post Employment Benefits. This change resulted in a restatement of beginning net position in certain enterprise funds, internal service funds, and governmental activities. The City also recorded a prior period restatement in the Special Revenue Transit Fund to correct a prior year error. The changes to the beginning net position and fund balance as of June 30, 2017 are as follows:

	Transit Fund	Enterprise Funds	Internal Service Funds	Other Governmental Activities	Total
Net position/fund balance at beginning of year	\$ 506,616	116,654,243	10,540,405	209,399,301	337,100,565
Implementation of GASB 75	-	(6,275,680)	(1,198,748)	(15,879,283)	(23,353,711)
Correction of transit activities	(181,887)	-	-	-	(181,887)
Net position/fund balance, as restated	<u>\$ 324,729</u>	<u>110,378,563</u>	<u>9,341,657</u>	<u>193,520,018</u>	<u>313,564,967</u>

NOTE 16 – SUBSEQUENT EVENTS

On January 29, 2019 the City issued \$21,490,000 in Community Facilities District Special Tax Bonds, Series 2019. The net proceeds were issued to reimburse Developer Property Owners within the Spring Lake District for the costs of acquiring, constructing, and installing certain public improvements within the Spring Lake District.

On September 1, 2018, the City issued \$6,381,800 in RDA Tax Allocation Bonds, Refunding Series 2018. The net proceeds were used to advance refund the City’s RDA Tax Allocation Bonds, Series 2007.

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF WOODLAND, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE LAST TEN YEARS***

Schedule of Changes in Net Pension Liability and Related Ratios during the Measurement Period – Miscellaneous Plan

Measurement Period	2016-17	2015-16	2014-15	2013-14*
TOTAL PENSION LIABILITY				
Service Cost	\$ 2,111,102	1,851,193	1,880,334	1,903,012
Interest	8,510,716	8,318,566	7,994,737	7,678,466
Changes of Benefit Terms	-	-	-	-
Changes of Assumptions	7,077,300	-	(1,941,051)	-
Difference between Expected and Actual Experience	(1,339,922)	(34,982)	(58,624)	-
Benefit Payments, Including Refunds of Employee Contributions	(5,773,752)	(5,717,288)	(5,467,625)	(5,419,684)
Net Change in Total Pension Liability	10,585,444	4,417,489	2,407,771	4,161,794
Total Pension Liability – Beginning	115,124,940	110,707,451	108,299,680	104,137,886
Total Pension Liability – Ending (a)	\$ 125,710,384	115,124,940	110,707,451	108,299,680
PLAN FIDUCIARY NET POSITION				
Contributions – Employer	\$ 3,472,071	3,177,689	2,668,021	2,461,603
Contributions – Employee	1,012,727	877,912	862,922	1,244,638
Investment Income	8,021,694	369,185	1,643,025	11,159,331
Benefit Payments, Including Refunds of Employee Contributions	(5,773,752)	(5,717,288)	(5,467,625)	(5,419,684)
Administrative Expense	(106,848)	(44,920)	(82,991)	(83,335)
Other Changes in Net Fiduciary Position	13,004	470	-	-
Net Change in Fiduciary Net Position	6,638,896	(1,336,952)	(376,648)	9,362,553
Plan Fiduciary Net Position – Beginning	72,369,111	73,706,063	74,082,711	64,720,158
Plan Fiduciary Net Position – Ending (b)	79,008,007	72,369,111	73,706,063	74,082,711
Plan Net Pension Liability – Ending (a) - (b)	\$ 46,702,377	42,755,829	37,001,388	34,216,969
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.85%	62.86%	66.58%	68.41%
Covered Payroll	\$ 11,420,621	10,986,307	10,803,408	10,287,104
Plan Net Pension Liability as a Percentage of Covered Payroll	408.93%	389.17%	342.50%	332.62%

*FY 2015 was the first year of implementation, therefore only four years of information is being presented.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2016 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

**CITY OF WOODLAND, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE LAST TEN YEARS***

Schedule of Changes in Net Pension Liability and Related Ratios during the Measurement Period – Safety Plan

Measurement Period	2016-17	2015-16	2014-15	2013-14*
TOTAL PENSION LIABILITY				
Service Cost	\$ 2,941,052	2,594,652	2,615,440	2,619,949
Interest	9,632,572	9,402,124	9,069,130	8,762,184
Changes of Benefit Terms	-	-	-	-
Changes of Assumptions	8,286,783	-	(2,296,635)	-
Difference between Expected and Actual Experience	(2,552,251)	(1,580,509)	(1,894,631)	-
Benefit Payments, Including Refunds of Employee Contributions	(6,327,784)	(5,845,833)	(5,635,776)	(5,298,257)
Net Change in Total Pension Liability	11,980,372	4,570,434	1,857,528	6,083,876
Total Pension Liability – Beginning	130,680,117	126,109,683	124,252,155	118,168,279
Total Pension Liability – Ending (a)	\$ 142,660,489	130,680,117	126,109,683	124,252,155
PLAN FIDUCIARY NET POSITION				
Contributions – Employer	\$ 3,601,247	3,266,522	2,979,597	2,775,260
Contributions – Employee	1,412,139	1,301,950	1,254,569	1,377,836
Investment Income	9,638,923	459,694	1,918,476	13,118,062
Benefit Payments, Including Refunds of Employee Contributions	(6,327,784)	(5,845,833)	(5,635,776)	(5,298,257)
Administrative Expense	(127,849)	(53,305)	(98,438)	(111,112)
Other Changes in Net Fiduciary Position	-	(470)	-	-
Net Change in Fiduciary Net Position	8,196,676	(871,442)	418,428	11,861,789
Plan Fiduciary Net Position – Beginning	86,592,859	87,464,301	87,045,873	75,184,084
Plan Fiduciary Net Position – Ending (b)	94,789,535	86,592,859	87,464,301	87,045,873
Plan Net Pension Liability – Ending (a) - (b)	\$ 47,870,954	44,087,258	38,645,382	37,206,282
Plan Fiduciary Net Position as a Percentage of the Total				
Pension Liability	66.44%	66.26%	69.36%	70.06%
Covered Payroll	\$ 10,031,558	9,877,615	9,962,822	9,648,481
Plan Net Pension Liability as a Percentage of Covered Payroll	477.20%	446.34%	387.90%	385.62%

*FY 2015 was the first year of implementation, therefore only four years of information is being presented.

Notes to Schedule:

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2016 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes of Assumptions: In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2014, amounts reported were based on the 7.5 percent discount rate.

**CITY OF WOODLAND, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE LAST TEN YEARS***

Schedule of Pension Plan Contributions – Miscellaneous Plan

	Fiscal Year 2017-18	Fiscal Year 2016-17	Fiscal Year 2015-16	Fiscal Year 2014-15
Actuarially Determined Contribution	\$ 3,156,846	3,472,071	3,177,689	2,668,021
Contributions in Relation to the Actuarially Determined Contribution	<u>(4,361,676)</u>	<u>(3,472,071)</u>	<u>(3,177,689)</u>	<u>(2,668,021)</u>
Contribution Deficiency (Excess)	<u>\$(1,204,830)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Covered Payroll	\$12,176,631	11,420,621	10,986,307	10,803,408
Contributions as a Percentage of Covered Payroll	25.93%	30.40%	28.92%	24.70%

** FY 2015 was the first year of implementation, therefore only five years of information is being presented.*

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2017-18 were from the June 30, 2015 public agency valuations.

Actuarial Cost Method	Entry Age Normal
Amortization Method/Period	For details, see June 30, 2015 Funding Valuation Report
Asset Valuation Method	Actuarial Value of Assets. For details, see June 30, 2015 Funding Valuation Report.
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 and Administrative Expenses; includes Inflation.
Retirement Age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

**CITY OF WOODLAND, CALIFORNIA
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE LAST TEN YEARS***

Schedule of Pension Plan Contributions – Safety Plan

	Fiscal Year 2017-18	Fiscal Year 2016-17	Fiscal Year 2015-16	Fiscal Year 2014-15
Actuarially Determined Contribution	\$ 3,983,945	3,601,247	3,266,522	2,979,597
Contributions in Relation to the Actuarially Determined Contribution	<u>(6,755,106)</u>	<u>(3,601,247)</u>	<u>(3,266,522)</u>	<u>(2,979,597)</u>
Contribution Deficiency (Excess)	<u>\$(2,771,161)</u>	-	-	-
 Covered Payroll	 \$10,734,701	 10,031,558	 9,877,615	 9,962,822
 Contributions as a Percentage of Covered Payroll	 37.11%	 35.90%	 33.07%	 29.91%

** FY 2015 was the first year of implementation, therefore only five years of information is being presented.*

Notes to Schedule:

The actuarial methods and assumptions used to set the actuarially determined contributions for Fiscal Year 2017-18 were from the June 30, 2015 public agency valuations.

Actuarial Cost Method	Entry Age Normal
Amortization Method/Period	For details, see June 30, 2015 Funding Valuation Report
Asset Valuation Method	Actuarial Value of Assets. For details, see June 30, 2015 Funding Valuation Report.
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 and Administrative Expenses; includes Inflation.
Retirement Age	The probabilities of Retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and Post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

CITY OF WOODLAND
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years*

Measurement Period: June 30	2017
Total OPEB liability	
Service cost	\$ 1,286,979
Interest on the total OPEB liability	3,348,565
Benefit payments	(2,399,523)
Net change in total OPEB liability	2,236,021
Total OPEB liability - beginning	49,521,157
Total OPEB liability - ending (a)	\$ 51,757,178
Plan Fiduciary Net Position	
Contribution - employer	\$ 3,402,831
Net investment income	342,200
Benefit payments	(2,399,523)
Administrative expense	(27,130)
Net change in plan fiduciary net position	1,318,378
Plan fiduciary net position - beginning	2,502,868
Plan fiduciary net position - ending (b)	\$ 3,821,246
Net OPEB liability - ending (a)-(b)	\$ 47,935,932
Plan fiduciary net position as a percentage of the total OPEB liability	7.38%
Covered-employee payroll	\$ 26,200,678
Net OPEB liability as a percentage of covered-employee payroll	182.96%

*Historical information is required only for measurement periods for which GASB 75 is applicable.
Future years' information will be displayed up to 10 years as information becomes available.

CITY OF WOODLAND
SCHEDULE OF OPEB CONTRIBUTIONS
Last Ten Fiscal Years*

Fiscal Year Ended June 30	2018
Actuarially Determined Contribution (ADC)	\$ 4,731,000
Contributions in relation to the ADC	(3,386,590)
Contribution deficiency (excess)	\$ 1,344,410
Covered-employee payroll	\$ 27,744,850
Contributions as a percentage of covered-employee payroll	12.21%

Methods and assumptions used to determine contributions:

Valuation Date	June 30, 2016
Actuarial Cost Method	Entry Age Normal, Level Percentage of Payroll
Amortization Method/Period	Level Percent of Pay
Amortization Period	22-year fixed period for 2016/17 ADC 21-year fixed period for 2017/18 ADC
Asset Valuation Method	Investment gains and losses spread over five year rolling period
Discount Rate	6.75%
General Inflation	2.75%
Payroll Growth	3% per annum, in aggregate
Medical Trend	Non-Medicare - 7.5% for 2019, decreasing to an ultimate of 4.0% Medicare - 6.5% for 2019, decreasing to an ultimate rate of 4.0%
Mortality	CalPERS 1997-2011 Experience Study
Mortality Improvement	Mortality projected fully generational with Scale MP-16

*Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

CITY OF WOODLAND, CALIFORNIA
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2018

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Cash and investments	\$ 5,310,428	8,649	9,950,489	15,269,566
Receivables	3,506,384	-	3,178,507	6,684,891
Due from other funds	13,908	-	2,882,103	2,896,011
Long-term notes receivable	33,713,922	-	50,473	33,764,395
Advances to other funds	-	-	652,336	652,336
Total assets	<u>\$ 42,544,642</u>	<u>8,649</u>	<u>16,713,908</u>	<u>59,267,199</u>
Liabilities:				
Accounts payable	\$ 264,721	-	3,153,505	3,418,226
Deposits payable	250	-	-	250
Due to other funds	3,056,900	-	1,042,591	4,099,491
Advances from other funds	806,793	-	3,190,057	3,996,850
Total liabilities	<u>4,128,664</u>	<u>-</u>	<u>7,386,153</u>	<u>11,514,817</u>
Deferred inflow of resources:				
Unavailable Revenue	<u>10,758,512</u>	<u>-</u>	<u>-</u>	<u>10,758,512</u>
Fund balances:				
Restricted	30,998,619	8,649	3,898,399	34,905,667
Committed	-	-	8,492,216	8,492,216
Unassigned	(3,341,153)	-	(3,062,860)	(6,404,013)
Total fund balances	<u>27,657,466</u>	<u>8,649</u>	<u>9,327,755</u>	<u>36,993,870</u>
Total liabilities, deferred inflow of resources and fund balances	<u>\$ 42,544,642</u>	<u>8,649</u>	<u>16,713,908</u>	<u>59,267,199</u>

**CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES:				
Taxes	\$ 516,381	-	-	516,381
Intergovernmental	6,821,944	-	-	6,821,944
Charges for services	3,929,242	-	-	3,929,242
Licenses and permits	420,195	-	3,653,030	4,073,225
Investment earnings	80,785	98	137,146	218,029
Miscellaneous	85,115	-	104,131	189,246
Total revenues	<u>11,853,662</u>	<u>98</u>	<u>3,894,307</u>	<u>15,748,067</u>
EXPENDITURES:				
Current:				
General government	-	-	11,955	11,955
Finance	45,319	-	33,344	78,663
Community development	2,844,443	-	65,700	2,910,143
Parks and recreation	1,954,668	-	13,759	1,968,427
Police	924,421	-	96,945	1,021,366
Fire	211,370	-	-	211,370
Library	120,361	-	84,884	205,245
Public works	7,178,272	-	4,010,093	11,188,365
Debt service:				
Principal	-	1,498,506	-	1,498,506
Interest	-	351,517	-	351,517
Total expenditures	<u>13,278,854</u>	<u>1,850,023</u>	<u>4,316,680</u>	<u>19,445,557</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,425,192)</u>	<u>(1,849,925)</u>	<u>(422,373)</u>	<u>(3,697,490)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	1,104,585	1,850,085	6,238,845	9,193,515
Transfers out	(31,682)	-	(8,682,541)	(8,714,223)
Total other financing sources (uses)	<u>1,072,903</u>	<u>1,850,085</u>	<u>(2,443,696)</u>	<u>479,292</u>
Net change in fund balances	(352,289)	160	(2,866,069)	(3,218,198)
Fund balances, beginning of year, as restated	28,009,755	8,489	12,193,824	40,212,068
Fund balances, end of year	<u>\$ 27,657,466</u>	<u>8,649</u>	<u>9,327,755</u>	<u>36,993,870</u>

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**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
June 30, 2018**

	Special Needs Assistance Grant	Transit	Proposition 172	Transportation	Literacy Grant
Assets:					
Cash and investments	\$ 50,554	10	-	-	25
Receivables	16,171	1,570,346	86,660	1,213,999	-
Due from other funds	-	-	-	-	-
Long-term notes receivable	-	-	-	-	-
Total assets	<u>\$ 66,725</u>	<u>1,570,356</u>	<u>86,660</u>	<u>1,213,999</u>	<u>25</u>
Liabilities:					
Accounts payable	\$ 977	-	-	7,348	10,241
Due to other funds	-	1,022,894	6,071	48,867	13,908
Deposits payable	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	<u>977</u>	<u>1,022,894</u>	<u>6,071</u>	<u>56,215</u>	<u>24,149</u>
Deferred inflow of resources:					
Unavailable revenue	-	1,794,881	-	1,173,667	-
Fund balances (deficits):					
Restricted	65,748	-	80,589	-	-
Unassigned	-	(1,247,419)	-	(15,883)	(24,124)
Total fund balance (deficit)	<u>65,748</u>	<u>(1,247,419)</u>	<u>80,589</u>	<u>(15,883)</u>	<u>(24,124)</u>
Total liabilities, deferred inflow of resources, and fund balances (deficits)	<u>\$ 66,725</u>	<u>1,570,356</u>	<u>86,660</u>	<u>1,213,999</u>	<u>25</u>

<u>Special Transportation</u>	<u>Gas Tax</u>	<u>RMRA</u>	<u>Asset Seizure</u>	<u>Supplemental Law Enforcement Services Grant</u>	<u>State Library Programs</u>	<u>Cemetery Endowment</u>	<u>Spring Lake Sports Park Maintenance CFD</u>
-	504,457	223,317	33,685	92,017	127,072	199,401	154,710
109,487	21,074	51,841	12,691	-	-	-	22,627
-	-	-	-	-	13,908	-	-
-	-	-	-	-	-	-	-
<u>109,487</u>	<u>525,531</u>	<u>275,158</u>	<u>46,376</u>	<u>92,017</u>	<u>140,980</u>	<u>199,401</u>	<u>177,337</u>
-	77,930	-	150	-	6,707	-	33,029
1,810,341	-	-	-	-	-	-	-
-	-	-	-	-	250	-	-
-	<u>652,336</u>	-	-	-	-	-	-
<u>1,810,341</u>	<u>730,266</u>	-	<u>150</u>	-	<u>6,957</u>	-	<u>33,029</u>
-	-	-	-	-	-	-	-
-	-	275,158	46,226	92,017	134,023	199,401	144,308
<u>(1,700,854)</u>	<u>(204,735)</u>	-	-	-	-	-	-
<u>(1,700,854)</u>	<u>(204,735)</u>	<u>275,158</u>	<u>46,226</u>	<u>92,017</u>	<u>134,023</u>	<u>199,401</u>	<u>144,308</u>
<u>109,487</u>	<u>525,531</u>	<u>275,158</u>	<u>46,376</u>	<u>92,017</u>	<u>140,980</u>	<u>199,401</u>	<u>177,337</u>

CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
June 30, 2018

	Fire Suppression District	Off-Site Affordable Housing	Workforce Housing Grants	Lighting & Landscaping Districts	Community Development Block Grant
Assets:					
Cash and investments	-	305,107	61,392	1,920,545	17,733
Receivables	6,319	-	-	112,623	253,913
Due from other funds	-	-	-	-	-
Long-term notes receivable	-	2,103,548	39,101	-	4,831,066
Total assets	<u>6,319</u>	<u>2,408,655</u>	<u>100,493</u>	<u>2,033,168</u>	<u>5,102,712</u>
Liabilities:					
Accounts payable	-	-	15,696	74,487	12,060
Due to other funds	-	-	-	-	154,819
Deposits payable	-	-	-	-	-
Advances from other funds	154,457	-	-	-	-
Total liabilities	<u>154,457</u>	<u>-</u>	<u>15,696</u>	<u>74,487</u>	<u>166,879</u>
Deferred inflow of resources:					
Unavailable revenue	<u>-</u>	<u>133,551</u>	<u>8,101</u>	<u>-</u>	<u>1,704,099</u>
Fund balances (deficits):					
Restricted	-	2,275,104	76,696	1,958,681	3,231,734
Unassigned	(148,138)	-	-	-	-
Total fund balances (deficits)	<u>(148,138)</u>	<u>2,275,104</u>	<u>76,696</u>	<u>1,958,681</u>	<u>3,231,734</u>
Total liabilities, deferred inflow of resources, and fund balances (deficits)	<u>6,319</u>	<u>2,408,655</u>	<u>100,493</u>	<u>2,033,168</u>	<u>5,102,712</u>

<u>Police Grants</u>	<u>Staffing for Adequate Fire and Emergency Response Grant</u>	<u>Housing Assistance</u>	<u>Housing Assistance Grants</u>	<u>Home Grant</u>	<u>Environmental Compliance</u>	<u>Affordable Housing In-Lieu</u>	<u>Total Nonmajor Special Revenue Funds</u>
137,911	20,807	121,172	251,310	675,624	344,579	69,000	5,310,428
-	-	3,895	-	-	24,738	-	3,506,384
-	-	-	-	-	-	-	13,908
-	-	3,138,651	8,263,472	15,196,800	-	141,284	33,713,922
<u>137,911</u>	<u>20,807</u>	<u>3,263,718</u>	<u>8,514,782</u>	<u>15,872,424</u>	<u>369,317</u>	<u>210,284</u>	<u>42,544,642</u>
-	-	22,226	-	-	3,870	-	264,721
-	-	-	-	-	-	-	3,056,900
-	-	-	-	-	-	-	250
-	-	-	-	-	-	-	806,793
-	-	22,226	-	-	3,870	-	4,128,664
-	-	1,264,584	690,622	3,987,723	-	1,284	10,758,512
137,911	20,807	1,976,908	7,824,160	11,884,701	365,447	209,000	30,998,619
-	-	-	-	-	-	-	(3,341,153)
<u>137,911</u>	<u>20,807</u>	<u>1,976,908</u>	<u>7,824,160</u>	<u>11,884,701</u>	<u>365,447</u>	<u>209,000</u>	<u>27,657,466</u>
<u>137,911</u>	<u>20,807</u>	<u>3,263,718</u>	<u>8,514,782</u>	<u>15,872,424</u>	<u>369,317</u>	<u>210,284</u>	<u>42,544,642</u>

**CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

	Special Needs Assistance Grant	Transit	Proposition 172	Transportation	Literacy Grant
REVENUES:					
Taxes	\$ -	-	516,381	-	-
Intergovernmental	161,625	-	-	3	85,053
Charges for services	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Investment earnings	574	-	-	-	-
Miscellaneous	-	-	-	13,371	-
Total revenues	<u>162,199</u>	<u>-</u>	<u>516,381</u>	<u>13,374</u>	<u>85,053</u>
EXPENDITURES:					
Current:					
Finance	-	-	-	-	-
Community development	112,399	1,572,148	-	100,916	-
Parks and recreation	-	-	-	-	-
Police	-	-	335,508	-	-
Fire	-	-	204,510	-	-
Library	-	-	-	-	91,149
Public works	-	-	10,299	1,016,306	-
Total expenditures	<u>112,399</u>	<u>1,572,148</u>	<u>550,317</u>	<u>1,117,222</u>	<u>91,149</u>
Excess (deficiency) of revenues over (under) expenditures	<u>49,800</u>	<u>(1,572,148)</u>	<u>(33,936)</u>	<u>(1,103,848)</u>	<u>(6,096)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	800,000	7,500
Transfers out	-	-	-	(4,098)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>795,902</u>	<u>7,500</u>
Net change in fund balances	49,800	(1,572,148)	(33,936)	(307,946)	1,404
Fund balances (deficits), beginning of year, as restated	<u>15,948</u>	<u>324,729</u>	<u>114,525</u>	<u>292,063</u>	<u>(25,528)</u>
Fund balances (deficits), end of year	<u>\$ 65,748</u>	<u>(1,247,419)</u>	<u>80,589</u>	<u>(15,883)</u>	<u>(24,124)</u>

Special Transportation	Gas Tax	RMRA	Asset Seizure	Supplemental Law Enforcement Services Grant	State Library Programs	Cemetery Endowment	Spring Lake Sports Park Maintenance CFD
-	-	-	-	-	-	-	-
3,656,919	1,260,084	274,809	-	194,501	10,500	-	-
-	-	-	12,691	-	-	14,778	450,740
-	-	-	-	-	-	-	-
-	5,725	2,534	382	1,044	1,442	2,263	1,756
-	39,962	-	-	-	14,728	-	-
<u>3,656,919</u>	<u>1,305,771</u>	<u>277,343</u>	<u>13,073</u>	<u>195,545</u>	<u>26,670</u>	<u>17,041</u>	<u>452,496</u>
-	-	-	-	-	-	-	12,295
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	444,331
-	-	-	45,480	129,948	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	29,212	-	-
<u>3,904,760</u>	<u>1,715,284</u>	<u>2,185</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,904,760</u>	<u>1,715,284</u>	<u>2,185</u>	<u>45,480</u>	<u>129,948</u>	<u>29,212</u>	<u>-</u>	<u>456,626</u>
<u>(247,841)</u>	<u>(409,513)</u>	<u>275,158</u>	<u>#####</u>	<u>65,597</u>	<u>(2,542)</u>	<u>17,041</u>	<u>(4,130)</u>
-	-	-	-	-	-	-	-
-	(4,098)	-	-	-	-	-	(4,098)
-	(4,098)	-	-	-	-	-	(4,098)
(247,841)	(413,611)	275,158	#####	65,597	(2,542)	17,041	(8,228)
(1,453,013)	208,876	-	78,633	26,420	136,565	182,360	152,536
<u>(1,700,854)</u>	<u>(204,735)</u>	<u>275,158</u>	<u>46,226</u>	<u>92,017</u>	<u>134,023</u>	<u>199,401</u>	<u>144,308</u>

CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2018

	Fire Suppression District	Off-Site Affordable Housing	Workforce Housing Grants	Lighting & Landscaping Districts	Community Development Block Grant	Police Grants
REVENUES:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	271,660	-	632,484	274,306
Charges for services	133,596	599,500	-	2,298,982	8,120	-
Licenses and permits	420,195	-	-	-	-	-
Investment earnings	-	3,462	697	21,794	853	1,565
Miscellaneous	-	-	-	1,338	-	-
Total revenues	<u>553,791</u>	<u>602,962</u>	<u>272,357</u>	<u>2,322,114</u>	<u>641,457</u>	<u>275,871</u>
EXPENDITURES:						
Current:						
Finance	-	-	-	33,024	-	-
Community development	-	-	324,039	-	599,468	-
Parks and recreation	-	-	-	1,510,337	-	-
Police	-	-	-	-	-	413,485
Fire	6,860	-	-	-	-	-
Library	-	-	-	-	-	-
Public works	-	-	-	368,671	-	-
Total expenditures	<u>6,860</u>	<u>-</u>	<u>324,039</u>	<u>1,912,032</u>	<u>599,468</u>	<u>413,485</u>
Excess (deficiency) of revenues over (under) expenditures	<u>546,931</u>	<u>602,962</u>	<u>(51,682)</u>	<u>410,082</u>	<u>41,989</u>	<u>(137,614)</u>
OTHER FINANCING SOURCES (USES):						
Transfers in	-	-	491	19,628	-	276,966
Transfers out	-	-	-	(19,388)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>491</u>	<u>240</u>	<u>-</u>	<u>276,966</u>
Net change in fund balances	546,931	602,962	(51,191)	410,322	41,989	139,352
Fund balances (deficits), beginning of year, as restated	<u>(695,069)</u>	<u>1,672,142</u>	<u>127,887</u>	<u>1,548,359</u>	<u>3,189,745</u>	<u>(1,441)</u>
Fund balances (deficits), end of year	<u>(148,138)</u>	<u>2,275,104</u>	<u>76,696</u>	<u>1,958,681</u>	<u>3,231,734</u>	<u>137,911</u>

Staffing for Adequate Fire and Emergency Response Grant	Housing Assistance	Housing Assistance Grants	Home Grant	Environmental Compliance	Affordable Housing In-Lieu	Total Nonmajor Special Revenue Funds
-	-	-	-	-	-	516,381
-	-	-	-	-	-	6,821,944
-	-	26,790	-	237,005	147,040	3,929,242
-	-	-	-	-	-	420,195
236	10,927	13,171	7,667	3,910	783	80,785
-	15,716	-	-	-	-	85,115
<u>236</u>	<u>26,643</u>	<u>39,961</u>	<u>7,667</u>	<u>240,915</u>	<u>147,823</u>	<u>11,853,662</u>
-	-	-	-	-	-	45,319
-	127,004	-	-	8,469	-	2,844,443
-	-	-	-	-	-	1,954,668
-	-	-	-	-	-	924,421
-	-	-	-	-	-	211,370
-	-	-	-	-	-	120,361
-	-	-	-	160,767	-	7,178,272
-	127,004	-	-	169,236	-	13,278,854
<u>236</u>	<u>(100,361)</u>	<u>39,961</u>	<u>7,667</u>	<u>71,679</u>	<u>147,823</u>	<u>(1,425,192)</u>
-	-	-	-	-	-	1,104,585
-	-	-	-	-	-	(31,682)
-	-	-	-	-	-	1,072,903
236	(100,361)	39,961	7,667	71,679	147,823	(352,289)
<u>20,571</u>	<u>2,077,269</u>	<u>7,784,199</u>	<u>11,877,034</u>	<u>293,768</u>	<u>61,177</u>	<u>28,009,755</u>
<u>20,807</u>	<u>1,976,908</u>	<u>7,824,160</u>	<u>11,884,701</u>	<u>365,447</u>	<u>209,000</u>	<u>27,657,466</u>

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL NEEDS ASSISTANCE GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 248,084	161,625	(86,459)
Investment earnings	-	574	574
Total revenues	<u>248,084</u>	<u>162,199</u>	<u>(85,885)</u>
EXPENDITURES:			
Current:			
Community development	<u>372,891</u>	<u>112,399</u>	<u>260,492</u>
Total expenditures	<u>372,891</u>	<u>112,399</u>	<u>260,492</u>
Net change in fund balances	<u>\$ (124,807)</u>	49,800	<u>174,607</u>
Fund balances, beginning of year		<u>15,948</u>	
Fund balances, end of year		<u>\$ 65,748</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TRANSIT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,558,886	-	(1,558,886)
Total revenues	1,558,886	-	(1,558,886)
EXPENDITURES:			
Current:			
Community development	1,558,885	1,572,148	(13,263)
Total expenditures	1,558,885	1,572,148	(13,263)
Net change in fund balances	\$ 1	(1,572,148)	(1,572,149)
Fund balances, beginning of year, as restated		324,729	
Fund balances (deficit), end of year		\$ (1,247,419)	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PROPOSITION 172 SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Taxes	\$ -	516,381	516,381
Total revenues	<u>-</u>	<u>516,381</u>	<u>516,381</u>
EXPENDITURES:			
Current:			
Police	340,900	335,508	5,392
Fire	188,759	204,510	(15,751)
Public works	10,299	10,299	-
Total expenditures	<u>539,958</u>	<u>550,317</u>	<u>(10,359)</u>
Net change in fund balances	<u>\$ (539,958)</u>	<u>(33,936)</u>	<u>506,022</u>
Fund balances, beginning of year		<u>114,525</u>	
Fund balances, end of year		<u>\$ 80,589</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TRANSPORTATION SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 1,027,749	3	(1,027,746)
Miscellaneous	15,000	13,371	(1,629)
Total revenues	1,042,749	13,374	(1,029,375)
EXPENDITURES:			
Current:			
Community development	105,559	100,916	4,643
Public works	1,149,572	1,016,306	133,266
Total expenditures	1,255,131	1,117,222	137,909
Excess (deficiency) of revenues over (under) expenditures	(212,382)	(1,103,848)	(891,466)
OTHER FINANCING SOURCES (USES):			
Transfers in	-	800,000	800,000
Transfers out	(4,098)	(4,098)	-
Total other financing sources (uses)	(4,098)	795,902	800,000
Net change in fund balances	\$ (216,480)	(307,946)	(91,466)
Fund balances, beginning of year		292,063	
Fund balances (deficit), end of year		\$ (15,883)	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LITERACY GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 88,000	85,053	(2,947)
Total revenues	<u>88,000</u>	<u>85,053</u>	<u>(2,947)</u>
EXPENDITURES:			
Current:			
Library	94,730	91,149	3,581
Total expenditures	<u>94,730</u>	<u>91,149</u>	<u>3,581</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,730)</u>	<u>(6,096)</u>	<u>634</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	7,500	7,500	-
Total other financing sources (uses)	<u>7,500</u>	<u>7,500</u>	<u>-</u>
Net change in fund balances	<u>\$ 770</u>	1,404	<u>634</u>
Fund balances (deficits), beginning of year		<u>(25,528)</u>	
Fund balances (deficits), end of year		<u>\$ (24,124)</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL TRANSPORTATION SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 18,612,048	3,656,919	(14,955,129)
Total revenues	<u>18,612,048</u>	<u>3,656,919</u>	<u>(14,955,129)</u>
EXPENDITURES:			
Current:			
Public works	16,848,469	3,904,760	12,943,709
Total expenditures	<u>16,848,469</u>	<u>3,904,760</u>	<u>12,943,709</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,763,579</u>	<u>(247,841)</u>	<u>(2,011,420)</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	(1,763,579)	-	1,763,579
Total other financing sources (uses)	<u>(1,763,579)</u>	<u>-</u>	<u>1,763,579</u>
Net change in fund balances	<u>-</u>	(247,841)	<u>(247,841)</u>
Fund balances (deficits), beginning of year		<u>(1,453,013)</u>	
Fund balances (deficits), end of year		<u>\$ (1,700,854)</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GAS TAX SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 1,278,629	1,260,084	(18,545)
Investment earnings	-	5,725	5,725
Miscellaneous	32,500	39,962	7,462
Total revenues	<u>1,311,129</u>	<u>1,305,771</u>	<u>(5,358)</u>
EXPENDITURES:			
Current:			
Public works	<u>1,827,106</u>	<u>1,715,284</u>	<u>111,822</u>
Total expenditures	<u>1,827,106</u>	<u>1,715,284</u>	<u>111,822</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(515,977)</u>	<u>(409,513)</u>	<u>106,464</u>
OTHER FINANCING SOURCES (USES):			
Transfers out	<u>(4,098)</u>	<u>(4,098)</u>	<u>-</u>
Total other financing sources (uses)	<u>(4,098)</u>	<u>(4,098)</u>	<u>-</u>
Net change in fund balances	<u><u>\$ (515,977)</u></u>	<u>(413,611)</u>	<u><u>106,464</u></u>
Fund balances, beginning of year		<u>208,876</u>	
Fund balances, end of year		<u><u>\$ (204,735)</u></u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RMRA SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 340,001	274,809	(65,192)
Investment earnings	-	2,534	2,534
Total revenues	340,001	277,343	(62,658)
EXPENDITURES:			
Current:			
Public works	325,000	2,185	322,815
Total expenditures	325,000	2,185	322,815
Net change in fund balances	\$ 15,001	275,158	260,157
Fund balances, beginning of year		-	
Fund balances, end of year		\$ 275,158	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ASSET SEIZURE SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Charges for services	\$ 25,000	12,691	(12,309)
Investment earnings	-	382	382
Total revenues	25,000	13,073	(11,927)
EXPENDITURES:			
Current:			
Police	56,000	45,480	10,520
Total expenditures	56,000	45,480	10,520
Net change in fund balances	\$ (31,000)	(32,407)	(1,407)
Fund balances, beginning of year		78,633	
Fund balances, end of year		\$ 46,226	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SUPPLEMENTAL LAW ENFORCEMENT SERVICES GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 100,000	194,501	94,501
Investment earnings	-	1,044	1,044
Total revenues	100,000	195,545	95,545
EXPENDITURES:			
Current:			
Police	134,105	129,948	4,157
Total expenditures	134,105	129,948	4,157
Net change in fund balances	\$ (34,105)	65,597	99,702
Fund balances, beginning of year		26,420	
Fund balances, end of year		\$ 92,017	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STATE LIBRARY PROGRAMS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ -	10,500	10,500
Investment earnings	-	1,442	1,442
Miscellaneous	-	14,728	14,728
Total revenues	<u>-</u>	<u>26,670</u>	<u>26,670</u>
EXPENDITURES:			
Current:			
Library	<u>28,500</u>	<u>29,212</u>	<u>(712)</u>
Total expenditures	<u>28,500</u>	<u>29,212</u>	<u>(712)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(28,500)</u>	<u>(2,542)</u>	<u>25,958</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ (28,500)</u>	<u>(2,542)</u>	<u>25,958</u>
Fund balances, beginning of year		<u>136,565</u>	
Fund balances, end of year		<u>\$ 134,023</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CEMETERY ENDOWMENT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Charges for services	\$ 9,000	14,778	5,778
Investment earnings	-	2,263	2,263
Total revenues	9,000	17,041	8,041
Net change in fund balances	\$ 9,000	17,041	8,041
Fund balances, beginning of year		182,360	
Fund balances, end of year		\$ 199,401	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SPRING LAKE SPORTS PARK MAINTENANCE CFD SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Charges for services	\$ 429,685	450,740	21,055
Investment earnings	-	1,756	1,756
Total revenues	429,685	452,496	22,811
EXPENDITURES:			
Current:			
Finance	12,000	12,295	(295)
Parks and recreation	457,188	444,331	12,857
Total expenditures	469,188	456,626	12,562
Net change in fund balances	\$ (43,601)	(8,228)	35,373
Fund balances, beginning of year		152,536	
Fund balances, end of year		\$ 144,308	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE SUPPRESSION DISTRICT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Charges for services	\$ 60,000	133,596	73,596
Licenses and permits	-	420,195	420,195
Total revenues	60,000	553,791	493,791
EXPENDITURES:			
Current:			
Fire	-	6,860	(6,860)
Total expenditures	-	6,860	(6,860)
Net change in fund balances	\$ 60,000	546,931	486,931
Fund balances (deficits), beginning of year		(695,069)	
Fund balances (deficits), end of year		\$ (148,138)	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
OFF-SITE AFFORDABLE HOUSING SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Charges for services	\$ -	599,500	599,500
Investment earnings	-	3,462	3,462
Total revenues	-	602,962	602,962
EXPENDITURES:			
Current:			
Community development	1,060,000	-	1,060,000
Total expenditures	1,060,000	-	1,060,000
Net change in fund balances	\$ (1,060,000)	602,962	1,662,962
Fund balances, beginning of year		1,672,142	
Fund balances, end of year		\$ 2,275,104	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WORKFORCE HOUSING GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 331,325	271,660	(59,665)
Investment earnings	-	697	697
Total revenues	<u>331,325</u>	<u>272,357</u>	<u>(58,968)</u>
EXPENDITURES:			
Current:			
Community development	<u>331,325</u>	<u>324,039</u>	<u>7,286</u>
Total expenditures	<u>331,325</u>	<u>324,039</u>	<u>7,286</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(51,682)</u>	<u>(51,682)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	<u>-</u>	<u>491</u>	<u>491</u>
Total other financing sources (uses)	<u>-</u>	<u>491</u>	<u>491</u>
Net change in fund balances	<u>\$ -</u>	<u>(51,191)</u>	<u>(51,191)</u>
Fund balances, beginning of year		<u>127,887</u>	
Fund balances, end of year		<u>\$ 76,696</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LIGHTING & LANDSCAPING DISTRICTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Charges for services	\$ 2,270,456	2,298,982	28,526
Investment earnings	-	21,794	21,794
Miscellaneous	-	1,338	1,338
Total revenues	<u>2,270,456</u>	<u>2,322,114</u>	<u>51,658</u>
EXPENDITURES:			
Current:			
Finance	34,491	33,024	1,467
Parks and recreation	1,967,301	1,510,337	456,964
Public works	443,393	368,671	74,722
Total expenditures	<u>2,445,185</u>	<u>1,912,032</u>	<u>533,153</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(174,729)</u>	<u>410,082</u>	<u>584,811</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	19,628	19,628	-
Transfers out	(19,385)	(19,388)	(3)
Total other financing sources (uses)	<u>243</u>	<u>240</u>	<u>(3)</u>
Net change in fund balances	<u>\$ (174,486)</u>	410,322	<u>584,808</u>
Fund balances, beginning of year		<u>1,548,359</u>	
Fund balances, end of year		<u>\$ 1,958,681</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Intergovernmental	\$ 425,000	632,484	207,484
Charges for services	8,100	8,120	20
Investment earnings	650	853	203
Total revenues	433,750	641,457	207,707
EXPENDITURES:			
Current:			
Community development	830,325	599,468	230,857
Total expenditures	830,325	599,468	230,857
Net change in fund balances	\$ (396,575)	41,989	438,564
Fund balances, beginning of year		3,189,745	
Fund balances, end of year		\$ 3,231,734	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 187,500	274,306	86,806
Investment earnings	-	1,565	1,565
Total revenues	<u>187,500</u>	<u>275,871</u>	<u>88,371</u>
EXPENDITURES:			
Current:			
Police	<u>585,487</u>	<u>413,485</u>	<u>172,002</u>
Total expenditures	<u>585,487</u>	<u>413,485</u>	<u>172,002</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(397,987)</u>	<u>(137,614)</u>	<u>260,373</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	308,521	276,966	(31,555)
Transfers out	-	-	-
Total other financing sources (uses)	<u>308,521</u>	<u>276,966</u>	<u>(31,555)</u>
Net change in fund balances	<u>\$ (89,466)</u>	139,352	<u>228,818</u>
Fund balances (deficit), beginning of year		<u>(1,441)</u>	
Fund balances, end of year		<u>\$ 137,911</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOUSING ASSISTANCE SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Investment earnings	\$ -	10,927	10,927
Miscellaneous	13,500	15,716	2,216
Total revenues	13,500	26,643	13,143
EXPENDITURES:			
Current:			
Community development	34,773	127,004	(92,231)
Total expenditures	34,773	127,004	(92,231)
Excess (deficiency) of revenues over (under) expenditures	(21,273)	(100,361)	(79,088)
OTHER FINANCING SOURCES (USES):			
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	\$ (21,273)	(100,361)	(79,088)
Fund balances, beginning of year		2,077,269	
Fund balances, end of year		\$ 1,976,908	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOUSING ASSISTANCE GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Charges for services	\$ -	26,790	26,790
Investment earnings	-	13,171	13,171
Total revenues	-	39,961	39,961
EXPENDITURES:			
Current:			
Community development	-	-	-
Total expenditures	-	-	-
Net change in fund balances	\$ -	39,961	39,961
Fund balances, beginning of year		7,784,199	
Fund balances, end of year		\$ 7,824,160	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HOME GRANT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Charges for services	\$ -	-	-
Investment earnings	-	7,667	7,667
Total revenues	<u>-</u>	<u>7,667</u>	<u>7,667</u>
EXPENDITURES:			
Current:			
Community development	<u>185,250</u>	-	<u>185,250</u>
Total expenditures	<u>185,250</u>	<u>-</u>	<u>185,250</u>
Net change in fund balances	<u>\$ (185,250)</u>	7,667	<u>192,917</u>
Fund balances, beginning of year		<u>11,877,034</u>	
Fund balances, end of year		<u>\$ 11,884,701</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ENVIRONMENTAL COMPLIANCE SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Charges for services	\$ 237,600	237,005	(595)
Investment earnings	-	3,910	3,910
Total revenues	<u>237,600</u>	<u>240,915</u>	<u>3,315</u>
EXPENDITURES:			
Current:			
Community development	10,928	8,469	2,459
Public works	187,563	160,767	26,796
Total expenditures	<u>198,491</u>	<u>169,236</u>	<u>29,255</u>
Net change in fund balances	<u>\$ 39,109</u>	71,679	<u>32,570</u>
Fund balances, beginning of year		<u>293,768</u>	
Fund balances, end of year		<u>\$ 365,447</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
AFFORDABLE HOUSING IN-LIEU SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Charges for services	\$ -	147,040	147,040
Investment earnings	-	783	783
Total revenues	<u>-</u>	<u>147,823</u>	<u>147,823</u>
Net change in fund balances	<u>\$ (140,000)</u>	147,823	<u>287,823</u>
Fund balances, beginning of year		<u>61,177</u>	
Fund balances, end of year		<u>\$ 209,000</u>	

**CITY OF WOODLAND, CALIFORNIA
 COMBINING BALANCE SHEET
 NONMAJOR DEBT SERVICE FUNDS
 JUNE 30, 2018**

	2012 Lease Refunding Bonds	2014 Lease Refunding Bonds	Total Nonmajor Debt Service Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and investments	\$ 616	8,033	8,649
Total assets	<u>\$ 616</u>	<u>8,033</u>	<u>8,649</u>
 LIABILITIES AND FUND BALANCES			
Fund balances:			
Restricted	\$ 616	8,033	8,649
Total fund balances	<u>616</u>	<u>8,033</u>	<u>8,649</u>
Total liabilities and fund balances	<u>\$ 616</u>	<u>8,033</u>	<u>8,649</u>

**CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 YEAR ENDED JUNE 30, 2018**

	2012 Lease Refunding Bonds	2014 Lease Refunding Bonds	Total Nonmajor Debt Service Funds
REVENUES:			
Investment earnings	\$ 7	91	98
Total Revenues	7	91	98
EXPENDITURES:			
Debt service:			
Principal	306,200	1,192,306	1,498,506
Interest	5,996	345,521	351,517
Total expenditures	312,196	1,537,827	1,850,023
Deficiency of revenues under expenditures	(312,189)	(1,537,736)	(1,849,925)
OTHER FINANCING SOURCES:			
Transfers in	312,208	1,537,877	1,850,085
Total other financing sources (uses)	312,208	1,537,877	1,850,085
Net change in fund balance	19	141	160
Fund balance, beginning of year	597	7,892	8,489
Fund balance, end of year	\$ 616	8,033	8,649

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2012 LEASE REFUNDING BONDS DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
REVENUES:			
Investment earnings	\$ -	7	7
Total revenues	<u>-</u>	<u>7</u>	<u>7</u>
EXPENDITURES:			
Debt service:			
Principal	306,200	306,200	-
Interest	6,003	5,996	7
Total expenditures	<u>312,203</u>	<u>312,196</u>	<u>7</u>
Deficiency of revenues under expenditures	<u>(312,203)</u>	<u>(312,189)</u>	<u>14</u>
OTHER FINANCING SOURCES:			
Transfers in	312,205	312,208	3
Total other financing sources (uses)	<u>312,205</u>	<u>312,208</u>	<u>3</u>
Net change in fund balance	<u>\$ 2</u>	19	<u>17</u>
Fund balance, beginning of year		<u>597</u>	
Fund balance, end of year		<u>\$ 616</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2014 LEASE REFUNDING BONDS DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
REVENUES:			
Investment earnings	\$ -	91	91
Total revenues	-	91	91
EXPENDITURES:			
Debt service:			
Principal	1,192,306	1,192,306	-
Interest	345,570	345,521	49
Total expenditures	1,537,876	1,537,827	49
Deficiency of revenues under expenditures	(1,537,876)	(1,537,736)	140
OTHER FINANCING SOURCES:			
Transfers in	1,542,900	1,537,877	(5,023)
Total other financing sources (uses)	1,542,900	1,537,877	(5,023)
Net change in fund balance	\$ 5,024	141	(4,883)
Fund balance, beginning of year		7,892	
Fund balance, end of year		\$ 8,033	

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2018**

	City Capital Projects	Park Reserve	Park in Lieu Fees	Gibson Ranch Capital Projects	Water Development	Storm Drain Development
Assets:						
Cash and investments	\$ 1,144,786	-	681,642	106,337	132,661	-
Receivables	3,178,507	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Long-term notes receivable	-	-	-	50,473	-	-
Advances to other funds, net	-	-	-	-	-	-
Total assets	<u>\$ 4,323,293</u>	<u>-</u>	<u>681,642</u>	<u>156,810</u>	<u>132,661</u>	<u>-</u>
Liabilities:						
Accounts payable	\$ 3,153,505	-	-	-	-	-
Due to other funds	-	-	-	-	-	1,042,591
Advances from other funds	<u>3,190,057</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>6,343,562</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,042,591</u>
Fund balances (deficits):						
Restricted	-	-	681,642	156,810	132,661	-
Committed	-	-	-	-	-	-
Unassigned	<u>(2,020,269)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,042,591)</u>
Total fund balances (deficits)	<u>(2,020,269)</u>	<u>-</u>	<u>681,642</u>	<u>156,810</u>	<u>132,661</u>	<u>(1,042,591)</u>
Total liabilities, deferred inflow of resources and fund balances (deficits)	<u>\$ 4,323,293</u>	<u>-</u>	<u>681,642</u>	<u>156,810</u>	<u>132,661</u>	<u>-</u>

Surface Water Development	Special Sales Tax District	Sewer Development	Total Nonmajor Capital Projects Funds
2,927,286	4,957,777	-	9,950,489
-	-	-	3,178,507
-	2,882,103	-	2,882,103
-	-	-	50,473
-	652,336	-	652,336
<u>2,927,286</u>	<u>8,492,216</u>	<u>-</u>	<u>16,713,908</u>
-	-	-	3,153,505
-	-	-	1,042,591
-	-	-	<u>3,190,057</u>
-	-	-	<u>7,386,153</u>
2,927,286	-	-	3,898,399
-	8,492,216	-	8,492,216
-	-	-	(3,062,860)
<u>2,927,286</u>	<u>8,492,216</u>	<u>-</u>	<u>9,327,755</u>
<u>2,927,286</u>	<u>8,492,216</u>	<u>-</u>	<u>16,713,908</u>

**CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2018**

	City Capital Projects	Park Reserve	Park in Lieu Fees	Gibson Ranch Capital Projects	Water Development
REVENUES:					
Licenses and permits	\$ 1,612,952	593,519	-	-	82,404
Investment earnings	34,980	-	7,736	1,207	1,505
Miscellaneous	52,200	-	-	-	-
Total revenues	<u>1,700,132</u>	<u>593,519</u>	<u>7,736</u>	<u>1,207</u>	<u>83,909</u>
EXPENDITURES:					
Current:					
General government	11,955	-	-	-	-
Finance	33,344	-	-	-	-
Community development	46,945	-	-	-	-
Parks and recreation	13,759	-	-	-	-
Police	96,945	-	-	-	-
Library	84,884	-	-	-	-
Public works	746,175	55,242	-	-	69,799
Total expenditures	<u>1,034,007</u>	<u>55,242</u>	<u>-</u>	<u>-</u>	<u>69,799</u>
Excess (deficiency) of revenues over (under) expenditures	<u>666,125</u>	<u>538,277</u>	<u>7,736</u>	<u>1,207</u>	<u>14,110</u>
OTHER FINANCING USES:					
Transfers in	129,067	986,365	-	-	-
Transfers out	(132,373)	(1,524,642)	-	-	-
Total other financing sources (uses)	<u>(3,306)</u>	<u>(538,277)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	662,819	-	7,736	1,207	14,110
Fund balances (deficits), beginning of year	(2,683,088)	-	673,906	155,603	118,551
Fund balances (deficits), end of year	<u>\$ (2,020,269)</u>	<u>-</u>	<u>681,642</u>	<u>156,810</u>	<u>132,661</u>

Storm Drain Development	Surface Water Development	Special Sales Tax District	Sewer Development	Total Nonmajor Capital Projects Funds
81,048	448,941	-	834,166	3,653,030
-	33,219	58,499	-	137,146
24,440	-	27,491	-	104,131
<u>105,488</u>	<u>482,160</u>	<u>85,990</u>	<u>834,166</u>	<u>3,894,307</u>
-	-	-	-	11,955
-	-	-	-	33,344
-	-	18,755	-	65,700
-	-	-	-	13,759
-	-	-	-	96,945
-	-	-	-	84,884
211,309	-	2,860,126	67,442	4,010,093
<u>211,309</u>	<u>-</u>	<u>2,878,881</u>	<u>67,442</u>	<u>4,316,680</u>
<u>(105,821)</u>	<u>482,160</u>	<u>(2,792,891)</u>	<u>766,724</u>	<u>(422,373)</u>
-	-	5,123,413	-	6,238,845
-	-	(1,892,455)	(5,133,071)	(8,682,541)
-	-	3,230,958	(5,133,071)	(2,443,696)
(105,821)	482,160	438,067	(4,366,347)	(2,866,069)
(936,770)	2,445,126	8,054,149	4,366,347	12,193,824
<u>(1,042,591)</u>	<u>2,927,286</u>	<u>8,492,216</u>	<u>-</u>	<u>9,327,755</u>

CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2018

	Storm Drain	Wastewater Pretreatment	Recycling	Construction and Demolition Program
ASSETS				
Current assets:				
Cash and investments	\$ -	726,857	1,732,878	187,854
Receivables	37,212	11,414	32,475	-
Total current assets	<u>37,212</u>	<u>738,271</u>	<u>1,765,353</u>	<u>187,854</u>
Noncurrent assets:				
Advances to other funds	-	-	68,000	-
Land	447,400	-	-	-
Capital assets, net	13,805,440	-	6,113	-
Total noncurrent assets	<u>14,252,840</u>	<u>-</u>	<u>74,113</u>	<u>-</u>
Total assets	<u>14,290,052</u>	<u>738,271</u>	<u>1,839,466</u>	<u>187,854</u>
DEFERRED OUTFLOWS OF RESOURCES:				
Deferred outflows - pension related	92,301	147,527	-	-
Deferred outflows - opeb related	23,706	36,575	15,240	3,387
Total deferred outflow of resources	<u>116,007</u>	<u>184,102</u>	<u>15,240</u>	<u>3,387</u>
LIABILITIES				
Current liabilities:				
Accounts payable	27,232	4,619	17,960	73,192
Due to other funds	445,635	-	-	-
Compensated absences	571	3,584	580	102
Total current liabilities	<u>473,438</u>	<u>8,203</u>	<u>18,540</u>	<u>73,294</u>
Noncurrent liabilities:				
Compensated absences	5,127	10,394	3,002	2,722
Advances from other funds	-	-	-	68,000
Other postemployment benefits	335,552	517,708	215,712	47,936
Net pension liability	511,206	762,647	-	-
Total noncurrent liabilities	<u>851,885</u>	<u>1,290,749</u>	<u>218,714</u>	<u>118,658</u>
Total liabilities	<u>1,325,323</u>	<u>1,298,952</u>	<u>237,254</u>	<u>191,952</u>
DEFERRED INFLOWS OF RESOURCES:				
Deferred inflows - pension related	10,665	14,364	-	-
Deferred inflows - opeb related	786	1,212	505	112
Total deferred inflow of resources	<u>11,451</u>	<u>15,576</u>	<u>505</u>	<u>112</u>
NET POSITION				
Investment in capital assets	14,252,840	-	6,113	-
Unrestricted	(1,183,555)	(392,155)	1,610,834	(823)
Total net position	<u>\$ 13,069,285</u>	<u>(392,155)</u>	<u>1,616,947</u>	<u>(823)</u>

<u>Fire Training Center</u>	<u>Cemetery</u>	<u>Youth Program</u>	<u>Total Nonmajor Enterprise Funds</u>
105,382	-	158,907	2,911,878
2,922	-	-	84,023
<u>108,304</u>	<u>-</u>	<u>158,907</u>	<u>2,995,901</u>
-	-	-	68,000
-	-	-	447,400
-	-	-	13,811,553
-	-	-	14,326,953
<u>108,304</u>	<u>-</u>	<u>158,907</u>	<u>17,322,854</u>
-	-	-	239,828
10,498	9,482	-	98,888
<u>10,498</u>	<u>9,482</u>	<u>-</u>	<u>338,716</u>
-	6,235	28,473	157,711
-	603,181	-	1,048,816
-	1,751	-	6,588
-	<u>611,167</u>	<u>28,473</u>	<u>1,213,115</u>
-	-	210	21,455
-	-	-	68,000
148,601	134,221	-	1,399,730
-	-	-	1,273,853
<u>148,601</u>	<u>134,221</u>	<u>210</u>	<u>2,763,038</u>
<u>148,601</u>	<u>745,388</u>	<u>28,683</u>	<u>3,976,153</u>
-	-	-	25,029
348	314	-	3,277
<u>348</u>	<u>314</u>	<u>-</u>	<u>28,306</u>
-	-	-	14,258,953
(30,147)	(736,220)	130,224	(601,842)
<u>(30,147)</u>	<u>(736,220)</u>	<u>130,224</u>	<u>13,657,111</u>

**CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
YEAR ENDED JUNE 30, 2018**

	Storm Drain	Wastewater Pretreatment	Recycling	Construction and Demolition Program
OPERATING REVENUES:				
Charges for services	\$ 307,828	586,163	205,125	41,061
Other	84,468	-	-	-
Total operating revenues	<u>392,296</u>	<u>586,163</u>	<u>205,125</u>	<u>41,061</u>
OPERATING EXPENSES:				
Personnel services	287,769	411,454	147,348	60,212
Utilities	57,339	-	-	-
Office supplies and expenses	84,745	47,724	59,247	4,470
Contractual services	145,666	81,118	3,516	-
Depreciation	587,318	-	1,287	-
Equipment rental and maintenance	174,212	33,043	12,623	4,133
Total operating expenses	<u>1,337,049</u>	<u>573,339</u>	<u>224,021</u>	<u>68,815</u>
Operating income (loss)	<u>(944,753)</u>	<u>12,824</u>	<u>(18,896)</u>	<u>(27,754)</u>
NONOPERATING REVENUES:				
Investment earnings	-	8,248	19,665	2,132
Intergovernmental	-	-	31,661	-
Total nonoperating revenues	<u>-</u>	<u>8,248</u>	<u>51,326</u>	<u>2,132</u>
Income (loss) before transfers	(944,753)	21,072	32,430	(25,622)
Transfers in	242,000	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net position	(702,753)	21,072	32,430	(25,622)
Net position, beginning of year, as restated	13,772,038	(413,227)	1,584,517	24,799
Net position, end of year	<u>\$ 13,069,285</u>	<u>(392,155)</u>	<u>1,616,947</u>	<u>(823)</u>

<u>Fire Training Center</u>	<u>Cemetery</u>	<u>Youth Program</u>	<u>Total Nonmajor Enterprise Funds</u>
-	100,373	370,327	1,610,877
-	-	-	84,468
<u>-</u>	<u>100,373</u>	<u>370,327</u>	<u>1,695,345</u>
3,242	197,063	130,284	1,237,372
-	117,713	-	175,052
-	58,045	39,197	293,428
-	14,356	161,923	406,579
-	-	-	588,605
-	29,433	1,277	254,721
<u>3,242</u>	<u>416,610</u>	<u>332,681</u>	<u>2,955,757</u>
<u>(3,242)</u>	<u>(316,237)</u>	<u>37,646</u>	<u>(1,260,412)</u>
1,195	-	1,803	33,043
-	-	-	31,661
<u>1,195</u>	<u>-</u>	<u>1,803</u>	<u>64,704</u>
(2,047)	(316,237)	39,449	(1,195,708)
-	200,000	-	442,000
<u>-</u>	<u>-</u>	<u>(3,142)</u>	<u>(3,142)</u>
(2,047)	(116,237)	36,307	(756,850)
<u>(28,100)</u>	<u>(619,983)</u>	<u>93,917</u>	<u>14,413,961</u>
<u>(30,147)</u>	<u>(736,220)</u>	<u>130,224</u>	<u>13,657,111</u>

**CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2018**

	Storm Drain	Wastewater Pretreatment	Recycling	Construction and Demolition Program
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ 356,044	586,088	204,369	41,061
Payments to suppliers	(452,058)	(160,727)	(73,872)	(1,411)
Payments to employees	(268,683)	(382,244)	(146,634)	(58,259)
Net cash provided (used) by operating activities	(364,697)	43,117	(16,137)	(18,609)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Cash received from other funds	364,697	-	-	-
Cash paid to other funds	-	-	-	-
Operating grants received	-	-	31,661	-
Net cash provided (used) by noncapital financing activities	364,697	-	31,661	-
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest received	-	8,248	19,665	2,132
Net increase (decrease) in cash and cash equivalents	-	51,365	35,189	(16,477)
Cash and cash equivalents, beginning of year	-	675,492	1,697,689	204,331
Cash and cash equivalents, end of year	\$ -	726,857	1,732,878	187,854
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	\$ (944,753)	12,824	(18,896)	(27,754)
Adjustment to reconcile operating income (loss) to net cash flows provided (used) by operating activities:				
Depreciation	587,318	-	1,287	-
Change in assets and liabilities:				
Receivables	(36,252)	(75)	(756)	-
Deferred outflow - pension related	(21,019)	(35,013)	-	-
Deferred outflow - opeb related	114	176	73	16
Accounts payable	9,904	1,158	1,514	7,192
Compensated absences	(924)	(2,559)	(3,994)	907
Other postemployment benefits	6,424	9,910	4,130	918
Net pension liability	30,456	50,241	-	-
Deferred inflow - pension related	3,249	5,243	-	-
Deferred inflow - opeb related	786	1,212	505	112
Total adjustments	580,056	30,293	2,759	9,145
Net cash provided (used) by operating activities	\$ (364,697)	43,117	(16,137)	(18,609)

<u>Fire Training Center</u>	<u>Cemetery</u>	<u>Youth Program</u>	<u>Total Nonmajor Enterprise Funds</u>
-	100,373	370,327	1,658,262
-	(214,136)	(197,599)	(1,099,803)
-	(194,132)	(132,484)	(1,182,436)
-	(307,895)	40,244	(623,977)
-	307,895	-	672,592
-	-	(3,142)	(3,142)
-	-	-	31,661
-	307,895	(3,142)	701,111
1,196	-	1,803	33,044
1,196	-	38,905	110,178
104,186	-	120,002	2,801,700
105,382	-	158,907	2,911,878
(3,242)	(316,237)	37,646	(1,260,412)
-	-	-	588,605
-	-	-	(37,083)
-	-	-	(56,032)
51	46	-	476
-	5,411	4,798	29,977
-	1	140	(6,429)
2,844	2,570	(2,340)	24,456
-	-	-	80,697
-	-	-	8,492
347	314	-	3,276
3,242	8,342	2,598	636,435
-	(307,895)	40,244	(623,977)

CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2018

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Facilities Replacement	Total
ASSETS						
Current assets:						
Cash and investments	\$ 5,138,060	171,873	2,845,400	1,264,398	1,292,148	10,711,879
Receivables	-	-	25,283	-	-	25,283
Total current assets	<u>5,138,060</u>	<u>171,873</u>	<u>2,870,683</u>	<u>1,264,398</u>	<u>1,292,148</u>	<u>10,737,162</u>
Noncurrent assets:						
Capital assets, net	<u>7,537,219</u>	-	-	<u>430,991</u>	<u>7,896</u>	<u>7,976,106</u>
Total assets	<u>12,675,279</u>	<u>171,873</u>	<u>2,870,683</u>	<u>1,695,389</u>	<u>1,300,044</u>	<u>18,713,268</u>
DEFERRED OUTFLOWS OF RESOURCES:						
Deferred outflows - pension related	308,036	-	-	412,978	-	721,014
Deferred outflows - opeb related	<u>87,035</u>	-	<u>4,741</u>	<u>70,102</u>	-	<u>161,878</u>
Total deferred outflows of resources	<u>395,071</u>	<u>-</u>	<u>4,741</u>	<u>483,080</u>	<u>-</u>	<u>882,892</u>
LIABILITIES						
Current liabilities:						
Accounts payable	179,843	502	11,715	43,056	5,278	240,394
Interest payable	31,831	-	-	-	-	31,831
Compensated absences	1,981	-	2,167	467	-	4,615
Capital lease obligations	<u>484,275</u>	-	-	-	-	<u>484,275</u>
Total current liabilities	<u>697,930</u>	<u>502</u>	<u>13,882</u>	<u>43,523</u>	<u>5,278</u>	<u>761,115</u>
Noncurrent liabilities:						
Compensated absences	26,867	-	1,591	34,893	-	63,351
Capital lease obligations	2,369,650	-	-	-	-	2,369,650
Other postemployment benefits	1,231,953	-	67,110	992,274	-	2,291,337
Net pension liability	<u>1,694,296</u>	-	-	<u>2,048,878</u>	-	<u>3,743,174</u>
Total noncurrent liabilities	<u>5,322,766</u>	<u>-</u>	<u>68,701</u>	<u>3,076,045</u>	<u>-</u>	<u>8,467,512</u>
Total liabilities	<u>6,020,696</u>	<u>502</u>	<u>82,583</u>	<u>3,119,568</u>	<u>5,278</u>	<u>9,228,627</u>
DEFERRED INFLOWS OF RESOURCES:						
Deferred inflows - pension related	31,924	-	-	33,489	-	65,413
Deferred inflows - opeb related	<u>2,885</u>	-	<u>157</u>	<u>2,324</u>	-	<u>5,366</u>
Total deferred inflows of resources	<u>34,809</u>	<u>-</u>	<u>157</u>	<u>35,813</u>	<u>-</u>	<u>70,779</u>
NET POSITION						
Net investment in capital assets	4,683,294	-	-	430,991	7,896	5,122,181
Unrestricted	<u>2,331,551</u>	<u>171,371</u>	<u>2,792,684</u>	<u>(1,407,903)</u>	<u>1,286,870</u>	<u>5,174,573</u>
Total net position	<u>\$ 7,014,845</u>	<u>171,371</u>	<u>2,792,684</u>	<u>(976,912)</u>	<u>1,294,766</u>	<u>10,296,754</u>

**CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET POSITION
YEAR ENDED JUNE 30, 2018**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Facilities Replacement	Total
OPERATING REVENUES:						
Billings to departments	\$ 3,200,452	8,148,643	1,774,092	2,041,353	-	15,164,540
Other	226	-	108,082	506	60,000	168,814
Total operating revenues	<u>3,200,678</u>	<u>8,148,643</u>	<u>1,882,174</u>	<u>2,041,859</u>	<u>60,000</u>	<u>15,333,354</u>
OPERATING EXPENSES:						
Personnel services	809,819	-	268,828	1,106,785	-	2,185,432
Utilities	3,464	-	-	8,034	-	11,498
Office supplies and expenses	724,372	-	-	210,757	-	935,129
Small tools and supplies	2,227	-	-	-	-	2,227
Depreciation	975,948	-	-	98,294	365	1,074,607
Equipment rental and maintenance	201,845	-	-	452,728	416,418	1,070,991
Insurance premiums and claims	-	8,333,964	1,165,867	-	-	9,499,831
Total operating expenses	<u>2,717,675</u>	<u>8,333,964</u>	<u>1,434,695</u>	<u>1,876,598</u>	<u>416,783</u>	<u>14,779,715</u>
Operating income (loss)	<u>483,003</u>	<u>(185,321)</u>	<u>447,479</u>	<u>165,261</u>	<u>(356,783)</u>	<u>553,639</u>
NONOPERATING REVENUES (EXPENSES):						
Investment earnings	58,308	6,072	30,830	15,810	14,663	125,683
Interest expense	(97,025)	-	-	-	-	(97,025)
Gain (loss) on disposal of capital assets	13,761	-	-	-	-	13,761
Total nonoperating revenues (expenses)	<u>(24,956)</u>	<u>6,072</u>	<u>30,830</u>	<u>15,810</u>	<u>14,663</u>	<u>42,419</u>
Income (loss) before transfers	458,047	(179,249)	478,309	181,071	(342,120)	596,058
Transfers in	122,069	-	-	-	236,970	359,039
Change in net position	580,116	(179,249)	478,309	181,071	(105,150)	955,097
Net position, beginning of year, as restated	6,434,729	350,620	2,314,375	(1,157,983)	1,399,916	9,341,657
Net position, end of year	<u>\$ 7,014,845</u>	<u>171,371</u>	<u>2,792,684</u>	<u>(976,912)</u>	<u>1,294,766</u>	<u>10,296,754</u>

**CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2018**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Facilities Replacement	Total
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from customers and user departments	\$ 3,230,171	8,148,641	1,913,793	2,041,859	60,000	15,394,464
Payments to suppliers	(790,685)	-	-	(695,252)	(430,348)	(1,916,285)
Payments to employees	(756,275)	-	(267,624)	(1,023,124)	-	(2,047,023)
Insurance premiums and claims paid	-	(8,366,455)	(1,165,007)	-	-	(9,531,462)
Net cash provided (used) by operating activities	<u>1,683,211</u>	<u>(217,814)</u>	<u>481,162</u>	<u>323,483</u>	<u>(370,348)</u>	<u>1,899,694</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Transfers in	122,069	-	-	-	236,970	359,039
Net cash provided (used) by noncapital financing activities	<u>122,069</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>236,970</u>	<u>359,039</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Acquisition of capital assets	(614,637)	-	-	(100,170)	(8,291)	(723,098)
Proceeds from sale of capital assets	13,365	-	-	-	-	13,365
Principal payments on long-term debt	(592,348)	-	-	-	-	(592,348)
Interest paid	(100,789)	-	-	-	-	(100,789)
Net cash used by capital and related financing activities	<u>(1,294,409)</u>	<u>-</u>	<u>-</u>	<u>(100,170)</u>	<u>(8,291)</u>	<u>(1,402,870)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received	58,308	6,073	30,830	15,810	14,663	125,684
Net cash provided by investing activities	<u>58,308</u>	<u>6,073</u>	<u>30,830</u>	<u>15,810</u>	<u>14,663</u>	<u>125,684</u>
Net increase (decrease) in cash and cash equivalents	569,179	(211,741)	511,992	239,123	(127,006)	981,547
Cash and cash equivalents, beginning of year	4,568,881	383,614	2,333,408	1,025,275	1,419,154	9,730,332
Cash and cash equivalents, end of year	<u>\$ 5,138,060</u>	<u>171,873</u>	<u>2,845,400</u>	<u>1,264,398</u>	<u>1,292,148</u>	<u>10,711,879</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating income (loss)	\$ 483,003	(185,321)	447,479	165,261	(356,783)	553,639
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	975,948	-	-	98,294	365	1,074,607
Changes in assets and liabilities:						
Receivables	29,493	-	31,619	-	-	61,112
Deferred outflow - pension related	(57,848)	-	-	(90,110)	-	(147,958)
Deferred outflow - opeb related	418	-	23	337	-	778
Accounts payable	141,223	(32,493)	860	(23,733)	(13,930)	71,927
Compensated absences	(13,999)	-	(260)	5,780	-	(8,479)
Other postemployment benefits	23,583	-	1,284	18,995	-	43,862
Net pension liability	88,092	-	-	131,935	-	220,027
Deferred inflow - pension related	10,413	-	-	14,400	-	24,813
Deferred inflow - opeb related	2,885	-	157	2,324	-	5,366
Total adjustments	<u>1,200,208</u>	<u>(32,493)</u>	<u>33,683</u>	<u>158,222</u>	<u>(13,565)</u>	<u>1,346,055</u>
Net cash provided (used) by operating activities	<u>\$ 1,683,211</u>	<u>(217,814)</u>	<u>481,162</u>	<u>323,483</u>	<u>(370,348)</u>	<u>1,899,694</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:						
Capital leases issued	\$ 253,949	-	-	-	-	253,949

CITY OF WOODLAND, CALIFORNIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 2018

East Main Reassessment District				
	Balance, June 30, 2017	Additions	Deletions	Balance, June 30, 2018
ASSETS:				
Cash and investments	\$ 36,992	-	(2,154)	34,838
Total assets	\$ 36,992	-	(2,154)	34,838
LIABILITIES:				
Due to assessment district bondholders	\$ 36,992	-	(2,154)	34,838

Beamer-Kentucky Assessment District				
	Balance, June 30, 2017	Additions	Deletions	Balance, June 30, 2018
ASSETS:				
Cash and investments	\$ 25,005	-	-	25,005
Total assets	\$ 25,005	-	-	25,005
LIABILITIES:				
Due to assessment district bondholders	\$ 25,005	-	-	25,005

Gibson Ranch Community Facilities District				
	Balance, June 30, 2017	Additions	Deletions	Balance, June 30, 2018
ASSETS:				
Cash and investments	\$ 2,598,003	2,821,837	(2,770,598)	2,649,242
Cash and investments with fiscal agents	226,408	222,379	(220,828)	227,959
Accounts receivable	62,158	61,731	(62,158)	61,731
Total assets	\$ 2,886,569	3,105,947	(3,053,584)	2,938,932
LIABILITIES:				
Due to assessment district bondholders	\$ 2,886,569	3,105,947	(3,053,584)	2,938,932

CITY OF WOODLAND, CALIFORNIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 2018

	Spring Lake Community Facilities District			
	Balance, June 30, 2017	Additions	Deletions	Balance, June 30, 2018
ASSETS:				
Cash and investments	\$ 477,847	11,380,336	(11,270,998)	587,185
Cash and investments with fiscal agents	3,257,863	3,306,197	(3,289,089)	3,274,971
Accounts receivable	152,824	165,835	(152,824)	165,835
Total assets	<u>\$ 3,888,534</u>	<u>14,852,368</u>	<u>(14,712,911)</u>	<u>4,027,991</u>
LIABILITIES:				
Due to assessment district bondholders	<u>\$ 3,888,534</u>	<u>14,852,368</u>	<u>(14,712,911)</u>	<u>4,027,991</u>

	Recreation Contract			
	Balance, June 30, 2017	Additions	Deletions	Balance, June 30, 2018
ASSETS:				
Cash and investments	\$ 26	-	-	26
Total assets	<u>\$ 26</u>	<u>-</u>	<u>-</u>	<u>26</u>
LIABILITIES:				
Accounts payable	<u>\$ 26</u>	<u>-</u>	<u>-</u>	<u>26</u>

	Totals			
	Balance, June 30, 2017	Additions	Deletions	Balance, June 30, 2018
ASSETS:				
Cash and investments	\$ 3,137,873	14,202,173	(14,043,750)	3,296,296
Cash and investments with fiscal agents	3,484,271	3,528,576	(3,509,917)	3,502,930
Accounts receivable	214,982	227,566	(214,982)	227,566
Total assets	<u>\$ 6,837,126</u>	<u>17,958,315</u>	<u>(17,768,649)</u>	<u>7,026,792</u>
LIABILITIES:				
Accounts payable	26	-	-	26
Due to assessment district bondholders	6,837,100	17,958,315	(17,768,649)	7,026,766
Total liabilities	<u>\$ 6,837,126</u>	<u>17,958,315</u>	<u>(17,768,649)</u>	<u>7,026,792</u>

STATISTICAL SECTION

This section of the City of Woodland's (City) comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information depicts about the City's overall health.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	136
Revenue Capacity <i>These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.</i>	142
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	150
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.</i>	155
Operating Information <i>These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.</i>	158

Sources: *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement No. 34 in fiscal year 2002-2003; schedules presenting government-wide information include information beginning in that year.*

**CITY OF WOODLAND, CALIFORNIA
NET POSITION
LAST TEN FISCAL YEARS**

	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Governmental activities										
Net investment in capital assets	\$167,697,342	\$175,149,249	\$175,532,061	\$179,481,830	\$179,307,034	\$201,865,849	\$200,742,596	\$204,139,769	\$197,730,271	\$200,684,803
Restricted	26,905,963	28,664,010	20,654,005	8,258,134	14,028,356	41,596,236	48,421,554	61,802,695	78,739,292	41,757,131
Unrestricted	15,628,835	2,550,781	13,458,688	32,875,965	29,647,237	(56,750,876)	(53,846,878)	(58,584,957)	(56,023,241)	(40,298,049)
Total governmental activities net position	\$ 210,232,140	\$ 206,364,040	\$ 209,644,754	\$ 220,615,929	\$ 222,982,627	\$ 186,711,209	\$ 195,317,272	\$ 207,357,507	\$ 220,446,322	\$ 202,143,885
Business-type activities										
Net investment in capital assets	\$103,132,145	\$78,435,923	\$77,270,997	\$94,090,215	\$97,596,088	\$76,268,294	\$82,244,194	\$78,002,120	\$90,210,345	\$62,468,454
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	8,444,484	32,896,495	40,449,763	21,789,158	22,193,301	13,715,826	15,380,051	28,793,952	26,443,898	57,141,463
Total business-type activities net position	\$ 111,576,629	\$ 111,332,418	\$ 117,720,760	\$ 115,879,373	\$ 119,789,389	\$ 89,984,120	\$ 97,624,245	\$ 106,796,072	\$ 116,654,243	\$ 119,609,917
Primary government										
Net investment in capital assets	\$ 270,829,487	\$ 253,585,172	\$ 252,803,058	\$ 273,572,045	\$ 276,903,122	\$ 278,134,143	\$ 282,986,790	\$ 282,141,889	\$ 287,940,616	\$ 263,153,257
Restricted	26,905,963	28,664,010	20,654,005	8,258,134	14,028,356	41,596,236	48,421,554	61,802,695	78,739,292	41,757,131
Unrestricted	24,073,319	35,447,276	53,908,451	54,665,123	51,840,538	(43,035,050)	(38,466,827)	(29,791,005)	(29,579,343)	16,843,414
Total primary government net position	\$ 321,808,769	\$ 317,696,458	\$ 327,365,514	\$ 336,495,302	\$ 342,772,016	\$ 276,695,329	\$ 292,941,517	\$ 314,153,579	\$ 337,100,565	\$ 321,753,802

**CITY OF WOODLAND, CALIFORNIA
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Expenses										
Governmental activities:										
General government	\$ 1,909,619	\$ 2,099,341	\$ 1,828,119	\$ 1,867,905	\$ 1,938,057	\$ 2,039,187	\$ 2,092,408	\$ 2,562,866	\$ 2,632,141	\$ 2,877,346
Finance	1,131,247	905,273	856,310	967,592	750,822	889,250	1,069,252	1,147,630	1,224,229	1,356,590
Community Development	7,073,091	5,316,025	5,788,512	7,007,458	5,018,649	6,245,673	2,463,449	4,239,966	5,527,305	5,509,121
Parks, recreation and community services	4,960,573	4,371,128	3,778,885	3,707,203	4,714,032	4,532,286	2,287,072	3,079,686	5,837,018	5,179,691
Police	15,755,916	15,466,484	14,854,765	15,153,397	14,876,820	16,032,379	16,029,136	16,443,083	18,108,040	20,053,492
Fire	9,306,236	9,576,035	9,176,631	9,042,954	8,880,705	9,111,668	9,432,683	9,018,533	9,945,555	11,404,109
Library	1,700,371	1,419,705	1,521,535	1,251,319	1,293,192	1,346,025	1,563,657	1,833,222	1,410,692	1,885,195
Public Works	13,271,321	15,842,416	14,874,781	11,579,948	13,330,496	17,819,983	26,672,147	22,410,825	26,252,964	19,632,291
Interest on long-term liabilities	3,926,300	3,817,325	3,738,641	3,583,229	2,152,033	2,293,501	708,902	649,795	508,458	830,858
Total governmental activities expenses	\$ 59,034,674	\$ 58,813,732	\$ 56,418,179	\$ 54,161,005	\$ 52,954,805	\$ 60,309,952	\$ 62,318,706	\$ 61,385,606	\$ 71,446,402	\$ 68,728,693
Business-type activities:										
Water Utility	\$ 6,698,569	\$ 7,248,618	\$ 8,135,324	\$ 9,130,218	\$ 9,446,118	\$ 8,086,991	\$ 10,045,587	\$ 11,638,227	\$ 19,113,807	\$ 21,453,307
Sewer	9,020,553	8,715,448	9,963,470	9,293,367	9,678,411	10,520,458	11,900,894	11,703,113	12,321,747	14,082,795
Storm Drain	922,637	1,063,417	1,038,603	1,131,441	1,189,593	1,214,331	1,216,287	1,336,969	1,347,105	1,337,049
Wastewater Pretreatment	308,436	408,221	432,021	441,990	454,472	451,707	443,191	355,402	514,752	573,339
Recycling	301,096	336,672	355,318	388,741	383,512	218,393	210,560	246,169	260,861	224,021
Construction and Demolition	68,075	69,855	33,570	36,428	37,857	36,469	30,481	36,921	40,697	68,815
Fire Training Center	347,173	435,031	486,268	53,667	35,531	28,832	-	-	-	3,242
Cemetery	387,079	306,882	272,134	257,868	346,881	375,040	388,823	356,774	379,365	416,610
Dubach Park	2,153	463	-	-	-	-	-	-	-	-
Youth Program	9,695	5,403	309,987	284,635	276,773	311,839	331,978	296,739	327,151	332,681
Total business-type activities expenses	18,065,466	18,590,010	21,026,695	21,018,355	21,849,148	21,244,060	24,567,801	25,970,314	34,305,485	38,491,859
Total primary government expenses	\$ 77,100,140	\$ 77,403,742	\$ 77,444,874	\$ 75,179,360	\$ 74,803,953	\$ 81,554,012	\$ 86,886,507	\$ 87,355,920	\$ 105,751,887	\$ 107,220,552
Program Revenues										
Governmental activities:										
Charges for Services:										
General Government	\$ 1,891,825	\$ 920,426	\$ 883,057	\$ 1,203,443	\$ 1,231,212	\$ 1,229,205	\$ 1,239,165	\$ 1,239,166	\$ 1,306,576	\$ 1,311,070
Finance	229,906	90,698	45,210	63,420	88,357	241,992	201,640	332,318	297,873	200,176
Community Development	8,215,989	1,464,819	2,772,625	1,655,042	1,951,406	3,209,890	4,461,411	3,943,510	2,312,653	5,276,620
Parks, recreation and community services	3,194,424	1,908,106	1,957,743	1,813,086	2,169,543	3,400,600	3,536,765	4,852,679	6,019,203	4,395,108
Police	834,577	467,329	491,091	441,094	413,477	465,017	582,891	694,050	650,034	589,290
Fire	1,165,662	821,018	876,684	604,218	673,666	864,430	1,079,434	840,571	910,108	1,249,358
Library	101,242	21,678	33,314	30,315	34,751	25,043	35,875	37,925	37,606	30,328
Public Works	7,615,676	3,048,102	6,098,190	2,052,500	4,047,490	8,103,812	8,979,418	13,044,170	10,090,025	8,706,551
Operating Grants and Contributions	5,608,509	6,787,871	13,264,070	8,236,961	7,134,363	5,693,003	6,389,131	3,402,505	8,815,964	3,879,887
Capital Grants and Contributions	1,435,075	6,362,304	4,891,898	5,007,388	2,630,439	1,454,885	7,439,508	5,504,964	13,954,093	5,441,510
Total governmental activities program revenues	\$ 30,292,885	\$ 21,892,351	\$ 31,313,882	\$ 21,107,467	\$ 20,374,704	\$ 24,687,877	\$ 33,945,238	\$ 33,891,858	\$ 44,394,135	\$ 31,079,898
Business-type activities:										
Charges for services:										
Water	\$ 6,354,592	\$ 7,353,553	\$ 8,928,928	\$ 10,473,615	\$ 14,333,538	\$ 17,291,417	\$ 18,054,894	\$ 19,579,694	\$ 21,217,541	\$ 23,294,726
Sewer	10,487,752	10,861,213	10,004,352	10,462,106	10,664,507	11,211,192	12,499,837	13,597,571	15,248,670	16,422,554
Storm Drain	183,738	196,682	197,875	225,744	298,162	171,153	375,524	311,668	352,983	392,296
Wastewater Pretreatment	394,743	408,337	393,113	398,748	407,718	423,878	454,744	498,480	541,230	586,163
Recycling	282,949	176,253	187,079	380,597	375,386	190,277	191,293	195,983	201,094	205,125
Construction & Demolition	62,446	15,675	24,870	18,975	49,175	41,600	44,000	68,040	63,777	41,061
Fire Training	337,305	407,401	549,684	1,322	74,724	-	-	28,832	-	-
Cemetery	110,808	85,140	73,560	74,277	83,663	88,886	88,182	83,566	104,857	100,373
Dubach Park	-	25	-	-	-	-	-	-	-	-
Youth Program	8,046	3,735	219,079	313,968	288,558	280,023	335,429	374,709	358,546	370,327
Operating Grants and Contributions	59,306	209,014	4,969,979	38,307	33,967	92,367	19,543	49,297	46,027	184,180
Capital Grants and Contributions	-	-	-	560,805	454,350	209,626	-	-	5,449,632	-
Total business-type activities program revenues	18,281,685	19,717,028	25,548,519	22,948,464	27,063,748	30,000,419	32,063,446	34,787,840	43,584,357	41,596,805
Total primary government program revenues	\$ 48,574,570	\$ 41,609,379	\$ 56,862,401	\$ 44,055,931	\$ 47,438,452	\$ 54,688,296	\$ 66,008,684	\$ 68,679,698	\$ 87,978,492	\$ 72,676,703

**CITY OF WOODLAND, CALIFORNIA
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS**

(continued)

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Net (expense)/revenue										
Governmental activities	\$ (28,741,789)	\$ (36,921,381)	\$ (25,104,297)	\$ (33,053,538)	\$ (32,580,779)	\$ (35,622,075)	\$ (28,373,468)	\$ (27,493,748)	\$ (27,052,267)	\$ (37,648,795)
Business-type activities	216,219	1,127,018	4,521,824	1,930,109	5,214,600	8,756,359	7,495,645	8,817,526	9,278,872	3,104,946
Total primary government net expense	<u>(28,525,570)</u>	<u>(35,794,363)</u>	<u>(20,582,473)</u>	<u>(31,123,429)</u>	<u>(27,366,179)</u>	<u>(26,865,716)</u>	<u>(20,877,823)</u>	<u>(18,676,222)</u>	<u>(17,773,395)</u>	<u>(34,543,849)</u>
General Revenues & Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	\$ 11,416,389	\$ 11,034,574	\$ 10,398,932	\$ 8,837,027	\$ 8,879,480	\$ 9,085,112	\$ 9,787,516	\$ 10,398,690	\$ 11,104,333	\$ 11,686,951
Utility users tax (Measure E/V/J)	3,732,000	3,692,982	5,224,831	5,975,097	6,544,907	6,580,336	6,922,242	7,448,632	7,503,290	7,652,298
Other taxes	880,676	838,561	915,164	981,669	1,037,341	1,167,823	1,219,288	1,590,048	2,000,715	1,738,218
Franchise fees	1,607,431	1,641,841	1,833,993	2,915,858	2,094,726	2,144,472	2,298,110	2,299,902	2,396,434	2,433,541
Sales taxes	9,210,512	8,552,518	8,934,116	9,567,479	11,137,304	11,367,403	11,302,455	12,789,183	12,568,944	13,540,689
Motor vehicle in lieu fees	4,365,446	4,247,958	4,146,982	3,767,051	3,719,377	3,780,988	4,130,608	4,407,140	4,627,445	4,934,845
Investment earnings	1,169,692	531,345	347,056	172,234	105,909	230,921	425,155	485,848	(67,835)	(260,657)
Gain from disposal of capital assets	320	918,649	460,403	-	-	-	-	-	-	-
Miscellaneous	-	-	-	81,102	55,912	599,628	1,020,912	404,907	331,554	393,547
Extraordinary item	-	-	-	7,831,956	-	-	-	-	-	-
Transfers	630,934	1,594,853	599,702	3,904,240	1,372,521	24,540,553	(126,755)	(176,301)	(324,793)	(5,513,156)
Total governmental activities	<u>33,013,400</u>	<u>33,053,281</u>	<u>32,861,179</u>	<u>44,033,713</u>	<u>34,947,477</u>	<u>59,497,236</u>	<u>36,979,531</u>	<u>39,648,049</u>	<u>40,140,087</u>	<u>36,606,276</u>
Business-type activities:										
Investment earnings	752,508	223,624	223,636	132,744	67,937	22,246	17,725	178,000	254,506	613,252
Miscellaneous	-	-	-	-	-	-	-	-	-	-
Transfers	(630,934)	(1,594,853)	(599,702)	(3,904,240)	(1,372,521)	(24,540,553)	126,755	176,301	324,793	5,513,156
Total business-type activities	<u>121,574</u>	<u>(1,371,229)</u>	<u>(376,066)</u>	<u>(3,771,496)</u>	<u>(1,304,584)</u>	<u>(24,518,307)</u>	<u>144,480</u>	<u>354,301</u>	<u>579,299</u>	<u>6,126,408</u>
Total primary government	<u>33,134,974</u>	<u>31,682,052</u>	<u>32,485,113</u>	<u>40,262,217</u>	<u>33,642,893</u>	<u>34,978,929</u>	<u>37,124,011</u>	<u>40,002,350</u>	<u>40,719,386</u>	<u>42,732,684</u>
Change in net position										
Governmental activities	\$ 4,271,611	\$ (3,868,100)	\$ 7,756,882	\$ 10,980,175	\$ 2,366,698	\$ 23,875,161	\$ 8,606,063	\$ 12,154,301	\$ 13,087,820	\$ (1,042,519)
Business-type activities	337,793	(244,211)	4,145,758	(1,841,387)	3,910,016	(15,761,948)	7,640,125	9,171,827	9,858,171	9,231,354
Total primary government	<u>\$ 4,609,404</u>	<u>\$ (4,112,311)</u>	<u>\$ 11,902,640</u>	<u>\$ 9,138,788</u>	<u>\$ 6,276,714</u>	<u>\$ 8,113,213</u>	<u>\$ 16,246,188</u>	<u>\$ 21,326,128</u>	<u>\$ 22,945,991</u>	<u>\$ 8,188,835</u>

(concluded)

**CITY OF WOODLAND, CALIFORNIA
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
General Fund										
Reserved	\$ 140,827	\$ 130,820								
Unreserved	5,154,515	4,196,104								
Nonspendable			137,502	122,447	1,645,838	1,647,515	1,624,341	1,593,308	1,195,935	1,083,689
Restricted										
Committed										
Assigned			167,062	2,500,000	2,558,427					
Unassigned			6,222,142	6,492,414	8,610,584	10,314,030	13,137,168	15,689,229	16,867,777	14,066,333
Total general fund	<u>\$ 5,295,342</u>	<u>\$ 4,326,924</u>	<u>\$ 6,526,706</u>	<u>\$ 9,114,861</u>	<u>\$ 12,814,849</u>	<u>\$ 11,961,545</u>	<u>\$ 14,761,509</u>	<u>\$ 17,282,537</u>	<u>\$ 18,063,712</u>	<u>\$ 15,150,022</u>
All Other Governmental Funds										
Reserved	\$ 18,281,716	\$ 19,302,650								
Unreserved, undesignated reported in										
Special revenue funds	462,661	1,666,703								
Capital projects fund	7,643,280	(2,085,018)								
Nonspendable			1,799,931	1,601,631	2,167,325	1,293,088	1,293,088	-	-	-
Restricted			21,909,670	6,653,917	7,304,059	30,154,832	34,398,178	35,118,294	38,134,770	34,905,667
Committed			14,422,191	5,700,086	4,556,972	9,195,345	12,730,288	17,056,857	33,254,039	32,130,286
Assigned			-	-	-	-	-	-	-	-
Unassigned			(20,805,659)	(6,875,647)	(8,512,711)	(8,288,423)	(5,978,223)	(7,749,826)	(5,794,909)	(6,404,013)
Total all other governmental funds	<u>\$ 26,387,657</u>	<u>\$ 18,884,335</u>	<u>\$ 17,326,133</u>	<u>\$ 7,079,987</u>	<u>\$ 5,515,645</u>	<u>\$ 32,354,842</u>	<u>\$ 42,443,331</u>	<u>\$ 44,425,325</u>	<u>\$ 65,593,900</u>	<u>\$ 60,631,940</u>

Note: In FY2010-11 The City implemented GASB 54, which changed the classification of fund balances.

**CITY OF WOODLAND, CALIFORNIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Revenues										
Taxes	\$ 25,100,332	\$ 23,975,565	\$ 25,269,320	\$ 25,234,629	\$ 27,474,679	\$ 28,078,284	\$ 29,111,748	\$ 32,226,553	\$ 33,177,281	\$ 34,618,156
Fines and penalties	456,942	434,173	299,959	301,010	233,457	270,097	153,573	351,054	297,035	297,811
Intergovernmental	11,521,084	16,528,740	16,816,206	15,869,613	12,207,026	10,911,779	11,815,973	8,663,614	13,807,892	11,934,610
Charges for services	7,238,752	6,980,697	6,722,574	6,469,633	6,758,215	7,491,663	8,165,103	8,166,108	9,277,008	9,248,795
Licenses, fees, and permits	16,257,298	6,351,522	10,473,850	6,215,330	8,613,706	14,474,151	16,217,959	19,414,623	18,317,158	15,894,262
Investment earnings	1,105,856	500,718	325,503	156,679	89,934	225,387	422,080	451,545	(127,369)	(386,339)
Other revenues	283,082	265,241	2,846,757	638,880	734,100	767,891	1,689,609	3,799,039	15,472,662	1,065,323
Total revenues	61,963,346	55,036,656	62,754,169	54,885,774	56,111,117	62,219,252	67,576,045	73,072,536	90,221,667	72,672,618
Expenditures										
General government	1,780,986	2,009,548	1,785,362	1,887,547	1,974,471	2,016,899	2,087,657	2,543,644	2,642,229	2,895,020
Finance	1,568,733	1,320,219	1,679,387	1,017,851	754,839	842,655	734,768	892,053	936,692	1,041,329
Community development	7,366,038	6,837,345	10,045,386	7,634,734	5,711,061	7,106,100	7,088,552	6,276,145	6,586,236	6,622,097
Parks, recreation and community services	12,462,217	4,150,055	3,474,596	3,226,867	4,127,982	4,442,963	2,478,330	2,809,021	11,887,161	7,258,156
Police	14,987,573	14,651,667	14,505,727	14,898,036	14,866,485	16,109,049	16,272,734	17,334,799	18,352,713	20,971,073
Fire	9,016,008	9,285,591	9,192,179	9,104,347	9,010,780	9,311,327	9,661,488	9,799,485	10,243,246	12,059,952
Library	1,835,271	1,428,738	1,146,589	1,174,947	1,394,024	1,452,647	1,664,623	1,990,937	2,033,200	1,996,478
Public works	15,660,159	19,588,664	17,451,621	14,897,876	10,463,175	8,606,203	14,590,094	13,828,550	13,072,334	14,764,730
Subtotal	64,676,985	59,271,827	59,280,847	53,842,205	48,302,817	49,887,843	54,578,246	55,474,634	65,753,811	67,608,835

continued

CITY OF WOODLAND, CALIFORNIA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONTINUED)
LAST TEN FISCAL YEARS

(continued)

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Debt service:										
Principal	7,654,750	3,800,171	3,229,381	4,643,039	4,771,545	7,070,246	11,821,063	11,856,733	5,990,745	6,174,050
Interest and fiscal charges	3,680,617	3,547,174	3,514,291	3,447,310	2,210,850	2,146,043	495,507	501,246	407,108	711,246
Bond issuance and fiscal agent fees	-	-	-	-	-	105,000	85,026	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	-
Total expenditures	76,012,352	66,619,172	66,024,519	61,932,554	55,285,212	59,209,132	66,979,842	67,832,613	72,151,664	74,494,131
Excess of revenues over (under) expenditures	(14,049,006)	(11,582,516)	(3,270,350)	(7,046,780)	825,905	3,010,120	596,203	5,239,923	18,070,003	(1,821,513)
Other financing sources (uses)										
Proceeds sale of capital assets	320	875,000	3,060,000	-	-	-	-	-	-	-
Proceeds from long-term loans	-	-	278,934	-	-	-	-	-	-	-
Bond issuance	-	-	-	5,296,700	-	15,484,056	-	-	4,900,800	-
Original issue discount	-	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(5,329,077)	-	(42,157,043)	-	-	-	-
Contribution from developer advances	1,348,369	689,527	-	346,947	-	-	5,810,815	-	-	-
Transfers in	16,576,829	9,037,307	10,023,994	28,429,070	12,867,798	49,659,869	12,973,383	9,076,095	9,238,382	9,193,515
Transfers out	(15,966,618)	(7,491,058)	(9,450,998)	(24,642,006)	(11,558,057)	(26,438,703)	(9,780,239)	(9,845,139)	(10,114,458)	(15,065,710)
Total other financing sources (uses)	1,958,900	3,110,776	3,911,930	4,101,634	1,309,741	(3,451,821)	9,003,959	(769,044)	4,024,724	(5,872,195)
Extraordinary items	-	-	-	(4,712,845)	-	-	-	-	-	-
Net change in fund balances	\$ (12,090,106)	\$ (8,471,740)	\$ 641,580	\$ (7,657,991)	\$ 2,135,646	\$ (441,701)	\$ 9,600,162	\$ 4,470,879	\$ 22,094,727	\$ (7,693,708)
Debt service as a percentage of noncapital expenditures	19%	14%	11%	19%	16%	20%	26%	26%	11%	12%

concluded

**CITY OF WOODLAND, CALIFORNIA
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS**

Fiscal Year	Property	Sales Taxes	Motor Vehicle In-Lieu Fees	Real Property Transfer Tax	Occupancy Tax	Other Taxes	Total
2008-09	11,416,389	9,210,512	4,365,446	313,981	566,695	3,732,000	29,605,023
2009-10	11,034,574	8,552,518	4,247,958	253,266	585,295	3,692,982	28,366,593
2010-11	10,398,932	8,934,116	4,146,982	219,871	622,427	5,297,697	29,620,025
2011-12	8,837,027	9,567,479	3,767,051	205,434	776,234	5,975,097	29,128,322
2012-13	8,879,480	11,137,304	3,719,377	343,664	693,679	6,544,907	31,318,411
2013-14	9,085,112	11,367,403	3,780,988	298,288	869,535	6,580,336	31,981,662
2014-15	9,787,516	11,302,455	4,130,608	378,380	840,908	6,922,242	33,362,109
2015-16	10,398,690	12,789,183	4,407,140	419,415	1,170,633	7,448,632	36,633,693
2016-17	11,104,333	12,568,944	4,627,445	524,532	1,476,183	7,503,290	37,804,727
2017-18	11,686,951	13,540,689	4,934,845	260,978	1,477,240	7,652,298	39,553,001
Change 2009-2018	2%	47%	13%	-17%	161%	105%	34%

CITY OF WOODLAND, CALIFORNIA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS

Fiscal Year	Real Property Assessed/Market Value	Business Property Assessed/Market Value	Total Assessed/Market Value	Percentage of Increase in Market Value	Total Direct Tax Rate
2008-09	4,541,341,365	252,589,386	4,793,930,751	2.7%	0%
2009-10	4,449,705,630	251,977,544	4,701,683,174	-1.9%	0%
2010-11	4,252,821,214	229,375,503	4,482,196,717	-4.7%	0%
2011-12	4,113,261,612	193,494,407	4,306,756,019	-3.9%	0%
2012-13	4,051,459,276	199,548,206	4,251,007,482	-1.3%	0%
2013-14	4,140,306,367	190,587,533	4,330,893,900	1.9%	0%
2014-15	4,526,136,040	214,902,451	4,741,038,491	9.5%	0%
2015-16	4,847,933,317	216,833,781	5,064,767,098	6.8%	0%
2016-17	5,087,977,980	231,047,868	5,319,025,848	5.0%	0%
2017-18	5,394,178,466	276,774,065	5,670,952,531	6.6%	0%

NOTES:

- (1) The State of California Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed one percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value as defined by Article XIII A and may be adjusted no more than two percent per year unless the property is improved, sold or transferred. Because of this method of assessment, the City does not have a reasonable basis for estimating the actual value of taxable property and this information is not presented above.
- (2) The State Legislature has determined the method of distribution of receipts from a one percent tax levy among the counties, cities, school districts, and other districts.
- (3) The City participates in the Teeter Plan whereby all taxes are remitted to the City each year.

SOURCE:

Yolo County Assessor's and Auditor's Office.

CITY OF WOODLAND, CALIFORNIA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(rate per \$100 of assessed value)

Fiscal Year	City Direct Rate	Overlapping Rates				Total
		Basic County Wide Levy	School District	Flood Control Debt Service		
2008-09	- %	1.00 %	- %	- %	1.000 %	
2009-10	- %	1.00 %	- %	- %	1.000 %	
2010-11	- %	1.00 %	- %	- %	1.000 %	
2011-12	- %	1.00 %	- %	- %	1.000 %	
2012-13	- %	1.00 %	- %	- %	1.000 %	
2013-14	- %	1.00 %	- %	- %	1.000 %	
2014-15	- %	1.00 %	- %	- %	1.000 %	
2015-16	- %	1.00 %	- %	- %	1.000 %	
2016-17	- %	1.00 %	- %	- %	1.000 %	
2017-18	1.00 %	2.00 %	1.00 %	1.00 %	4.000 %	

NOTES:

- (1) Overlapping rates are those of local and county governments that apply to property owners within the City of Woodland. Not all overlapping rates apply to all Woodland property owners; for example, although the County of Yolo property tax rates apply to all City property owners, school districts' rates apply only to property owners within those districts' geographic boundaries.
- (2) The State of California Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed one percent of its assessed value unless an additional amount for general obligation debt has been approved by voters.

SOURCE:

Yolo County's Assessor's Office

**CITY OF WOODLAND, CALIFORNIA
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS PRIOR**

Taxpayer	FY 2017-18			2008-09		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Dayton Hundson Corporation	\$ 199,871,940	1	3.52%	\$ 103,412,269	2	2.16%
Walgreen Company	105,974,141	2	1.87%	105,787,880	1	2.21%
Pacific Coast Producers	53,921,672	3	0.95%	61,311,472	3	1.28%
Tao Logistics LLC	51,997,136	4	0.92%	-	N/A	0.00%
Payless Drug Stores Northwest	33,355,504	5	0.59%	30,061,297	7	0.63%
Costco Wholesale	32,860,709	6	0.58%	34,086,234	5	0.71%
Autumn Run Investors	29,485,677	7	0.52%	26,534,310	8	0.55%
Target Corporation	28,346,221	8	0.50%	24,766,320	10	0.52%
Woodland Apts Inves Partners LLC	24,635,204	9	0.43%	-	N/A	0.00%
Woodland Development Co.	24,457,865	10	0.43%	31,249,164	6	0.65%
Industrial Woodlands Owner	-	N/A	0.00%	44,984,579	4	0.94%
TRT-DCT Hanson Way LP	-	N/A	0.00%	25,802,586	9	0.54%
						0.00%
Total Top 10	584,906,069		10.31%	487,996,111		10.18%
All Others	5,086,046,462		89.69%	4,305,934,640		89.82%
Total Assessed Value	\$ 5,670,952,531		100.00%	\$ 4,793,930,751		100.00%

SOURCE: Yolo County Assessor's Office

**CITY OF WOODLAND, CALIFORNIA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2008-09	11,416,389	11,416,389	100%	-	11,416,389	100%
2009-10	11,034,574	11,034,574	100%	-	11,034,574	100%
2010-11	8,837,027	8,837,027	100%	-	8,837,027	100%
2011-12	9,999,388	9,999,388	100%	-	9,999,388	100%
2012-13	9,858,952	9,858,952	100%	-	9,858,952	100%
2013-14	9,895,477	9,895,477	100%	-	9,895,477	100%
2014-15	10,660,732	10,660,732	100%	-	10,660,732	100%
2015-16	11,296,033	11,296,033	100%	-	11,296,033	100%
2016-17	12,221,214	12,221,214	100%	-	12,221,214	100%
2017-18	12,614,094	12,614,094	100%	-	12,614,094	100%

NOTE: The City participates in the Teeter Plan whereby all taxes are remitted to the City each year.

SOURCE: Yolo County Assessor's and Auditor's Office

**CITY OF WOODLAND, CALIFORNIA
TAXABLE SALES BY CATEGORY
LAST TEN FISCAL YEARS**

(Taxable Transactions in Thousands of Dollars)

	Fiscal Year									
	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16
Retail stores	\$ 580,044	\$ 566,786	\$ 505,204	\$ 503,261	\$ 532,496	\$ 566,450	\$ 592,798	\$ 619,109	\$ 656,562	\$ 691,536
All other outlets	829,302	819,381	771,601	726,572	789,323	850,402	884,860	905,795	938,640	947,427
Total	\$ 1,409,346	\$ 1,386,167	\$ 1,276,805	\$ 1,229,833	\$ 1,321,819	\$ 1,416,852	\$ 1,477,658	\$ 1,524,904	\$ 1,595,202	\$ 1,638,963
City direct sales tax rate	0.05%	0.05%	0.05%	0.075%	0.075%	0.075%	0.075%	0.075%	0.075%	0.075%

NOTES: (1) Taxable Sales data for fiscal year 2017 is not yet available

SOURCE: California State Board of Equalization

**CITY OF WOODLAND, CALIFORNIA
DIRECT AND OVERLAPPING SALES TAX RATES
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Overlapping Rate Yolo County</u>
2008-09	0.050%	1.050%
2009-10	0.050%	1.050%
2010-11	0.075%	1.075%
2011-12	0.075%	1.075%
2012-13	0.075%	1.075%
2013-14	0.075%	1.075%
2014-15	0.075%	1.075%
2015-16	0.075%	1.075%
2016-17	0.075%	1.075%
2017-18	0.075%	1.075%

NOTES:

- (1) The City of Woodland tax rate was approved by Woodland citizens in 2006 and went into effect on October 1, 2006. The tax funds critical public improvements in City infrastructure, as well as construction of certain capital projects.

A second local measure of .025% was approved in 2010 and went into effect on October 1, 2010. The tax funds operations for library, parks and public safety. The measure was extended in the June 2014 election (effective October 1, 2014) to fund programs related to at-risk youth, youth recreation and aquatics, and utility assistance.

- (2) Any increases to the City direct tax rate must be approved by a majority vote of the citizens of Woodland.

SOURCE:

California State Board of Equalization

CITY OF WOODLAND, CALIFORNIA
SALES TAX REVENUE PAYERS BY INDUSTRY
FISCAL YEAR 2005-2006 AND NINE YEARS PRIOR

	FY 2005-06				FY 1996-97			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail trade Services	2	20.00%	\$144,758,535	28.90%	3	30.00%	\$126,629,394	45.21%
Manufacturing Wholesale trade	1	10.00%	\$55,787,934	11.14%	3	30.00%	\$78,598,839	28.06%
Government Construction	3	30.00%	\$96,859,581	19.34%				
Finance, insurance, and real estate	4	40.00%	\$203,450,094	40.62%	3	30.00%	\$60,450,031	21.58%
Transportation and utilities								
Agricultural Mining					1	10.00%	\$14,400,726	5.14%
Farm earnings								
Total	10.00	100.00%	\$500,856,144	100.00%	10	100.00%	\$280,078,990	100.00%

NOTE: *Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the state's revenue. Fiscal year 2006 is the most recent year for which data are available.*

SOURCE: Sales Tax Commission

Yolo County Assessor (Principal Property Tax Payers List)

CITY OF WOODLAND, CALIFORNIA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities					Business-type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	Revenue & Other Bonds (net)	Tax Allocation Bonds	Loans Payable	Developer Fee Obligation	Capital Lease Obligations	Revenue & Other Bonds (net)	Certificates of Participation	Loans Payable	Commercial Paper			
2008-09	56,557,780	8,416,160	6,155,631	34,911,230	3,504,086	19,257,220	2,305,751	-	-	131,107,858	0.13	\$ 2,402.69
2009-10	54,612,780	8,445,000	6,014,496	34,166,971	2,889,402	31,177,220	1,627,167	2,242,584	-	141,175,620	0.21	\$ 2,567.16
2010-11	52,592,780	8,275,000	5,866,860	33,409,067	2,553,392	41,017,220	818,583	6,780,346	3,100,000	154,413,248	0.14	\$ 2,783.83
2011-12	49,594,480	-	770,423	32,578,430	1,814,606	40,702,220	-	7,341,150	6,100,000	138,901,309	0.20	\$ 2,500.52
2012-13	46,945,840	-	588,948	30,680,273	1,354,393	39,783,460	-	7,419,500	10,302,000	137,074,414	0.17	\$ 2,408.70
2013-14	18,825,656	-	400,234	30,984,744	2,943,509	66,427,339	-	7,275,428	29,482,000	\$ 156,338,910	0.18	\$ 2,732.10
2014-15	16,708,023	-	203,993	32,874,618	2,402,671	64,452,228	-	57,792,028	29,482,000	\$ 203,915,561	0.24	\$ 3,544.82
2015-16	14,570,735	-	-	25,560,890	2,931,754	62,477,117	-	145,658,916	29,482,000	\$ 280,681,412	n/a	\$ 4,788.56
2016-17	12,380,069	-	4,900,800	29,668,728	3,192,324	60,442,006	-	170,085,246	-	\$ 280,669,173	n/a	\$ 4,707.95
2017-18	10,881,562	-	4,132,617	27,129,706	2,911,926	84,817,440	-	155,415,948	-	\$ 285,289,199	n/a	\$ 4,721.30

NOTES: (1) Details regarding the City's outstanding debt can be found in Note 7 in the notes to the financial statements.
(2) Refer to Table 18 for personal income and population data.

**CITY OF WOODLAND, CALIFORNIA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita
2008-09	74,633,657	1.56%	1,368
2009-10	71,961,678	1.53%	1,309
2010-11	69,288,032	1.55%	1,249
2011-12	52,179,509	1.21%	939
2012-13	48,889,181	1.15%	859
2013-14	22,169,399	0.51%	387
2014-15	19,314,687	0.41%	N/A
2015-16	17,502,489	0.35%	N/A
2016-17	20,473,193	0.38%	N/A
2017-18	17,926,105	0.32%	N/A

- NOTES:
- (1) Details regarding the City's outstanding debt can be found in Note 9 in the notes to the financial statements.
 - (2) Refer to Table 6 for Taxable Value of Property data.
 - (3) Refer to Table 18 for population data.

CITY OF WOODLAND, CALIFORNIA
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2018

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Direct and Overlapping Debt</u>	<u>2017-18 Assessed Valuation</u>	<u>Ratio to Assessed Valuation</u>
Debt repaid with property taxes					
City of Woodland	\$ -	100.00%	\$ -	\$5,670,952,531	0.000%
Other debt			<u>-</u>		
Subtotal, overlapping debt			-		
City direct debt			<u>-</u>		
Total direct and overlapping debt			<u><u>\$ -</u></u>		

**CITY OF WOODLAND, CALIFORNIA
LEGAL DEBT MARGIN INFORMATION
LAST FIVE FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year 2017-2018

Assessed value	\$ 5,670,952,531
Debt limit (3.75% of assessed value)	212,660,720
Debt applicable to limit	-
Legal debt margin	<u>\$ 212,660,720</u>

	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17</u>	<u>2017-18</u>
Debt Limit	\$ 162,408,521	\$ 177,788,943	\$ 189,928,766	\$ 199,463,469	\$ 212,660,720
Total net debt applicable to limit	-	-	-	-	-
Assets in debt service fund available for payment	-	-	-	-	-
Legal debt margin	<u>\$ 162,408,521</u>	<u>\$ 177,788,943</u>	<u>\$ 189,928,766</u>	<u>\$ 199,463,469</u>	<u>\$ 212,660,720</u>
Total net debt applicable to the limit as a percentage of debt limit	0%	0%	0%	0%	0%

NOTE: Assessed value of property subject to taxation at full market value as a result of Proposition 13.

SOURCE: Yolo County Assessor's Office.

CITY OF WOODLAND, CALIFORNIA
PLEGGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS

Wastewater Revenue Bonds*							
Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratios	
				Principal	Interest	Including Demand Fees	Excluding Demand Fees
2008-09	10,362,454	6,174,811	4,187,643	730,000	220,850	440.41%	440.41%
2009-10	10,736,302	5,925,231	4,811,071	770,000	628,032	344.13%	344.13%
2010-11	9,874,049	6,813,907	3,060,142	820,000	644,093	209.01%	209.01%
2011-12	10,335,378	6,758,435	3,576,943	870,000	533,346	254.89%	254.89%
2012-13	10,686,277	6,876,606	3,809,671	740,000	1,363,343	181.12%	181.12%
2013-14	11,211,192	6,726,071	4,485,121	619,480	972,300	281.77%	281.77%
2014-15	12,499,837	8,187,563	4,312,274	1,475,000	1,872,145	128.83%	128.83%
2015-16	13,632,526	8,007,276	5,625,250	1,465,000	1,843,013	170.05%	170.05%
2016-17	15,248,670	9,978,503	5,270,167	1,740,976	2,166,554	134.87%	134.87%
2017-18	16,422,554	11,948,124	4,474,430	2,149,934	1,924,180	109.83%	109.83%

Water Revenue Bonds (including Commercial Paper)* and Loans							
Fiscal Year	Gross Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratios	
				Principal	Interest	Including Demand Fees	Excluding Demand Fees
2008-09	\$ 6,354,592	\$ 5,320,174	\$ 1,034,418	\$ 80,000	\$ 245,382	317.91%	317.91%
2009-10	7,328,351	5,813,177	1,515,174	195,000	493,521	220.06%	220.06%
2010-11	8,922,619	5,717,872	3,204,747	-	633,487	505.89%	505.89%
2011-12	10,464,526	6,883,640	3,580,886	315,000	1,004,243	271.43%	271.43%
2012-13	14,373,709	7,192,356	7,181,353	320,000	1,004,243	542.30%	542.30%
2013-14	17,291,417	7,585,039	9,706,378	325,000	1,223,510	626.82%	626.82%
2014-15	18,054,894	7,227,941	10,826,953	628,572	1,188,623	595.81%	595.81%
2015-16	19,710,113	5,888,512	13,821,601	645,962	2,876,278	392.41%	392.41%
2016-17	22,057,037	11,657,508	10,399,529	1,322,003	4,553,085	177.01%	177.01%
2017-18	23,294,726	17,307,858	5,986,868	2,450,125	3,398,314	102.37%	102.37%

- NOTES:
- (1) Gross revenue and expenses are based upon bond counsel interpretation.
 - (2) Net Revenues are equal to Gross Revenues less operating costs.
 - (3) Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

SOURCE: City of Woodland Wastewater Utility Fund Financial Statements
1992 Wastewater Improvement Certificates of Participation and
2005 Lease Revenue Bond.
2008 Water Revenue Bonds
2009 Wastewater Revenue Bonds
2011 Water Revenue Bonds
2014 Wastewater Revenue Bonds (Junior Lien)

**CITY OF WOODLAND, CALIFORNIA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	Population as of January 1	Personal Income	Per Capita Personal Income	Unemployment Rate
2007-08	53,690	\$ 789,618,830	14,707	6.1%
2008-09	54,567	\$ 984,497,814	18,042	9.5%
2009-10	54,993	\$ 680,666,692	12,377	12.40%
2010-11	55,468	\$ 1,066,483,236	19,227	10.7%
2011-12	55,549	\$ 683,178,635	12,299	13.0%
2012-13	56,908	\$ 793,126,796	13,937	11.0%
2013-14	57,223	\$ 860,862,812	15,044	7.0%
2014-15	57,525	\$ 834,265,900	14,503	6.1%
2015-16	58,615	n/a	n/a	5.8%
2016-17	59,616	n/a	n/a	4.6%
2017-18	60,426	n/a	n/a	3.6%

- NOTES:
- (1) Personal income is calculated as per capita personal income multiplied by the City's population.
 - (2) Per capita personal income is calculated as median household income divided by median household size (three persons).
- SOURCES:
- (1) Population data source - State Department of Finance
 - (2) Per capita personal income data source US Department of Commerce, Bureau of Economic Analysis
 - (3) Unemployment rate data source - State Department of Employment Development and U.S. Bureau of Labor Statistics

**CITY OF WOODLAND, CALIFORNIA
PRINCIPAL EMPLOYERS
JUNE 30, 2018 AND JUNE 30, 2009**

Employer	2018			2009		
	Employees (1)	Rank	Percentage of Total City Employment	Employees (2)	Rank	Percentage of Total City Employment
Yolo County	1,421	1	5.02%			
Dayton Hudson (Target)	1,337	2	4.72%			
Woodland Joint Unified School District	1,229	3	4.34%			
Target Distribution Center	800	4	2.83%			
Woodland Healthcare	725	5	2.56%			
Raley's/Bel Air	600	6	2.12%			
Rite Aid Distribution Center	500	7	1.77%			
Nugget Markets/Food 4 Less	350	8	1.24%			
Walgreens	300	9	1.06%			
City of Woodland	296	10	1.05%			
County of Yolo				1,568	1	5.98%
Dayton Hudson (Target)				800	2	3.05%
Woodland Healthcare				773	3	2.95%
Walgreens				713	4	2.72%
City of Woodland				377	5	1.44%
Pacific Coast Producers				300	6	1.15%
Fleetwood Homes of California				255	7	0.97%
DeMetrio Campos-D				250	8	0.95%
Silvercrest/Western Homes				200	9	0.76%
Truck Accessories Group Inc				180	10	0.69%
Total Top 10 Employers	<u>7,558</u>			<u>5,416</u>		

Source: (1) Woodland Chamber of Commerce

Source: (2) Yolo County Auditor-Controller

CITY OF WOODLAND, CALIFORNIA
FULL-TIME-EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST FIVE FISCAL YEARS

Full-time-Equivalent Employees as of June 30					
Function/Program	2014	2015	2016	2017	2018
Governmental Activities:					
General government	7	13	16	17	17
Public safety					
Police	78	74	79	79	79
Fire	48	45	45	46	47
Public works	38	38	38	40	41
Recreation and Parks	10	11	15	15	15
Community Development	29	22	23	23	23
Library	7	6	9	9	9
Business-type activities:					
Water utility	32	31	31	32	32
Wastewater utility	32	31	31	31	31
Storm water	2	2	2	2	2
Total	283	273	289	294	296

SOURCE: Approved budget document

**CITY OF WOODLAND, CALIFORNIA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST FIVE FISCAL YEARS**

Function/Program	2013-14	2014-15	2015-16	2016-17	2017-18
Governmental Activities:					
General government					
Building permits issued	1,800	2,310	3,222	3,146	3,167
Building inspections conducted	5,330	6,293	7,822	7,791	8,400
Public safety					
Police					
Physical arrests	3,451	3,742	3,742	3,742	3,742
Traffic violations	5,613	5,613	5,613	5,613	5,613
Fire					
Emergency responses	4,480	4,480	4,480	4,480	7,415
Fires extinguished	165	165	165	165	285
Inspections	2,002	2,002	2,002	2,002	2,366
Public works					
Street resurfacing (miles)	3.9	3.9	3.9	3.9	3.9
Potholes repaired	4,079	4,079	4,079	4,079	4,079
Recreation and parks					
Athletic field permits issued	117	117	117	117	117
Other permits issued	664	664	664	664	664
Community center admissions	27,002	27,002	27,002	27,002	27,002
Business-type Activities:					
Water utility					
Number of customers	15,228	15,374	15,655	15,721	15,981
Wastewater utility					
Average Daily Flows (mgd)	5.66	5.66	5.66	5.66	5.66
Sanitary Storm Sewer Miles					

SOURCE: Various City departments

**CITY OF WOODLAND, CALIFORNIA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST FIVE FISCAL YEARS**

Function/Program	2013-14	2014-15	2015-16	2016-17	2017-18
Governmental Activities:					
General government					
Public safety					
Police					
Stations	1	1	1	1	1
Vehicular patrol units	24	24	24	24	24
Fire					
Stations	3	3	3	3	3
Public works					
Streets (miles)	225	225	225	225	225
Streetlights	3,620	3,632	3,632	3,632	3,648
Traffic signals	66	67	67	67	68
Recreation and parks					
Parks - Number of developed acres	187.6	187.6	187.6	189.6	199.6
Number of parks	30	30	30	31	33
Number of swimming facilities	1	1	1	1	1
Number of community recreation centers	1	1	1	1	1
Number of senior centers	1	1	1	1	1
Number of bike lanes	62	62	62	62	62
Business-type Activities:					
Water utility					
Number of water connections	15,228	15,374	15,655	15,751	15,981
Water Produced (Cubic Feet)	55,762,842	398,908,000	333,234,000	296,550,453	330,142,608
Wastewater utility					
Number of sewer connections	15,228	15,374	15,388	15,489	15,722
Plant treatment capacity (MGD)	10.4	10.4	10.4	10.4	10.4
Plant flow (annual avg)	5.71	5.71	5.71	5.71	5.71
Parking					
Number of lots	17	17	17	17	17
Storm Water					
Miles	115	112	112	112	112

NOTES: N/A = Not available

SOURCE: Various City departments.