

**CITY OF WOODLAND, CALIFORNIA**

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Comprehensive Annual Financial Report  
Year Ended June 30, 2009

Prepared By

**FINANCE DEPARTMENT**

**CITY OF WOODLAND, CALIFORNIA**  
Year Ended June 30, 2009

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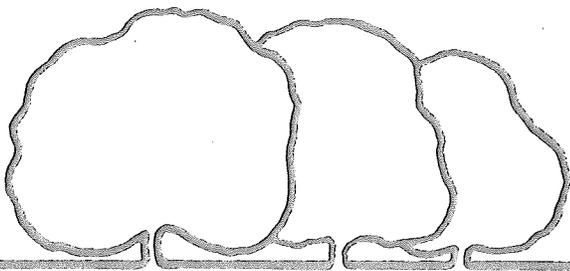
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# City of Woodland

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January 28, 2010

Honorable Mayor Davies & 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, 2009. 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.

This report will be submitted for consideration of annual award to the GFOA of the United States.

## 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, 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 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. Woodland enjoys a mean temperature of 61.5 degrees and an annual average rainfall of 17.28 inches.

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. Economic indicators in late 2007 pointed to a slowing economic expansion and minimal, but increasing inflation. The economic impacts related to the real estate market and recent financial market collapse are significantly worse than anticipated during the preparation of the FY 08/09 budget. As with many jurisdictions throughout the state, the City is realizing significant shortfalls in permit fees, service charges, sales and property taxes, and development fee revenues.

Woodland continues to feel the impact of the soft housing market and efforts are focused on stimulating residential development in the Spring Lake Specific Plan area. The City has experienced some growth in commercial development, albeit at a much slower pace than in prior years. 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. Despite the opening of several "big box" retail outlets, sales tax receipts continue to decline which is consistent with other economic indicators. Residential development activity in the City continues at reduced levels.

California's jobless rate continues to rise, which has led economic analysts to predict that there still remains a long road ahead before a recovery can materialize. At a rate of more than 12 percent, the unemployment rate is the worst since at least 1976. While still increasing, it does appear to be slowing which could indicate that the overall economic downturn might also be slowing and ultimately moving in a more positive direction.

### Major Projects for FY 2008/2009

**Water Meter Implementation** – In accordance with state mandate, the City must convert flat rate water customers to metered billing in a two-phase process. Phase I is underway and consists of all post-1992 residential construction. American Recovery and Reinvestment Act (ARRA) funding has been secured to expedite the second phase of meter installation and this project will continue into the next fiscal year.

**Community and Senior Center Phase II** – Following the adoption of the add-on sales tax within the City limits, the City began construction of the second phase of the Community and Senior Center facility. This phase included addition of approximately 7,000 square feet to house a dance, aerobics and fitness center. This project also included addition of a two-acre dog park and additional facility parking.

**Sports Park Phase I** – Construction of the first phase of the 40 acre City Sports Park complex was completed in FY2008/09. This project included design and installation of multi-use soccer/softball fields with the required lighting, parking, restroom facilities, concessions and landscaping. This project was also included in the spending plan for the add-on sales tax adopted in June 2006.

**Lincoln Road Rehab** – Several large scale road maintenance projects were completed in FY09, the largest of these projects included major reconstruction and utility upgrades on two miles of a major road, and rehabilitation of another 1.3 miles of side streets.

### **Major Initiatives for FY 2009/2010**

**Implementation of Consumption Water Rates** – The City is currently in the process of completing a water rate study which will facilitate both the transition to consumption based rates (from existing flat rates) in compliance with state mandate, as well as provide additional funding for critical delayed infrastructure maintenance. Water meters are being installed in accordance with the approved capital budget, and stimulus funding has been secured to expedite this process. An automatic meter reading system is being implemented and the focus for the upcoming fiscal year will be to gain support for rate increases and consumption rates and to implement consumption-based billing.

**Davis Woodland Water Supply Project (Surface Water)** – The City will be participating in a joint effort along with the City of Davis and UC Davis to improve water supply quality. Due to aging wells and increased nitrate levels, water quality is deteriorating and a solution is being pursued which will involve the creation of intake and treatment facilities for water from the Sacramento River. This will be a multi-year project that will require extensive planning, design, construction and operational considerations. The formation of a Joint Powers Authority will be the first step in this important process for improving the quality of life for residents of the City by providing clean and safe drinking water.

**I-5 / CR 102 Interchange** – The development of the Gateway commercial area has resulted in an increase in traffic in the area of the I-5/ CR 102 area. In order to manage the increased traffic demands, outdated, insufficient and undersized infrastructure must be improved. This project will consist of the construction of a southbound I-5 on-ramp, modifications to the existing on-ramps and off-ramps, and the widening of CR 102 to six lanes from the southbound ramp terminal to Maxwell Avenue. This project will partially be funded by transportation grants.

**Jack Slaven Park (Spring Lake N2)** – The Spring Lake Specific Plan requires construction of four neighborhood parks; the first park, Jack Slaven Park, began construction during FY2008/09. This eight acre park is designed to include picnic areas, a play structure, a tot-lot, water play apparatus, volleyball stanchions, walkways and bicycle parking. Jack Slaven Park is expected to be operational in the spring of 2010.

### **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. During fiscal year 2008/2009, the City Council approved a Budget and Fiscal Policy to augment the existing budgetary controls and support new initiatives such as, a 10-Year Financial Planning and Performance Based Budgeting. 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.

### **Statistical Information**

The final section in the CAFR includes various statistical data relating to the City. This statistical section presents detailed trend information that assists users in understanding the basic financial statements, notes to basic financial statements and required supplementary information to assess the economic condition of a government.

### **Independent Auditors**

State statutes require an annual audit by independent certified public accountants. The accounting firm of Macias Gini & O'Connell 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.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a certificate of Achievement for the Excellence in Financial Reporting to the City for its CAFR for the year ended June 30, 2008. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to receive this recognition, the City must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such report must satisfy accounting principles generally accepted in the United States of America and applicable legal requirements. The award is valid for a period of one year only. We believe that the current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another award.

Acknowledgements

The Department of Finance takes great pride 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.

  
\_\_\_\_\_  
Sue Vannucci  
Director of Administrative Services

  
\_\_\_\_\_  
Mark G. Deven  
City Manager

**CITY OF WOODLAND**  
**CITY COUNCIL & ADMINISTRATIVE STAFF ROSTER**  
**FISCAL YEAR ENDING JUNE 30, 2009**



**MARLIN DAVIES, MAYOR**

**ART PIMENTEL, VICE MAYOR**

**WILLIAM MARBLE, COUNCILMEMBER**

**JEFF MONROE, COUNCILMEMBER**

**MARTIE DOTIE, COUNCILMEMBER**



**ADMINISTRATIVE STAFF**

**MARK DEVEN, CITY MANAGER  
&  
COMMUNITY DEVELOPMENT DIRECTOR**

**ANDREW MORRIS, CITY ATTORNEY**

**SUE VANNUCCI, ADMINISTRATIVE SERVICES DIRECTOR**

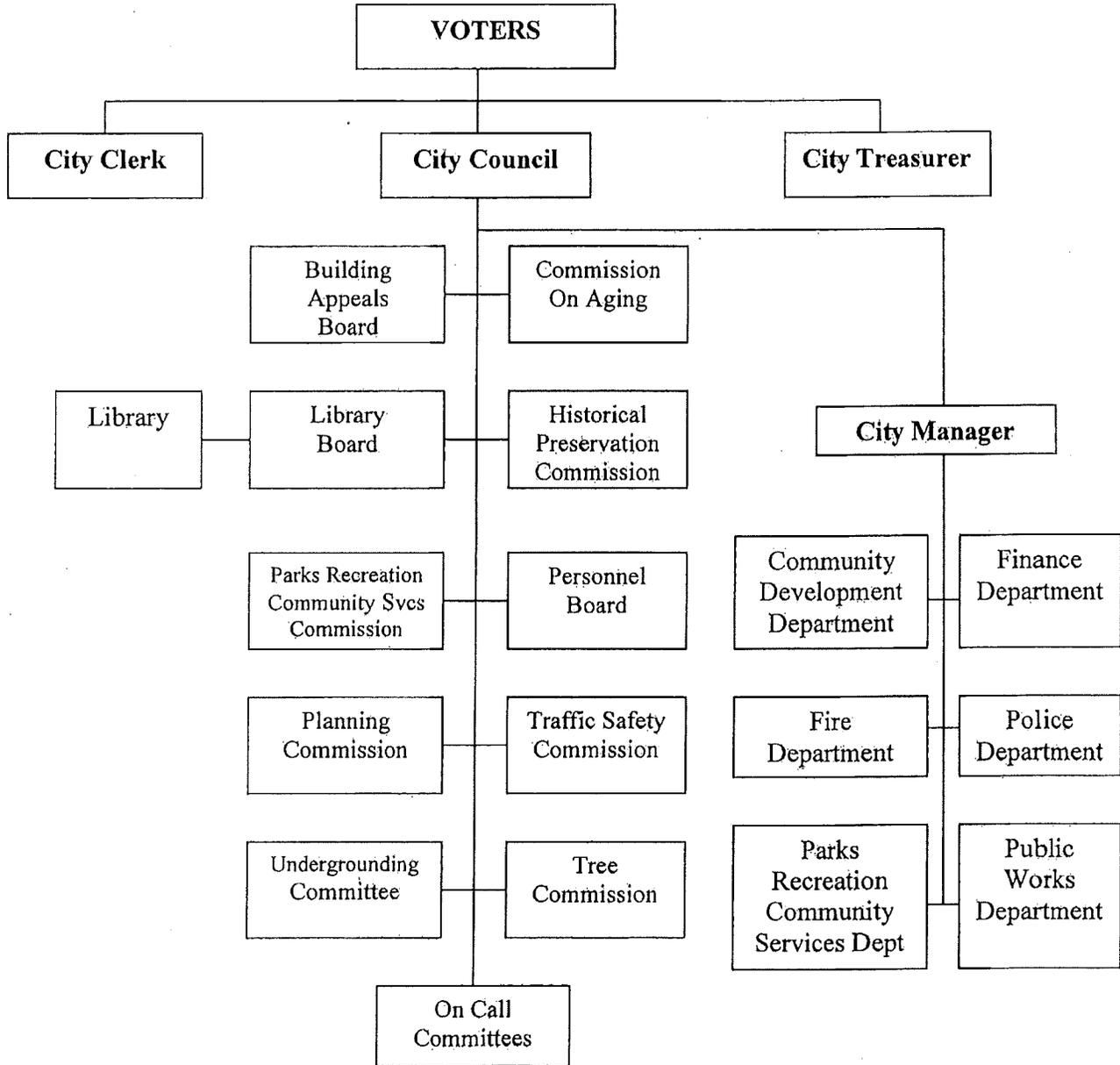
**TOD REDDISH, FIRE CHIEF**

**SANDRA BRIGGS, LIBRARY SERVICES DIRECTOR**

**CAREY SULLIVAN, POLICE CHIEF & PARKS, RECREATION & COMMUNITY  
SERVICES INTERIM DIRECTOR**

**GREG MEYER, PUBLIC WORKS DIRECTOR**

**CITY OF WOODLAND  
GENERAL OVERVIEW  
ORGANIZATION CHART**





# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Woodland  
California

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

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**MACIAS GINI & O'CONNELL** LLP  
 Certified Public Accountants & Management Consultants

VALLEJO  
 OAKLAND  
 LOS ANGELES  
 NEWPORT BEACH  
 SAN ANTONIO  
 SAN DIEGO

Members of the City Council  
 Woodland, California

**INDEPENDENT AUDITOR'S REPORT**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Woodland, California (the City), as of and for the year ended June 30, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 and the aggregate remaining fund information of the City of Woodland, California, as of June 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Community Development Block Grant, Home Grant and Housing Assistance Grants Special Revenue Funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3 to the financial statements, effective July 1, 2008, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 26, 2010 on our consideration of the City'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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and Schedule of Funding Progress as listed in the table of contents are not required parts of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Maciar Mini & O'Connell LLP*

Certified Public Accountants

Sacramento, California  
January 26, 2010

## MANAGEMENT'S DISCUSSION and ANALYSIS

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, 2009. 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 total net assets increased over the course of the fiscal year by \$4.6 million to \$321.8 million. The net assets of governmental activities increased by \$4.3 million and the net assets of business-type activities increased by \$0.3 million.
- The General Fund, using the current financial resources basis, reported expenditures in excess of revenues and other financing sources and uses of \$2.2 million. The shortfall was primarily the result of significant decreases in projected revenues related to property and sales tax as a result of the national recession.

### 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 Schedules of Funding Progress for the City's pension plans and other postemployment benefits (OPEB) plan, which is required supplementary information. In addition to these required elements, we have included combining statements that provide details about the City's nonmajor governmental funds, non-major 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 assets** presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating.

The **statement of activities** presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets 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 and sick leave.

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, recreation and community services, police, fire, library, and public works. The business-type activities of the City include water, sewer, storm drain, wastewater pretreatment, recycling, fire training, cemetery, Dubach Park, construction and demolition, and youth program.

The government-wide financial statements include not only the City itself (known as the primary government) but also the Woodland Redevelopment Agency (Agency), 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 statement of revenues, expenditures and changes in fund balances for the General, Spring Lake Capital Projects, Special Sales Tax District, Sewer Development, Community Development Block Grant, Home Grant Housing Assistance Grants, and Woodland Redevelopment Agency Low/Mod Housing funds, which are considered to be major funds. Data for the City's 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.

The City adopts an annually appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund 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, fire training, cemetery, Dubach Park, construction and demolition 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 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.

### **Combining Statements and Schedules**

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds, internal service funds, and fiduciary funds are presented immediately following the required supplementary information.

## **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**  
**Summary of Net Assets**  
**As of June 30, 2009 and 2008**  
**(in millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government		Total % Change
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	
Current & other assets	\$ 66.5	\$ 79.9	\$ 17.2	\$ 10.1	\$ 83.7	\$ 90.0	-7.0%
Capital assets	<u>263.9</u>	<u>254.4</u>	<u>118.1</u>	<u>115.0</u>	<u>382.0</u>	<u>369.4</u>	3.4%
Total assets	<u>330.4</u>	<u>334.3</u>	<u>135.3</u>	<u>125.1</u>	<u>465.7</u>	<u>459.4</u>	1.3%
Other liabilities	6.7	12.2	1.3	0.6	8.0	12.8	-37.5%
Long-term liabilities	<u>113.5</u>	<u>116.2</u>	<u>22.4</u>	<u>13.3</u>	<u>135.9</u>	<u>129.5</u>	4.9%
Total liabilities	<u>120.2</u>	<u>128.4</u>	<u>23.7</u>	<u>13.9</u>	<u>143.9</u>	<u>142.3</u>	1.1%
Net assets:							
Invested in capital assets, net of related debt	167.7	153.4	103.1	101.9	270.8	255.3	6.1%
Restricted	26.9	26.4	--	--	26.9	26.4	1.9%
Unrestricted	<u>15.6</u>	<u>26.1</u>	<u>8.5</u>	<u>9.3</u>	<u>24.1</u>	<u>35.4</u>	<u>-31.9%</u>
Total net assets	\$ <u>210.2</u>	\$ <u>205.9</u>	\$ <u>111.6</u>	\$ <u>111.2</u>	\$ <u>321.8</u>	\$ <u>317.1</u>	<u>1.5%</u>

#### ANALYSIS OF NET ASSETS

Net assets represent the difference between the City's resources and its obligations. Over time, net assets may serve as a useful indicator of a government's financial position. For the City, assets exceeded liabilities by \$321.8 million at the close of the fiscal year 2009.

The largest portion of the City's net assets reflects its \$270.8 million (84 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 be liquidated for these liabilities.

Another portion of the City's net assets, \$26.9 million (8.4 percent) represents resources that are subject to external restrictions on how they may be used. This represents an increase of \$0.5 million or 1.9 percent from the prior year, due primarily to use of unexpended bond proceeds from FY 07/08. The remaining balance of \$24.1 million represents unrestricted net assets.

Although net assets of business-type activities increased \$0.4 million, the City can generally only use these net assets to finance the continuing operations of the business-type activities.

#### CHANGES IN NET ASSETS

The City's overall net assets increased by \$4.7 million, from \$317.1 million in 2008 to \$321.8 million in 2009, which consisted of a \$4.3 million increase in governmental activities and a \$0.4 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 Assets**  
**For the Years Ended June 30, 2009 and 2008**  
**(in thousands)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total Primary Government</u>		<b>Total % Change</b>
	2009	2008	2009	2008	2009	2008	
<b>Revenues</b>							
Program revenues:							
Charges for services	\$ 23,249	\$ 28,956	\$ 18,222	\$ 16,964	\$ 41,471	\$ 45,920	-9.69%
Operating grants and contributions	5,609	10,326	59	28	5,668	10,354	-45.26%
Capital grants and contributions	1,435	1,976	-	-	1,435	1,976	-27.38%
General revenues:							
Property taxes	11,416	11,018	-	-	11,416	11,018	3.61%
Sales and use tax	9,211	9,427	-	-	9,211	9,427	-2.29%
Other taxes (including Measure E)	4,613	5,234	-	-	4,613	5,234	-11.86%
Franchise fees	1,607	1,611	-	-	1,607	1,611	-0.25%
Motor vehicle in-lieu	4,365	4,280	-	-	4,365	4,280	1.99%
Investment earnings	1,170	2,311	753	748	1,923	3,059	-37.14%
Other	-	1,261	-	-	-	1,261	-100.00%
<b>Total revenues</b>	<b>62,675</b>	<b>76,400</b>	<b>19,034</b>	<b>17,740</b>	<b>81,709</b>	<b>94,140</b>	<b>-13.21%</b>
<b>Expenditures</b>							
Governmental activities:							
General government	1,910	863	-	-	1,910	863	121.32%
Finance	1,131	1,099	-	-	1,131	1,099	2.91%
Community development	7,073	11,270	-	-	7,073	11,270	-37.24%
Parks, recreation and community service	4,961	5,171	-	-	4,961	5,171	-4.06%
Police	15,756	14,832	-	-	15,756	14,832	6.23%
Fire	9,306	8,701	-	-	9,306	8,701	6.95%
Library	1,701	1,573	-	-	1,701	1,573	8.07%
Public works	13,271	18,744	-	-	13,271	18,744	-29.20%
Interest on long-term debt	3,926	3,843	-	-	3,926	3,843	2.16%
Business-type activities:							
Water	-	-	6,699	5,795	6,699	5,795	15.60%
Sewer	-	-	9,021	7,975	9,021	7,975	13.12%
Storm drain	-	-	923	1,060	923	1,060	-12.92%
Wastewater pretreatment	-	-	308	326	308	326	-5.52%
Recycling	-	-	301	227	301	227	32.60%
Construction and demolition	-	-	68	59	68	59	15.25%
Fire Training Center	-	-	347	395	347	395	-12.15%
Cemetery	-	-	387	348	387	348	11.21%
Dubach Park	-	-	2	149	2	149	-98.66%
Youth Center	-	-	10	9	10	9	11.11%
<b>Total Expenses</b>	<b>59,035</b>	<b>66,096</b>	<b>18,066</b>	<b>16,343</b>	<b>77,101</b>	<b>82,439</b>	<b>-6.47%</b>
Excess before transfers	3,640	10,304	968	1,397	4,608	11,701	-60.62%
Transfers	631	818	(631)	(818)	-	-	-
<b>Changes in net assets</b>	<b>\$ 4,271</b>	<b>\$ 11,122</b>	<b>\$ 337</b>	<b>\$ 579</b>	<b>\$ 4,609</b>	<b>\$ 11,701</b>	<b>-60.61%</b>

*Note: Certain amounts from prior years have been reclassified to conform to the current year presentation.*

## REVENUE

The City's total revenue was \$81.7 million for the year ended June 30, 2009, a decrease of \$12.4 million or 13.2 percent from 2008. Revenue from governmental activities totaled \$62.7 million and revenue from business-type activities totaled \$19 million.

Charges for services and operating and capital grants provided 59.4 percent of the total revenue received during 2009, while taxes (property, sales and other) provided 30.9 percent of total revenue.

Decrease in total revenue is due primarily to a \$4.4 million decrease in charges for services, a \$4.7 million decrease in operating grants and contributions, a \$1.1 million reduction in investment earnings, and a \$1.3 million decrease in other revenues. The decrease in charges for services stems primarily from a reduction in the City's development impact fees of approximately 20% in December 2008, a one-time refund of \$1.2 million in impact fees resulting from a fee calculation error, offset partially by a scheduled increase in the sewer utility user fee of approximately 14 percent. The decrease in operating grants and contributions is a result primarily of a large one-time grant of \$4.5 million received in FY 07/08 to help fund an affordable multi-family apartment complex; other grant sources throughout the City remained relatively flat. The decrease in investment earnings is a result of two factors: the interest rate earned on pooled City investments was lower in FY 08/09 than the previous year, and unexpended bond proceeds earning investment income in FY 07/08 were expended on capital projects in FY 08/09. The decrease in other revenues primarily results from a one-time receipt of \$1 million in FY 07/08 from sale of the old senior center.

## EXPENSES

Expenses of the City for the year totaled \$77.1 million, a decrease of \$5.3 million or 6.5 percent from 2008. This decrease is due primarily to pass through expenditures for disbursement of housing grants, including a \$4 million grant for an affordable apartment complex in FY 07/08, and the write-off of some capital assets of \$5 million in FY 07/08. These decreases were partially offset by an increase in expenditures in the utility enterprise funds from increased salary and benefit costs, additional staff hired in those funds during FY 08/09 and allocation of the unfunded liability for other postemployment benefits. Governmental activities expenses totaled \$59.0 million, or 77 percent of total expenses. Business-type activities incurred \$18.1 million, or 23 percent of total expenses during the year.

## 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, 2009 and 2008**  
**(in millions)**

	Total Cost of Services		Percent Change	Net Cost (Benefit) of Services		Percent Change
	2009	2008		2009	2008	
General government	\$ 1.90	\$ 0.86	120.9%	\$ 0.02	\$ (2.18)	100.9%
Finance	1.13	1.11	1.8%	0.90	0.83	8.4%
Community development	7.07	11.27	-37.3%	(2.84)	(0.51)	-456.9%
Parks, recreation and community service	4.96	5.17	-4.1%	1.76	0.69	155.1%
Police	15.76	14.83	6.3%	14.43	12.91	11.8%
Fire	9.31	8.70	7.0%	8.14	7.49	8.7%
Library	1.70	1.57	8.3%	1.34	1.09	22.9%
Public works	13.27	18.74	-29.2%	1.07	0.70	52.9%
Interest on long-term debt	3.93	3.84	2.3%	3.93	3.84	2.3%
<b>Total</b>	<b>\$ 59.03</b>	<b>\$ 66.09</b>		<b>\$ 28.75</b>	<b>\$ 24.86</b>	

The cost for all governmental activities this year was \$59.0 million. The City's taxpayers paid for approximately 43 percent of these costs; \$25.2 million (including property, sales and other taxes). Fees, including developer fees, grants and contributions funded the balance of the costs of governmental activities.

Total cost of service decreased by \$7 million in FY 08/09 primarily for the Public Works and Community Development departments. These decreases result from large one-time costs incurred in FY 07/08; the Public Works department wrote off \$5 million of capital assets in FY 07/08, and the Community Development department passed thru a \$4 million grant to an affordable apartment complex in 2008. These decreases were offset by increases in other departments, resulting from increased salary and benefit costs, including the allocation of the unfunded portion of the FY09 postemployment benefit obligations of \$2.9 million.

The net benefit of General Government in FY 07/08 became a minor net cost in FY 08/09 primarily as a result of reduced cost recovery to the general government through a revision of the citywide cost allocation plan. The net cost of Parks increased in FY 08/09 due primarily to a decrease in collection of charges for services revenues, including a significant decrease in development impact fees based on a fee reduction adopted by the City Council. Increased personnel costs resulted in an increase in both total cost of service and net cost for the Police and Fire departments.

### **BUSINESS-TYPE ACTIVITIES**

Revenue for the City's business-type activities, excluding transfers, increased by \$1.3 million, from \$17.7 million in 2008 to \$19.0 million in 2009. This increase is due primarily to a scheduled increase in sewer utility rates, which was effective July 1, 2008. Charges for services totaled \$18.2 million or 96 percent of total business-type activity revenues. Business-type activities expenses increased by \$1.7 million, from \$16.3 million in 2008 to \$18.1 million in 2009. The increase in expenses is attributable to increased salary and benefit costs for existing employees, addition of new staff, and allocation of the unfunded FY 08/09 liability for other postemployment benefits. 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, unreserved 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 \$31.7 million, a decrease of \$12.1 million from the end of the prior year.

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

- The fund balance of the Special Sales Tax District fund decreased by \$3.8 million in FY 08/09 due to the expenditure of 2007 Lease Revenue Bond proceeds on capital expenditures for the second phase of the Community Senior Center and the first phase of the Sports Park complex.
- The Sewer Development Fund recorded a net decrease in fund balance of \$2.0 million due primarily to a one-time refund of \$1.2 million in development impact fees. The refund results from discovery of a calculation error in the fee study, which resulted in several property owners paying an erroneously high fee. This offset current year fee collection of \$1.2 million.

- The Park Reserve Fund (nonmajor capital projects fund) recorded a net decrease in fund balance of \$3.1 million due to significant capital outlay for the second phase of the Community Senior Center and the first phase of the Sports Park complex.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, the unreserved fund balance of the general fund was \$5.15 million, while total fund balance was \$5.3 million, a decrease of \$2.24 million from the prior year. This was due primarily to a budgetary shortfall in tax revenues of \$2.7 million, a shortfall in license and permit revenues of \$0.9 million, and a shortfall of transfers in of \$0.8 million. These revenue shortfalls were partially offset through expenditure savings of \$2.3 million, but the City Council chose to use up reserves to offset the deficit in FY 08/09 while attempting to address the imbalance through the FY 09/10 budget process.

As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. For 2009, the unreserved fund balance of \$5.15 million represents 13.9 percent of total general fund expenditures of \$37.1 million, and the total fund balance represents approximately 14.3 percent of that amount. For 2008, the general fund's unreserved fund balance of \$6.27 million was approximately 15.8 percent of the total expenditures of \$39.7 million, and the total fund balance of \$7.5 million represented approximately 19 percent of expenditures.

### **Proprietary Funds**

The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

At the end of fiscal year 2009, the unrestricted net assets for the Water and Sewer funds were \$5.8 million and \$10.19 million, respectively. Total net assets for the Water fund decreased by \$0.16 million, while the net assets of the Sewer fund increased \$0.91 million from FY 07/08. The increase in net assets for the Sewer fund is due primarily to planned increases in the utility rates, which were effective July 1, 2008. The decrease in net assets for the Water fund is due primarily to increased personnel costs, including salaries, benefits, other post-employment benefits, and addition of new staff.

Four proprietary funds had deficits in unrestricted net assets: Storm Drain fund had a deficit of \$9.3 million, Dubach Park had a deficit of \$595 thousand, the Cemetery Fund had a deficit of \$132 thousand and the Fire Training Center fund had a deficit of \$14 thousand. The internal service funds that are used to account for certain governmental activities had unrestricted net assets of \$2.2 million.

The total increase in net assets for the enterprise funds was \$337 thousand. 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 assets is related to a continuing operating deficit. The City proposed a voter approved rate increase in FY 07/08 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. Of concern, is the growing deficit in the Dubach Park enterprise fund; the yearly revenues generated by activities are insufficient to cover the maintenance of the sports park, due to weather-related and topographic factors. Phase 1 of the Sports Park, which completed construction in FY 08/09, should correct this issue and operations of the Dubach Park facility were ceased in FY 08/09. The Woodland Cemetery has been undergoing a revitalization effort that will increase capacity and should allow the operations of the facility to be self supporting.

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

**City of Woodland  
Proprietary Fund Operations  
For the Year Ended June 30, 2009**

	Operating Revenues	Operating Expenses	Operating Income (Loss)	NonOperating Revenues (Expense)	Interfund Transfers	Change in Net Assets
Water	\$ 6.35	\$ 6.23	\$ 0.12	\$ (0.12)	\$ (0.16)	\$ (0.16)
Sewer	10.49	8.05	2.44	(0.63)	(0.90)	0.91
Storm Drain	0.18	0.92	(0.74)	0.01	0.19	(0.54)
Wastewater Pretreatment	0.39	0.30	0.09	0.01	-	0.10
Recycling	0.28	0.30	(0.02)	0.08	-	0.06
Construction & Demolition	0.06	0.07	(0.01)	-	-	(0.01)
Fire Training Center	0.34	0.35	(0.01)	0.03	-	0.02
Cemetery	0.11	0.39	(0.28)	-	0.24	(0.04)
Dubach Park	-	-	-	(0.02)	-	(0.02)
Youth Program	0.01	0.01	-	-	-	-
Total:	<u>\$ 18.21</u>	<u>\$ 16.62</u>	<u>\$ 1.59</u>	<u>\$ (0.64)</u>	<u>\$ (0.63)</u>	<u>\$ 0.32</u>

**General Fund Budgetary Highlights**

The City's final budgeted appropriations increased by \$0.6 million from the preliminary budget due primarily to increases in contract services for animal control, which are under the control of the City.

During the year, actual revenues and other resources were \$3.26 million less than budgeted estimates. This variance primarily consisted of a negative variance of \$2.7 million for taxes, resulting from a continued weak housing market and general recessionary economy throughout the fiscal year; license and permit revenues had a negative variance due to less development related activity than originally projected; the City's investment earnings were greater than budget due to better than anticipated return on various investments, including a short term TRANS financing.

The \$2.4 million variance between the final budget and actual expenditures (budgetary basis) is primarily due to the following factors:

- Salaries and benefits were under budget by \$1.0 million due primarily to a hiring freeze that was instituted part way through the fiscal year because of the anticipated shortage in tax revenues.
- Budgetary savings citywide for supplies and services totaling \$1.2 million in contracts and professional services, travel, training and supplies due to a concerted effort to reduce discretionary expenditures through all departments in anticipation of a revenue shortfall.

The net effect of less than estimated revenues, as well as increased personnel costs resulted in a negative budgetary excess of revenues over expenditures of \$0.86 million at the end of the fiscal year.

In creating its budget for the year ending June 30, 2010, the City used an estimated budgetary fund balance of \$5.0 million.

## CAPITAL ASSET & DEBT ADMINISTRATION

### Capital Assets

As of June 30, 2009, the City had invested \$382 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 increase for the current fiscal year of \$12.5 million, or 3 percent.

**City of Woodland  
Capital Assets  
As of June 30, 2009 and 2008  
(net of depreciation, in millions)**

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Capital Assets Not Being Depreciated						
Land and improvements	\$ 16.5	\$ 15.0	\$ 3.7	\$ 3.7	\$ 20.2	\$ 18.7
Construction in progress	12.7	46.0	7.1	10.1	19.8	56.1
Depreciable Capital Assets:						
Ponds	-	-	0.4	0.4	0.4	0.4
Buildings	67.5	62.8	0.1	0.1	67.6	62.9
Improvements	15.9	5.9	24.8	17.0	40.7	22.9
Machinery and equipment	8.7	7.8	1.5	1.0	10.2	8.8
Sewer treatment plant	-	-	8.5	8.8	8.5	8.8
Infrastructure	142.7	117.0	72.0	73.9	214.7	190.9
Total	\$ 264.0	\$ 254.5	\$ 118.1	\$ 115.0	\$ 382.1	\$ 369.5

This year's major capital-asset additions included:

- Completion of the second phase of the new Community & Senior Center added \$5.8 million to buildings.
- Completion of the first phase of the new 40-acre Sports Park complex added \$8.2 million to improvements.
- Tertiary improvements at the Wastewater Treatment Plant added \$8.5 million to improvements.
- Completion of construction of certain backbone infrastructure for the Spring Lake Specific Plan added \$27.8 million to infrastructure.

More detailed information about the City's capital assets is presented in Note 8 of the Notes to the Financial Statements.

### Long-term Debt

At June 30, 2009 and 2008, the City had \$131.2 million and \$127.6 million, respectively, in long-term debt outstanding. Outstanding debt of governmental activities decreased approximately \$1.8 million as a result of principal payments on existing debt during the fiscal year, offset by \$1.7 million in new capital leases. Outstanding debt of business-type activities increased approximately \$9.2 million as a result of issuance of \$9.25 million in new Water Revenue bonds, offset by principal payments on existing debt during the fiscal year.

**City of Woodland  
Outstanding Debt  
As of June 30, 2009 and 2008  
(in millions)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Revenue and other bonds, net	\$ 56.6	\$ 58.4	\$ 19.3	\$ 10.1	\$ 75.9	\$ 68.5
Tax allocation bonds	8.4	8.8	-	-	8.4	8.8
Certificates of participation, net	-	-	2.3	3.0	2.3	3.0
Loans payable	6.2	6.3	-	-	6.2	6.3
Developer fee obligations	34.9	38.9	-	-	34.9	38.9
Capital lease obligations	3.5	2.3	-	-	3.5	2.3
<b>Total</b>	<b>\$ 109.6</b>	<b>\$ 114.7</b>	<b>\$ 21.6</b>	<b>\$ 13.1</b>	<b>\$ 131.2</b>	<b>\$ 127.8</b>

More detailed information about the City's total long-term liabilities is presented in Note 9 of the Notes to the Financial Statements.

The City continues to maintain excellent credit ratings on all of its debt issues. The following are the ratings at June 30, 2009 as determined by Moody's Investors Service and Standard & Poor's. These ratings have not changed subsequent to year-end.

	<u>Moody's</u>	<u>S &amp; P</u>
Insured Issues:		
• 2002 Lease Revenue Bonds	A3	AAA
• 2003 Gibson Ranch CFD		AAA
• 2004 Gibson Ranch Refunding Bonds		AAA

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, 2009 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**

In light of the current downturn in the housing market, the City continues to face significant fiscal challenges. These include:

- The challenge of maintaining service levels in the context of continued growth in population and dwindling resources. Decreases in general revenues stemming from property and sales taxes in combination with continuing increases in personnel, benefit and utility costs present significant challenges for funding a balance of City services. Uncertainty surrounding receipt of money due from the State for operations of critical programs has also become a concern.
- 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 assets of \$9.3 million, with total net assets of \$10.6 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 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:

- Construction of the Gateway project made great progress during FY 07/08; this project, anchored by Costco and Target has helped generate new sales tax revenues and will ultimately aid area employment. Other retail stores opened during FY 08/09, including a Best Buy and Michael's store, which has helped generate new sales tax revenues. Additional stores are planned in the future.
- It is hoped that the City Center Lofts project will invigorate the Woodland Downtown core area with mixed use projects such as retail businesses, more restaurants and loft residences. This would encourage residents to live and shop in a neighborhood setting, enhancing the City's downtown revenues, and inviting new retail businesses to settle in the area.
- The Woodland Park Specific plan covers approximately 900 acres in the northeast industrial area of the City. Eventually the Plan will encourage diverse employment; it will include land for corporate campus, research and development, as well as current manufacturing and warehousing industries. It should set the stage for job growth for many years to come.

### **Next Year's Budget**

The General Fund budget for 2010 appropriates \$39.1 million, a decrease of 11 percent from the prior year. General Fund revenue for 2010 is projected to be \$38.8 million, which is \$4.8 million less than the revenue budget for 2009.

### **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](http://www.cityofwoodland.org).

**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2009**

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and investments	\$ 35,385,341	\$ 11,217,082	\$ 46,602,423
Cash and investments with fiscal agents	2,971,299	920,028	3,891,327
Receivables	6,008,223	1,014,882	7,023,105
Internal balances	(3,903,652)	3,903,652	-
Other assets	1,017,286	99,410	1,116,696
Long-term notes receivable	25,012,247	-	25,012,247
Capital assets not being depreciated	29,148,812	10,757,799	39,906,611
Capital assets being depreciated, net	234,795,745	107,342,279	342,138,024
Total assets	\$ 330,435,301	\$ 135,255,132	\$ 465,690,433
<b>LIABILITIES</b>			
Accounts payable	2,492,165	1,247,887	3,740,052
Interest payable	1,094,936	47,150	1,142,086
Deposits	3,091,508	-	3,091,508
Noncurrent liabilities:			
Due within one year	5,229,280	1,000,626	6,229,906
Due in more than one year	108,295,272	21,382,840	129,678,112
Total liabilities	120,203,161	23,678,503	143,881,664
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	167,697,342	103,132,145	270,829,487
Restricted for:			
Capital projects	18,651,992	-	18,651,992
Debt service	4,838,796	-	4,838,796
Transportation	1,259,508	-	1,259,508
Other purposes	2,155,667	-	2,155,667
Unrestricted	15,628,835	8,444,484	24,073,319
Total net assets	210,232,140	111,576,629	321,808,769
Total liabilities and net assets	\$ 330,435,301	\$ 135,255,132	\$ 465,690,433

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, 2009

FUNCTIONS/PROGRAMS:	Expenses	Indirect Expense Allocation	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
			Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities:</b>								
General government	\$ 6,465,055	\$ (4,555,436)	\$ 1,891,825	\$ -	\$ -	\$ (17,794)	\$ -	\$ (17,794)
Finance	899,947	231,300	229,906	-	-	(901,341)	-	(901,341)
Community development	6,519,677	553,414	8,215,989	1,693,580	-	2,836,478	-	2,836,478
Parks, recreation and community services	4,659,212	301,361	3,194,424	10,610	-	(1,755,539)	-	(1,755,539)
Police	15,299,837	456,079	834,577	493,896	-	(14,427,443)	-	(14,427,443)
Fire	8,990,168	316,068	1,165,662	-	-	(8,140,574)	-	(8,140,574)
Library	1,567,752	132,619	101,242	258,173	-	(1,340,956)	-	(1,340,956)
Public works	11,574,308	1,697,013	7,615,676	3,152,250	1,435,075	(1,068,320)	-	(1,068,320)
Interest on long-term debt	3,926,300	-	-	-	-	(3,926,300)	-	(3,926,300)
<b>Total governmental activities</b>	<b>59,902,256</b>	<b>(867,582)</b>	<b>23,249,301</b>	<b>5,608,509</b>	<b>1,435,075</b>	<b>(28,741,789)</b>	<b>-</b>	<b>(28,741,789)</b>
<b>Business-type activities:</b>								
Water	6,333,876	364,693	6,354,592	-	-	-	(343,977)	(343,977)
Sewer	8,615,703	404,850	10,487,752	-	-	-	1,467,199	1,467,199
Storm Drain	922,637	-	183,738	-	-	-	(738,899)	(738,899)
Wastewater Pretreatment	284,566	23,870	394,743	-	-	-	86,307	86,307
Recycling	269,919	31,177	282,949	29,769	-	-	11,622	11,622
Fire Training Center	336,279	10,894	337,305	29,537	-	-	19,669	19,669
Cemetery	358,644	28,435	110,808	-	-	-	(276,271)	(276,271)
Dubach Park	2,153	-	-	-	-	-	(2,153)	(2,153)
Construction and Demolition	64,412	3,663	62,446	-	-	-	(5,629)	(5,629)
Youth Program	9,695	-	8,046	-	-	-	(1,649)	(1,649)
<b>Total business-type activities</b>	<b>17,197,884</b>	<b>867,582</b>	<b>18,222,379</b>	<b>59,306</b>	<b>-</b>	<b>-</b>	<b>216,219</b>	<b>216,219</b>
<b>Total</b>	<b>\$ 77,100,140</b>	<b>\$ -</b>	<b>\$ 41,471,680</b>	<b>\$ 5,667,815</b>	<b>\$ 1,435,075</b>	<b>(28,741,789)</b>	<b>216,219</b>	<b>(28,525,570)</b>

**General revenues:**

<b>Taxes:</b>		
Property taxes	11,416,389	11,416,389
Measure E special tax	3,732,000	3,732,000
Other taxes	880,676	880,676
Franchise fees	1,607,431	1,607,431
<b>Intergovernmental not restricted for specific programs:</b>		
Sales and use tax	9,210,512	9,210,512
Motor vehicle in-lieu	4,365,446	4,365,446
Investment earnings	1,169,692	1,169,692
Gain on sale of capital assets	320	320
Transfers	630,934	(630,934)
<b>Total general revenues and transfers</b>	<b>33,013,400</b>	<b>33,134,974</b>
Change in net assets	4,271,611	4,609,404
Net assets - beginning of year	205,960,529	317,199,365
<b>Net assets- end of year</b>	<b>\$ 210,232,140</b>	<b>\$ 321,808,769</b>

**CITY OF WOODLAND, CALIFORNIA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2009**

	General Fund	Spring Lake Capital Projects	Special Sales Tax District	Sewer Development	Community Development Block Grant
<b>ASSETS</b>					
Cash and investments	\$ 6,147,482	\$ 10,990,932	\$ 621,511	\$ -	\$ -
Cash and investments with fiscal agents	116,022	-	-	-	29,137
Accounts receivable	3,733,311	187,992	-	132,474	238,269
Due from other funds	-	-	80,386	-	-
Inventory	140,827	-	-	-	-
Other assets	5,889	-	-	-	-
Long-term notes receivable	-	-	-	-	4,170,506
Advances to other funds	-	1,932,854	-	2,427,320	-
Total assets	<u>\$ 10,143,531</u>	<u>\$ 13,111,778</u>	<u>\$ 701,897</u>	<u>\$ 2,559,794</u>	<u>\$ 4,437,912</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 1,532,692	\$ 22,286	\$ 141,050	\$ 7,507	\$ 109,836
Due to other funds	-	-	-	500,000	157,570
Deposits	2,784,802	13,300	-	-	-
Deferred revenue	430,695	187,992	-	132,474	4,170,506
Compensated absences	100,000	-	-	-	-
Advances from other funds	-	-	-	8,876,227	-
Total liabilities	<u>4,848,189</u>	<u>223,578</u>	<u>141,050</u>	<u>9,516,208</u>	<u>4,437,912</u>
Fund balance:					
Reserved for:					
Encumbrances	-	1,458,232	623,575	7,805	392,662
Inventory	140,827	-	-	-	-
Low and moderate income housing	-	-	-	-	-
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Advances to other funds	-	1,932,854	-	2,427,320	-
Unreserved, undesignated reported in					
General Fund	5,154,515	-	-	-	-
Special revenue funds	-	-	-	-	(392,662)
Capital projects funds	-	9,497,114	(62,728)	(9,391,539)	-
Total fund balances (deficits)	<u>5,295,342</u>	<u>12,888,200</u>	<u>560,847</u>	<u>(6,956,414)</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 10,143,531</u>	<u>\$ 13,111,778</u>	<u>\$ 701,897</u>	<u>\$ 2,559,794</u>	<u>\$ 4,437,912</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, 2009**

Home Grant	Housing Assistance Grants	Woodland Redevelopment Agency Low/Mod Housing	Other Governmental Funds	Total Governmental Funds	
\$ -	\$ -	\$ 503,048	\$ 14,860,127	\$ 33,123,100	<b>ASSETS</b>
-	-	-	2,826,140	2,971,299	Cash and investments
-	210,000	24,915	1,464,831	5,991,792	Cash and investments with fiscal agents
-	-	-	2,369,502	2,449,888	Accounts receivable
-	-	-	-	140,827	Due from other funds
-	-	-	-	5,889	Inventory
8,542,560	8,020,796	4,226,881	51,504	25,012,247	Other assets
-	-	-	4,387,441	8,747,615	Long-term notes receivable
<u>\$ 8,542,560</u>	<u>\$ 8,230,796</u>	<u>\$ 4,754,844</u>	<u>\$ 25,959,545</u>	<u>\$ 78,442,657</u>	Advances to other funds
					Total assets
					<b>LIABILITIES AND FUND BALANCES</b>
					Liabilities:
\$ -	\$ -	\$ -	\$ 507,187	\$ 2,320,558	Accounts payable
251,367	554,617	-	807,531	2,271,085	Due to other funds
-	-	45	293,361	3,091,508	Deposits
8,542,560	8,020,796	4,226,881	434,533	26,146,437	Deferred revenue
-	-	-	-	100,000	Compensated absences
-	-	-	3,953,843	12,830,070	Advances from other funds
<u>8,793,927</u>	<u>8,575,413</u>	<u>4,226,926</u>	<u>5,996,455</u>	<u>46,759,658</u>	Total liabilities
					Fund balance:
32,375	55,225	1,000	1,597,513	4,168,387	Reserved for:
-	-	-	-	140,827	Encumbrances
-	-	526,918	-	526,918	Inventory
-	-	-	4,546,147	4,546,147	Low and moderate income housing
-	-	-	292,649	292,649	Debt service
-	-	-	4,387,441	8,747,615	Capital projects
-	-	-	-	5,154,515	Advances to other funds
(283,742)	(399,842)	-	1,538,907	462,661	Unreserved, undesignated reported in General Fund
-	-	-	7,600,433	7,643,280	Special revenue funds
<u>(251,367)</u>	<u>(344,617)</u>	<u>527,918</u>	<u>19,963,090</u>	<u>31,682,999</u>	Capital projects funds
<u>\$ 8,542,560</u>	<u>\$ 8,230,796</u>	<u>\$ 4,754,844</u>	<u>\$ 25,959,545</u>	<u>\$ 78,442,657</u>	Total fund balances (deficits)
					Total liabilities and fund balances

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 ASSETS - GOVERNMENTAL ACTIVITIES  
JUNE 30, 2009**

Total fund balances - total governmental funds	\$ 31,682,999
<p>Amounts reported for governmental activities in the statement of net assets are different from those reported in the governmental funds above because of the following:</p>	
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>	258,087,761
<p>Deferred costs of issuance for debt used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>	611,476
<p>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 assets.</p>	4,524,829
<p>Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.</p>	26,146,437
<p>Certain liabilities are not due and payable in the current period and, therefore, are not reported in the funds.</p>	
Developer fee obligations	(34,911,230)
Lease revenue bonds	(56,557,780)
Tax allocation bonds	(8,416,160)
Loans payable	(6,155,631)
Compensated absences	(1,455,904)
Other postemployment benefits	(2,256,921)
Interest payable	(1,067,736)
Net assets of governmental activities	\$ 210,232,140

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, 2009**

	General Fund	Spring Lake Capital Projects	Special Sales Tax District	Sewer Development	Community Development Block Grant
<b>REVENUES:</b>					
Taxes	\$ 23,344,034	\$ -	\$ -	\$ -	\$ -
Fines and penalties	456,942	-	-	-	-
Intergovernmental	4,944,601	-	-	-	748,275
Charges for services	5,932,239	-	-	-	-
Licenses and permits	4,341,680	7,185,714	-	1,019	-
Investment earnings	398,539	365,072	19,912	(249,147)	(179)
Miscellaneous	40,076	-	-	-	49,701
Total revenues	<u>39,458,111</u>	<u>7,550,786</u>	<u>19,912</u>	<u>(248,128)</u>	<u>797,797</u>
<b>EXPENDITURES:</b>					
Current:					
General government	1,780,986	-	-	-	-
Finance	1,049,600	131,386	-	-	-
Community development	4,026,497	238,585	-	-	842,619
Parks, recreation and community services	4,152,063	793,592	4,538,515	-	-
Police	14,693,458	-	-	-	-
Fire	8,719,256	-	-	-	-
Library	1,312,217	-	112,656	-	-
Public works	1,151,426	1,218,310	3,082,954	432,093	-
Debt service:					
Principal	155,194	5,307,254	-	-	-
Interest	54,946	-	-	-	-
Total expenditures	<u>37,095,643</u>	<u>7,689,127</u>	<u>7,734,125</u>	<u>432,093</u>	<u>842,619</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,362,468</u>	<u>(138,341)</u>	<u>(7,714,213)</u>	<u>(680,221)</u>	<u>(44,822)</u>
<b>OTHER FINANCING SOURCE (USES):</b>					
Proceeds from sale of capital assets	-	-	-	-	-
Contribution from developer advances	-	1,348,369	-	-	-
Transfers in	138,377	-	4,305,472	-	-
Transfers out	<u>(4,739,439)</u>	<u>(320,197)</u>	<u>(390,623)</u>	<u>(1,315,563)</u>	<u>-</u>
Total other financing sources (uses)	<u>(4,601,062)</u>	<u>1,028,172</u>	<u>3,914,849</u>	<u>(1,315,563)</u>	<u>-</u>
Net change in fund balances	(2,238,594)	889,831	(3,799,364)	(1,995,784)	(44,822)
Fund balances (deficit), beginning of year	<u>7,533,936</u>	<u>11,998,369</u>	<u>4,360,211</u>	<u>(4,960,630)</u>	<u>44,822</u>
Fund balances (deficit), end of year	<u>\$ 5,295,342</u>	<u>\$ 12,888,200</u>	<u>\$ 560,847</u>	<u>\$ (6,956,414)</u>	<u>\$ -</u>

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, 2009**

Home Grant	Housing Assistance Grants	Woodland Redevelopment Agency Low/Mod Housing	Other Governmental Funds	Total Governmental Funds	
\$ -	\$ -	\$ 293,698	\$ 1,462,600	\$ 25,100,332	<b>REVENUES:</b>
-	-	-	-	456,942	Taxes
446,725	390,000	-	4,991,483	11,521,084	Fines and penalties
-	-	-	1,306,513	7,238,752	Intergovernmental
-	-	-	4,728,885	16,257,298	Charges for services
-	-	16,070	555,589	1,105,856	Licenses and permits
28,956	-	12,202	152,147	283,082	Investment earnings
475,681	390,000	321,970	13,197,217	61,963,346	Miscellaneous
					Total revenues
-	-	-	-	1,780,986	<b>EXPENDITURES:</b>
-	-	-	387,747	1,568,733	Current:
701,419	659,595	176,624	720,699	7,366,038	General government
-	-	-	2,978,047	12,462,217	Finance
-	-	-	294,115	14,987,573	Community development
-	-	-	296,752	9,016,008	Parks, recreation and community services
-	-	-	410,398	1,835,271	Police
-	-	-	9,775,376	15,660,159	Fire
-	-	100,000	2,092,302	7,654,750	Library
-	-	30,910	3,594,759	3,680,615	Public works
701,419	659,595	307,534	20,550,195	76,012,350	Debt service:
					Principal
					Interest
					Total expenditures
(225,738)	(269,595)	14,436	(7,352,978)	(14,049,004)	Excess (deficiency) of revenues over (under) expenditures
-	-	-	320	320	<b>OTHER FINANCING SOURCE (USES):</b>
-	-	-	-	1,348,369	Proceeds from sale of capital assets
-	-	-	12,132,978	16,576,827	Contribution from developer advances
-	-	-	(9,200,796)	(15,966,618)	Transfers in
-	-	-			Transfers out
-	-	-	2,932,502	1,958,898	Total other financing sources (uses)
(225,738)	(269,595)	14,436	(4,420,476)	(12,090,106)	Net change in fund balances
(25,629)	(75,022)	513,482	24,383,566	43,773,105	Fund balances (deficit), beginning of year
\$ (251,367)	\$ (344,617)	\$ 527,918	\$ 19,963,090	\$ 31,682,999	Fund balances (deficit), end of year

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**  
**YEAR ENDED JUNE 30, 2009**

Net change in fund balances - total governmental funds \$ (12,090,106)

Amounts reported for governmental activities in the statement of activities are different 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	17,659,898	
Depreciation expense	<u>(8,932,273)</u>	8,727,625

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 4,335,704

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 assets. This amount is the net effect of these differences in the treatment of long-term debt.

Principal retirement	7,654,750
Proceeds from long-term loans	(120,250)
Contribution from developer advances	(1,348,369)

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.

Amortization of bond issuance costs	(37,259)
Amortization of premiums and discounts	(10,492)
Change in accrued interest	19,573
Changes in compensated absences	107,173
Changes in other postemployment benefits	(2,256,921)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net expenses of internal service funds is reported with governmental activities. (709,817)

Change in net assets of governmental activities \$ 4,271,611

**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Taxes	\$ 26,067,912	\$ 26,067,912	\$ 23,344,034	\$ (2,723,878)
Fines and penalties	643,927	643,927	456,942	(186,985)
Intergovernmental	4,739,938	4,863,703	4,944,601	80,898
Charges for services	5,779,311	5,779,311	5,932,239	152,928
Licenses and permits	5,251,364	5,251,364	4,341,680	(909,684)
Investment earnings	79,000	79,000	398,539	319,539
Miscellaneous	35,000	35,000	40,076	5,076
Total revenues	<u>42,596,452</u>	<u>42,720,217</u>	<u>39,458,111</u>	<u>(3,262,106)</u>
<b>EXPENDITURES:</b>				
<b>General Government:</b>				
<b>City Council</b>				
Personnel services	83,393	83,393	66,268	17,125
Supplies	121,250	121,250	153,537	(32,287)
Other services and charges	118,959	118,959	71,138	47,821
Total City Council	<u>323,602</u>	<u>323,602</u>	<u>290,943</u>	<u>32,659</u>
<b>City Clerk</b>				
Personnel services	8,411	8,411	2,060	6,351
Supplies	12,153	12,153	11,354	799
Other services and charges	5,024	5,024	2,640	2,384
Total City Clerk	<u>25,588</u>	<u>25,588</u>	<u>16,054</u>	<u>9,534</u>
<b>City Attorney</b>				
Other services and charges	461,500	461,500	450,776	10,724
<b>City Manager/Human Resources</b>				
Personnel services	921,900	921,900	848,255	73,645
Supplies	192,360	192,360	158,910	33,450
Other services and charges	12,409	12,409	16,048	(3,639)
Total City Manager/Human Resources	<u>1,126,669</u>	<u>1,126,669</u>	<u>1,023,213</u>	<u>103,456</u>
Total General Government	<u>1,937,359</u>	<u>1,937,359</u>	<u>1,780,986</u>	<u>156,373</u>
<b>Finance</b>				
Personnel services	781,423	781,423	788,683	(7,260)
Supplies	377,813	375,769	253,108	122,661
Other services and charges	12,053	12,053	7,809	4,244
Total Finance	<u>1,171,289</u>	<u>1,169,245</u>	<u>1,049,600</u>	<u>119,645</u>
<b>Community Development</b>				
Personnel services	3,324,845	3,324,845	2,935,207	389,638
Supplies	801,222	848,816	660,627	188,189
Other services and charges	460,758	458,758	430,663	28,095
Total Community Development	<u>4,586,825</u>	<u>4,632,419</u>	<u>4,026,497</u>	<u>605,922</u>

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 BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>Parks, Recreation and Community Services</b>				
Personnel services	\$ 2,644,935	\$ 2,759,935	\$ 2,615,044	144,891
Supplies	1,788,368	1,671,331	1,255,253	416,078
Other services and charges	381,565	381,565	281,766	99,799
<b>Total Parks, Recreation and Community Services</b>	<u>4,814,868</u>	<u>4,812,831</u>	<u>4,152,063</u>	<u>660,768</u>
<b>Police</b>				
Personnel services	10,934,625	11,010,860	10,642,466	368,394
Supplies	3,324,497	3,775,356	3,473,139	302,217
Other services and charges	551,529	580,438	577,853	2,585
<b>Total Police</b>	<u>14,810,651</u>	<u>15,366,654</u>	<u>14,693,458</u>	<u>673,196</u>
<b>Fire</b>				
Personnel services	6,528,961	6,576,168	6,717,846	(141,678)
Supplies	1,391,532	1,334,410	1,328,418	5,992
Other services and charges	689,309	698,804	672,992	25,812
<b>Total Fire</b>	<u>8,609,802</u>	<u>8,609,382</u>	<u>8,719,256</u>	<u>(109,874)</u>
<b>Library</b>				
Personnel services	984,263	984,263	927,855	56,408
Supplies	279,339	278,438	260,748	17,690
Other services and charges	127,470	127,470	123,614	3,856
<b>Total Library</b>	<u>1,391,072</u>	<u>1,390,171</u>	<u>1,312,217</u>	<u>77,954</u>
<b>Public Works</b>				
Personnel services	506,881	506,881	458,186	48,695
Supplies	732,867	736,225	595,316	140,909
Other services and charges	126,333	126,333	97,924	28,409
<b>Total Public Works</b>	<u>1,366,081</u>	<u>1,369,439</u>	<u>1,151,426</u>	<u>218,013</u>
<b>Debt service:</b>				
Principal	152,242	152,242	155,194	(2,952)
Interest and fiscal charges	57,898	57,898	54,946	2,952
<b>Total expenditures</b>	<u>38,898,087</u>	<u>39,497,640</u>	<u>37,095,643</u>	<u>2,401,997</u>
Excess of revenues over expenditures	<u>3,698,365</u>	<u>3,222,577</u>	<u>2,362,468</u>	<u>(860,109)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	941,770	941,770	138,377	(803,393)
Transfers out	(4,563,135)	(4,563,135)	(4,739,439)	(176,304)
<b>Total other financing sources (uses)</b>	<u>(3,621,365)</u>	<u>(3,621,365)</u>	<u>(4,601,062)</u>	<u>(979,697)</u>
<b>Net change in fund balance</b>	<u>\$ 77,000</u>	<u>\$ (398,788)</u>	<u>(2,238,594)</u>	<u>\$ (1,839,806)</u>
Fund balance, beginning of year			<u>7,533,936</u>	
Fund balance, end of year			<u>\$ 5,295,342</u>	

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 BALANCE -**  
**BUDGET AND ACTUAL -**  
**COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 1,348,788	\$ 748,275	\$ (600,513)
Investment earnings	-	-	(179)	(179)
Miscellaneous	-	-	49,701	49,701
Total revenues	<u>-</u>	<u>1,348,788</u>	<u>797,797</u>	<u>(550,991)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	<u>176,716</u>	<u>1,348,788</u>	<u>842,619</u>	<u>506,169</u>
Net change in fund balance	<u>\$ (176,716)</u>	<u>\$ -</u>	<u>(44,822)</u>	<u>\$ (44,822)</u>
Fund balance, beginning of year			<u>44,822</u>	
Fund balance, end of year			<u>\$ -</u>	

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 BALANCE - BUDGET AND ACTUAL  
HOME GRANT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 701,419	\$ 446,725	\$ (254,694)
Miscellaneous	-	-	28,956	28,956
Total revenues	<u>-</u>	<u>701,419</u>	<u>475,681</u>	<u>(225,738)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	-	701,419	701,419	-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(225,738)</u>	<u>\$ (225,738)</u>
Fund deficit, beginning of year			<u>(25,629)</u>	
Fund deficit, end of year			<u>\$ (251,367)</u>	

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 BALANCE - BUDGET AND ACTUAL  
HOUSING ASSISTANCE GRANT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 390,000	\$ 390,000	\$ -
<b>EXPENDITURES:</b>				
Current:				
Community development	-	660,000	659,595	405
Net change in fund balance	<u>\$ -</u>	<u>\$ (270,000)</u>	(269,595)	<u>\$ 405</u>
Fund deficit, beginning of year			<u>(75,022)</u>	
Fund deficit, end of year			<u>\$ (344,617)</u>	

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

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**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2009**

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Drain	Nonmajor Enterprise Funds	Total	
<b>ASSETS</b>						
Current assets:						
Cash and investments	\$ 7,808,324	\$ 919,829	\$ -	\$ 2,488,929	\$ 11,217,082	\$ 2,262,241
Accounts receivable	325,024	614,668	8,800	66,390	1,014,882	16,431
Due from other funds	2,418,024	500,000	-	68,000	2,986,024	-
Prepaid items and deposits	88,585	10,825	-	-	99,410	259,094
<b>Total current assets</b>	<b>10,639,957</b>	<b>2,045,322</b>	<b>8,800</b>	<b>2,623,319</b>	<b>15,317,398</b>	<b>2,537,766</b>
Noncurrent assets:						
Cash and investments with fiscal agents	-	920,028	-	-	920,028	-
Advances to other funds	2,020,989	8,876,227	-	-	10,897,216	-
Land	281,851	2,957,761	447,400	-	3,687,012	-
Construction in progress	5,844,564	1,111,808	114,415	-	7,070,787	-
Depreciable capital assets (net of accumulated depreciation)	25,294,577	62,704,261	19,328,497	14,944	107,342,279	5,856,796
<b>Total noncurrent assets</b>	<b>33,441,981</b>	<b>76,570,085</b>	<b>19,890,312</b>	<b>14,944</b>	<b>129,917,322</b>	<b>5,856,796</b>
<b>Total assets</b>	<b>44,081,938</b>	<b>78,615,407</b>	<b>19,899,112</b>	<b>2,638,263</b>	<b>145,234,720</b>	<b>8,394,562</b>
<b>LIABILITIES</b>						
Current liabilities:						
Accounts payable	818,175	345,954	12,423	71,335	1,247,887	171,607
Due to other funds	-	-	2,396,452	768,375	3,164,827	-
Interest payable	-	47,150	-	-	47,150	27,200
Compensated absences	38,887	44,014	476	3,665	87,042	16,175
Long-term debt - current portion	195,000	718,584	-	-	913,584	618,639
<b>Total current liabilities</b>	<b>1,052,062</b>	<b>1,155,702</b>	<b>2,409,351</b>	<b>843,375</b>	<b>5,460,490</b>	<b>833,621</b>
Noncurrent liabilities:						
Compensated absences	94,095	84,229	4,268	38,486	221,078	45,215
Advances from other funds	-	-	6,814,761	-	6,814,761	-
Revenue bonds	8,975,000	10,087,220	-	-	19,062,220	-
Certificates of participation, net	-	1,587,167	-	-	1,587,167	-
Capitalized lease obligations	-	-	-	-	-	2,885,447
Other postemployment benefits	193,839	206,520	35,024	76,992	512,375	105,450
<b>Total noncurrent liabilities</b>	<b>9,262,934</b>	<b>11,965,136</b>	<b>6,854,053</b>	<b>115,478</b>	<b>28,197,601</b>	<b>3,036,112</b>
<b>Total liabilities</b>	<b>10,314,996</b>	<b>13,120,838</b>	<b>9,263,404</b>	<b>958,853</b>	<b>33,658,091</b>	<b>3,869,733</b>
<b>NET ASSETS</b>						
Invested in capital assets, net of related debt	27,926,002	55,300,887	19,890,312	14,944	103,132,145	2,352,710
Unrestricted	5,840,940	10,193,682	(9,254,604)	1,664,466	8,444,484	2,172,119
<b>Total net assets</b>	<b>\$ 33,766,942</b>	<b>\$ 65,494,569</b>	<b>\$ 10,635,708</b>	<b>\$ 1,679,410</b>	<b>\$ 111,576,629</b>	<b>\$ 4,524,829</b>

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 ASSETS**  
**PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2009**

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Water	Sewer	Storm Drain	Nonmajor Enterprise Funds		Total
<b>OPERATING REVENUES:</b>						
Charges for services	\$ 6,302,654	\$ 10,362,454	\$ 183,738	\$ 1,178,858	\$ 18,027,704	\$ -
Billings to departments	-	-	-	-	-	9,734,640
Other	51,938	125,298	-	17,439	194,675	52,804
Total operating revenues	<u>6,354,592</u>	<u>10,487,752</u>	<u>183,738</u>	<u>1,196,297</u>	<u>18,222,379</u>	<u>9,787,444</u>
<b>OPERATING EXPENSES:</b>						
Personnel services	2,735,606	2,989,043	120,622	991,624	6,836,895	1,326,389
Utilities	849,812	693,895	46,614	20,875	1,611,196	26,359
Office supplies and expenses	938,784	1,185,825	61,024	238,481	2,424,114	728,953
Small tools and supplies	2,592	5,546	812	1,311	10,261	5,261
Contractual services	516,733	894,666	31,795	41,185	1,484,379	-
Depreciation	913,710	1,870,674	614,048	4,678	3,403,110	1,103,640
Equipment rental and maintenance	276,647	405,836	47,722	125,553	855,758	885,862
Insurance premiums and claims	-	-	-	-	-	6,408,452
Total operating expenses	<u>6,233,884</u>	<u>8,045,485</u>	<u>922,637</u>	<u>1,423,707</u>	<u>16,625,713</u>	<u>10,484,916</u>
Operating income (loss)	<u>120,708</u>	<u>2,442,267</u>	<u>(738,899)</u>	<u>(227,410)</u>	<u>1,596,666</u>	<u>(697,472)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>						
Investment earnings	346,282	345,384	7,469	53,373	752,508	63,836
Intergovernmental	-	-	-	59,306	59,306	-
Interest expense	(245,382)	(220,850)	-	-	(466,232)	(134,516)
Other expenses	(219,303)	-	-	-	(219,303)	-
Gain (loss) on disposal of capital assets	-	(754,218)	-	-	(754,218)	37,610
Total nonoperating revenues (expenses)	<u>(118,403)</u>	<u>(629,684)</u>	<u>7,469</u>	<u>112,679</u>	<u>(627,939)</u>	<u>(33,070)</u>
Income (loss) before transfers	2,305	1,812,583	(731,430)	(114,731)	968,727	(730,542)
Transfers in	-	-	186,216	240,251	426,467	195,079
Transfers out	(159,102)	(898,299)	-	-	(1,057,401)	(174,354)
Change in net assets	(156,797)	914,284	(545,214)	125,520	337,793	(709,817)
Net assets, beginning of year	<u>33,923,739</u>	<u>64,580,285</u>	<u>11,180,922</u>	<u>1,553,890</u>	<u>111,238,836</u>	<u>5,234,646</u>
Net assets, end of year	<u>\$ 33,766,942</u>	<u>\$ 65,494,569</u>	<u>\$ 10,635,708</u>	<u>\$ 1,679,410</u>	<u>\$ 111,576,629</u>	<u>\$ 4,524,829</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, 2009**

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Drain	Nonmajor Enterprise Funds		
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>						
Receipts from customers	\$ 6,570,231	\$ 10,664,360	\$ 188,602	\$ 1,183,816	\$ 18,607,009	\$ 9,869,852
Payments to suppliers	(2,167,717)	(3,054,102)	(212,410)	(421,615)	(5,855,844)	(1,797,951)
Payments to employees	(2,473,910)	(2,729,391)	(93,969)	(923,573)	(6,220,843)	(1,195,767)
Payments for insurance premiums and claims	-	-	-	-	-	(6,414,325)
Net cash provided (used) by operating activities	<u>1,928,604</u>	<u>4,880,867</u>	<u>(117,777)</u>	<u>(161,372)</u>	<u>6,530,322</u>	<u>461,809</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>						
Transfers in	-	-	186,216	240,251	426,467	174,354
Transfers out	(138,377)	(898,299)	-	-	(1,036,676)	(174,354)
Short-term interfund loan payments received (made)	(2,418,024)	4,557,047	(68,691)	46,524	2,116,856	-
Long-term loans to other funds	(47,687)	(8,876,227)	-	-	(8,923,914)	-
Operating grants received	-	-	-	59,306	59,306	-
Net cash provided (used) by noncapital financing activities	<u>(2,604,088)</u>	<u>(5,217,479)</u>	<u>117,525</u>	<u>346,081</u>	<u>(7,357,961)</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>						
Acquisition of capital assets	(5,481,323)	(1,772,947)	(7,217)	-	(7,261,487)	(170,904)
Proceeds from sale of capital assets	-	-	-	-	-	37,610
Proceeds from issuance of long-term debt	9,250,000	-	-	-	9,250,000	-
Principal payments on long-term debt	(80,000)	(730,000)	-	-	(810,000)	(524,227)
Interest paid	(245,382)	(183,425)	-	-	(428,807)	(142,855)
Net cash provided (used) by capital and related financing activities	<u>3,443,295</u>	<u>(2,686,372)</u>	<u>(7,217)</u>	<u>-</u>	<u>749,706</u>	<u>(800,376)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>						
Interest received	346,282	345,384	7,469	53,373	752,508	63,836
Net increase (decrease) in cash and cash equivalents	3,114,093	(2,677,600)	-	238,082	674,575	(274,731)
Cash and cash equivalents, beginning of year	4,694,231	3,597,429	-	2,250,847	10,542,507	2,536,972
Cash and cash equivalents, end of year	<u>\$ 7,808,324</u>	<u>\$ 919,829</u>	<u>\$ -</u>	<u>\$ 2,488,929</u>	<u>\$ 11,217,082</u>	<u>\$ 2,262,241</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>						
Acquisition of capital assets through capital leases	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,696,000
Amortization of original issue discount	-	51,417	-	-	51,417	-
Transfer in (out) of capital assets	(20,725)	-	-	-	(20,725)	20,725

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

**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF CASH FLOWS (CONTINUED)**  
**PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2009**

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Drain	Nonmajor Enterprise Funds		
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>						
Operating income (loss)	\$ 120,708	\$ 2,442,267	\$ (738,899)	\$ (227,410)	\$ 1,596,666	\$ (697,472)
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	913,710	1,870,674	614,048	4,678	3,403,110	1,103,640
Other expenses	(219,303)	-	-	-	(219,303)	-
Change in assets and liabilities:						
Accounts receivable	215,639	176,608	4,864	(12,481)	384,630	82,408
Prepaid items and deposits	48,793	-	-	-	48,793	(221,569)
Accounts payable	587,361	131,666	(24,443)	5,790	700,374	64,180
Compensated absences	67,857	53,132	(8,371)	(8,941)	103,677	25,172
Other postemployment benefits	193,839	206,520	35,024	76,992	512,375	105,450
Total adjustments	1,807,896	2,438,600	621,122	66,038	4,933,656	1,159,281
Net cash provided (used) by operating activities	\$ 1,928,604	\$ 4,880,867	\$ (117,777)	\$ (161,372)	\$ 6,530,322	\$ 461,809

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

**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS**  
**JUNE 30, 2009**

**ASSETS**

Cash and investments	\$ 5,165,067
Cash and investments with fiscal agents	4,870,787
Accounts receivable	<u>286,733</u>
Total assets	<u><u>\$ 10,322,587</u></u>

**LIABILITIES**

Accounts payable	\$ 51,819
Deposits payable	4,464,490
Due to assessment district bondholders	<u>5,806,278</u>
Total liabilities	<u><u>\$ 10,322,587</u></u>

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

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**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2009**

**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.

*A. Reporting Entity*

The financial statements of the City of Woodland include the financial activities of the City as well as the 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, the 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 blended with those of the City in the accompanying financial statements.

The **Woodland Redevelopment Agency (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 Agency is controlled by the City and has the same governing board as the City, which also performs all accounting and administrative functions for the Agency. The financial activities of the Agency have been included in these financial statements in the Redevelopment Agency Capital Projects Funds, Woodland Redevelopment Agency Low/Mod Housing Fund, Woodland Redevelopment Agency 1996 Tax Allocation Bonds Debt Service Fund, and the Woodland Redevelopment Agency 2007 Tax Allocation Bonds.

The **Woodland Public Facilities Corporation (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 Corporation is controlled by the City and has the same governing body.

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 are included in the 2002 Lease Revenue Bonds, Woodland Redevelopment Agency 1996 Tax Allocation Bonds, 2005 Capital Projects Lease Revenue Bonds, 2005 Wastewater Treatment Plant Revenue Bonds, and 2007 Capital Projects Lease Revenue Bonds, and the Woodland Redevelopment Agency 2007 Tax Allocation Bonds Debt Service Funds.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*B. Government-wide and Fund Financial Statements*

**Government-wide Statements:** The statement of net assets 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 charges to external parties. Eliminations have been made to minimize the double counting of internal activities.

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.

*C. Major Funds*

GASB Statement 34 defines major funds and requires that the City's major governmental and enterprise funds be identified and presented separately in the fund financial statements. All other funds, called non-major funds, are combined and reported in a single column, regardless of their fund-type.

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 and forfeitures and investment earnings. Expenditures are made for public safety, most street work and the other services not required to be accounted for in another fund.

**Spring Lake Capital Projects Fund** – Established to account for the proceeds received from the issuance of special assessment debt, for which the City has no obligation, and project specific funds collected for capital improvement in the Spring Lake Community Facilities District.

**Special Sales Tax District Capital Projects Fund** – Established to account for funds collected by the City's general fund representing the Measure E ½ cent special sales tax.

**Sewer Development Capital Projects Fund** – Established to account for fees collected from developers for the sewer system expansion.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Community Development Block Grant Special Revenue Fund** – Established to account for Community Development Block Grant revenue and expenditures.

**Home Grant** – Established to account for the revenues and expenditures associated with the HOME Investment Partnership Program.

**Housing Assistance Grant Special Revenue Fund** – Established to account for the activity related to grant funding received to provide housing assistance.

**Woodland Redevelopment Agency Low/Mod Housing Capital Projects Fund** – Established to account for the low and moderate income housing set-aside required by the Health and Safety Code.

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. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, maintenance and billing and collection.

**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.

**Storm Drain Fund** - Accounts for the provision of storm drain 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 equipment service and repair, employee benefits, self-insurance and information systems; all of which are provided to other departments on a cost-reimbursement basis.

**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 financial activities of these funds are excluded from the government-wide financial statements, but are presented in separate fiduciary fund financial statements.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

*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 if 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 assets may be available to finance program expenditures. The City's policy is to first apply restricted 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 FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

For its business-type activities and enterprise funds, the City has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The City has elected not to apply private-sector standards issued after November 30, 1989. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), are accounting principles generally accepted in the United States of America.

*E. Property Taxes*

The County of Yolo (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 taxes are due in two installments, on November 1 and March 1. Property taxes become delinquent after December 10 and April 10, respectively. Unsecured property taxes are 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.

*F. Assets, Liabilities and Net Assets/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 average daily balances of the funds entitled to receive interest. The City reports investments at fair value, except that the guaranteed investment contracts are recorded at cost. Guaranteed investment contracts are non-marketable interest bearing agreements with or guaranteed by certain financial institutions. The agreements provide for a guaranteed return on the principal over a specified period. A guaranteed investment contract is a general obligation instrument issued by a financial institution, subject to any applicable legal restrictions. 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.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

2. Cash and Investments with Fiscal Agents

Proceeds from various City debt issuances, as well as special assessment debt, that 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 and investments with maturities of three months or less for purposes of the statement of cash flows.

4. 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 assets 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 assets as "internal balances." Advances to other funds, as reported in the governmental funds balance sheet, are offset by a reservation of fund balance to indicate those amounts that are not available for appropriation and are not expendable available financial resources.

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.

5. Inventory

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

6. Capital Assets

Capital assets, which include land, buildings, improvements, equipment, construction in progress 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 fair market 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 is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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) and 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	3 – 10 years
Sewer treatment plant	20 – 50 years
Infrastructure	10 – 60 years

7. Notes Receivable

The City and the 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.

8. Deferred Revenue

Deferred revenue recorded in the governmental funds arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenue also arises when resources are received by the City before it has a legal claim to them. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the City recognizes revenue.

9. Compensated Absences

Compensated absences comprise unused vacation leave, vested sick pay 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 pay-outs 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 and proprietary funds 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 assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight line method. Bonds payable and certificates of participation are reported net of the applicable bond discount and any deferred amount on refunding, and amortized over the term of the related debt.

CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

11. Special Assessments

Special assessment debt totaled \$54,816,000 as of June 30, 2009. The City is not liable for such debt; rather, it acts solely as an agent for the property owners, who are liable for the debt, in collecting the assessments, forwarding the collections to the bondholders, and initiating foreclosure proceedings, if applicable. Accordingly, this liability is not reflected in the City's basic financial statements.

12. Net Assets/Fund Balances

The government-wide and proprietary fund financial statements utilize a net asset presentation. Net assets are categorized as invested in capital assets – net of related debt, restricted and unrestricted.

*Invested in capital assets, net of related debt* describes the portion of net assets 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 these assets.

*Restricted net assets* 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, debt service requirements and redevelopment funds restricted for low and moderate income housing.

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

In the fund financial statements, reservations represent portions of fund balance that are not available for appropriation or are legally restricted for a specific purpose. As of June 30, 2009, reservations included:

Reserve for **encumbrances** represents the portion of fund balance set aside for open purchase orders.

Reserve for **inventory** represents the portion of fund balance that is segregated for inventory, and is not available for appropriation.

Reserve for **low and moderate income housing** is the portion of redevelopment fund balance legally required to be set-aside for low and moderate income housing expenditures under the California Health and Safety Code.

Reserve for **debt service** is the portion of fund balance legally restricted for the payment of principal and interest on long-term liabilities.

Reserve for **capital projects** represents unspent bond proceeds legally restricted to finance various redevelopment activities within the Agency's project area.

Reserve for **advances to other funds** represents the portion of fund balance set aside to indicate this item does not represent available, spendable resources.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**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 June to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order.
4. The City Manager is 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 cannot legally exceed the appropriated amount) is at the total City operating budget 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 Housing Assistance Grants, Special Transportation, Historical Walking Tour, Local Law Enforcement Block Grant, COPS MORE Technology Grant, Off-Site Affordable Housing, and Workforce Housing Grants Special Revenue Funds. The City also adopts project time frame budgets for capital projects funds. Such budgets are based on a project time frame 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.

*B. Encumbrances*

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of City funds are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of formal budgetary integration in all budgeted funds. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities and are reappropriated in the following year. Unexpended appropriations lapse at year-end and must be reappropriated in the following year.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 3 – IMPLEMENTATION OF GASB STATEMENT**

Effective July 1, 2008, the City implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. GASB Statement No. 45 addresses how governmental entities should account for and report their costs and obligations related to postemployment healthcare and other non-pension benefits. Collectively, these benefits are commonly referred to as other postemployment benefits, or OPEB. GASB Statement No. 45 generally requires that employers account for and report the annual cost of OPEB and the outstanding obligations and commitments related to OPEB in essentially the same manner as they currently do for pensions. Annual OPEB cost for most employers will be based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as they come due. This statement's provisions may be applied prospectively and does not require governmental entities to fund their OPEB plans. An employer may establish its OPEB liability at zero as of the beginning of the initial year of implementation; however, the unfunded actuarial liability is required to be amortized over future periods. The City has elected to implement the requirements of GASB Statement No. 45 on a prospective basis. This statement also established disclosure requirements for information about the plans in which an employer participates, the funding policy followed, the actuarial valuation process and assumptions, and, for certain employers, the extent to which the plan has been funded over time. As a result, the City has recorded its net OPEB liability and included the related financial statement disclosures regarding its OPEB plan in Note 12.

**NOTE 4 – CASH AND INVESTMENTS**

*A. Authorized Investments*

The City's dependence on property tax receipts, which are received semi-annually, requires it to maintain significant cash reserves to finance operations during the remainder of the year. The City pools cash from all sources and all funds except cash and investments with fiscal agents. These funds are invested at the maximum yield, consistent with safety and liquidity.

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.

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

The City's investments are carried at cost and adjusted to fair value at the end of the fiscal year. The effects of any fair value adjustments are recorded as a component of investment earnings.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 4 – CASH AND INVESTMENTS (Continued)**

*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 market 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*

Nearly 31% of the City's pooled investments at year-end are in U.S. Agency Securities. There is no limitation on amounts invested in these types of issues. Investments in any one issuer (other than U.S. Treasury Notes, mutual funds and external investment pools) that represented 5% or more of the total investments of the City are as follows:

Federal Home Loan Bank	\$ 7,500,000
Federal Farm Credit Bank	7,000,000

Investments in any one issuer that represented 5% or more of the total investments by reporting unit (governmental activities, business-type activities, major fund and nonmajor funds in the aggregate) is as follows:

- \$920,028 of cash and investments with fiscal agent reported in the Sewer Enterprise Fund (a major fund of the City) was held in the form of an unrated guaranteed investment contract issued by AIG Financial Products LTD that matures on March 1, 2018.
- \$757,323 of cash and investments with fiscal agent reported in the 2002 Lease Revenue Bonds Debt Service Fund (nonmajor funds in the aggregate) was held in the form of an unrated guaranteed investment contract issued by FSA Capital Management Services, LLC that matures on March 1, 2032.

*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 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.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 4 – CASH AND INVESTMENTS (Continued)**

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, 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.

As of June 30, 2009, the City's investments and credit ratings are as follows:

	Credit Rating (S & P)	Maturity				Fair Value
		31-180 Days	181-365 Days	1-5 Years	Over 5 Years	
<b>Deposits:</b>						
Cash in Bank and on Hand	N/A	\$ --	\$ --	\$ --	\$ --	\$ 1,848,561
<b>City Pooled Investments:</b>						
LAIF	Not Rated	34,418,929	--	--	--	34,418,929
<b>U. S. Agency Securities:</b>						
Federal National Mortgage Association	AAA	1,000,000	--	--	--	1,000,000
Federal Farm Credit Bank	AAA	--	--	7,000,000	--	7,000,000
Federal Home Loan Bank	AAA	1,500,000	--	6,000,000	--	7,500,000
<b>Total City Pooled Cash and Investments</b>						<b>51,767,490</b>
<b>Cash and Investments with Fiscal Agent:</b>						
Cash in Bank	--	--	--	--	--	145,159
Nonnegotiable Certificates of Deposit	N/A	51,054	--	--	--	51,054
Money Market Mutual Fund	AAA	6,888,550	--	--	--	6,888,550
Guaranteed Investment Contracts	Not Rated	--	--	--	1,677,351	1,677,351
<b>Total Cash and Investments With Fiscal Agent</b>						<b>8,762,114</b>
<b>Total Cash and Investments</b>						<b>\$60,529,604</b>

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, 2009 was \$25.1 billion. LAIF is part of the State of California's Pooled Money Investment Account (PMIA), which, as of June 30, 2009 had a balance of \$50.7 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 235 days as of June 30, 2009. 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. Included in PMIA's investment portfolio are structured notes and asset-backed securities totaling \$5.1 billion and \$2.3 billion as of June 30, 2009.

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009**

**NOTE 4 – CASH AND INVESTMENTS (Continued)**

Cash and investments as of June 30, 2009 are classified in the accompanying financial statements as follows:

Statement of Net Assets:	
Cash and investments	\$46,602,423
Cash and investments with fiscal agents	3,891,327
Statement of Fiduciary Net Assets	
Cash and investments	5,165,067
Cash and investments with fiscal agents	<u>4,870,787</u>
Total cash and investments	<u>\$ 60,529,604</u>

**NOTE 5 – INTERFUND TRANSACTIONS**

*A. Transfers Between Funds*

With City 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 year ended June 30, 2009 were as follows:

Fund Receiving Transfers	Fund Making Transfers	Amount Transferred
General Fund	Water Enterprise Fund	\$ 138,377
Special Sales Tax District	General Fund	4,305,472
Storm Drain Enterprise Fund	General Fund	186,216
Other Governmental Funds	General Fund	7,500
	Spring Lake Capital Projects	320,197
	Special Sales Tax District	390,623
	Sewer Development	1,315,563
	Other Governmental Funds	9,200,796
	Sewer Enterprise Fund	898,299
		12,132,978
Internal Service Funds	Water Enterprise Fund	20,725
	Internal Service Funds	174,354
		195,079
Other Enterprise Funds	General Fund	240,251
		\$ 17,198,373

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 5 – INTERFUND TRANSACTIONS (Continued)**

*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.

Current interfund balances as of June 30, 2009 were as follows:

Due To	Due From	Amount
Sewer Development	Sewer Enterprise Fund	\$ 500,000
Community Development Block Grant	Other Governmental Funds	157,570
Home Grant	Other Governmental Funds	251,367
Housing Assistance Grants	Other Governmental Funds	554,617
Storm Drain Enterprise Fund	Water Enterprise Fund	2,396,452
Other Governmental Funds	Water Enterprise Fund	21,572
	Special Sales Tax District	80,386
	Other Governmental Funds	705,573
		<u>807,531</u>
Other Enterprise Funds	Other Governmental Funds	700,375
	Other Enterprise Fund	68,000
		<u>768,375</u>
		<u>\$ 5,435,912</u>

*C. Long-Term Interfund Advances*

As of June 30, 2009 the Sewer Development (\$2,427,320), Water Development (\$2,286,342) and Storm Drain Development (\$2,101,099) Capital Projects Funds had advanced a total of \$6,814,761 to the Storm Drain Enterprise Fund for cash flow purposes. Interest on the advance was forgiven, and the remaining repayment terms will be evaluated when the related fee study is completed. The Water Enterprise Fund has advanced \$2,020,989 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 simple interest at an annual rate of 5.5% and is expected to be repaid out of future land sale proceeds. The Spring Lake Capital Projects Fund has advanced \$1,932,854 to the Fire Suppression District Fund to cover operating costs incurred by the Fire Suppression District Fund on behalf of Spring Lake; the advance is expected to be repaid out of future fees generated by development in Spring Lake. The Sewer Enterprise Fund had advanced \$8,876,227 to the Sewer Development Fund to cover costs incurred related to expansion of the wastewater treatment plant; the advance will be repaid with collection of development impact fees for all City development.

*D. Internal Balances*

Internal balances are presented in the government-wide financial statements only. Internal balance 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 FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 6 – ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2009 comprised the following:

	Taxes	Accounts	Inter- governmental	Interest	Total Receivables
Governmental Activities:					
General Fund	\$ 2,427,479	\$ 788,611	\$ 387,136	\$ 130,085	\$ 3,733,311
Spring Lake Capital Projects	--	187,992	--	--	187,992
Sewer Development	--	132,474	--	--	132,474
Community Development Block Grant	--	--	238,269	--	238,269
Housing Assistance Grants	--	--	210,000	--	210,000
Woodland Redevelopment Agency Low/Mod Housing	19,642	5,273	--	--	24,915
Other Governmental Funds	150,335	824,133	490,363	--	1,464,831
Internal Service Funds	--	16,431	--	--	16,431
Total Governmental Activities	<u>\$ 2,597,456</u>	<u>\$ 1,954,914</u>	<u>\$ 1,325,768</u>	<u>\$ 130,085</u>	<u>\$ 6,008,223</u>
Business-Type Activities:					
Water	\$ --	\$ 325,024	\$ --	\$ --	\$ 325,024
Sewer	--	614,668	--	--	614,668
Storm Drain	--	8,800	--	--	8,800
Other Enterprise Funds	--	66,390	--	--	66,390
Total Business-Type Activities	<u>\$ --</u>	<u>\$ 1,014,882</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 1,014,882</u>

Intergovernmental receivables in the General Fund of \$321,094 are not expected to be collected within one year.

**NOTE 7 – NOTES RECEIVABLE AND REDEVELOPMENT AGREEMENTS**

*A. 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 these funds in accordance with the City's terms. Although these loans and notes are expected to be repaid in full, their balance has been offset by deferred revenue as they are not expected to be repaid during fiscal year 2009-2010. The City's loan balance of \$25,012,247 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 are secured by a deed of trust and have various deferred payback terms with interest ranging from 0% to 4%. The balance of the loans receivable arising from this program as of June 30, 2009 was \$4,341,401.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 7 – NOTES RECEIVABLE AND REDEVELOPMENT AGREEMENTS (Continued)**

**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, 2009, these loans totaled \$6,717,081, consisting of market subsidy loans of \$5,226,373, BEGIN loans of \$1,490,708 and accrued interest of \$27,105.

**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 three percent interest thirty year deferred payment loan. The balance of the loans receivable arising from this program at June 30, 2009 was \$1,756,352.

**Owner Participation Agreements**

As of June 30, 1996 the Redevelopment Agency had entered into an Owner Participation Agreement 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, 2009 the City had issued loans of \$2,679,720 of which \$413,467 were issued by the 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, 2009 was \$50,473.

**Mobile Home Park Owner Participation Agreement and Rehabilitation Loans**

The 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, 2009 was \$121,580.

During fiscal year 2001-2002, the Agency loaned \$1,000,000 to CHOC, secured by a deed of trust; interest accrues at 3% per annum, but payments of principal and interest are deferred until 2009. The balance of this loan receivable at June 30, 2009 was \$1,222,666.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 7 – NOTES RECEIVABLE AND REDEVELOPMENT AGREEMENTS (Continued)**

**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 Agency provides a loan of \$15,000 to moderate-income households and \$40,000 or \$45,000 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, 2009, the total outstanding on loans, including interest is \$587,060, which comprises \$190,000 in loans funded by the Agency, \$304,300 representing the Agency's market adjustment, and accrued interest of \$92,760.

**Heritage Oaks Apartments**

The 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, 2009, the total amount of the loan outstanding, including accrued interest was \$1,755,747. 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 entire principal balance including accrued interest is due and payable on August 22, 2014.

**Fair Plaza Senior Apartments L.P.**

On April 4, 2008, the City and the 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, 2009, the total amount of the loan outstanding, including accrued interest of \$57,972, was \$1,401,267. 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, 2009, the total amount of the loan outstanding, including accrued interest, was \$4,378,900.

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**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 8 – CAPITAL ASSETS**

	Balance July 1, 2008	Additions	Retirements	Transfers	Balance June 30, 2009
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 14,974,100	\$ 1,517,335	\$ -	\$ -	\$ 16,491,435
Construction in progress	45,951,036	15,647,917	-	(48,941,576)	12,657,377
Total capital assets, not being depreciated:	<u>60,925,136</u>	<u>17,165,252</u>	<u>-</u>	<u>(48,941,576)</u>	<u>29,148,812</u>
Capital assets, being depreciated:					
Buildings	67,994,369	-	-	6,089,094	74,083,463
Improvements	10,470,339	5,654	-	10,208,616	20,684,609
Machinery and equipment	19,884,599	2,355,896	(542,035)	208,317	21,906,777
Infrastructure	202,406,816	-	-	32,473,800	234,880,616
Total capital assets, being depreciated:	<u>300,756,123</u>	<u>2,361,550</u>	<u>(542,035)</u>	<u>48,979,827</u>	<u>351,555,465</u>
Less accumulated depreciation for:					
Buildings	(5,154,868)	(1,438,532)	-	-	(6,593,400)
Improvements	(4,541,289)	(240,548)	-	-	(4,781,837)
Machinery and equipment	(12,121,271)	(1,578,081)	542,035	(17,526)	(13,174,843)
Infrastructure	(85,430,888)	(6,778,752)	-	-	(92,209,640)
Total accumulated depreciation	<u>(107,248,316)</u>	<u>(10,035,913)</u>	<u>542,035</u>	<u>(17,526)</u>	<u>(116,759,720)</u>
Total capital assets, being depreciated, net	<u>193,507,807</u>	<u>(7,674,363)</u>	<u>-</u>	<u>48,962,301</u>	<u>234,795,745</u>
Governmental activities capital assets, net	<u>\$ 254,432,943</u>	<u>\$ 9,490,889</u>	<u>\$ -</u>	<u>\$ 20,725</u>	<u>\$ 263,944,557</u>

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 8 – CAPITAL ASSETS (Continued)**

	Balance July 1, 2008	Additions	Retirements	Transfers	Balance June 30, 2009
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 3,687,012	\$ -	\$ -	\$ -	\$ 3,687,012
Construction in progress	10,147,093	6,655,306	(754,218)	(8,977,394)	7,070,787
Total capital assets, not being depreciated:	13,834,105	6,655,306	(754,218)	(8,977,394)	10,757,799
Capital assets, being depreciated:					
Ponds	781,056	-	-	-	781,056
Buildings	355,830	-	-	-	355,830
Improvements	33,212,663	-	-	8,504,594	41,717,257
Machinery and equipment	2,593,193	606,181	-	131,668	3,331,042
Sewer treatment plant	15,472,364	-	-	-	15,472,364
Infrastructure	106,325,244	-	-	302,881	106,628,125
Total capital assets, being depreciated:	158,740,350	606,181	-	8,939,143	168,285,674
Less accumulated depreciation for:					
Ponds	(415,474)	(15,621)	-	-	(431,095)
Buildings	(271,833)	(6,459)	-	-	(278,292)
Improvements	(16,150,047)	(695,827)	-	-	(16,845,874)
Machinery and equipment	(1,604,254)	(203,029)	-	17,526	(1,789,757)
Sewer treatment plant	(6,668,181)	(370,177)	-	-	(7,038,358)
Infrastructure	(32,448,022)	(2,111,997)	-	-	(34,560,019)
Total accumulated depreciation	(57,557,811)	(3,403,110)	-	17,526	(60,943,395)
Total capital assets, being depreciated, net	101,182,539	(2,796,929)	-	8,956,669	107,342,279
Business type activities capital assets, net	<u>\$ 115,016,644</u>	<u>\$ 3,858,377</u>	<u>\$ (754,218)</u>	<u>\$ (20,725)</u>	<u>\$ 118,100,078</u>

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 8 – 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:

Governmental Activities:

General government	\$ 3,837
Finance	42,695
Community development	26,595
Parks, recreation and community services	244,669
Police	360,645
Fire	95,421
Library	82,401
Public works	8,076,010
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	1,103,640
Total	<u>\$ 10,035,913</u>

Business-type Activities:

Water	\$ 913,710
Sewer	1,870,674
Storm Drain	614,048
Nonmajor enterprise funds	4,678
Total	<u>\$ 3,403,110</u>

**NOTE 9 – LONG-TERM DEBT**

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 issuances and other long-term obligations are summarized below:

	Original Issue Amount	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	Current Portion
<b>Governmental Activities Debt:</b>						
<b>Woodland Finance Authority 2002 Lease Revenue Bonds, 2.00%- 5.00%, due 03/01/32</b>	\$ 33,215,000	\$ 21,590,000	\$ --	\$ (330,000)	\$ 21,260,000	\$ 340,000
<b>Woodland Finance Authority 2005 Capital Projects Lease Revenue Bonds, 3.00%-5.00%, due 03/01/26</b>	20,390,000	19,850,000	--	(790,000)	19,060,000	810,000
<b>Woodland Finance Authority 2005 Wastewater Revenue Bonds, 3.80%-5.00%, due 03/01/35</b>	7,547,780	7,547,780	--	--	7,547,780	--

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 9 – LONG-TERM DEBT (Continued)**

	Original Issue Amount	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	Current Portion
<b>Woodland Finance Authority</b>						
<b>2007 Capital Projects Lease Revenue</b>						
Bonds, 4.00%-4.250%, due 03/01/19	10,350,000	9,455,000	--	(765,000)	8,690,000	795,000
<b>2007 Tax Allocation Bonds,</b>						
3.75%-6.00%, due 12/01/34	8,975,000	8,760,000	--	(155,000)	8,605,000	160,000
Original Issue Discount	(144,873)	(137,629)	--	7,244	(130,385)	(7,244)
Deferred Amount on Refunding	(64,951)	(61,703)	--	3,248	(58,455)	(3,248)
<b>Loans Payable:</b>						
California Housing Finance Agency Loan 3.00%, due 09/18/11	1,000,000	1,192,050	30,000	--	1,222,050	--
Housing and Urban Development Loan 2.1-2.6%, due 08/0/14	1,000,000	700,000	--	(100,000)	600,000	100,000
California Housing Finance Agency Loan 3.00%, due 8/23/14	1,550,000	1,709,247	46,500	--	1,755,747	--
California Energy Commission 3.85%	2,150,000	1,429,313	--	(155,194)	1,274,119	161,385
California Housing Finance Agency Loan 3.50%, due 5/7/17	1,250,000	1,259,965	43,750	--	1,303,715	--
Redevelopment Agency Pass Through	--	52,302	--	(52,302)	--	--
Developer Fee Obligations	--	38,870,115	1,348,369	(5,307,254)	34,911,230	1,813,240
Other Postemployment Benefits	--	--	2,362,371	--	2,362,371	--
Compensated Absences	--	1,699,294	2,026,316	(2,108,316)	1,617,294	441,508
<b>Capital Leases:</b>						
Capital lease obligation, 4.39%, due 5/30/16	1,152,000	825,048	--	(119,845)	705,203	92,006
Capital lease obligation, 3.99%, due 12/22/10	270,000	141,695	--	(54,996)	86,699	57,223
Capital lease obligation, 4.049%, 9/17/14	1,058,000	629,650	--	(90,401)	539,249	94,118
Capital lease obligations 4.8%, due 07/01/11	1,610,045	735,919	--	(171,138)	564,781	179,478
Capital lease obligation, 4.22% due 1/1/018	650,000	--	650,000	(41,354)	608,646	57,476
Capital lease obligation, 5.10% due 12/10/17	586,000	--	586,000	(26,105)	559,895	54,208
Capital lease obligation, 5.00% due 2/20/14	460,000	--	460,000	(20,387)	439,613	84,130
<b>Total Governmental Activities Debt</b>	<u>\$ 93,004,001</u>	<u>\$ 116,248,046</u>	<u>\$7,553,306</u>	<u>\$ (10,276,800)</u>	<u>\$ 113,524,552</u>	<u>\$ 5,229,280</u>

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 9 – LONG-TERM DEBT (Continued)**

	Original Issue Amount	Balance June 30, 2008	Additions	Retirements	Balance June 30, 2009	Current Portion
<b>Business-type Activities Debt</b>						
<b>Woodland Finance Authority</b>						
<b>2005 Wastewater Revenue Bonds,</b> 3.80%-5.00%, due 03/01/35	\$ 10,087,220	\$ 10,087,220	\$ --	\$ --	\$ 10,087,220	\$ --
<b>Woodland Finance Authority</b> <b>2008 Water Revenue Bonds</b> 5.00% -8.00%, due 12/1/33	9,250,000	--	9,250,000	(80,000)	9,170,000	195,000
<b>1992 Wastewater Improvement</b> <b>Certificates of Participation,</b> 2.75%-6.0%, due 03/01/18	17,335,000	3,190,000	--	(730,000)	2,460,000	770,000
Less unamortized original issue discount	(1,285,400)	(205,666)	--	51,417	(154,249)	(51,416)
Certificates of Participation, net	<u>16,049,600</u>	<u>2,984,334</u>	<u>--</u>	<u>(678,583)</u>	<u>2,305,751</u>	<u>718,514</u>
<b>Other Postemployment Benefits</b>	--	--	512,375	--	512,375	--
<b>Compensated Absences</b>	--	204,443	482,335	(378,658)	308,120	87,042
<b>Total Business-type Activities Debt</b>	<u>\$ 35,386,820</u>	<u>\$ 13,275,997</u>	<u>\$ 10,244,710</u>	<u>\$ (1,137,241)</u>	<u>\$ 22,383,466</u>	<u>\$1,000,626</u>

*B. 2002 Lease Revenue Bonds*

In December 2002 the Authority issued Lease Revenue Bonds in the principal amount of \$33,215,000. The Lease Revenue Bonds bear interest at 2.0% to 5.0%. Principal payments are due annually commencing March 1, 2003. Interest payments are due semi-annually on March 1 and September 1. Upon issuance and delivery of the 2002 Lease Revenue Bonds a portion of the proceeds were used to prepay and defease \$6,425,000, the aggregate outstanding principal amount of the 1992 Waste Water Improvement Certificates of Participation. The 1992 Certificates were called on March 1, 2003. The remaining portion of the proceeds were used to finance the construction and acquisition of capital projects, including a Police Station Facility, Wastewater Treatment Plan Expansion, Community/Senior Center, recreation fields and road improvements.

*C. 2005 Capital Projects Lease Revenue Bonds*

In August 2005 the Authority issued 2005 Capital Projects Lease Revenue Bonds in the principal amount of \$20,390,000. The Revenue Bonds bear interest at 3.0% to 5.0%. Principal payments are due annually commencing March 1, 2008. Interest payments are due semi-annually on March 1 and September 1. The proceeds were used to construct and equip a community senior center and sports complex and two fire stations.

*D. 2005 Wastewater Revenue Bonds*

In November 2005 the Authority issued Revenue Bonds in the principal amount of \$17,635,000. The Revenue Bonds bear interest at 3.8% to 5.0%. Principal payments are due annually commencing March 1, 2013. Interest payments are due semi-annually on March 1 and September 1. The proceeds were used for acquiring, construction and equipping certain wastewater treatment facility improvements. The bonds have been allocated to the governmental activities and Sewer Enterprise Fund, 42.8% and 57.2%, respectively, based on the repayment provisions outlined in the official statement.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 9 – LONG-TERM DEBT (Continued)**

*E. 2007 Capital Projects Lease Revenue Bonds*

In July 2007, the Authority issued Lease Revenue Bonds in the principal amount of \$10,350,000. The Lease Revenue Bonds bear interest at 4.0% to 4.25%. Principal payments are due annually commencing March 1, 2008. Interest payments are due semi-annually on March 1 and September 1. The proceeds were used to (1) finance the costs of acquiring and installing improvements to the Community Senior and Sports Complex and construction of a sports field (2) fund a debt service reserve account and (3) pay certain costs associated with the issuance and delivery of the Lease Revenue Bonds.

*F. 2007 Tax Allocation Bonds*

In July 2007, the Agency issued \$8,975,000 in Series 2007 Tax Allocation Bonds. The Tax Allocation Bonds bear interest at 3.75% to 6.00%. Proceeds from the sale of the bonds were used to (1) refund the \$2,060,000 outstanding principal amount of the 1996 Tax Allocation Bonds, (2) to finance various redevelopment activities with the redevelopment project area, (3) fund a debt service reserve account and (4) pay certain costs associated with the issuance and delivery of the Series 2007 Tax Allocation Bonds. The total amount outstanding of the refunded 1996 Tax Allocation Bonds as of June 30, 2009, was \$1,990,000, which is considered to be defeased and, therefore, not included in the financial statements.

*G. 2008 Water Revenue Bonds*

In November 2008, the Authority issued Revenue Bonds in the principal amount of \$9,250,000. The Revenue Bonds bear interest at 5.0% to 8.0%. Principal payments are due annually commencing June 1, 2009. Interest payments are due semi-annually on June 1 and December 1. The proceeds will be used for construction and installation of improvements to the Water System to increase reliability, quality and delivery of the water within the City, including the acquisition and installation of water meters, the construction and installation and modification of wells, construction, replacement and installation of water tanks, service lines and pipes and implementation of monitoring and auditing systems.

*H. Loans Payable*

In fiscal year 2002, the Agency borrowed \$1,000,000 from the California Housing Finance Agency to finance a loan it made under an Owner Participation Agreement. Interest at 3% accrues annually but payment is deferred until the loan is due in September 2011.

In fiscal year 2004, the City received a Section 108 loan from the Department of Housing and Urban Development to finance costs related to the Casa del Sol Mobile Home Park project. Interest is payable semi-annually each February 1 and August 1, and principal payments are payable annually through 2014. Debt service payments for the first three years on this loan were paid from the Community Development Block Grant Special Revenue Fund. During FY2007/08 it was determined that the loan repayments were an eligible use of funds from the Redevelopment Agency Low/Moderate Income Housing Fund, therefore, current year and future debt service requirements will be paid from this fund.

On August 23, 2004, the Agency borrowed \$1,550,000 from the California Housing Finance Agency to finance a loan to assist in the financing, acquisition and improvement of a 120-unit multifamily residential apartment complex, commonly referred to as the Heritage Oaks Apartments. The rehabilitated apartment complex will then be leased out to low and moderate-income families. Interest accrues at 3% per annum, but payment is deferred until the loan due date of August 23, 2014.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

**NOTE 9 – LONG-TERM DEBT (Continued)**

In March 2004, the City signed a loan agreement with the California Energy Commission in the principal amount of \$2,150,000, to finance replacement, installation and upgrades to HVAC units, coolers and well pumps, as well as installing cool roof products on properties owned by the City and located in the City of Woodland. Repayment of the loan is expected from utility expense savings realized from these improvements. As of June 30, 2009, the City had drawn down a total of \$1,578,397 of the available loan proceeds and \$1,274,119 in principal remains outstanding.

In May 2008, the City borrowed \$1,250,000 from the California Housing Finance Agency to finance a loan to assist in the financing of the development costs related to the acquisition and rehabilitation of 68-units of affordable rental housing for qualified very-low and low income senior citizens. Interest accrues at 3.5% per annum, but payment is deferred until the loan due date of May 7, 2017.

*I. Redevelopment Agency Pass Through*

The Redevelopment Agency agreed in 1988 to pass-through to the County of Yolo a portion of its property tax increment revenues to alleviate any financial burden or detriment caused by the formation of the Agency. The agreement allows deferral for the first ten years of tax increment. There is an eight percent per annum interest rate. The last payment under this agreement was made during FY 2008/09.

*J. Developer Fee Obligations*

In prior years, the City received projected 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.

*K. Internal Service Capital Lease Obligations*

On May 30, 2006, the City entered into a capital lease for the acquisition of heavy equipment. Capital lease obligations are paid from the Equipment and Service Repair Internal Service Fund. Annual lease payments of \$117,576, including interest, are required through May 2016.

On December 22, 2005, the City entered into a capital lease for the acquisition of mobile video equipment. Capital lease obligations are paid from the Equipment and Service Repair Internal Service Fund. Annual lease payments of \$59,833, including interest, are required through December 2010.

On September 2, 2004, the City purchased various fire equipment. The capital lease obligations are paid from the Equipment and Service Repair Internal Service Fund. Annual lease payments of \$114,535, including interest, are required through September 2014.

On July 1, 2001, the City purchased fire equipment on the installment basis. The capital lease obligations are paid from the Equipment and Service Repair Internal Service Fund. Annual lease payments of \$206,678, including interest, are required through July 2011.

On July 10, 2008, 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 \$85,491, including interest, are required through January 2018.

On December 18, 2008, 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 \$81,359, including interest, are required through December 2017.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 9 – LONG-TERM DEBT (Continued)**

On February 18, 2009, the City entered into a capital lease for the acquisition of self-contained breathing apparatuses. Capital lease obligations are paid from the Equipment and Service Repair Internal Service Fund. Annual lease payments of \$104,550, including interest, are required through February 2014.

*L. 1992 Waste Water Improvement Certificates of Participation*

The 1992 Waste Water Improvement Certificates of Participation were issued to refund the 1988 Wastewater Improvement Certificates of Participation. Semiannual payments are due in March and September through March 2018.

*M. Debt Service Requirements*

Annual debt service requirements for the lease revenue bonds, tax allocation bonds, wastewater revenue bonds and certificates of participation in the aggregate are shown below:

For the Year Ending June 30,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2010	\$ 2,105,000	\$ 2,961,190	\$ 965,000	\$ 1,080,896
2011	2,190,000	2,881,847	1,025,000	1,026,746
2012	2,275,000	2,797,670	1,085,000	969,221
2013	2,761,240	2,707,904	418,760	908,196
2014	2,870,520	2,598,703	434,480	1,012,474
2015-2019	20,842,480	12,115,479	2,492,520	5,251,464
2020-2024	15,242,940	8,019,742	3,137,060	4,370,447
2025-2029	9,689,020	3,837,942	3,985,980	3,219,196
2030-2034	5,487,380	1,301,455	6,657,620	1,678,539
2035	1,699,200	70,482	1,515,800	75,790
Total	<u>\$ 65,162,780</u>	<u>\$ 39,292,412</u>	<u>\$ 21,717,220</u>	<u>\$ 19,592,969</u>

Annual debt service requirements for the loans payable in the aggregate are shown below:

For the Year Ending June 30,	Governmental Activities	
	Principal	Interest
2010	\$ 261,385	\$ 75,505
2011	267,822	64,622
2012	274,424	53,341
2013	281,475	41,415
2014	288,714	29,156
2015-2017	4,781,811	22,575
Total	<u>\$ 6,155,631</u>	<u>\$ 286,614</u>

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 9 – LONG-TERM DEBT (Continued)**

The future minimum capital lease obligations and the net present value of these minimum lease payments as of June 30, 2009 are as follows:

Year Ending June 30,	Governmental Activities
2010	\$ 770,021
2011	740,105
2012	710,188
2013	503,510
2014	477,373
2015-2018	869,132
Total minimum lease payments	4,070,329
Less amount representing interest	(566,243)
Present value of minimum lease payments	\$ 3,504,086

Capital assets acquired through capital leases are as follows:

Year Ending June 30,	Governmental Activities
Machinery and equipment	\$ 5,167,014
Less: Accumulated depreciation	(2,095,585)
Total	\$ 3,071,429

*N. 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, 2009 is as follows:

East Main Street Reassessment District, Series 2001	\$ 7,220,000
Beamer-Kentucky Assessment District	1,476,000
Gibson Ranch Community Facilities District, Phase 1, Series 2001	5,430,000
Gibson Ranch Community Facilities District, Series 2003	2,280,000
Gibson Ranch Community Facilities District, Refunding Bonds, Series 2004	4,700,000
Gibson Ranch Community Facilities District, Series 2004	2,420,000
Spring Lake Community Facilities District, Series 2004	31,290,000
Total Special Assessment Debt	\$ 54,816,000

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009**

**NOTE 10 – NET ASSETS AND FUND BALANCES**

*Fund Equity Deficits*

The following funds had fund balance or net asset deficits as of June 30, 2009:

<b>Special Revenue Funds:</b>	
Housing Monitoring	\$ 23,341
Special Transportation	186,977
Gas Tax	399,539
Fire Suppression District	1,929,400
Workforce Housing Grant	10,425
<b>Capital Projects Funds:</b>	
City Capital Projects	1,248,285
Sewer Development	6,956,414
<b>Enterprise Funds:</b>	
Cemetery	132,077
Fire Training Center	14,001
Dubach Park	594,599

The deficit in the Housing Monitoring Fund will be cured by future fee revenues and contributions; the Special Transportation Fund deficit is expected to be cured by future revenue claims on reimbursable federal projects; the Gas Tax Fund deficit will be cured by future revenue allocations and shift of costs to other approved funding sources for transportation projects; the Fire Suppression District Special Revenue Fund deficit will be cured by future special assessment and development related fees collected from the Spring Lake Project; the Workforce Housing Grant Fund deficits will be cured by future reimbursement claims and grant funds; the deficit in the City Capital Projects is expected to be cured by future development activity along with a review and update to the fee structure; the Sewer Development Fund will be cured by revenues generated from future development fees; the Fire Training Center deficit is expected to be cured by revenues from use of the training facility and the Cemetery and Dubach Park Enterprise Fund deficits are expected to be cured by fee revenue.

**NOTE 11 – PENSION PLAN**

Plan Description

The City's defined benefit pension plan, the City's Miscellaneous and Safety Plans, provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The City's Miscellaneous and Safety Plans are part of the Public Agency portion of the California Public Employees Retirement System (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public entities within the State of California. A menu of benefit provisions, as well as, other requirements are established by state statutes within the Public Employees Retirement Law. The City selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through City ordinance. CalPERS issues a separate comprehensive annual financial report; however, a separate report of the City's Miscellaneous and Safety Plans are not available. Copies of CalPERS' annual financial report may be obtained from their Executive Office, 400 Q Street, P.O. Box 942701, Sacramento, California 94229.

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009**

**NOTE 11 – PENSION PLAN (Continued)**

Funding Policy

Active members in the City’s Miscellaneous and Safety plans were required to contribute 8% and 13%, respectively, of their annual covered salary. The City is required to contribute at an actuarially determined rate necessary to fund the benefits for its members. The required employer contribution rates for the year ended June 30, 2009 were 15.346% for Miscellaneous and 19.016% for Safety. The contribution requirements of the plan members are established by State statute and the employer contribution rate is established and may be amended by CalPERS.

Annual Pension Cost

CalPERS uses the Entry Age Normal Actuarial Cost Method, which is a projected benefit cost method. This method takes into account those benefits that are expected to be earned in the future as well as those already accrued. Accordingly, the normal cost for an employee is the level amount which would fund the projected benefit if it were paid annually from date of employment until retirement. CalPERS uses a modification of the Entry Age Cost Method in which the employer's total normal cost is expressed as a level percentage of payroll. For the year ended June 30, 2009, the City’s annual pension cost of \$5,496,051, was equal to its required and actual contributions.

Annual pension cost for the last three years is as follows:

**THREE-YEAR TREND INFORMATION FOR CALPERS**

Year Ended	Annual Pension Cost (APC)		Percentage of APC Contributed	Net Pension Obligation
	Miscellaneous Plan	Safety Plan		
6/30/07	\$ 2,108,385	\$ 2,036,997	100%	--
6/30/08	2,512,893	2,317,237	100%	--
6/30/09	2,821,646	2,674,405	100%	--

Actuarial Methods and Assumptions

For the year ended June 30, 2009, the required annual contributions were determined as part of the June 30, 2006 actuarial valuation, using the entry age normal actuarial cost method with the contributions determined as a percentage of pay. The actuarial methods and assumptions used are those adopted by the CalPERS Board of Administration. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses), (b) projected salary increases that vary by duration of service ranging from 3.25% to 14.45% (13.15% for Safety Plan) depending on age, service, and type of employment, (c) inflation of 3.0%, and (d) payroll growth of 3.25%. The actuarial value of the City’s assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a fifteen year period depending on the size of investment gains and/or losses. The City’s unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period as of June 30, 2008, the most recent actuarial valuation, for the Miscellaneous and Safety Plans was 30 and 29 years, respectively.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 11 – PENSION PLAN (Continued)**

Funded Status and Funding Progress

As of June 30, 2008, the most recent actuarial valuation date, the City's Miscellaneous Plan was 84.0% funded. The actuarial accrued liability for benefits was \$69,853,899, and the actuarial value of assets was \$58,663,549, resulting in an unfunded actuarial accrued liability (UAAL) of \$11,190,350. The covered payroll (annual payroll of active employees covered by the plan) was \$13,364,749 and the ratio of the UAAL to the covered payroll was 83.7%.

As of June 30, 2008, the most recent actuarial valuation date, the City's Safety Plan was 83.1% funded. The actuarial accrued liability for benefits was \$81,156,625, and the actuarial value of assets was \$67,446,670 resulting in an unfunded actuarial accrued liability (UAAL) of \$13,709,955. The covered payroll (annual payroll of active employees covered by the plan) was \$9,792,117 and the ratio of the UAAL to the covered payroll was 140.0%.

The schedule of funding progress, presented as required supplementary information (RSI) following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

**NOTE 12 – OTHER POST EMPLOYMENT BENEFITS**

Plan Description

The City's Postemployment Healthcare Benefit Plan is a single-employer defined benefit healthcare plan administered by CalPERS. The postemployment healthcare plan provides lifetime postretirement 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.

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 2009, the limits are as follows:
  - \$515 for retiree only coverage
  - \$1,020 for retiree plus one dependent
  - \$1,335 for retiree plus two or more dependents
- For retirees hired after June 30, 2006, the City contributes the Minimum (required) Employer Contribution (MEC). The 2009 MEC is \$101 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.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (Continued)**

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

Funding Policy

The contribution requirements of the City are established and may be amended by the City Council. Currently, the City’s policy is to contribute to the plan on a pay-as-you-go basis. Expenditures for postretirement healthcare benefits are recognized as monthly premiums are paid. For the year ended June 30, 2009, the City contributed \$1,920,463, representing premium payments on behalf of its retired employees.

Annual OPEB Cost

The City’s annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. Currently, the City has not prefunded any of its OPEB obligation and is contributing on a pay-as-you-go basis. The following table shows the City’s annual required contributions (OPEB costs), for the year ended June 30, 2009, the amount actually contributed to the plan, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Actual Contributions</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
6/30/2009	4,795,207	1,920,461	40%	2,874,746

The following table shows the components of the City’s annual OPEB cost for the fiscal year ended June 30, 2009, the amount actually contributed to the plan, and changes in the City’s net OPEB obligation for the year.

Annual required contribution	\$ 4,795,207
Contributions made	<u>(1,920,461)</u>
Increase in net OPEB obligation	2,874,746
Net OPEB obligation - beginning of year	<u>-</u>
Net OPEB obligation - end of year	<u>\$ 2,874,746</u>

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (Continued)**

Funded Status and Funding Progress

The funded status of the plan as of January 1, 2009, the most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)		\$ 55,792,898
Actuarial value of plan assets		-
Unfunded actuarial accrued liability (UAAL)		\$ 55,792,898
Funded ratio (actuarial value of plan assets/AAL)		0.0%
Covered payroll (active plan members)		\$ 21,527,732
UAAL as a percentage of covered payroll		259.2%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

In the City's January 1, 2009 actuarial valuation, the actuarial cost method used for determining benefit obligations is the Entry Age Normal Cost Method. The actuarial assumptions included a 4.5 percent investment rate of return (if no prefunding occurs), which is the assumed rate of the expected long-term investment returns on plan assets calculated based on the funded level of the plan at the valuation date, and an annual blended healthcare cost trend rate of 9.5 percent initially, reduced by decrements to an ultimate rate of 4.5 percent after eight years. Salary was assumed to increase by 3.25% annually. The actuarial value of the plan assets was determined using techniques that spread the effects of short-term volatility in the market value of investments over a three-year period. The plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis over a period of 30 years. Under the Entry Age Normal Cost method the projected benefits for each employee is levelly spread over the individual's projected earnings or service from entry age to assumed exit age.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 13 – RISK MANAGEMENT**

The City manages risk by participating in the public entity risk pool described below and by retaining certain risks.

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. The City and the Agency manage risk by participating in the public entity risk pool described below and by retaining certain risks.

*A. Coverage*

The City is one of ten member agencies which constitutes 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 \$145,000,000, 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 \$714,356,856, above the City's deductible of \$1,000 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 year ended June 30, 2009 the City contributed \$1,051,747 for current year coverage. Audited financial statements are available from YCPARMIA at 77 W. Lincoln Avenue, Woodland, CA 95695.

*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 the City has retained the risk for the deductible, or uninsured portion of these claims. As of June 30, 2009, the City has not recorded a liability for any outstanding uninsured claims.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

**NOTE 14 – CONTINGENT LIABILITIES**

The City has been named in a lawsuit in which the claimant seeks reimbursement for groundwater contamination cleanup. The City's legal counsel believes that the ultimate liability on the part of the City is reasonably possible. While unknown at this time, the cleanup costs could exceed \$2 million.

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, 2009 have not been concluded. Accordingly, the City's compliance with 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.

**NOTE 15 – NEW GOVERNMENTAL ACCOUNTING STANDARDS**

The Governmental Accounting Standards Board (GASB) has released the following new governmental accounting standards:

In June 2007, GASB issued Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, which establishes standards of accounting for assets that lack physical substance, are nonfinancial in nature, and have initial useful life beyond a single reporting period. This statement is effective for the City's year ending June 30, 2010.

In February 2009, GASB issued Statement No 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes accounting and financial reporting standards for all governments that report governmental funds. This Statement establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions for governmental fund types. This statement is effective for the City's year ending June 30, 2011.

**NOTE 16 – SUBSEQUENT EVENT**

In November 2009, the Woodland Finance Authority issued Wastewater Revenue Bonds (Series 2009) in the principal amount of \$12,115,000. The Revenue Bonds bear interest at 3.0% to 5.0%. Principal payments are due annually commencing March 1, 2013. Interest payments are due semi-annually on March 1 and September 1. The proceeds will be used for various improvements to the City's sewer system, including the asset replacements at the Wastewater Treatment Plan, rehabilitation of sewer lines, replacement of sewer trunk lines, and drying pond conversions.

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULES OF FUNDING PROGRESS (UNAUDITED)  
PENSION AND OTHER POSTEMPLOYMENT BENEFIT PLANS  
FOR THE YEAR ENDED JUNE 30, 2009**

Pension Plan – Safety

Valuation Date	Actuarial Accrued Liability	Value of Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as % of Payroll
2006	\$ 66,068,633	\$ 57,201,339	\$ 8,867,294	86.6%	\$ 8,277,938	107.1%
2007	71,838,593	62,689,398	9,149,195	87.3%	8,732,026	104.8%
2008	81,156,625	67,446,670	13,709,955	83.1%	9,792,117	140.0%

Pension Plan – Miscellaneous

Valuation Date	Actuarial Accrued Liability	Value of Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as % of Payroll
2006	\$ 59,341,525	\$ 49,880,315	\$ 9,461,210	84.1%	\$ 11,239,374	84.2%
2007	63,804,355	54,544,747	9,259,608	85.5%	12,242,335	75.6%
2008	69,853,899	58,663,549	11,190,350	84.0%	13,364,749	83.7%

Other Postemployment Benefit Plan

Valuation Date	Actuarial Accrued Liability	Value of Assets	Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as % of Payroll
2009	\$ 55,792,898	--	\$ 55,792,898	0.0%	\$ 21,527,732	259.2%

**REQUIRED SUPPLEMENTARY INFORMATION**

## **SPECIAL REVENUE FUNDS**

**STRENG POND LANDSCAPE MAINTENANCE DISTRICT** – accounts for the maintenance and landscaping costs within the Streng Pond Assessment District.

**NORTH PARK LANDSCAPE MAINTENANCE DISTRICT** – accounts for the maintenance of lighting and landscaping costs within the North Park Assessment District.

**GIBSON RANCH LANDSCAPE MAINTENANCE DISTRICT** – accounts for the maintenance of lighting and landscaping costs within the Gibson Ranch Southeast Area Community Facilities District.

**SPECIAL NEEDS ASSISTANCE GRANT** – accounts for the activity related to the Special Needs Assistance Program grant.

**HOUSING MONITORING** – accounts for the revenue and expenditures connected with the follow-up monitoring on bonus density or senior citizen agreements with housing units within the City. Units were given special treatment to assist low and moderate income and senior citizens.

**TRANSIT** – accounts for special transportation funds derived from the city's share of motor fuel revenue to pay for contracted transportation services. These funds are legally restricted items approved in the city's Transportation Development Act (TDA) claim.

**PROPOSITION 172** – accounts for the monies generated from the one-half cent sales tax increase. The funds are spent for public safety.

**TRANSPORTATION** – accounts for the City's share of motor fuel tax revenues that are used for street and road maintenance within the City's boundaries. These funds are approved in the City's TDA claim.

**LITERACY GRANT** – accounts for special funds received to facilitate citizens in improving their reading, writing and spelling abilities.

**SPECIAL TRANSPORTATION** – accounts for proceeds from the sale of federal urban aid funds.

**GAS TAX** – accounts for the special gas tax street improvement funds apportioned by the State.

**ASSET SEIZURE** – accounts for donations received from specific expendable purposes.

**HISTORICAL WALKING TOUR** – accounts for donations received from specific expendable purposes.

**SUPPLEMENTAL LAW ENFORCEMENT SERVICES GRANT** – accounts for revenues and expenditures related to the Supplemental Law Enforcement Services Grant Program.

**LOCAL LAW ENFORCEMENT BLOCK GRANT** – accounts for the revenues and expenditures related to the Local Law Enforcement Block Grant.

**COPS MORE TECHNOLOGY GRANT** – accounts for the revenues and expenditures related to the Community Oriented Policing Services (COPS) Making Officers Redeployment Effective (MORE) Grant Program.

**STATE GRANT PROGRAMS** – accounts for the revenues received from the State of California under AB2928. The allocations must be spent on local streets and roads maintenance, rehabilitation, and reconstruction projects according to the State's Traffic Congestion Relief Plan.

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## **SPECIAL REVENUE FUNDS (CONTINUED)**

**STATE LIBRARY PROGRAMS** – accounts for State library funds and donations received for specific expendable purposes.

**CEMETERY ENDOWMENT** – accounts for revenues and expenditures related to ongoing maintenance of the City's cemetery.

**WEST WOOD LIGHTING & LANDSCAPING DISTRICT** – accounts for the maintenance of lighting and landscaping costs within the Woodland West and Nueva Vista Districts.

**SPRING LAKE LIGHTING & LANDSCAPING DISTRICT** – accounts for the maintenance of lighting and landscaping costs within the Spring Lake District.

**SPRING LAKE SPORTS PARK MAINTENANCE CFD** – accounts for the maintenance of the Sports Park facility. Authorized costs include labor, material, administration, personnel, equipment and utilities.

**FIRE SUPPRESSION DISTRICT** – accounts for revenues and expenditures related to tax levy on new development to offset the increased costs of fire suppression and rescue activities.

**OFF-SITE AFFORDABLE HOUSING** – accounts for fees collected from the Spring Lake Specific Plan (SLSP) to fund affordable housing within areas outside the SLSP to meet the City's affordable housing requirements.

**WORKFORCE HOUSING GRANTS** – accounts for revenues and expenditures associated with a State grant program issued as a reward for increasing affordable housing throughout the City. These funds are used for construction of various capital improvements throughout the City.

**GATEWAY LIGHTING & LANDSCAPING DISTRICT** – accounts for the maintenance of lighting and landscaping costs within the Gateway District.

**CITY OF WOODLAND, CALIFORNIA  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2009**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
<b>ASSETS</b>				
Cash and investments	\$ 2,642,924	\$ 2,454,431	\$ 9,762,772	\$ 14,860,127
Cash and investments with fiscal agents	-	2,404,405	421,735	2,826,140
Accounts receivable	696,882	-	767,949	1,464,831
Due from other funds	1,774,911	-	594,591	2,369,502
Long-term notes receivable	1,031	-	50,473	51,504
Advances to other funds	-	-	4,387,441	4,387,441
<b>Total assets</b>	<b>\$ 5,115,748</b>	<b>\$ 4,858,836</b>	<b>\$ 15,984,961</b>	<b>\$ 25,959,545</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 345,392	\$ 20,040	\$ 141,755	\$ 507,187
Due to other funds	785,959	-	21,572	807,531
Deposits	-	-	293,361	293,361
Deferred revenue	94,526	-	340,007	434,533
Advances from other funds	1,932,854	-	2,020,989	3,953,843
<b>Total liabilities</b>	<b>3,158,731</b>	<b>20,040</b>	<b>2,817,684</b>	<b>5,996,455</b>
Fund balances:				
Reserved for:				
Encumbrances	418,110	-	1,179,403	1,597,513
Debt service	-	4,546,147	-	4,546,147
Capital projects	-	292,649	-	292,649
Advances to other funds	-	-	4,387,441	4,387,441
Unreserved/undesignated	1,538,907	-	7,600,433	9,139,340
<b>Total fund balances</b>	<b>1,957,017</b>	<b>4,838,796</b>	<b>13,167,277</b>	<b>19,963,090</b>
<b>Total liabilities and fund balances</b>	<b>\$ 5,115,748</b>	<b>\$ 4,858,836</b>	<b>\$ 15,984,961</b>	<b>\$ 25,959,545</b>

**CITY OF WOODLAND, CALIFORNIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2009**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
<b>REVENUES:</b>				
Taxes	\$ 382,621	\$ -	\$ 1,079,979	\$ 1,462,600
Intergovernmental	4,991,483	-	-	4,991,483
Charges for services	1,306,513	-	-	1,306,513
Licenses and permits	-	-	4,728,885	4,728,885
Investment earnings	46,509	293,546	215,534	555,589
Miscellaneous	69,279	-	82,868	152,147
Total revenues	<u>6,796,405</u>	<u>293,546</u>	<u>6,107,266</u>	<u>13,197,217</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	38,131	-	349,616	387,747
Community development	197,774	-	522,925	720,699
Parks, recreation and community services	643,211	-	2,334,836	2,978,047
Police	267,224	-	26,891	294,115
Fire	258,930	-	37,822	296,752
Library	345,128	-	65,270	410,398
Public works	5,815,458	-	3,959,918	9,775,376
Debt service:				
Principal	-	2,040,000	52,302	2,092,302
Interest	-	3,547,072	47,687	3,594,759
Total expenditures	<u>7,565,856</u>	<u>5,587,072</u>	<u>7,397,267</u>	<u>20,550,195</u>
Deficiency of revenues under expenditures	<u>(769,451)</u>	<u>(5,293,526)</u>	<u>(1,290,001)</u>	<u>(7,352,978)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of capital assets	320	-	-	320
Transfers in	17,500	6,004,767	6,110,711	12,132,978
Transfers out	<u>(10,000)</u>	<u>(6,110,711)</u>	<u>(3,080,085)</u>	<u>(9,200,796)</u>
Total other financing sources (uses)	<u>7,820</u>	<u>(105,944)</u>	<u>3,030,626</u>	<u>2,932,502</u>
Net change in fund balances	(761,631)	(5,399,470)	1,740,625	(4,420,476)
Fund balances, beginning of year	<u>2,718,648</u>	<u>10,238,266</u>	<u>11,426,652</u>	<u>24,383,566</u>
Fund balances, end of year	<u>\$ 1,957,017</u>	<u>\$ 4,838,796</u>	<u>\$ 13,167,277</u>	<u>\$ 19,963,090</u>

**CITY OF WOODLAND, CALIFORNIA  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2009**

	Streng Pond Landscape Maintenance District	North Park Landscape Maintenance District	Gibson Ranch Landscape Maintenance District	Special Needs Assistance Grant	Housing Monitoring
<b>ASSETS</b>					
Cash and investments	\$ 20,303	\$ 11,430	\$ 534,920	\$ 4,012	\$ -
Accounts receivable	722	1,335	25,469	-	-
Due from other funds	-	-	-	-	-
Long-term notes receivable	-	-	-	-	-
	<u>21,025</u>	<u>12,765</u>	<u>560,389</u>	<u>4,012</u>	<u>-</u>
Total assets	<u>\$ 21,025</u>	<u>\$ 12,765</u>	<u>\$ 560,389</u>	<u>\$ 4,012</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable	\$ 85	\$ 267	\$ 5,505	\$ -	\$ -
Due to other funds	-	-	-	-	23,341
Deferred revenue	-	-	-	-	-
Advances from other funds	-	-	-	-	-
	<u>85</u>	<u>267</u>	<u>5,505</u>	<u>-</u>	<u>23,341</u>
Total liabilities	<u>85</u>	<u>267</u>	<u>5,505</u>	<u>-</u>	<u>23,341</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	2,145	-	-
Unreserved, undesignated	20,940	12,498	552,739	4,012	(23,341)
	<u>20,940</u>	<u>12,498</u>	<u>554,884</u>	<u>4,012</u>	<u>(23,341)</u>
Total fund balances (deficits)	<u>20,940</u>	<u>12,498</u>	<u>554,884</u>	<u>4,012</u>	<u>(23,341)</u>
Total liabilities and fund balances (deficits)	<u>\$ 21,025</u>	<u>\$ 12,765</u>	<u>\$ 560,389</u>	<u>\$ 4,012</u>	<u>\$ -</u>

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2009

Transit	Proposition 172	Transportation	Literacy Grant	Special Transportation	Gas Tax	
\$ -	\$ 169,312	\$ -	\$ 12,327	\$ -	\$ -	<b>ASSETS</b>
245,167	85,057	42,218	1,940	58,599	2,315	Cash and investments
-	-	412,893	-	-	-	Accounts receivable
-	-	-	-	-	-	Due from other funds
-	-	-	-	-	-	Long-term notes receivable
\$ 245,167	\$ 254,369	\$ 455,111	\$ 14,267	\$ 58,599	\$ 2,315	Total assets
						<b>LIABILITIES AND FUND BALANCES</b>
						Liabilities:
\$ -	\$ -	\$ 33,993	\$ 4,188	\$ -	\$ 43,375	Accounts payable
134,800	-	-	-	245,576	358,479	Due to other funds
93,495	-	-	-	-	-	Deferred revenue
-	-	-	-	-	-	Advances from other funds
228,295	-	33,993	4,188	245,576	401,854	Total liabilities
						Fund balances:
						Reserved for:
-	12,254	18,848	2,315	244,957	32,285	Encumbrances
16,872	242,115	402,270	7,764	(431,934)	(431,824)	Unreserved, undesignated
16,872	254,369	421,118	10,079	(186,977)	(399,539)	Total fund balances (deficits)
\$ 245,167	\$ 254,369	\$ 455,111	\$ 14,267	\$ 58,599	\$ 2,315	Total liabilities and fund balances (deficits)

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2009**

	Asset Seizure	Historical Walking Tour	Supplemental Law Enforcement Services Grant	Local Law Enforcement Block Grant	COPS MORE Technology Grant	State Grant Programs
<b>ASSETS</b>						
Cash and investments	\$ 44,957	\$ 5,612	\$ 79,186	\$ 1,350	\$ 7,778	\$ 422,619
Accounts receivable	-	-	41,950	-	-	113,655
Due from other funds	-	-	-	-	-	245,576
Long-term notes receivable	-	-	-	-	-	-
<b>Total assets</b>	<u>\$ 44,957</u>	<u>\$ 5,612</u>	<u>\$ 121,136</u>	<u>\$ 1,350</u>	<u>\$ 7,778</u>	<u>\$ 781,850</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 4,662	\$ -	\$ -	\$ -	\$ -	\$ 197,829
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-
<b>Total liabilities</b>	<u>4,662</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>197,829</u>
<b>Fund balances:</b>						
<b>Reserved for:</b>						
Encumbrances	-	-	-	-	-	32,273
Unreserved, undesignated	40,295	5,612	121,136	1,350	7,778	551,748
<b>Total fund balances (deficits)</b>	<u>40,295</u>	<u>5,612</u>	<u>121,136</u>	<u>1,350</u>	<u>7,778</u>	<u>584,021</u>
<b>Total liabilities and fund balances (deficits)</b>	<u>\$ 44,957</u>	<u>\$ 5,612</u>	<u>\$ 121,136</u>	<u>\$ 1,350</u>	<u>\$ 7,778</u>	<u>\$ 781,850</u>

**CITY OF WOODLAND, CALIFORNIA  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2009**

State Library Programs	Cemetery Endowment	West Wood Lighting & Landscaping District	Spring Lake Lighting & Landscaping District	Spring Lake Sports Park Maintenance CFD	Fire Suppression District	
						<b>ASSETS</b>
\$ 261,862	\$ 213,948	\$ 28,913	\$ 676,223	\$ 72,861	\$ -	Cash and investments
29,928	-	954	24,006	2,585	3,454	Accounts receivable
-	105,784	-	-	-	-	Due from other funds
-	-	-	-	-	-	Long-term notes receivable
<u>\$ 291,790</u>	<u>\$ 319,732</u>	<u>\$ 29,867</u>	<u>\$ 700,229</u>	<u>\$ 75,446</u>	<u>\$ 3,454</u>	Total assets
						<b>LIABILITIES AND FUND BALANCES</b>
						Liabilities:
\$ 15,867	\$ -	\$ 73	\$ 24,387	\$ 11,220	\$ -	Accounts payable
-	-	-	-	-	-	Due to other funds
-	-	-	-	-	-	Deferred revenue
-	-	-	-	-	1,932,854	Advances from other funds
<u>15,867</u>	<u>-</u>	<u>73</u>	<u>24,387</u>	<u>11,220</u>	<u>1,932,854</u>	Total liabilities
						Fund balances:
						Reserved for:
-	-	-	30,097	5,654	-	Encumbrances
<u>275,923</u>	<u>319,732</u>	<u>29,794</u>	<u>645,745</u>	<u>58,572</u>	<u>(1,929,400)</u>	Unreserved, undesignated
<u>275,923</u>	<u>319,732</u>	<u>29,794</u>	<u>675,842</u>	<u>64,226</u>	<u>(1,929,400)</u>	Total fund balances (deficits)
<u>\$ 291,790</u>	<u>\$ 319,732</u>	<u>\$ 29,867</u>	<u>\$ 700,229</u>	<u>\$ 75,446</u>	<u>\$ 3,454</u>	Total liabilities and fund balances (deficits)

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 JUNE 30, 2009

	Off-Site Affordable Housing	Workforce Housing Grants	Gateway Lighting & Landscaping District	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>				
Cash and investments	\$ 8,008	\$ -	\$ 67,303	\$ 2,642,924
Accounts receivable	-	13,338	4,190	696,882
Due from other funds	1,010,658	-	-	1,774,911
Long-term notes receivable	-	1,031	-	1,031
<b>Total assets</b>	<b>\$ 1,018,666</b>	<b>\$ 14,369</b>	<b>\$ 71,493</b>	<b>\$ 5,115,748</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 3,941	\$ 345,392
Due to other funds	-	23,763	-	785,959
Deferred revenue	-	1,031	-	94,526
Advances from other funds	-	-	-	1,932,854
<b>Total liabilities</b>	<b>-</b>	<b>24,794</b>	<b>3,941</b>	<b>3,158,731</b>
Fund balances:				
Reserved for:				
Encumbrances	-	31,667	5,615	418,110
Unreserved, undesignated	1,018,666	(42,092)	61,937	1,538,907
<b>Total fund balances (deficits)</b>	<b>1,018,666</b>	<b>(10,425)</b>	<b>67,552</b>	<b>1,957,017</b>
<b>Total liabilities and fund balances (deficits)</b>	<b>\$ 1,018,666</b>	<b>\$ 14,369</b>	<b>\$ 71,493</b>	<b>\$ 5,115,748</b>

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 YEAR ENDED JUNE 30, 2009**

	Streng Pond Landscape Maintenance District	North Park Landscape Maintenance District	Gibson Ranch Landscape Maintenance District	Special Needs Assistance Grant	Housing Monitoring	Transit
<b>REVENUES:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	92,279	-	1,545,402
Charges for services	14,270	26,586	501,649	-	17,194	-
Investment earnings	395	129	12,816	-	-	-
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>14,665</u>	<u>26,715</u>	<u>514,465</u>	<u>92,279</u>	<u>17,194</u>	<u>1,545,402</u>
<b>EXPENDITURES:</b>						
Current:						
Finance	2,755	1,368	7,366	-	-	-
Community development	-	-	-	90,848	21,544	-
Parks, recreation and community services	3,507	16,777	362,896	-	-	-
Police	-	-	-	-	-	-
Fire	-	-	-	-	-	-
Library	-	-	-	-	-	-
Public works	-	2,543	100,379	-	-	1,543,722
Total expenditures	<u>6,262</u>	<u>20,688</u>	<u>470,641</u>	<u>90,848</u>	<u>21,544</u>	<u>1,543,722</u>
Excess (deficiency) of revenues over (under) expenditures	<u>8,403</u>	<u>6,027</u>	<u>43,824</u>	<u>1,431</u>	<u>(4,350)</u>	<u>1,680</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	8,403	6,027	43,824	1,431	(4,350)	1,680
Fund balances (deficits), beginning of year	<u>12,537</u>	<u>6,471</u>	<u>511,060</u>	<u>2,581</u>	<u>(18,991)</u>	<u>15,192</u>
Fund balances (deficits), end of year	<u>\$ 20,940</u>	<u>\$ 12,498</u>	<u>\$ 554,884</u>	<u>\$ 4,012</u>	<u>\$ (23,341)</u>	<u>\$ 16,872</u>

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009**

Proposition 172	Transportation	Literacy Grant	Special Transportation	Gas Tax	
\$ 382,621	\$ -	\$ -	\$ -	\$ -	<b>REVENUES:</b>
-	681,234	66,834	107,541	925,614	Taxes
-	-	-	-	-	Intergovernmental
4,835	15,742	594	(8,048)	-	Charges for services
-	-	11,000	-	56,855	Investment earnings
<u>387,456</u>	<u>696,976</u>	<u>78,428</u>	<u>99,493</u>	<u>982,469</u>	Miscellaneous
					Total revenues
-	-	-	-	-	<b>EXPENDITURES:</b>
-	57,858	-	-	-	Current:
-	-	-	-	-	Finance
197,297	-	-	-	-	Community development
258,930	-	-	-	-	Parks, recreation and community services
-	-	117,616	-	-	Police
-	984,743	-	203,875	1,148,676	Fire
<u>456,227</u>	<u>1,042,601</u>	<u>117,616</u>	<u>203,875</u>	<u>1,148,676</u>	Library
					Public works
					Total expenditures
<u>(68,771)</u>	<u>(345,625)</u>	<u>(39,188)</u>	<u>(104,382)</u>	<u>(166,207)</u>	Excess (deficiency) of revenues over (under) expenditures
-	-	320	-	-	<b>OTHER FINANCING SOURCES (USES):</b>
-	-	17,500	-	-	Proceeds from sale of capital assets
-	-	-	-	-	Transfers in
<u>-</u>	<u>-</u>	<u>17,820</u>	<u>-</u>	<u>-</u>	Transfers out
					Total other financing sources (uses)
<u>(68,771)</u>	<u>(345,625)</u>	<u>(21,368)</u>	<u>(104,382)</u>	<u>(166,207)</u>	Net change in fund balance
<u>323,140</u>	<u>766,743</u>	<u>31,447</u>	<u>(82,595)</u>	<u>(233,332)</u>	Fund balances (deficits), beginning of year
<u>\$ 254,369</u>	<u>\$ 421,118</u>	<u>\$ 10,079</u>	<u>\$ (186,977)</u>	<u>\$ (399,539)</u>	Fund balances (deficits), end of year

CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009

	Asset Seizure	Historical Walking Tour	Supplemental Law Enforcement Services Grant	Local Law Enforcement Block Grant	COPS MORE Technology Grant	State Grant Programs
<b>REVENUES:</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	99,220	-	-	1,277,449
Charges for services	8,857	2,340	-	-	-	-
Investment earnings	1,347	142	2,261	39	227	32,810
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>10,204</u>	<u>2,482</u>	<u>101,481</u>	<u>39</u>	<u>227</u>	<u>1,310,259</u>
<b>EXPENDITURES:</b>						
Current:						
Finance	-	-	-	-	-	-
Community development	-	-	-	-	-	-
Parks, recreation and community services	-	-	-	-	-	-
Police	8,661	-	61,266	-	-	-
Fire	-	-	-	-	-	-
Library	-	-	-	-	-	-
Public works	-	-	-	-	-	1,595,443
Total expenditures	<u>8,661</u>	<u>-</u>	<u>61,266</u>	<u>-</u>	<u>-</u>	<u>1,595,443</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,543</u>	<u>2,482</u>	<u>40,215</u>	<u>39</u>	<u>227</u>	<u>(285,184)</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Proceeds from sale of capital assets	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	1,543	2,482	40,215	39	227	(285,184)
Fund balances (deficits), beginning of year	<u>38,752</u>	<u>3,130</u>	<u>80,921</u>	<u>1,311</u>	<u>7,551</u>	<u>869,205</u>
Fund balances (deficits), end of year	<u>\$ 40,295</u>	<u>\$ 5,612</u>	<u>\$ 121,136</u>	<u>\$ 1,350</u>	<u>\$ 7,778</u>	<u>\$ 584,021</u>

**CITY OF WOODLAND, CALIFORNIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

State Library Programs	Cemetery Endowment	West Wood Lighting & Landscaping District	Spring Lake Lighting & Landscaping District	Spring Lake Sports Park Maintenance CFD	Fire Supression District	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	<b>REVENUES:</b>
179,609	-	-	-	-	-	Taxes
-	13,224	19,045	498,301	52,286	68,962	Intergovernmental
9,290	9,169	617	16,465	2,368	(57,627)	Charges for services
1,424	-	-	-	-	-	Investment earnings
<u>190,323</u>	<u>22,393</u>	<u>19,662</u>	<u>514,766</u>	<u>54,654</u>	<u>11,335</u>	Miscellaneous
						Total revenues
						<b>EXPENDITURES:</b>
						Current:
-	-	843	10,736	7,782	4,645	Finance
-	-	-	27,524	-	-	Community development
-	353	7,778	184,692	61,908	-	Parks, recreation and community services
-	-	-	-	-	-	Police
-	-	-	-	-	-	Fire
227,512	-	-	-	-	-	Library
-	-	1,780	202,037	-	-	Public works
<u>227,512</u>	<u>353</u>	<u>10,401</u>	<u>424,989</u>	<u>69,690</u>	<u>4,645</u>	
						Excess (deficiency) of revenues over (under) expenditures
<u>(37,189)</u>	<u>22,040</u>	<u>9,261</u>	<u>89,777</u>	<u>(15,036)</u>	<u>6,690</u>	
						<b>OTHER FINANCING SOURCES (USES):</b>
-	-	-	-	-	-	Proceeds from sale of capital assets
-	-	-	-	-	-	Transfers in
(10,000)	-	-	-	-	-	Transfers out
<u>(10,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
(47,189)	22,040	9,261	89,777	(15,036)	6,690	Net change in fund balance
<u>323,112</u>	<u>297,692</u>	<u>20,533</u>	<u>586,065</u>	<u>79,262</u>	<u>(1,936,090)</u>	Fund balances (deficits), beginning of year
<u>\$ 275,923</u>	<u>\$ 319,732</u>	<u>\$ 29,794</u>	<u>\$ 675,842</u>	<u>\$ 64,226</u>	<u>\$ (1,929,400)</u>	Fund balances (deficits), end of year

**CITY OF WOODLAND, CALIFORNIA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

	Off-Site Affordable Housing	Workforce Housing Grants	Gateway Lighting & Landscaping District	Total Nonmajor Special Revenue Funds
<b>REVENUES:</b>				
Taxes	\$ -	\$ -	\$ -	\$ 382,621
Intergovernmental	-	16,301	-	4,991,483
Charges for services	-	-	83,799	1,306,513
Investment earnings	2,266	-	672	46,509
Miscellaneous	-	-	-	69,279
Total revenues	<u>2,266</u>	<u>16,301</u>	<u>84,471</u>	<u>6,796,405</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	-	-	2,636	38,131
Community development	-	-	-	197,774
Parks, recreation and community services	-	-	5,300	643,211
Police	-	-	-	267,224
Fire	-	-	-	258,930
Library	-	-	-	345,128
Public works	-	23,277	8,983	5,815,458
	<u>-</u>	<u>23,277</u>	<u>16,919</u>	<u>7,565,856</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,266</u>	<u>(6,976)</u>	<u>67,552</u>	<u>(769,451)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from sale of capital assets	-	-	-	320
Transfers in	-	-	-	17,500
Transfers out	-	-	-	(10,000)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,820</u>
Net change in fund balance	2,266	(6,976)	67,552	(761,631)
Fund balances (deficits), beginning of year	<u>1,016,400</u>	<u>(3,449)</u>	<u>-</u>	<u>2,718,648</u>
Fund balances (deficits), end of year	<u>\$ 1,018,666</u>	<u>\$ (10,425)</u>	<u>\$ 67,552</u>	<u>\$ 1,957,017</u>

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
STRENG POND LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 14,435	\$ 14,435	\$ 14,270	\$ (165)
Investment earnings	-	-	395	395
Total revenues	<u>14,435</u>	<u>14,435</u>	<u>14,665</u>	<u>230</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	4,008	4,008	2,755	1,253
Parks, recreation and community services	7,035	7,035	3,507	3,528
Total expenditures	<u>11,043</u>	<u>11,043</u>	<u>6,262</u>	<u>4,781</u>
Net change in fund balance	<u>\$ 3,392</u>	<u>\$ 3,392</u>	8,403	<u>\$ 5,011</u>
Fund balance, beginning of year			<u>12,537</u>	
Fund balance, end of year			<u>\$ 20,940</u>	

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**NORTH PARK LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Amount Actuals</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 26,700	\$ 26,700	\$ 26,586	\$ (114)
Investment earnings	-	-	129	129
Total revenues	<u>26,700</u>	<u>26,700</u>	<u>26,715</u>	<u>15</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	2,075	2,075	1,368	707
Parks, recreation and community services	15,163	15,163	16,777	(1,614)
Public works	<u>1,430</u>	<u>1,430</u>	<u>2,543</u>	<u>(1,113)</u>
Total expenditures	<u>18,668</u>	<u>18,668</u>	<u>20,688</u>	<u>(2,020)</u>
Net change in fund balance	<u>\$ 8,032</u>	<u>\$ 8,032</u>	6,027	<u>\$ (2,005)</u>
Fund balance, beginning of year			<u>6,471</u>	
Fund balance, end of year			<u>\$ 12,498</u>	

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GIBSON RANCH LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 497,000	\$ 497,000	501,649	4,649
Investment earnings	4,500	4,500	12,816	8,316
Total revenues	<u>501,500</u>	<u>501,500</u>	<u>514,465</u>	<u>12,965</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	9,459	9,459	7,366	2,093
Parks, recreation and community services	414,516	414,516	362,896	51,620
Public works	73,998	105,924	100,379	5,545
Total expenditures	<u>497,973</u>	<u>529,899</u>	<u>470,641</u>	<u>59,258</u>
Net change in fund balance	<u>\$ 3,527</u>	<u>\$ (28,399)</u>	43,824	<u>\$ 72,223</u>
Fund balance, beginning of year			<u>511,060</u>	
Fund balance, end of year			<u>\$ 554,884</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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 92,279</u>	<u>\$ 92,279</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	<u>-</u>	<u>-</u>	<u>90,848</u>	<u>(90,848)</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>1,431</u>	<u><u>\$ 1,431</u></u>
Fund balance, beginning of year			<u>2,581</u>	
Fund balance, end of year			<u><u>\$ 4,012</u></u>	

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
HOUSING MONITORING SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	<u>\$ 13,293</u>	<u>\$ 13,293</u>	<u>\$ 17,194</u>	<u>\$ 3,901</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	<u>22,427</u>	<u>22,427</u>	<u>21,544</u>	<u>883</u>
Net change in fund balance	<u>\$ (9,134)</u>	<u>\$ (9,134)</u>	<u>(4,350)</u>	<u>\$ 4,784</u>
Fund deficit, beginning of year			<u>(18,991)</u>	
Fund deficit, end of year			<u>\$ (23,341)</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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	<u>\$ 1,545,402</u>	<u>\$ 1,545,402</u>	<u>\$ 1,545,402</u>	<u>\$ -</u>
<b>EXPENDITURES:</b>				
Current:				
Public works	<u>1,545,402</u>	<u>1,545,402</u>	<u>1,543,722</u>	<u>1,680</u>
Net change in fund balance	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u>1,680</u>	<u><u>\$ 1,680</u></u>
Fund balance, beginning of year			<u>15,192</u>	
Fund balance, end of year			<u><u>\$ 16,872</u></u>	

**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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Taxes	\$ 435,324	\$ 435,324	\$ 382,621	\$ (52,703)
Investment earnings	-	-	4,835	4,835
Total revenues	<u>435,324</u>	<u>435,324</u>	<u>387,456</u>	<u>(47,868)</u>
<b>EXPENDITURES:</b>				
Current:				
Police	297,869	297,869	197,297	100,572
Fire	<u>303,868</u>	<u>303,868</u>	<u>258,930</u>	<u>44,938</u>
Total expenditures	<u>601,737</u>	<u>601,737</u>	<u>456,227</u>	<u>145,510</u>
Net change in fund balance	<u>\$ (166,413)</u>	<u>\$ (166,413)</u>	(68,771)	<u>\$ 97,642</u>
Fund balance, beginning of year			<u>323,140</u>	
Fund balance, end of year			<u>\$ 254,369</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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ 1,217,622	\$ 1,217,622	\$ 681,234	\$ (536,388)
Investment earnings	-	-	15,742	15,742
Total revenues	<u>1,217,622</u>	<u>1,217,622</u>	<u>696,976</u>	<u>(520,646)</u>
<b>EXPENDITURES:</b>				
Current:				
Community development	90,446	90,446	57,858	(32,588)
Public works	<u>1,059,493</u>	<u>1,059,493</u>	<u>984,743</u>	<u>74,750</u>
Net change in fund balance	<u>\$ 67,683</u>	<u>\$ 67,683</u>	(345,625)	<u>\$ (413,308)</u>
Fund balance, beginning of year			<u>766,743</u>	
Fund balance, end of year			<u>\$ 421,118</u>	

**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, 2009**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ 79,300	\$ 81,634	\$ 66,834	(14,800)
Investment earnings	-	-	594	594
Miscellaneous	-	22,498	11,000	(11,498)
Total revenues	<u>79,300</u>	<u>104,132</u>	<u>78,428</u>	<u>(25,704)</u>
<b>EXPENDITURES:</b>				
Current:				
Library	<u>99,265</u>	<u>120,424</u>	<u>117,616</u>	<u>2,808</u>
Deficiency of revenues under expenditures	<u>(19,965)</u>	<u>(16,292)</u>	<u>(39,188)</u>	<u>(22,896)</u>
<b>OTHER FINANCING SOURCES:</b>				
Proceeds from sale of capital assets	-	-	320	320
Transfers in	<u>17,500</u>	<u>17,500</u>	<u>17,500</u>	<u>-</u>
Total other financing sources (uses)	<u>17,500</u>	<u>17,500</u>	<u>17,820</u>	<u>-</u>
Net change in fund balance	<u>\$ (2,465)</u>	<u>\$ 1,208</u>	(21,368)	<u>\$ (22,576)</u>
Fund balance, beginning of year			<u>31,447</u>	
Fund balance, end of year			<u>\$ 10,079</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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ 1,055,000	\$ 1,055,000	\$ 925,614	\$ (129,386)
Miscellaneous	-	-	56,855	56,855
Total revenues	<u>1,055,000</u>	<u>1,055,000</u>	<u>982,469</u>	<u>(72,531)</u>
<b>EXPENDITURES:</b>				
Current:				
Public works	<u>1,218,611</u>	<u>1,224,938</u>	<u>1,148,676</u>	<u>76,262</u>
Net change in fund balance	<u>\$ (163,611)</u>	<u>\$ (169,938)</u>	(166,207)	<u>\$ 3,731</u>
Fund deficit, beginning of year			<u>(233,332)</u>	
Fund deficit, end of year			<u>\$ (399,539)</u>	

**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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 8,500	\$ 8,500	\$ 8,857	\$ 357
Investment earnings	-	-	1,347	1,347
Total revenues	<u>8,500</u>	<u>8,500</u>	<u>10,204</u>	<u>1,704</u>
<b>EXPENDITURES:</b>				
Current:				
Police	<u>8,100</u>	<u>8,100</u>	<u>8,661</u>	<u>(561)</u>
Net change in fund balance	<u>\$ 400</u>	<u>\$ 400</u>	1,543	<u>\$ 1,143</u>
Fund balance, beginning of year			<u>38,752</u>	
Fund balance, end of year			<u>\$ 40,295</u>	

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**HISTORICAL WALKING TOUR SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ -	\$ -	\$ 2,340	\$ 2,340
Investment earnings	-	-	142	142
Total revenues	<u>-</u>	<u>-</u>	<u>2,482</u>	<u>2,482</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	2,482	<u>\$ 2,482</u>
Fund balance, beginning of year			<u>3,130</u>	
Fund balance, end of year			<u>\$ 5,612</u>	

**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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ 106,000	\$ 106,000	\$ 99,220	\$ (6,780)
Investment earnings	-	-	2,261	2,261
Total revenues	<u>106,000</u>	<u>106,000</u>	<u>101,481</u>	<u>(4,519)</u>
<b>EXPENDITURES:</b>				
Current:				
Police	<u>91,357</u>	<u>91,357</u>	<u>61,266</u>	<u>30,091</u>
Net change in fund balance	<u>\$ 14,643</u>	<u>\$ 14,643</u>	40,215	<u>\$ 25,572</u>
Fund balance, beginning of year			<u>80,921</u>	
Fund balance, end of year			<u>\$ 121,136</u>	

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**STATE GRANT PROGRAMS SPECIAL REVENUE FUND**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 1,673,192	\$ 1,277,449	\$ (395,743)
Investment earnings	-	-	32,810	32,810
Total revenues	<u>-</u>	<u>1,673,192</u>	<u>1,310,259</u>	<u>(362,933)</u>
<b>EXPENDITURES:</b>				
Current:				
Public works	-	1,673,192	1,595,443	77,749
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(285,184)	<u>\$ (285,184)</u>
Fund balance, beginning of year			<u>869,205</u>	
Fund balance, end of year			<u>\$ 584,021</u>	

**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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Intergovernmental	\$ 170,000	\$ 170,000	\$ 179,609	\$ 9,609
Investment earnings	2,000	2,000	9,290	7,290
Miscellaneous	400	400	1,424	1,024
Total revenues	<u>172,400</u>	<u>172,400</u>	<u>190,323</u>	<u>17,923</u>
<b>EXPENDITURES:</b>				
Current:				
Library	<u>294,016</u>	<u>294,016</u>	<u>227,512</u>	<u>66,504</u>
Deficiency of revenues under expenditures	<u>(121,616)</u>	<u>(121,616)</u>	<u>(37,189)</u>	<u>84,427</u>
<b>OTHER FINANCING USES:</b>				
Transfers out	<u>-</u>	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
Net change in fund balance	<u>\$ (121,616)</u>	<u>\$ (121,616)</u>	<u>(47,189)</u>	<u>\$ 74,427</u>
Fund balance, beginning of year			<u>323,112</u>	
Fund balance, end of year			<u>\$ 275,923</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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 20,000	\$ 20,000	\$ 13,224	\$ (6,776)
Investment earnings	-	-	9,169	9,169
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>22,393</u>	<u>2,393</u>
<b>EXPENDITURES:</b>				
Current:				
Parks, recreation and community services	-	-	353	(353)
Net change in fund balance	<u>\$ 20,000</u>	<u>\$ 20,000</u>	22,040	<u>\$ 2,040</u>
Fund balance, beginning of year			<u>297,692</u>	
Fund balance, end of year			<u>\$ 319,732</u>	

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
WEST WOOD LIGHTING & LANDSCAPING DISTRICT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 18,700	\$ 18,700	\$ 19,045	\$ 345
Investment earnings	-	-	617	617
Total revenues	<u>18,700</u>	<u>18,700</u>	<u>19,662</u>	<u>962</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	2,025	2,025	843	1,182
Parks, recreation and community services	16,099	16,099	7,778	8,321
Public works	<u>1,919</u>	<u>1,919</u>	<u>1,780</u>	<u>139</u>
Total expenditures	<u>20,043</u>	<u>20,043</u>	<u>10,401</u>	<u>9,642</u>
Net change in fund balance	<u>\$ (1,343)</u>	<u>\$ (1,343)</u>	9,261	<u>\$ 10,604</u>
Fund balance, beginning of year			<u>20,533</u>	
Fund balance, end of year			<u>\$ 29,794</u>	

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
SPRING LAKE LIGHTING & LANDSCAPING DISTRICT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 385,800	\$ 385,800	\$ 498,301	\$ 112,501
Investment earnings	-	-	16,465	16,465
Total revenues	<u>385,800</u>	<u>385,800</u>	<u>514,766</u>	<u>128,966</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	9,750	9,750	10,736	(986)
Community development	-	-	27,524	(27,524)
Parks, recreation and community services	248,021	248,021	184,692	63,329
Public works	<u>180,432</u>	<u>180,432</u>	<u>202,037</u>	<u>(21,605)</u>
Total expenditures	<u>438,203</u>	<u>438,203</u>	<u>424,989</u>	<u>13,214</u>
Net change in fund balance	<u>\$ (52,403)</u>	<u>\$ (52,403)</u>	89,777	<u>\$ 142,180</u>
Fund balance, beginning of year			<u>586,065</u>	
Fund balance, end of year			<u>\$ 675,842</u>	

**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, 2009**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 63,500	\$ 63,500	\$ 52,286	\$ (11,214)
Investment earnings	-	-	2,368	2,368
Total revenues	<u>63,500</u>	<u>63,500</u>	<u>54,654</u>	<u>(8,846)</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	7,200	7,200	7,782	(582)
Parks, recreation and community services	45,679	45,679	61,908	(16,229)
Total expenditures	<u>52,879</u>	<u>52,879</u>	<u>69,690</u>	<u>(16,811)</u>
Net change in fund balance	<u>\$ 10,621</u>	<u>\$ 10,621</u>	(15,036)	<u>\$ (25,657)</u>
Fund balance, beginning of year			<u>79,262</u>	
Fund balance, end of year			<u>\$ 64,226</u>	

**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, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ 46,260	\$ 46,260	\$ 68,962	\$ 22,702
Investment earnings	-	-	(57,627)	(57,627)
Total revenues	<u>46,260</u>	<u>46,260</u>	<u>11,335</u>	<u>(34,925)</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	<u>6,814</u>	<u>6,814</u>	<u>4,645</u>	<u>2,169</u>
Net change in fund balance	<u>\$ 39,446</u>	<u>\$ 39,446</u>	6,690	<u>\$ (37,094)</u>
Fund deficit, beginning of year			<u>(1,936,090)</u>	
Fund deficit, end of year			<u>\$ (1,929,400)</u>	

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GATEWAY LIGHTING & LANDSCAPING DISTRICT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Charges for services	\$ -	\$ 83,802	\$ 83,799	\$ (3)
Investment earnings	-	-	672	672
Total revenues	<u>-</u>	<u>83,802</u>	<u>84,471</u>	<u>669</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	-	7,000	2,636	4,364
Parks, recreation and community services	-	38,300	5,300	33,000
Public works	-	38,502	8,983	29,519
Total expenditures	<u>-</u>	<u>83,802</u>	<u>16,919</u>	<u>66,883</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	67,552	<u>\$ (66,214)</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u>\$ 67,552</u>	

## **DEBT SERVICE FUNDS**

**2002 LEASE REVENUE BONDS** – accounts for the accumulation of resources for, and payment of, principal and interest on the 2002 Lease Revenue Bonds issued to finance the construction and acquisition activities of various capital projects.

**WOODLAND REDEVELOPMENT AGENCY 1996 TAX ALLOCATION BONDS** – accounts for the accumulation of resources for, and payment of, principal and interest on the 1996 Tax Allocation Bonds issued to further the resources for various redevelopment activities.

**2005 CAPITAL PROJECTS LEASE REVENUE BONDS** – accounts for the accumulation of resources for, and payment of, principal and interest on the 2005 Capital Projects Lease Revenue Bonds issued to construct and equip a community senior center and sports complex and two fire stations.

**2005 WASTEWATER TREATMENT PLANT REVENUE BONDS** – accounts for the accumulation of resources for, and payment of, principal and interest on the 2005 Wastewater Treatment Plant Revenue Bonds issued to acquire, construct and equip certain wastewater treatment facility improvements.

**2007 CAPITAL PROJECTS LEASE REVENUE BONDS** – accounts for the accumulation of resources for, and payment of, principal and interest on the 2007 Capital Projects Lease Revenue Bonds issued to finance the costs of acquiring and installing additional improvements to the Community Senior Center and Sports Complex and construction of a sports field.

**WOODLAND REDEVELOPMENT AGENCY 2007 TAX ALLOCATION BONDS** – accounts for the accumulation of resources for, and payment of, principal and interest on the 2007 Tax Allocation Bonds issued to finance various redevelopment activities.

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**CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 JUNE 30, 2009**

	<u>2002 Lease Revenue Bonds</u>	<u>Woodland Redevelopment Agency 1996 Tax Allocation Bonds</u>	<u>2005 Capital Projects Lease Revenue Bonds</u>
<b>ASSETS</b>			
Cash and investments	\$ 266,716	\$ -	\$ 1,497,460
Cash and investments with fiscal agents	<u>757,375</u>	<u>-</u>	<u>273</u>
Total assets	<u>\$ 1,024,091</u>	<u>\$ -</u>	<u>\$ 1,497,733</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:			
Reserved for capital projects	-	-	-
Reserved for debt service	<u>1,024,091</u>	<u>-</u>	<u>1,497,733</u>
Total fund balances	<u>1,024,091</u>	<u>-</u>	<u>1,497,733</u>
Total liabilities and fund balances	<u>\$ 1,024,091</u>	<u>\$ -</u>	<u>\$ 1,497,733</u>

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS (CONTINUED)  
 JUNE 30, 2009**

2005 Wastewater Treatment Plant Revenue Bonds	2007 Capital Projects Lease Revenue Bonds	Woodland Redevelopment Agency 2007 Tax Allocation Bonds	Total Nonmajor Debt Service Funds	
\$ 317,267	\$ 60,299	\$ 312,689	\$ 2,454,431	<b>ASSETS</b>
3	1,035,308	611,446	2,404,405	Cash and investments
\$ 317,270	\$ 1,095,607	\$ 924,135	\$ 4,858,836	Cash and investments with fiscal agents
				Total assets
				<b>LIABILITIES AND FUND BALANCES</b>
\$ -	\$ -	\$ 20,040	\$ 20,040	Liabilities:
				Accounts payable
-	-	292,649	292,649	Fund balances:
317,270	1,095,607	611,446	4,546,147	Reserved for capital projects
317,270	1,095,607	904,095	4,838,796	Reserved for debt service
\$ 317,270	\$ 1,095,607	\$ 924,135	\$ 4,858,836	Total fund balances
				Total liabilities and fund balances

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 2009**

	2002 Lease Revenue Bonds	Woodland Redevelopment Agency 1996 Tax Allocation Bonds	2005 Capital Projects Lease Revenue Bonds
<b>REVENUES:</b>			
Investment earnings	\$ 53,632	\$ -	\$ 29,395
<b>EXPENDITURES:</b>			
Debt service:			
Principal	330,000	-	790,000
Interest	1,038,280	-	849,973
Total expenditures	1,368,280	-	1,639,973
Deficiency of revenues under expenditures	(1,314,648)	-	(1,610,578)
<b>OTHER FINANCING SOURCES:</b>			
Transfers in	1,362,394	-	2,053,074
Transfers out	-	(201,071)	-
Total other financing sources (uses)	1,362,394	(201,071)	2,053,074
Net change in fund balances	47,746	(201,071)	442,496
Fund balances, beginning of year	976,345	201,071	1,055,237
Fund balances, end of year	\$ 1,024,091	\$ -	\$ 1,497,733

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS (CONTINUED)  
 YEAR ENDED JUNE 30, 2009**

2005 Wastewater Treatment Plant Revenue Bonds	2007 Capital Projects Lease Revenue Bonds	Woodland Redevelopment Agency 2007 Tax Allocation Bonds	Total Nonmajor Debt Service Funds	
\$ 14,334	\$ 21,459	\$ 174,726	\$ 293,546	<b>REVENUES:</b> Investment earnings
				<b>EXPENDITURES:</b> Debt service:
-	765,000	155,000	2,040,000	Principal
849,059	379,175	430,585	3,547,072	Interest
849,059	1,144,175	585,585	5,587,072	Total expenditures
(834,725)	(1,122,716)	(410,859)	(5,293,526)	Deficiency of revenues under expenditures
				<b>OTHER FINANCING SOURCES:</b>
851,468	1,149,085	588,746	6,004,767	Transfers in
-	-	(5,909,640)	(6,110,711)	Transfers out
851,468	1,149,085	(5,320,894)	(105,944)	Total other financing sources (uses)
16,743	26,369	(5,731,753)	(5,399,470)	Net change in fund balances
300,527	1,069,238	6,635,848	10,238,266	Fund balances, beginning of year
<u>\$ 317,270</u>	<u>\$ 1,095,607</u>	<u>\$ 904,095</u>	<u>\$ 4,838,796</u>	Fund balances, end of year

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2002 LEASE REVENUE BONDS NONMAJOR DEBT SERVICE FUNDS  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Investment earnings	\$ 9,000	\$ 9,000	\$ 53,632	\$ 44,632
<b>EXPENDITURES:</b>				
Debt service:				
Principal	330,000	330,000	330,000	-
Interest	1,040,831	1,040,831	1,038,280	(2,551)
Total expenditures	1,370,831	1,370,831	1,368,280	(2,551)
Deficiency of revenues under expenditures	(1,361,831)	(1,361,831)	(1,314,648)	47,183
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	1,362,395	1,362,395	1,362,394	(1)
Net change in fund balance	<u>\$ 564</u>	<u>\$ 564</u>	47,746	<u>\$ 47,182</u>
Fund balance, beginning of year			<u>976,345</u>	
Fund balance, end of year			<u>\$ 1,024,091</u>	

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**2005 CAPITAL PROJECTS LEASE REVENUE BONDS NONMAJOR DEBT SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Investment earnings	\$ -	\$ -	\$ 29,395	\$ 29,395
<b>EXPENDITURES:</b>				
Debt service:				
Principal	790,000	790,000	790,000	-
Interest	853,984	853,984	849,973	4,011
Total expenditures	<u>1,643,984</u>	<u>1,643,984</u>	<u>1,639,973</u>	<u>4,011</u>
Deficiency of revenues under expenditures	<u>(1,643,984)</u>	<u>(1,643,984)</u>	<u>(1,610,578)</u>	<u>33,406</u>
<b>OTHER FINANCING SOURCES (USE):</b>				
Transfer in	<u>2,053,075</u>	<u>2,053,075</u>	<u>2,053,074</u>	<u>(1)</u>
Net change in fund balance	<u>\$ 409,091</u>	<u>\$ 409,091</u>	442,496	<u>\$ 33,405</u>
Fund balance, beginning of year			<u>1,055,237</u>	
Fund balance, end of year			<u>\$ 1,497,733</u>	

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
2005 WASTEWATER TREATMENT PLANT REVENUE BONDS DEBT SERVICE FUND  
YEAR ENDED JUNE 30, 2009**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
<b>REVENUES:</b>				
Investment earnings	\$ -	\$ -	\$ 14,334	\$ 14,334
<b>EXPENDITURES:</b>				
Debt service:				
Interest	851,567	851,567	849,059	2,508
Deficiency of revenues under expenditures	(851,567)	(851,567)	(834,725)	16,842
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	851,468	851,468	851,468	-
Net change in fund balance	<u>\$ (99)</u>	<u>\$ (99)</u>	16,743	<u>\$ 16,842</u>
Fund balance, beginning of year			<u>300,527</u>	
Fund balance, end of year			<u>\$ 317,270</u>	

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**2007 CAPITAL PROJECTS LEASE REVENUE BONDS NONMAJOR DEBT SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Investment earnings	\$ -	\$ -	\$ 21,459	\$ 21,459
<b>EXPENDITURES:</b>				
Debt service:				
Principal	765,000	765,000	765,000	-
Interest	384,085	384,085	379,175	4,910
Total expenditures	<u>1,149,085</u>	<u>1,149,085</u>	<u>1,144,175</u>	<u>4,910</u>
Deficiency of revenues under expenditures	<u>(1,149,085)</u>	<u>(1,149,085)</u>	<u>(1,122,716)</u>	<u>26,369</u>
<b>OTHER FINANCING SOURCES (USE):</b>				
Transfer in	<u>1,149,085</u>	<u>1,149,085</u>	<u>1,149,085</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	26,369	<u>\$ 26,369</u>
Fund balance, beginning of year			<u>1,069,238</u>	
Fund balance, end of year			<u>\$ 1,095,607</u>	

## **CAPITAL PROJECTS FUNDS**

**WOODLAND REDEVELOPMENT AGENCY** – accounts for all revenues and expenditures connected with the project remedy conditions contributing to the revitalization of the redevelopment area.

**PARK RESERVE** – accounts for funds collected from developers for park expansion.

**PARK IN LIEU FEES** – accounts for fees collected for park improvements and expansion.

**GIBSON RANCH CAPITAL PROJECTS** – accounts for the proceeds from the special assessment debt, with no City obligation, and specific project funds collected for capital improvements in Gibson Ranch Southeast Area Community Facilities District.

**CITY CAPITAL PROJECTS** – accounts for capital project improvements such as public facilities, traffic congestion, tree and equipment expenditures over \$5,000 within the general government function for funds collected from developers for water system expansion.

**WATER DEVELOPMENT** – accounts for funds collected from developers for water system expansion.

**STORM DRAIN DEVELOPMENT** – accounts for funds collected from developers for storm drain system expansion.

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
WOODLAND REDEVELOPMENT AGENCY  
2007 TAX ALLOCATION BONDS NONMAJOR DEBT SERVICE FUNDS  
YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES:</b>				
Investment earnings	\$ 1,000	\$ 1,000	\$ 174,726	\$ 173,726
<b>EXPENDITURES:</b>				
Debt service:				
Principal	155,000	155,000	155,000	-
Interest	433,746	433,746	430,585	3,161
Total expenditures	588,746	588,746	585,585	3,161
Deficiency of revenues under expenditures	(587,746)	(587,746)	(410,859)	176,887
<b>OTHER FINANCING SOURCES:</b>				
Transfers in	-	-	588,746	588,746
Transfers out	-	-	(5,909,640)	(5,909,640)
Total other financing sources (uses)	-	-	(5,320,894)	(5,320,894)
Net change in fund balance	<u>\$ (587,746)</u>	<u>\$ (587,746)</u>	(5,731,753)	<u>\$ (5,144,007)</u>
Fund balance, beginning of year			6,635,848	
Fund balance, end of year			<u>\$ 904,095</u>	

**CITY OF WOODLAND, CALIFORNIA  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECT FUNDS  
JUNE 30, 2009**

	Woodland Redevelopment Agency	Park Reserve	Park in Lieu Fees	Gibson Ranch Capital Projects
<b>ASSETS</b>				
Cash and investments	\$ 6,990,465	\$ 934,784	\$ 222,072	\$ 102,152
Cash and investments with fiscal agents	391,735	-	-	-
Accounts receivable	75,278	83,640	-	-
Due from other funds	-	-	594,591	-
Long-term notes receivable	-	-	-	50,473
Advances to other funds	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 7,457,478</u>	<u>\$ 1,018,424</u>	<u>\$ 816,663</u>	<u>\$ 152,625</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 4,558	\$ -	\$ 7,748	\$ -
Due to other funds	-	-	-	-
Deposits	-	-	-	-
Deferred revenue	-	83,640	-	50,473
Advances from other funds	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	<u>4,558</u>	<u>83,640</u>	<u>7,748</u>	<u>50,473</u>
Fund balances:				
Reserved for:				
Encumbrances	5,740	92,680	236,497	-
Advances to other funds	-	-	-	-
Unreserved, undesignated	<u>7,447,180</u>	<u>842,104</u>	<u>572,418</u>	<u>102,152</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances (deficits)	<u>7,452,920</u>	<u>934,784</u>	<u>808,915</u>	<u>102,152</u>
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances (deficits)	<u>\$ 7,457,478</u>	<u>\$ 1,018,424</u>	<u>\$ 816,663</u>	<u>\$ 152,625</u>

**CITY OF WOODLAND, CALIFORNIA  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECT FUNDS (CONTINUED)  
JUNE 30, 2009**

City Capital Projects	Water Development	Storm Drain Development	Total Nonmajor Capital Projects Funds	
				<b>ASSETS</b>
\$ 650,947	\$ 862,352	\$ -	\$ 9,762,772	Cash and investments
30,000	-	-	421,735	Cash and investments with fiscal agents
562,271	23,436	23,324	767,949	Accounts receivable
-	-	-	594,591	Due from other funds
-	-	-	50,473	Long-term notes receivable
-	2,286,342	2,101,099	4,387,441	Advances to other funds
<u>\$ 1,243,218</u>	<u>\$ 3,172,130</u>	<u>\$ 2,124,423</u>	<u>\$ 15,984,961</u>	Total assets
				<b>LIABILITIES AND FUND BALANCES</b>
				Liabilities:
\$ 68,019	\$ 57,435	\$ 3,995	\$ 141,755	Accounts payable
-	-	21,572	21,572	Due to other funds
243,361	50,000	-	293,361	Deposits
159,134	23,436	23,324	340,007	Deferred revenue
2,020,989	-	-	2,020,989	Advances from other funds
<u>2,491,503</u>	<u>130,871</u>	<u>48,891</u>	<u>2,817,684</u>	Total liabilities
				Fund balances:
				Reserved for:
639,993	182,472	22,021	1,179,403	Encumbrances
-	2,286,342	2,101,099	4,387,441	Advances to other funds
(1,888,278)	572,445	(47,588)	7,600,433	Unreserved, undesignated
<u>(1,248,285)</u>	<u>3,041,259</u>	<u>2,075,532</u>	<u>13,167,277</u>	Total fund balances (deficits)
<u>\$ 1,243,218</u>	<u>\$ 3,172,130</u>	<u>\$ 2,124,423</u>	<u>\$ 15,984,961</u>	Total liabilities and fund balances (deficits)

**CITY OF WOODLAND, CALIFORNIA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
YEAR ENDED JUNE 30, 2009**

	Woodland Redevelopment Agency	Park Reserve	Park in Lieu Fees	Gibson Ranch Capital Projects
<b>REVENUES:</b>				
Taxes	\$ 1,079,979	\$ -	\$ -	\$ -
Licenses and permits	-	957,945	-	-
Investment earnings	49,399	67,566	30,463	2,982
Miscellaneous	11,750	-	-	-
Total revenues	<u>1,141,128</u>	<u>1,025,511</u>	<u>30,463</u>	<u>2,982</u>
<b>EXPENDITURES:</b>				
Current:				
Finance	15,378	-	-	-
Community development	514,775	-	-	-
Parks, recreation and community services	-	1,678,445	494,382	-
Police	-	-	-	-
Fire	-	-	-	-
Library	-	-	-	-
Public works	47,481	272,349	238,855	-
Debt service:				
Principal	52,302	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>629,936</u>	<u>1,950,794</u>	<u>733,237</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>511,192</u>	<u>(925,283)</u>	<u>(702,774)</u>	<u>2,982</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	6,110,711	-	-	-
Transfers out	(588,746)	(2,198,451)	-	-
Total other financing sources (uses)	<u>5,521,965</u>	<u>(2,198,451)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	6,033,157	(3,123,734)	(702,774)	2,982
Fund balances (deficits), beginning of year	<u>1,419,763</u>	<u>4,058,518</u>	<u>1,511,689</u>	<u>99,170</u>
Fund balances (deficits), end of year	<u>\$ 7,452,920</u>	<u>\$ 934,784</u>	<u>\$ 808,915</u>	<u>\$ 102,152</u>

**CITY OF WOODLAND, CALIFORNIA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2009**

City Capital Projects	Water Development	Storm Drain Development	Total Nonmajor Capital Projects Funds	
\$ -	\$ -	\$ -	\$ 1,079,979	<b>REVENUES:</b>
2,967,608	681,581	121,751	4,728,885	Taxes
38,186	21,308	5,630	215,534	Licenses and permits
50,085	75	20,958	82,868	Investment earnings
3,055,879	702,964	148,339	6,107,266	Miscellaneous
				Total revenues
				Current:
334,238	-	-	349,616	Finance
8,150	-	-	522,925	Community development
162,009	-	-	2,334,836	Parks, recreation and community services
26,891	-	-	26,891	Police
37,822	-	-	37,822	Fire
65,270	-	-	65,270	Library
2,550,947	327,594	522,692	3,959,918	Public works
				Debt service:
-	-	-	52,302	Principal
47,687	-	-	47,687	Interest and fiscal charges
3,233,014	327,594	522,692	7,397,267	Total expenditures
(177,135)	375,370	(374,353)	(1,290,001)	Excess (deficiency) of revenues over under) expenditures
				<b>OTHER FINANCING SOURCES (USES):</b>
-	-	-	6,110,711	Transfers in
(292,888)	-	-	(3,080,085)	Transfers out
(292,888)	-	-	3,030,626	Total other financing sources (uses)
(470,023)	375,370	(374,353)	1,740,625	Net change in fund balances
(778,262)	2,665,889	2,449,885	11,426,652	Fund balances (deficits), beginning of year
\$ (1,248,285)	\$ 3,041,259	\$ 2,075,532	\$ 13,167,277	Fund balances (deficits), end of year

## **ENTERPRISE FUNDS**

**WASTEWATER PRETREATMENT** – accounts for the provision of wastewater pretreatment services to residents of the City and some residents of the County of Yolo. 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.

**RECYCLING** – accounts for the provision of recycling services provided 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, and billing and collection.

**CONSTRUCTION & DEMOLITION PROGRAM** – accounts for all costs of City administration of the Construction and Demolition Debris Recycling Ordinance, which is required to meet State regulations.

**FIRE TRAINING CENTER** – accounts for the provision of the fire training facility as provided by the City of Woodland's Fire Department. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, maintenance, and billing and collection.

**CEMETERY** – accounts for the provision of cemetery services available to residents of the City and County. All activities necessary to provide such services are accounted for in this fund, include, but is not limited to, administration, operations, capital improvements, maintenance, and billing and collection.

**DUBACH PARK** – accounts for revenues received from third party rentals of the Dubach baseball/softball complex. All costs necessary to operate the sports park are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, maintenance, and the collection of associated fees.

**YOUTH PROGRAM** – accounts for the activities of the Youth Programs operated out of the Community and Senior Center. This program is organized to teach City youth about business operations.

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**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
JUNE 30, 2009**

	Wastewater Pretreatment	Recycling	Construction & Demolition Program	Fire Training Center
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 541,893	\$ 1,757,345	\$ 157,250	\$ 29,893
Accounts receivable	19,398	46,971	-	21
Due from other funds	-	68,000	-	-
Total current assets	<u>561,291</u>	<u>1,872,316</u>	<u>157,250</u>	<u>29,914</u>
Noncurrent assets:				
Capital assets (net of accumulated depreciation)	<u>5,367</u>	<u>9,577</u>	<u>-</u>	<u>-</u>
Total assets	<u>566,658</u>	<u>1,881,893</u>	<u>157,250</u>	<u>29,914</u>
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	1,441	8,814	48,029	10,503
Due to other funds	-	-	68,000	-
Compensated absences	1,506	1,832	-	65
Total current liabilities	<u>2,947</u>	<u>10,646</u>	<u>116,029</u>	<u>10,568</u>
Noncurrent liabilities:				
Compensated absences	7,423	4,694	1,938	18,251
Other postemployment benefits	22,645	15,851	5,284	15,096
Total noncurrent liabilities	<u>30,068</u>	<u>20,545</u>	<u>7,222</u>	<u>33,347</u>
Total liabilities	<u>33,015</u>	<u>31,191</u>	<u>123,251</u>	<u>43,915</u>
<b>NET ASSETS (DEFICITS)</b>				
Invested in capital assets, net of related debt	5,367	9,577	-	-
Unrestricted	528,276	1,841,125	33,999	(14,001)
Total net assets (deficits)	<u>\$ 533,643</u>	<u>\$ 1,850,702</u>	<u>\$ 33,999</u>	<u>\$ (14,001)</u>

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET ASSETS (CONTINUED)  
JUNE 30, 2009**

Cemetery	Dubach Park	Youth Program	Total Nonmajor Enterprise Funds	
				<b>ASSETS</b>
				Current assets:
\$ -	\$ -	\$ 2,548	\$ 2,488,929	Cash and investments
-	-	-	66,390	Accounts receivable
-	-	-	68,000	Due from other funds
-	-	2,548	2,623,319	Total current assets
				Noncurrent assets:
-	-	-	14,944	Capital assets (net of accumulated depreciation)
-	-	2,548	2,638,263	Total assets
				<b>LIABILITIES</b>
				Current liabilities:
1,743	-	805	71,335	Accounts payable
105,784	594,591	-	768,375	Due to other funds
254	8	-	3,665	Compensated absences
107,781	594,599	805	843,375	Total current liabilities
				Noncurrent liabilities:
6,180	-	-	38,486	Compensated absences
18,116	-	-	76,992	Other postemployment benefits
24,296	-	-	115,478	Total noncurrent liabilities
132,077	594,599	805	958,853	Total liabilities
				<b>NET ASSETS (DEFICITS)</b>
-	-	-	14,944	Invested in capital assets, net of related debt
(132,077)	(594,599)	1,743	1,664,466	Unrestricted
\$ (132,077)	\$ (594,599)	\$ 1,743	\$ 1,679,410	Total net assets (deficits)

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS  
YEAR ENDED JUNE 30, 2009**

	<u>Wastewater Pretreatment</u>	<u>Recycling</u>	<u>Construction &amp; Demolition Program</u>	<u>Fire Training Center</u>
<b>OPERATING REVENUES:</b>				
Charges for services	\$ 394,743	\$ 282,949	\$ 62,446	\$ 319,866
Other	-	-	-	17,439
Total operating revenues	<u>394,743</u>	<u>282,949</u>	<u>62,446</u>	<u>337,305</u>
<b>OPERATING EXPENSES:</b>				
Personnel services	221,743	190,311	58,810	267,005
Utilities	4,783	2,654	1,546	2,900
Office supplies and expenses	38,077	76,436	7,719	62,525
Small tools and supplies	45	-	-	-
Contractual services	9,260	9,824	-	5,618
Depreciation	2,202	2,476	-	-
Equipment rental and maintenance	32,326	19,395	-	9,125
Total operating expenses	<u>308,436</u>	<u>301,096</u>	<u>68,075</u>	<u>347,173</u>
Operating income (loss)	<u>86,307</u>	<u>(18,147)</u>	<u>(5,629)</u>	<u>(9,868)</u>
<b>NONOPERATING REVENUES:</b>				
Investment earnings	14,171	50,852	4,484	1,064
Intergovernmental	-	29,769	-	29,537
Total nonoperating revenues	<u>14,171</u>	<u>80,621</u>	<u>4,484</u>	<u>30,601</u>
Income (loss) before transfers	100,478	62,474	(1,145)	20,733
Transfers in	-	-	-	-
Change in net assets	100,478	62,474	(1,145)	20,733
Net assets (deficits), beginning of year	<u>433,165</u>	<u>1,788,228</u>	<u>35,144</u>	<u>(34,734)</u>
Net assets (deficits), end of year	<u>\$ 533,643</u>	<u>\$ 1,850,702</u>	<u>\$ 33,999</u>	<u>\$ (14,001)</u>

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

Cemetery	Dubach Park	Youth Program	Total Nonmajor Enterprise Funds	
\$ 110,808	\$ -	\$ 8,046	\$ 1,178,858	<b>OPERATING REVENUES:</b>
-	-	-	17,439	Charges for services
<u>110,808</u>	<u>-</u>	<u>8,046</u>	<u>1,196,297</u>	Other
				Total operating revenues
252,451	1,304	-	991,624	<b>OPERATING EXPENSES:</b>
8,154	838	-	20,875	Personnel services
44,018	11	9,695	238,481	Utilities
1,266	-	-	1,311	Office supplies and expenses
16,483	-	-	41,185	Small tools and supplies
-	-	-	4,678	Contractual services
64,707	-	-	125,553	Depreciation
<u>387,079</u>	<u>2,153</u>	<u>9,695</u>	<u>1,423,707</u>	Equipment rental and maintenance
				Total operating expenses
<u>(276,271)</u>	<u>(2,153)</u>	<u>(1,649)</u>	<u>(227,410)</u>	Operating income (loss)
-	(17,312)	114	53,373	<b>NONOPERATING REVENUES:</b>
-	-	-	59,306	Investment earnings
<u>-</u>	<u>(17,312)</u>	<u>114</u>	<u>112,679</u>	Intergovernmental
				Total nonoperating revenues
(276,271)	(19,465)	(1,535)	(114,731)	Income (loss) before transfers
<u>240,251</u>	<u>-</u>	<u>-</u>	<u>240,251</u>	Transfers in
(36,020)	(19,465)	(1,535)	125,520	Change in net assets
<u>(96,057)</u>	<u>(575,134)</u>	<u>3,278</u>	<u>1,553,890</u>	Net assets (deficits), beginning of year
<u>\$ (132,077)</u>	<u>\$ (594,599)</u>	<u>\$ 1,743</u>	<u>\$ 1,679,410</u>	Net assets (deficits), end of year

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2009**

	<u>Wastewater Pretreatment</u>	<u>Recycling</u>	<u>Construction &amp; Demolition Program</u>	<u>Fire Training Center</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Receipts from customers and users	\$ 404,807	\$ 260,425	\$ 62,446	\$ 337,284
Payments to suppliers	(84,244)	(101,692)	(4,511)	(81,625)
Payments to employees	(199,060)	(175,730)	(51,588)	(256,341)
Net cash provided (used) by operating activities	<u>121,503</u>	<u>(16,997)</u>	<u>6,347</u>	<u>(682)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Transfers in	-	-	-	-
Short-term interfund loan payments received (made)	-	-	-	(33)
Operating grants received	-	29,769	-	29,537
Net cash provided by noncapital financing activities	<u>-</u>	<u>29,769</u>	<u>-</u>	<u>29,504</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest received	<u>14,171</u>	<u>50,852</u>	<u>4,484</u>	<u>1,064</u>
Net increase (decrease) in cash and cash equivalents	135,674	63,624	10,831	29,886
Cash and cash equivalents, beginning of year	<u>406,219</u>	<u>1,693,721</u>	<u>146,419</u>	<u>7</u>
Cash and cash equivalents, end of year	<u>\$ 541,893</u>	<u>\$ 1,757,345</u>	<u>\$ 157,250</u>	<u>\$ 29,893</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>				
Operating income (loss)	\$ 86,307	\$ (18,147)	\$ (5,629)	\$ (9,868)
Adjustment to reconcile operating income (loss) to net cash flows provided (used ) by operating activities:				
Depreciation	2,202	2,476	-	-
Change in assets and liabilities:				
Accounts receivable	10,064	(22,524)	-	(21)
Accounts payable	247	6,617	4,754	(1,457)
Compensated absences	38	(1,270)	1,938	(4,432)
Other postemployment benefits	22,645	15,851	5,284	15,096
Total adjustments	<u>35,196</u>	<u>1,150</u>	<u>11,976</u>	<u>9,186</u>
Net cash provided (used) by operating activities	<u>\$ 121,503</u>	<u>\$ (16,997)</u>	<u>\$ 6,347</u>	<u>\$ (682)</u>

CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
YEAR ENDED JUNE 30, 2009

Cemetery	Dubach Park	Youth Program	Total Nonmajor Enterprise Funds	
				<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>
\$ 110,808	\$ -	\$ 8,046	\$ 1,183,816	Receipts from customers and users
(135,633)	(3,817)	(10,093)	(421,615)	Payments to suppliers
(237,977)	(2,877)	-	(923,573)	Payments to employees
(262,802)	(6,694)	(2,047)	(161,372)	Net cash provided (used) by operating activities
				<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>
240,251	-	-	240,251	Transfers in
22,551	24,006	-	46,524	Short-term interfund loan payments received (made)
-	-	-	59,306	Operating grants received
262,802	24,006	-	346,081	Net cash provided by noncapital financing activities
				<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>
-	(17,312)	114	53,373	Interest received
-	-	(1,933)	238,082	Net increase (decrease) in cash and cash equivalents
-	-	4,481	2,250,847	Cash and cash equivalents, beginning of year
\$ -	\$ -	\$ 2,548	\$ 2,488,929	Cash and cash equivalents, end of year
				<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>
\$ (276,271)	\$ (2,153)	\$ (1,649)	\$ (227,410)	Operating income (loss)
				Adjustment to reconcile operating income (loss) to net cash flows provided (used ) by operating activities:
-	-	-	4,678	Depreciation
				Change in assets and liabilities:
-	-	-	(12,481)	Accounts receivable
(1,005)	(2,968)	(398)	5,790	Accounts payable
(3,642)	(1,573)	-	(8,941)	Compensated absences
18,116	-	-	76,992	Other postemployment benefits
13,469	(4,541)	(398)	66,038	Total adjustments
\$ (262,802)	\$ (6,694)	\$ (2,047)	\$ (161,372)	Cash flows provided (used) by operating activities

## **INTERNAL SERVICE FUNDS**

**EQUIPMENT SERVICE AND REPAIR** – accounts for the rental of motor vehicles to other City departments and related costs.

**BENEFITS** – accounts for the City's health insurance program.

**SELF-INSURANCE** – accounts for the self-insured portion of the City's worker's compensation, general liability and property insurance programs.

**INFORMATION SYSTEMS** – accounts for the operation and maintenance of the City's information systems.

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**CITY OF WOODLAND, CALIFORNIA**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF NET ASSETS**  
**JUNE 30, 2009**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 1,398,695	\$ 16,134	\$ 222,022	\$ 625,390	\$ 2,262,241
Accounts receivable	-	-	16,431	-	16,431
Prepaid items and deposits	259,094	-	-	-	259,094
Total current assets	<u>1,657,789</u>	<u>16,134</u>	<u>238,453</u>	<u>625,390</u>	<u>2,537,766</u>
Noncurrent assets:					
Capital assets, net of accumulated depreciation	5,295,558	-	-	561,238	5,856,796
Total assets	<u>6,953,347</u>	<u>16,134</u>	<u>238,453</u>	<u>1,186,628</u>	<u>8,394,562</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	18,353	16,134	17,687	119,433	171,607
Interest payable	27,200	-	-	-	27,200
Compensated absences	11,555	-	-	4,620	16,175
Capital lease obligations	618,639	-	-	-	618,639
Total current liabilities	<u>675,747</u>	<u>16,134</u>	<u>17,687</u>	<u>124,053</u>	<u>833,621</u>
Noncurrent liabilities:					
Compensated absences	33,289	-	202	11,724	45,215
Capital lease obligations	2,885,447	-	-	-	2,885,447
Other postemployment benefits	52,989	-	1,510	50,951	105,450
Total noncurrent liabilities	<u>2,971,725</u>	<u>-</u>	<u>1,712</u>	<u>62,675</u>	<u>3,036,112</u>
Total liabilities	<u>3,647,472</u>	<u>16,134</u>	<u>19,399</u>	<u>186,728</u>	<u>3,869,733</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	1,791,472	-	-	561,238	2,352,710
Unrestricted	1,514,403	-	219,054	438,662	2,172,119
Total net assets	<u>\$ 3,305,875</u>	<u>\$ -</u>	<u>\$ 219,054</u>	<u>\$ 999,900</u>	<u>\$ 4,524,829</u>

**CITY OF WOODLAND, CALIFORNIA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS  
YEAR ENDED JUNE 30, 2009**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
<b>OPERATING REVENUES:</b>					
Billings to departments	\$ 2,527,956	\$ 5,063,487	\$ 631,420	\$ 1,511,777	\$ 9,734,640
Other	25,812	-	26,992	-	52,804
Total operating revenues	<u>2,553,768</u>	<u>5,063,487</u>	<u>658,412</u>	<u>1,511,777</u>	<u>9,787,444</u>
<b>OPERATING EXPENSES:</b>					
Personnel services	683,033	-	22,066	621,290	1,326,389
Utilities	6,308	-	-	20,051	26,359
Office supplies and expenses	585,438	-	538	142,977	728,953
Small tools and supplies	5,261	-	-	-	5,261
Depreciation	960,812	-	-	142,828	1,103,640
Equipment rental and maintenance	435,426	-	-	450,436	885,862
Insurance premiums and claims	-	5,240,152	1,168,300	-	6,408,452
Total operating expenses	<u>2,676,278</u>	<u>5,240,152</u>	<u>1,190,904</u>	<u>1,377,582</u>	<u>10,484,916</u>
Operating income (loss)	<u>(122,510)</u>	<u>(176,665)</u>	<u>(532,492)</u>	<u>134,195</u>	<u>(697,472)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>					
Investment earnings	39,968	1,504	9,133	13,231	63,836
Interest expense	(134,516)	-	-	-	(134,516)
Gain on disposal of capital assets	37,610	-	-	-	37,610
Total nonoperating revenues (expenses)	<u>(56,938)</u>	<u>1,504</u>	<u>9,133</u>	<u>13,231</u>	<u>(33,070)</u>
Income (loss) before transfers	(179,448)	(175,161)	(523,359)	147,426	(730,542)
Transfers in	20,725	174,354	-	-	195,079
Transfers out	-	-	(174,354)	-	(174,354)
Change in net assets	(158,723)	(807)	(697,713)	147,426	(709,817)
Net assets, beginning of year	<u>3,464,598</u>	<u>807</u>	<u>916,767</u>	<u>852,474</u>	<u>5,234,646</u>
Net assets, end of year	<u>\$ 3,305,875</u>	<u>\$ -</u>	<u>\$ 219,054</u>	<u>\$ 999,900</u>	<u>\$ 4,524,829</u>

**CITY OF WOODLAND, CALIFORNIA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2009**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>					
Receipts from customers	\$ 2,615,021	\$ 5,065,183	\$ 677,871	\$ 1,511,777	\$ 9,869,852
Payments to suppliers	(1,279,388)	-	(538)	(518,025)	(1,797,951)
Payments to employees	(601,014)	-	(22,147)	(572,606)	(1,195,767)
Payments for insurance premiums and claims	-	(5,238,201)	(1,176,124)	-	(6,414,325)
Net cash provided (used) by operating activities	<u>734,619</u>	<u>(173,018)</u>	<u>(520,938)</u>	<u>421,146</u>	<u>461,809</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>					
Transfers in	-	174,354	-	-	174,354
Transfers out	-	-	(174,354)	-	(174,354)
Net cash used by noncapital financing activities	<u>-</u>	<u>174,354</u>	<u>(174,354)</u>	<u>-</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>					
Acquisition of capital assets	(136,835)	-	-	(34,069)	(170,904)
Proceeds from sale of capital assets	37,610	-	-	-	37,610
Principal payments on long-term debt	(524,227)	-	-	-	(524,227)
Interest paid	(142,855)	-	-	-	(142,855)
Net cash used by capital and related financing activities	<u>(766,307)</u>	<u>-</u>	<u>-</u>	<u>(34,069)</u>	<u>(800,376)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>					
Interest received	39,968	1,504	9,133	13,231	63,836
Net increase (decrease) in cash and cash equivalents	8,280	2,840	(686,159)	400,308	(274,731)
Cash and cash equivalents, beginning of year	<u>1,390,415</u>	<u>13,294</u>	<u>908,181</u>	<u>225,082</u>	<u>2,536,972</u>
Cash and cash equivalents, end of year	<u>\$ 1,398,695</u>	<u>\$ 16,134</u>	<u>\$ 222,022</u>	<u>\$ 625,390</u>	<u>2,262,241</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>					
Acquisition of capital assets through capital leases	\$ 1,696,000	\$ -	\$ -	\$ -	\$ 1,696,000
Transfer in of capital assets	20,725	-	-	-	20,725

**CITY OF WOODLAND, CALIFORNIA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
YEAR ENDED JUNE 30, 2009**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>					
Operating income (loss)	\$ (122,510)	\$ (176,665)	\$ (532,492)	\$ 134,195	\$ (697,472)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	960,812	-	-	142,828	1,103,640
Changes in assets and liabilities:					
Accounts receivable	61,253	1,696	19,459	-	82,408
Prepaid items and deposits	(221,569)	-	-	-	(221,569)
Accounts payable	(25,386)	1,951	(7,824)	95,439	64,180
Compensated absences	29,030	-	(1,591)	(2,267)	25,172
Other postemployment benefits	52,989	-	1,510	50,951	105,450
Total adjustments	<u>857,129</u>	<u>3,647</u>	<u>11,554</u>	<u>286,951</u>	<u>1,159,281</u>
Net cash provided (used) by operating activities	<u>\$ 734,619</u>	<u>\$ (173,018)</u>	<u>\$ (520,938)</u>	<u>\$ 421,146</u>	<u>\$ 461,809</u>

## **AGENCY FUNDS**

**EAST MAIN REASSESSMENT DISTRICT** – accounts for the accumulation of resources for and the payment of special assessments within the district.

**BEAMER-KENTUCKY ASSESSMENT DISTRICT** – accounts for the accumulation of resources for and the payment of special assessments within the district.

**GIBSON RANCH COMMUNITY FACILITIES DISTRICT** – accounts for the accumulation of resources for and the payment of special assessments within the district.

**SPRING LAKE COMMUNITY FACILITIES DISTRICT** – accounts for the accumulation of resources for and the payment of special assessments within the district.

**RECREATION CONTRACT** – accounts for donations and grants received for specific expendable purposes.

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**CITY OF WOODLAND, CALIFORNIA**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**YEAR ENDED JUNE 30, 2009**

	East Main Reassessment District			Balance, June 30, 2009
	Balance, July 1, 2008	Additions	Deletions	
<b>ASSETS:</b>				
Cash and investments	\$ 1,073,075	\$ 1,485,803	\$ (1,456,336)	\$ 1,102,542
Cash and investments with fiscal agents	946,952	4,636	-	951,588
Accounts receivable	64,302	63,928	(64,302)	63,928
Total assets	<u>\$ 2,084,329</u>	<u>\$ 1,554,367</u>	<u>\$ (1,520,638)</u>	<u>\$ 2,118,058</u>
<b>LIABILITIES:</b>				
Due to assessment district bondholders	<u>\$ 2,084,329</u>	<u>\$ 1,554,367</u>	<u>\$ (1,520,638)</u>	<u>\$ 2,118,058</u>

	Beamer-Kentucky Assessment District			Balance, June 30, 2009
	Balance, July 1, 2008	Additions	Deletions	
<b>ASSETS:</b>				
Cash and investments	\$ 420,179	\$ 409,362	\$ (385,851)	\$ 443,690
Accounts receivable	18,181	18,474	(18,181)	18,474
Total assets	<u>\$ 438,360</u>	<u>\$ 427,836</u>	<u>\$ (404,032)</u>	<u>\$ 462,164</u>
<b>LIABILITIES:</b>				
Due to assessment district bondholders	<u>\$ 438,360</u>	<u>\$ 427,836</u>	<u>\$ (404,032)</u>	<u>\$ 462,164</u>

	Gibson Ranch Community Facilities District			Balance, June 30, 2009
	Balance, July 1, 2008	Additions	Deletions	
<b>ASSETS:</b>				
Cash and investments	\$ 1,554,575	\$ 1,429,621	\$ (1,340,858)	\$ 1,643,338
Cash and investments with fiscal agents	1,508,300	1,314,787	(1,310,304)	1,512,783
Accounts receivable	69,935	69,935	(69,935)	69,935
Total assets	<u>\$ 3,132,810</u>	<u>\$ 2,814,343</u>	<u>\$ (2,721,097)</u>	<u>\$ 3,226,056</u>
<b>LIABILITIES:</b>				
Due to assessment district bondholders	<u>\$ 3,132,810</u>	<u>\$ 2,814,343</u>	<u>\$ (2,721,097)</u>	<u>\$ 3,226,056</u>

**CITY OF WOODLAND, CALIFORNIA**  
**AGENCY FUNDS**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**YEAR ENDED JUNE 30, 2009**

	Spring Lake Community Facilities District			
	Balance, July 1, 2008	Additions	Deletions	Balance, June 30, 2009
<b>ASSETS:</b>				
Cash and investments	\$ 1,780,081	\$ 2,714,895	\$ (2,557,529)	\$ 1,937,447
Cash and investments with fiscal agents	2,429,203	2,452,738	(2,475,525)	2,406,416
Accounts receivable	121,534	120,627	(121,534)	120,627
Total assets	<u>\$ 4,330,818</u>	<u>\$ 5,288,260</u>	<u>\$ (5,154,588)</u>	<u>\$ 4,464,490</u>
<b>LIABILITIES:</b>				
Deposits payable	<u>\$ 4,330,818</u>	<u>\$ 5,288,260</u>	<u>\$ (5,154,588)</u>	<u>\$ 4,464,490</u>
	Recreation Contract			
	Balance, July 1, 2008	Additions	Deletions	Balance, June 30, 2009
<b>ASSETS:</b>				
Cash and investments	\$ 19,343	\$ 105,070	\$ (86,363)	\$ 38,050
Accounts receivable	14,544	2,755	(3,530)	13,769
Total assets	<u>\$ 33,887</u>	<u>\$ 107,825</u>	<u>\$ (89,893)</u>	<u>\$ 51,819</u>
<b>LIABILITIES:</b>				
Accounts payable	<u>\$ 33,887</u>	<u>\$ 107,825</u>	<u>\$ (89,893)</u>	<u>\$ 51,819</u>
	Totals			
	Balance, July 1, 2008	Additions	Deletions	Balance, June 30, 2009
<b>ASSETS:</b>				
Cash and investments	\$ 4,847,253	\$ 6,144,751	\$ (5,826,937)	\$ 5,165,067
Cash and investments with fiscal agents	4,884,455	3,772,161	(3,785,829)	4,870,787
Accounts receivable	288,496	275,719	(277,482)	286,733
Total assets	<u>\$ 10,020,204</u>	<u>\$ 10,192,631</u>	<u>\$ (9,890,248)</u>	<u>\$ 10,322,587</u>
<b>LIABILITIES:</b>				
Accounts payable	\$ 33,887	\$ 107,825	\$ (89,893)	\$ 51,819
Deposits payable	4,330,818	5,288,260	(5,154,588)	4,464,490
Due to assessment district bondholders	5,655,499	4,796,546	(4,645,767)	5,806,278
Total liabilities	<u>\$ 10,020,204</u>	<u>\$ 10,192,631</u>	<u>\$ (9,890,248)</u>	<u>\$ 10,322,587</u>

## STATISTICAL SECTION

*This part 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 financial health.*

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> <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>	125
<b>Revenue Capacity</b> <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>	132
<b>Debt Capacity</b> <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>	139
<b>Demographic and Economic Information</b> <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>	144
<b>Operating Information</b> <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>	147

**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.*

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**CITY OF WOODLAND, CALIFORNIA**  
**NET ASSETS**  
**LAST SEVEN FISCAL YEARS**

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
<b>Governmental activities</b>							
Invested in capital assets, net of related debt	\$ (5,974,470)	\$ 18,466,085	\$ 26,316,581	\$ 48,381,398	\$ 159,816,139	\$ 153,358,424	\$ 167,697,342
Restricted	28,474,693	24,228,114	16,682,105	26,136,710	5,829,056	26,413,639	26,905,963
Unrestricted	6,744,092	7,372,245	10,302,628	14,817,078	29,294,147	26,188,467	15,628,835
<b>Total governmental activities net assets</b>	<b>\$ 29,244,315</b>	<b>\$ 50,066,444</b>	<b>\$ 53,301,314</b>	<b>\$ 89,335,186</b>	<b>\$ 194,939,342</b>	<b>\$ 205,960,530</b>	<b>\$ 210,232,140</b>
<b>Business-type activities</b>							
Invested in capital assets, net of related debt	\$ 31,474,247	\$ 34,279,325	\$ 37,188,552	\$ 33,124,403	\$ 104,371,922	\$ 101,945,090	\$ 103,132,145
Restricted	-	-	920,091	920,334	-	-	-
Unrestricted	2,486,050	1,792,349	445,988	6,720,236	6,287,867	9,293,746	8,444,484
<b>Total business-type activities net assets</b>	<b>\$ 33,960,297</b>	<b>\$ 36,071,674</b>	<b>\$ 38,554,631</b>	<b>\$ 40,764,973</b>	<b>\$ 110,659,789</b>	<b>\$ 111,238,836</b>	<b>\$ 111,576,629</b>
<b>Primary government</b>							
Invested in capital assets, net of related debt	\$ 25,499,777	\$ 52,745,410	\$ 63,505,133	\$ 81,505,801	\$ 264,188,061	\$ 255,303,514	\$ 270,829,487
Restricted	28,474,693	24,228,114	17,602,196	27,057,044	5,829,056	26,413,639	26,905,963
Unrestricted	9,230,142	9,164,594	10,748,616	21,537,314	35,582,014	35,482,213	24,073,319
<b>Total primary government net assets</b>	<b>\$ 63,204,612</b>	<b>\$ 86,138,118</b>	<b>\$ 91,855,945</b>	<b>\$ 130,100,159</b>	<b>\$ 305,599,131</b>	<b>\$ 317,199,366</b>	<b>\$ 321,808,769</b>

NOTE: The City began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2002-2003

**CITY OF WOODLAND, CALIFORNIA**  
**CHANGES IN NET ASSETS**  
**LAST SEVEN FISCAL YEARS**

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
<b>Expenses</b>							
<b>Governmental activities:</b>							
General Government	\$ 804,147	\$ 846,549	\$ 919,743	\$ 1,818,344	\$ 1,742,568	\$ 963,525	\$ 1,909,619
Finance	880,704	459,971	329,476	1,248,282	1,174,837	1,099,083	1,131,247
Community Development	2,698,530	3,552,412	3,809,587	3,030,976	4,430,029	11,270,325	7,073,091
Parks, Recreation and Community Services	3,697,090	3,554,470	3,877,823	4,193,574	5,438,284	5,170,520	4,960,573
Police	10,025,791	10,270,280	10,660,799	12,676,703	13,959,212	14,832,056	15,755,916
Fire	5,024,823	4,998,293	6,301,829	7,478,351	7,487,566	8,700,689	9,306,236
Library	1,414,866	1,468,196	1,361,020	1,554,755	1,534,716	1,573,439	1,700,371
Public Works	4,300,993	4,915,892	7,934,290	6,306,374	12,205,024	18,743,712	13,271,321
Interest on long-term liabilities	2,370,129	1,648,293	1,756,743	3,473,820	3,236,740	3,843,047	3,926,300
Total governmental activities expenses	<u>\$ 31,217,073</u>	<u>\$ 31,714,356</u>	<u>\$ 36,951,310</u>	<u>\$ 41,781,179</u>	<u>\$ 51,208,976</u>	<u>\$ 66,196,396</u>	<u>\$ 59,034,674</u>
<b>Business-type activities:</b>							
Water Utility	\$ 3,479,614	\$ 3,320,033	\$ 3,050,253	\$ 3,506,928	\$ 4,600,289	\$ 5,794,840	\$ 6,698,569
Sewer	4,925,883	4,151,316	4,366,121	5,062,366	6,353,032	7,975,350	9,020,553
Storm Drain	920,303	617,485	799,882	939,832	1,282,399	1,060,395	922,637
Wastewater Pretreatment	285,794	327,334	289,252	270,541	303,517	326,126	308,436
Parking	254,144	287,074	317,473	302,740	-	-	-
Recycling	193,109	200,845	271,214	247,245	268,208	226,929	301,096
Fire Training Center	35,364	69,306	311,730	384,161	300,979	395,068	347,173
Cemetery	305,594	301,495	331,637	377,086	312,253	348,076	387,079
Dubach Park	-	-	227,281	182,113	185,328	149,256	2,153
Construction and Demolition	-	-	-	-	54,267	58,709	68,075
Youth Program	-	-	-	-	-	8,872	9,695
Total business-type activities expenses	<u>10,399,805</u>	<u>9,274,888</u>	<u>9,964,843</u>	<u>11,273,012</u>	<u>13,660,272</u>	<u>16,343,621</u>	<u>18,065,466</u>
Total primary government expenses	<u>\$ 41,616,878</u>	<u>\$ 40,989,244</u>	<u>\$ 46,916,153</u>	<u>\$ 53,054,191</u>	<u>\$ 64,869,248</u>	<u>\$ 82,540,017</u>	<u>\$ 77,100,140</u>
<b>Program Revenues</b>							
<b>Governmental activities:</b>							
<b>Charges for Services:</b>							
General Government	\$ 61,593	\$ 58,251	\$ 1,474,342	\$ 1,969,990	\$ 1,493,164	\$ 2,909,700	\$ 1,891,825
Finance	201,774	5,293	10,854	585,890	351,557	268,181	229,906
Community Development	1,927,047	1,473,717	2,141,304	3,179,126	1,893,850	6,188,714	8,215,989
Parks, Recreation and Community Services	379,080	944,727	652,359	8,510,365	4,983,490	4,182,914	3,194,424
Police	629,922	504,030	713,486	1,503,740	1,304,712	1,130,977	834,577
Fire	114,295	366,602	309,899	1,794,430	1,283,470	1,212,994	1,165,662
Library	31,305	46,945	19,179	222,629	231,962	193,839	101,242
Public Works	1,528,669	13,065,145	4,767,255	12,932,147	15,490,978	12,868,353	7,615,676
Operating Grants and Contributions	4,245,419	4,035,639	4,004,712	4,877,553	11,266,695	10,326,296	5,608,509
Capital Grants and Contributions	7,871,072	7,130,560	115,481	8,096,047	1,507,966	1,975,531	1,435,075
Total governmental activities program revenues	<u>\$ 16,990,176</u>	<u>\$ 27,630,909</u>	<u>\$ 14,208,871</u>	<u>\$ 43,671,917</u>	<u>\$ 39,807,844</u>	<u>\$ 41,257,499</u>	<u>\$ 30,292,885</u>
<b>Business-type activities:</b>							
<b>Charges for services:</b>							
Water	\$ 3,554,666	\$ 4,148,888	\$ 4,364,072	\$ 4,759,033	\$ 5,589,013	\$ 6,268,129	\$ 6,354,592
Sewer	4,408,855	5,119,334	5,520,842	6,589,670	7,832,929	9,357,295	10,487,752
Storm Drain	172,800	174,219	176,943	318,737	179,500	193,005	183,738
Wastewater Pretreatment	353,157	379,679	394,310	388,346	392,034	399,466	394,743
Parking	213,742	367,151	294,903	254,052	-	-	-
Recycling	227,844	227,035	223,355	220,117	284,654	298,462	282,949
Fire Training	72,432	66,343	294,013	387,025	372,233	261,851	337,305
Cemetery	105,952	99,776	128,634	141,317	109,530	95,752	110,808
Dubach Park	-	-	69,452	39,117	52,638	14,354	-
Construction & Demolition	-	-	-	-	76,250	65,154	62,446
Youth Program	-	-	-	-	1,130	11,020	8,046
Operating Grants and Contributions	32,051	184,234	191,873	14,354	74,846	28,329	59,306
Capital Grants and Contributions	-	178,217	-	-	-	-	-
Total business-type activities program revenues	<u>9,141,499</u>	<u>10,944,876</u>	<u>11,658,397</u>	<u>13,111,768</u>	<u>14,964,757</u>	<u>16,992,817</u>	<u>18,281,685</u>
Total primary government program revenues	<u>\$ 26,131,675</u>	<u>\$ 38,575,785</u>	<u>\$ 25,867,268</u>	<u>\$ 56,783,685</u>	<u>\$ 54,772,601</u>	<u>\$ 58,250,316</u>	<u>\$ 48,574,570</u>

Note: Certain amounts from prior years have been reclassified to conform to the current year presentation

**CITY OF WOODLAND, CALIFORNIA  
CHANGES IN NET ASSETS (CONTINUED)  
LAST SEVEN FISCAL YEARS**

(continued)

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Net (expense)/revenue							
Governmental activities	\$ (14,179,081)	\$ (4,077,346)	\$ (22,742,438)	\$ 1,890,738	\$ (11,401,132)	\$ (24,838,899)	\$ (28,741,789)
Business-type activities	(1,306,122)	1,663,887	1,693,554	1,838,816	1,304,485	649,196	216,219
Total primary government net expense	<u>(15,485,203)</u>	<u>(2,413,459)</u>	<u>(21,048,884)</u>	<u>3,729,554</u>	<u>(10,096,647)</u>	<u>(24,189,703)</u>	<u>(28,525,570)</u>
General Revenues & Other Changes in Net Assets							
Governmental activities:							
Taxes							
Property taxes	\$ 6,684,665	\$ 7,649,661	\$ 8,186,362	\$ 9,780,697	\$ 11,074,128	\$ 11,018,368	\$ 11,416,389
Utility users tax (Measure H/E)	3,529,072	3,737,578	4,162,525	4,262,703	2,828,924	4,163,290	3,732,000
Other taxes	1,120,950	1,338,368	1,428,605	1,161,070	1,384,275	1,070,800	880,676
Franchise fees	930,797	1,416,716	1,332,035	1,334,394	1,407,480	1,610,996	1,607,431
Sales and use tax	7,577,040	7,738,037	6,821,372	9,363,938	9,526,016	9,427,334	9,210,512
Sales tax in lieu	-	-	1,829,274	-	-	-	-
Motor vehicle in-lieu	2,955,804	2,291,591	4,015,060	3,830,891	4,107,723	4,279,487	4,365,446
Investment earnings	484,019	407,370	785,219	1,780,863	1,597,591	2,310,560	1,169,692
Gain on sale of capital assets	166,760	-	-	-	-	1,007,176	320
Miscellaneous	379,942	501,154	1,634,124	2,324,140	398,561	254,291	-
Transfers	(7,531,590)	(181,000)	(566,221)	304,438	2,286,855	817,784	630,934
Total governmental activities	<u>16,297,459</u>	<u>24,899,475</u>	<u>29,628,355</u>	<u>34,143,134</u>	<u>34,611,553</u>	<u>35,960,086</u>	<u>33,013,400</u>
Business-type activities:							
Investment earnings	325,355	128,487	197,476	675,964	644,286	747,635	752,508
Miscellaneous	53,981	138,003	-	-	-	-	-
Transfers	7,531,590	181,000	566,221	(304,438)	(2,286,855)	(817,784)	(630,934)
Total business-type activities	<u>7,910,926</u>	<u>447,490</u>	<u>763,697</u>	<u>371,526</u>	<u>(1,642,569)</u>	<u>(70,149)</u>	<u>121,574</u>
Total primary government	<u>24,208,385</u>	<u>25,346,965</u>	<u>30,392,052</u>	<u>34,514,660</u>	<u>32,968,984</u>	<u>35,889,937</u>	<u>33,134,974</u>
Change in net assets							
Governmental activities	\$ 2,118,378	\$ 20,822,129	\$ 6,885,917	\$ 36,033,872	\$ 23,210,421	\$ 11,121,187	\$ 4,271,611
Business-type activities	6,604,804	2,111,377	2,457,251	2,210,342	(338,084)	579,047	337,793
Total primary government	<u>\$ 8,723,182</u>	<u>\$ 22,933,506</u>	<u>\$ 9,343,168</u>	<u>\$ 38,244,214</u>	<u>\$ 22,872,337</u>	<u>\$ 11,700,234</u>	<u>\$ 4,609,404</u>

Note: Certain amounts from prior years have been reclassified to conform to the current year presentation

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

	<u>2002-03</u>	<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>
General Fund							
Reserved	\$ 319,302	\$ 322,339	\$ 546,620	\$ 560,434	\$ 688,203	\$ 1,259,109	\$ 140,827
Unreserved	<u>2,574,929</u>	<u>3,551,472</u>	<u>4,276,718</u>	<u>5,711,433</u>	<u>6,487,552</u>	<u>6,274,827</u>	<u>5,154,515</u>
Total general fund	<u>\$ 2,894,231</u>	<u>\$ 3,873,811</u>	<u>\$ 4,823,338</u>	<u>\$ 6,271,867</u>	<u>\$ 7,175,755</u>	<u>\$ 7,533,936</u>	<u>\$ 5,295,342</u>
All Other Governmental Funds							
Reserved	\$ 7,953,823	\$ 2,036,224	\$ 14,700,024	\$ 17,870,938	\$ 21,923,165	\$ 28,173,355	\$ 18,281,716
Unreserved, undesignated reported in							
Special revenue funds	2,017,211	3,108,660	2,077,758	3,459,176	1,632,068	2,084,142	462,661
Capital projects fund	<u>17,498,721</u>	<u>17,598,760</u>	<u>27,425,648</u>	<u>20,749,887</u>	<u>(1,676,489)</u>	<u>5,981,672</u>	<u>7,643,280</u>
Total all other governmental funds	<u>\$ 27,469,755</u>	<u>\$ 22,743,644</u>	<u>\$ 44,203,430</u>	<u>\$ 42,080,001</u>	<u>\$ 21,878,744</u>	<u>\$ 36,239,169</u>	<u>\$ 26,387,657</u>

NOTE: The City did not implement GASB Statement No. 34 until fiscal year 2002-2003, therefore, it is only required to show financial data from 2003 instead of the 10 year requirement.

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

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
<b>Revenues</b>							
Taxes	\$ 19,029,636	\$ 20,700,343	\$ 22,846,924	\$ 25,325,017	\$ 25,120,517	\$ 26,066,032	\$ 25,100,332
Contribution from property owners	-	4,669,080	26,954,441	-	-	-	-
Fines and penalties	511,906	359,630	602,630	362,997	754,274	568,543	456,942
Intergovernmental	9,996,232	7,768,056	8,851,802	10,592,937	11,307,096	16,708,438	11,521,084
Charges for services	712,914	546,908	5,600,175	6,862,114	6,992,872	8,544,540	7,238,752
Licenses and permits	2,393,155	3,016,263	7,756,794	26,542,591	24,136,416	25,827,630	16,257,298
Investment earnings	501,445	435,690	771,186	2,162,707	1,597,591	2,199,631	1,105,856
Fees and reimbursements	8,351,932	14,492,890	-	-	-	-	-
Other revenues	925,213	2,366,003	1,443,515	1,522,113	1,038,791	429,461	283,082
<b>Total revenues</b>	<b>42,422,433</b>	<b>54,354,863</b>	<b>74,827,467</b>	<b>73,370,476</b>	<b>70,947,557</b>	<b>80,344,275</b>	<b>61,963,346</b>
<b>Expenditures</b>							
General government	1,536,443	1,510,764	1,550,077	1,703,603	1,777,932	1,860,312	1,780,986
Finance	1,219,519	934,871	1,182,689	1,455,400	1,378,111	1,517,770	1,568,733
Community development	2,884,956	2,467,624	6,118,975	3,836,385	5,241,028	12,503,460	7,366,038
Parks, recreation and community services	4,150,568	5,271,014	4,120,841	4,689,856	5,761,699	14,384,578	12,462,217
Police	9,939,251	10,061,455	11,904,073	13,154,202	14,545,362	15,397,567	14,987,573
Fire	5,230,687	5,713,030	6,616,713	8,059,303	8,131,827	9,259,952	9,016,008
Library	1,405,864	1,383,889	1,353,616	1,642,125	1,726,632	1,912,052	1,835,271
Public works	21,516,993	26,763,664	35,391,914	55,347,083	47,405,561	16,987,327	15,660,159
<b>Total expenditures</b>	<b>47,884,281</b>	<b>54,106,311</b>	<b>68,238,898</b>	<b>89,887,957</b>	<b>85,968,152</b>	<b>73,823,018</b>	<b>64,676,985</b>

*Note: Certain amounts from prior years have been reclassified to conform to the current year presentation*

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

(continued)

	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Debt service:							
Principal	1,200,677	3,206,992	3,523,352	10,784,363	8,340,472	9,150,693	7,654,750
Interest and fiscal charges	1,764,221	1,575,091	1,689,995	2,307,672	3,064,393	3,530,567	3,680,615
Bond issuance and fiscal agent fees	-	-	-	-	-	689,744	-
Payment to refunded bond escrow agent	-	-	-	-	-	189,405	-
Total expenditures	<u>50,849,179</u>	<u>58,888,394</u>	<u>73,452,245</u>	<u>102,979,992</u>	<u>97,373,017</u>	<u>87,383,427</u>	<u>76,012,350</u>
Excess (deficiency) of revenues over (under) expenditures	(8,426,746)	(4,533,531)	1,375,222	(29,609,516)	(26,425,460)	(7,039,152)	(14,049,004)
Other financing sources (uses):							
Proceeds from sale of capital assets	166,760	-	-	-	-	1,527,776	320
Proceeds from long-term loans	-	1,000,000	2,281,897	1,097,858	-	-	-
Bond issuance	33,215,000	-	-	27,600,021	-	20,575,000	-
Original issue discount	-	-	-	-	-	(144,873)	-
Payment to refunded bond escrow agent	-	-	-	-	-	(1,935,546)	-
Transfers in	33,691,881	11,083,700	19,525,085	42,319,297	11,037,210	20,268,657	16,576,827
Transfers out	(39,906,068)	(11,296,700)	(20,097,149)	(42,082,560)	(10,686,869)	(18,533,256)	(15,966,618)
Contribution from developer advances	-	-	20,763,581	-	6,777,750	-	1,348,369
Total other financing sources (uses)	<u>27,167,573</u>	<u>787,000</u>	<u>22,473,414</u>	<u>28,934,616</u>	<u>7,128,091</u>	<u>21,757,758</u>	<u>1,958,898</u>
Net change in fund balances	<u>\$ 18,740,827</u>	<u>\$ (3,746,531)</u>	<u>\$ 23,848,636</u>	<u>\$ (674,900)</u>	<u>\$ (19,297,369)</u>	<u>\$ 14,718,606</u>	<u>\$ (12,090,106)</u>
Debt service as a percentage of noncapital expenditures	2%	8%	7%	13%	20%	20%	19%

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

Fiscal Year	Property	Sales and Use Tax	Utility Use Taxes	Motor Vehicle In-Lieu	Real Property Transfer Tax	Occupancy Tax	Other Taxes	Total
2001-02	\$ 6,381,498	\$ 6,831,948	\$ 342,877	\$ 2,757,276	\$ 283,222	\$ 577,198	\$ 3,458,472	\$ 20,632,491
2002-03	6,698,166	7,577,040	329,593	2,955,804	402,382	579,286	3,752,697	22,294,968
2003-04	7,670,401	7,738,037	325,560	2,291,591	481,542	715,634	4,101,610	23,324,375
2004-05	8,184,837	8,650,645	316,183	4,015,060	704,088	724,518	4,580,485	27,175,816
2005-06	9,629,638	9,363,938	213,257	3,830,891	545,468	615,602	5,359,028	29,557,822
2006-07	11,074,128	9,526,016	-	4,107,723	592,006	743,612	2,877,581	28,921,066
2007-08	11,018,368	9,427,334	-	4,279,487	357,260	713,539	4,163,291	29,959,279
2008-09	11,416,389	9,210,512	-	4,365,446	313,981	566,695	3,732,000	29,605,023
Change 2002-2009	79%	35%	-100%	58%	11%	-2%	8%	43%

**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
1999-00	\$ 2,036,020,154	\$ 290,102,329	\$ 2,326,122,483	4.9%	1%
2000-01	2,198,347,840	321,131,121	2,519,478,961	8.3%	1%
2001-02	2,369,383,933	332,465,644	2,701,849,577	7.2%	1%
2002-03	2,508,185,387	333,626,275	2,841,811,662	5.2%	1%
2003-04	2,718,892,439	342,792,511	3,061,684,950	7.7%	1%
2004-05	2,974,344,251	352,754,057	3,327,098,308	8.7%	1%
2005-06	3,396,701,505	397,769,478	3,794,470,983	14.0%	1%
2006-07	4,113,534,512	204,738,505	4,318,273,017	13.8%	1%
2007-08	4,435,826,485	231,464,657	4,667,291,142	8.1%	1%
2008-09	4,541,341,365	252,589,386	4,793,930,751	2.7%	1%

## 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 County 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		
1999-00	- %	1.00 %	- %	- %	1.000 %	
2000-01	- %	1.00 %	- %	- %	1.000 %	
2001-02	- %	1.00 %	- %	- %	1.000 %	
2002-03	- %	1.00 %	- %	- %	1.000 %	
2003-04	- %	1.00 %	- %	- %	1.000 %	
2004-05	- %	1.00 %	- %	- %	1.000 %	
2005-06	- %	1.00 %	- %	- %	1.000 %	
2006-07	- %	1.00 %	- %	- %	1.000 %	
2007-08	- %	1.00 %	- %	- %	1.000 %	
2008-09	- %	1.00 %	- %	- %	1.000 %	

## 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 TEN YEARS AGO**

Taxpayer	FY 2008-09			FY 1997-98		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Walgreen Company	\$ 105,787,880	1	21.68%	\$ 56,738,181	1	20.26%
Dayton Hundson Corporation	103,412,269	2	21.19%	38,200,370	3	13.64%
Pacific Coast Producers	61,311,472	3	12.56%	-		0.00%
Industrial Woodlands	44,984,579	4	9.22%	-		0.00%
Costco Wholesale	34,086,234	5	6.98%	-		0.00%
Woodland Development	31,249,164	6	6.40%	-		0.00%
Payless Drug Stores Northwest	30,061,297	7	6.16%	-		0.00%
Autumn Run Investors	26,534,310	8	5.44%	-		0.00%
TRT-DCT Hanson Way LP	25,802,586	9	5.29%	32,344,416	5	11.55%
Target	24,766,320	10	5.08%	10,564,661	10	3.77%
Woodland Biomass	-		0.00%	53,370,976	2	19.06%
County Fair Mall	-		0.00%	37,546,797	4	13.41%
Rice Growers Assn (RGA)	-		0.00%	14,400,726	6	5.14%
Cotter & Company	-		0.00%	13,129,864	7	4.69%
Mazda Motor of America	-		0.00%	12,097,999	8	4.32%
Pacific Gulf Property	-		0.00%	11,685,000	9	4.17%
<b>Total</b>	<b>\$ 487,996,111</b>		<b>100.00%</b>	<b>\$ 280,078,990</b>		<b>100.00%</b>

SOURCE: Yolo County Assessor's Secured Roll

**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
1999-00	\$ 5,661,858	\$ 5,661,868	100%	\$ -	\$ 5,661,868	100%
2000-01	6,110,072	6,110,072	100%	-	6,110,072	100%
2001-02	6,381,498	6,381,498	100%	-	6,381,498	100%
2002-03	6,698,166	6,698,166	100%	-	6,698,166	100%
2003-04	7,670,401	7,670,401	100%	-	7,670,401	100%
2004-05	8,184,837	8,184,837	100%	-	8,184,837	100%
2005-06	9,629,638	9,629,638	100%	-	9,629,638	100%
2006-07	11,074,128	11,074,128	100%	-	11,074,128	100%
2007-08	11,018,368	11,018,368	100%	-	11,018,368	100%
2008-09	11,416,389	11,416,389	100%	-	11,416,389	100%

NOTE: The City participates in the Teeter Plan with the County 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 SEVEN FISCAL YEARS**

	Fiscal Year						
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
Retail stores	\$ 468,596	\$ 513,656	\$ 552,233	\$ 585,904	\$ 585,105	\$ 580,044	\$ 566,786
All other outlets	613,467	667,962	771,300	813,262	825,289	829,302	819,381
<b>Total</b>	<b>\$ 1,082,063</b>	<b>\$ 1,181,618</b>	<b>\$ 1,323,533</b>	<b>\$ 1,399,166</b>	<b>\$ 1,410,394</b>	<b>\$ 1,409,346</b>	<b>\$ 1,386,167</b>
City direct sales tax rate	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%

NOTES: (1) Taxable Sales data for fiscal year 2009 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>
1999-00	-	1.00%
2000-01	0.05%	1.05%
2001-02	0.05%	1.05%
2002-03	0.05%	1.05%
2003-04	0.05%	1.05%
2004-05	0.05%	1.05%
2005-06	0.05%	1.05%
2006-07	0.05%	1.05%
2007-08	0.05%	1.05%
2008-09	0.05%	1.05%

## 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.
- (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  
CURRENT YEAR AND TEN YEARS AGO**

	FY 2008-09				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	2	20.00%	\$ 144,758,535	28.90%	3	30.00%	\$ 126,629,394	45.21%
Manufacturing	1	10.00%	55,787,934	11.14%	3	30.00%	78,598,839	28.06%
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%
Agricultural	-	-	-	-	1	10.00%	14,400,726	5.14%
<b>Total</b>	<b>10</b>	<b>100.00%</b>	<b>\$ 500,856,144</b>	<b>100.00%</b>	<b>10</b>	<b>100.00%</b>	<b>\$ 280,078,990</b>	<b>100.00%</b>

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 EIGHT FISCAL YEARS**

Fiscal Year	Governmental Activities						Business-type Activities			Percentage of Personal Income	Per Capita
	Revenue & Other Bonds (net)	Tax Allocation Bonds	Certificates of Participation	Loans Payable	Developer Fee Obligation	Capital Lease Obligations	Revenue & Other Bonds (net)	Certificates of Participation	Total Primary Government		
2001-02	\$ -	\$ 2,305,000	\$ 1,085,000	\$ 2,201,763	\$ -	\$ 1,610,045	\$ -	\$ 12,352,334	\$ 19,554,142	0.03 %	\$ 388.21
2002-03	32,405,000	2,260,000	835,000	2,069,922	-	1,480,907	-	5,777,250	44,828,079	0.06 %	878.93
2003-04	29,590,000	2,215,000	570,000	2,796,811	4,391,065	1,496,868	-	5,293,668	46,353,412	0.06 %	882.60
2004-05	26,530,000	2,165,000	290,000	5,041,785	52,042,657	2,274,113	-	4,770,085	93,113,640	0.12 %	1,744.29
2005-06	51,217,780	2,115,000	-	6,102,092	45,016,350	1,957,370	10,087,220	4,216,501	120,712,313	0.15 %	2,278.79
2006-07	49,842,780	2,060,000	-	5,723,798	45,338,422	2,868,409	10,087,220	3,622,917	119,543,546	0.15 %	2,211.31
2007-08	58,442,780	8,560,668	-	6,290,575	38,870,115	2,332,312	10,087,220	2,984,334	127,568,004	0.16 %	2,376.01
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

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 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
1999-00	\$ 4,621,529	0.20%	\$ 100
2000-01	4,731,635	0.19%	94
2001-02	5,304,480	0.20%	105
2002-03	39,050,829	1.37%	766
2003-04	36,668,679	1.20%	698
2004-05	36,300,898	1.09%	680
2005-06	61,392,242	1.62%	1,159
2006-07	60,494,987	1.40%	1,119
2007-08	75,626,335	1.62%	1,409
2008-09	74,633,657	1.56%	1,368

- 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, 2009**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Direct and Overlapping Debt</u>	<u>2007-08 Assessed Valuation</u>	<u>Ratio to Assessed Valuation</u>
Debt repaid with property taxes					
City of Woodland	\$ -	100.00%	\$ -	\$0	0.000%
Other debt			-		
Subtotal, overlapping debt			-		
City direct debt			-		
Total direct and overlapping debt			<u>\$ -</u>		

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

Legal Debt Margin Calculation for Fiscal Year 2008-2009

Assessed value	\$ 4,793,930,751
Debt limit (3.75% of assessed value)	179,772,403
Debt applicable to limit	-
Legal debt margin	<u>\$ 179,772,403</u>

	2004-05	2005-06	2006-07	2007-08	2008-09
Debt Limit	\$ 141,445,268	\$ 142,292,662	\$ 175,023,418	\$ 179,772,403	\$ 179,772,403
Total net debt applicable to limit	290,000	-	-	-	-
Assets in debt service fund available for payment	258,194	-	-	-	-
Legal debt margin	<u>\$ 141,413,462</u>	<u>\$ 142,292,662</u>	<u>\$ 175,023,418</u>	<u>\$ 179,772,403</u>	<u>\$ 179,772,403</u>
Total net debt applicable to the limit as a percentage of debt limit	0.21%	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 SEVEN 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
2002-03	\$ 4,046,639	\$ 3,755,491	\$ 291,148	\$ 510,000	\$ 977,711	29.78%	29.78%
2003-04	11,214,459	2,819,081	8,395,378	535,000	524,833	1599.63%	1599.63%
2004-05	5,433,769	3,252,175	2,181,594	575,000	249,875	873.07%	873.07%
2005-06	7,122,994	4,167,685	2,955,309	605,000	335,804	880.07%	880.07%
2006-07	8,257,345	5,202,827	3,054,518	645,000	299,241	1020.76%	1020.76%
2007-08	9,357,295	5,858,573	3,498,722	690,000	261,291	1339.01%	1339.01%
2008-09	10,362,454	6,174,811	4,187,643	730,000	220,850	1896.15%	1896.15%

Water 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	\$ 6,354,592	\$ 5,320,174	\$ 1,034,418	\$ 80,000	\$ 245,382	421.55%	421.55%

- 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  
City of Woodland Water Utility Fund Financial Statements  
1992 Wastewater Improvement Certificates of Participation and  
2005 Lease Revenue Bond.  
2008 Water Revenue Bonds

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

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
1999-00	46,300	\$ 658,524,900	\$ 14,223	3.9%
2000-01	50,600	705,870,000	13,950	4.8%
2001-02	50,370	712,080,690	14,137	4.5%
2002-03	51,003	741,430,611	14,537	5.6%
2003-04	52,519	777,333,719	14,801	5.8%
2004-05	53,382	800,463,090	14,995	5.4%
2005-06	52,972	792,302,204	14,957	4.8%
2006-07	54,060	810,737,820	14,997	4.7%
2007-08	53,690	789,618,830	14,707	6.1%
2008-09	54,567	984,497,814	18,042	9.5%

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 (calculated from median household income) - from U.S. Housing and Urban Development data  
 (3) Unemployment rate data source - State Department of Employment Development and U.S. Bureau of Labor Statistics: [www.calmis.ca.gov](http://www.calmis.ca.gov)

**CITY OF WOODLAND, CALIFORNIA  
PRINCIPAL EMPLOYERS  
CURRENT AND EIGHT YEARS AGO**

Employer	2009			2001		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Target Distribution Center	800	1	22.82%			
Walgreen Co., Distribution	713	2	20.34%			
Thrifty Payless	480	3	13.69%			
Pepsi Bottling	400	4	11.41%			
Pacific Coast Producers	300	5	8.56%			
Demetrio Campos	250	6	7.13%			
Aldersons Convalescent	150	7	4.28%			
Truck Accessories	143	8	4.08%			
Ames Company Inc.	140	9	3.99%			
Broward Builders	130	10	3.71%			
Sherwin-Williams Co.				121	1	16.78%
Sizzler				103	2	14.29%
Western Power Products Inc.				92	3	12.76%
Valley Truck & Tractor				85	4	11.79%
Baby Nutritional Care				80	5	11.10%
Robert's Arco Main				73	6	10.12%
Cache Creek Foods, LLC				64	7	8.88%
Mac Go, Inc.				55	8	7.63%
Rafael's Family Restaurant				48	9	6.66%
Total Top 10 Employers	<u>3,506</u>		<u>100.00%</u>	<u>721</u>		<u>100.00%</u>

Source: City Community Development Division.

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

Function/Program	Full-time-Equivalent Employees as of June 30,					
	2004	2005	2006	2007	2008	2009
<b>Governmental Activities:</b>						
General government	40	42	40	39	31	31
Public safety						
Police	91	95	94	97	99	94
Fire	48	58	62	62	62	62
Public works	76	89	89	91	84	77
Recreation and Parks	37	38	39	42	42	41
Community Development	19	19	21	28	55	50
<b>Business-type activities:</b>						
Water utility	2	2	2	2	2	2
Wastewater utility	7	7	7	7	7	6
Parking	1	1	1	1	1	1
Storm water	6	6	8	8	8	8
<b>Total</b>	<b>327</b>	<b>357</b>	<b>363</b>	<b>377</b>	<b>391</b>	<b>372</b>

NOTES: (1) The employees that support the housing opportunity and other function are included in other primary government functions/programs.

SOURCE: Various City departments.

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

Function/Program	Fiscal Year				
	2004-05	2005-06	2006-07	2007-08	2008-09
<b>Governmental Activities:</b>					
General government					
Building permits issued	1,996	2,151	1,922	1,721	1,471
Building inspections conducted	9,621	12,483	12,876	9,197	7,549
Public safety					
Police					
Physical arrests	3,255	3,177	3,429	3,567	4,096
Traffic violations	5,942	5,754	5,977	6,949	7,967
Fire					
Emergency responses	4,072	4,171	4,285	4,480	4,462
Fires extinguished	262	260	293	278	193
Inspections	2,986	2,157	2,748	1,228	3,114
Public works					
Street resurfacing (miles)	13.4	13.7	12.5	17.6	10.5
Potholes repaired	963	984	4,049	3,255	2,363
Recreation and parks					
Athletic field permits issued	84	96	106	120	135
Community center admissions	-	-	-	13,965	18,072
<b>Business-type Activities:</b>					
Water utility					
Number of customers	13,689	13,689	13,986	14,041	14,501
New connections	620	-	-	-	-
Water main breaks	30	33	30	31	70
Average daily consumption (per consumer)	306	305	250	265	260
Wastewater utility					
Average Daily Flows (mgd)	6.77	6.60	6.30	6.30	5.88
Parking					
Number of lots	16	17	17	17	17
Average annual maintenance	\$ 15,830	\$ 22,962	\$ 23,243	\$ 34,171	\$ 36,443

SOURCE: Various City departments

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

Function/Program	Fiscal Year				
	2004-05	2005-06	2006-07	2007-08	2008-09
<b>Governmental Activities:</b>					
General government					
Public safety					
Police					
Stations	1	1	1	1	1
Vehicular patrol units	20	20	23	24	22
Fire					
Stations	3	3	3	3	3
Public works					
Streets (miles)	167	183.6	198.0	183.6	183.6
Streetlights	2,855	3,800	3,299	3,379	3,421
Traffic signals	55	57	59	62	62
Recreation and parks					
Parks - Number of developed acres	176.99	178.19	179.60	179.60	179.60
Number of parks	29	29	29	29	29
Number of swimming facilities	2	2	2	2	2
Number of community recreation centers	-	-	1	1	1
Number of senior centers	1	1	1	1	1
Number of bike lanes	60	60	62	62	62
<b>Business-type Activities:</b>					
Water utility					
Number of water connections	13,689	13,689	13,986	14,041	14,501
Number of gallons sold	4,976,962,505	5,118,798,895	5,119,152,092	5,121,542,112	5,123,087,436
Wastewater utility					
Number of sewer connections	13,689	13,689	13,986	14,041	14,501
Plant treatment capacity (MGD)	7.8	7.8	7.8	10.4	10.4
Plant flow capacity (annual avg)	6.7	6.7	6.7	6.3	6.1
Parking					
Number of lots	16	17	17	17	17
Storm Water					
Miles	90	97	110	110	115

NOTES: N/A = Not available

SOURCE: Various City departments.