

CITY OF WOODLAND, CALIFORNIA

Comprehensive Annual Financial Report
Year Ended June 30, 2010

Prepared By

FINANCE DEPARTMENT

CITY OF WOODLAND, CALIFORNIA
Year Ended June 30, 2010

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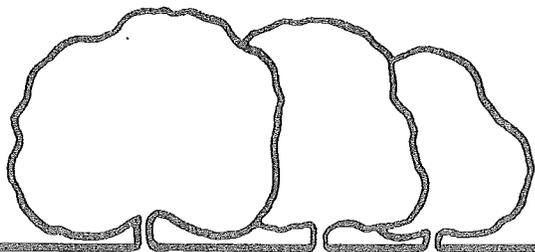
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INTRODUCTORY SECTION



City of Woodland

March 30, 2011

Honorable Mayor Pimentel & 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, 2010. 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, engineering, general administration services and redevelopment. The financial statements of the City include the financial activities of the City as well as the following component units which are controlled by and dependent on the City:

- The Woodland Redevelopment Agency is a separate governmental entity whose purpose is to prepare and implement plans for improvement, rehabilitation, and development of certain areas within the City.
- The 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. The economic impacts related to the real estate market and financial market collapse continued to a downward pressure on City revenues, which is worse than anticipated during the preparation of the FY 09/10 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 weak housing market and efforts are focused on stimulating residential development primarily 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, and is working to attract other commercial development where feasible. The City is viewed as a community that is favorable to business and has been successful at attracting large retail and restaurant development in the Gateway area. Despite the success of several "big box" retail outlets opened during the last two fiscal years, 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 be very high (at more than 12 percent), the State budget deficit is now pegged at \$26 billion and, despite successful legislation to prevent it, the State's budget solution will likely contain measures that threaten local government revenues. Despite these difficult and unpleasant statistics, unemployment rates are not increasing at the pace seen over the last several years, and sales tax revenues appear to have ceased their downward spiral and have flattened out, which is positive news. Although the federal government has declared the recession to be over, many economic analysts are predicting that recovery will be extremely slow and that there will likely be a considerable lag time before the effects of such a recovery will materialize.

Major Projects for FY 2009/2010

Many City programs have been downsized or altogether eliminated because of budget conditions, and City staffing levels have been reduced by more than 25% over the last three years. Despite these reductions, and thanks to the receipt of grant funds, many successful projects were implemented this fiscal year.

Davis Woodland Water Supply Project (Surface Water) – The City is participating in a joint effort along with the City of Davis and the University of California, Davis to improve water supply quality. Due to aging wells and increased nitrate levels, water quality is deteriorating while regulations surrounding wastewater discharge are becoming more stringent. A solution to both of these issues is

being pursued which will involve the construction of intake structures and water treatment facilities for water from the Sacramento River. A Joint Powers Authority (the Woodland Davis Clean Water Agency) was formed in September 2009 and was the first step in this important process for providing clean, safe, high quality drinking water. This will be a multi-year project that will require extensive planning, design, construction and operational considerations.

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, consisting of all post-1992 residential construction, was completed during the year. Due to the award of American Recovery and Reinvestment Act (ARRA) funding, the City began construction on the second phase of the project, encompassing the remainder of residential customers in the City. All water customers throughout the City are expected to be billed based on meters by 2013, which is 12 years earlier than required by the state. An automatic meter reading system was also installed, which allows accurate, real time information regarding water consumption in the City, and saves significant staff time that would have been required to manually read all new residential meters.

Implementation of Consumption Water Rates – The City completed a lengthy water rate study to allow a transition to consumption based residential water rates (from existing flat rates) in compliance with state mandate, as well as to provide additional funding for critical delayed infrastructure maintenance. The City began providing customers that have received a meter with sample water bills, which allows residents ample time to plan for the new rates and adjust their consumption habits accordingly. Each residential customer will receive at least six months of sample bills.

Regional Courthouse Project – The Woodland Redevelopment Agency has been facilitating a project with the State of California Administrative Office of the Courts that will relocate regional courthouse facilities to a centralized location within the redevelopment area. During FY10, land was purchased by the Agency, which is the first step toward construction of this project.

Enterprise Information System – The City had outgrown its financial and land management system, which was outdated and inefficient. The City completed an exhaustive selection process and ultimately selected a vendor to provide an enterprise wide software package that will increase efficiency and reliability of information. At the end of FY09/10 the first major module was converted to the new system; throughout FY10/11 the remaining modules will follow.

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 and opened to the public in May 2010. This eight acre park includes picnic areas, a play structure, a tot-lot, water play apparatus, volleyball stanchions, walkways and bicycle parking.

Major Initiatives for FY 2010/2011

Davis Woodland Water Supply Project (Surface Water) – As mentioned previously, this joint water project with the City of Davis and UC Davis is a multi-year project that will require extensive planning, design, construction and operational considerations. During the coming year, the Agency will focus on refining the project based on each participating agency's needs, securing the necessary water rights from the State of California, and pursuing agreements that will allow the Agency to purchase water to meet expected summer demands.

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/ County Road (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.

Redevelopment Agency Projects – As mentioned previously the RDA is working on a major courthouse relocation project that will continue through FY10/11 and into FY11/12, with groundbreaking scheduled in December 2011 and construction expected to begin in January 2012. . Additionally, redevelopment staff has been working to facilitate other development in the redevelopment area, including a multi-plex movie theater and other façade improvement programs. These projects are anticipated to revitalize the downtown area. The \$173 million project is expected to stimulate the local economy and create several hundred new jobs.

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 2009/2010, the City Council modified its Budget and Fiscal Policy to provide direction regarding appropriate reserve levels in each of the City's operating funds. Budgetary authority is maintained at a fund level and control is maintained at the department level (i.e., Police, Fire, Public Works, etc.) for the General Fund. Budgetary control for capital improvement projects is currently maintained on a project and fund basis which is reviewed and approved annually. As demonstrated by the financial statements included in the financial section of this report, the City continues to meet its responsibility for sound fiscal management.

Cash Management

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

Risk Management

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

The City, through YCPARMIA and in-house Safety Committees, participates in an active loss prevention program which includes periodic safety inspections of all facilities, specialized training in safety and

handling of hazardous materials, and a wellness program provided to police employees. Recent actuarial reports indicate that YCPARMIA has sufficient resources to meet current and immediate future liabilities.

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.

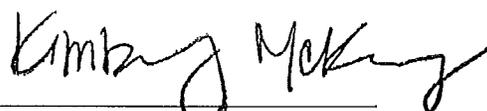
Awards

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, 2009. 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.



Kimberly McKinney
Finance Officer



Mark G. Deven
City Manager

CITY OF WOODLAND
CITY COUNCIL & ADMINISTRATIVE STAFF ROSTER
FISCAL YEAR ENDING JUNE 30, 2010



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

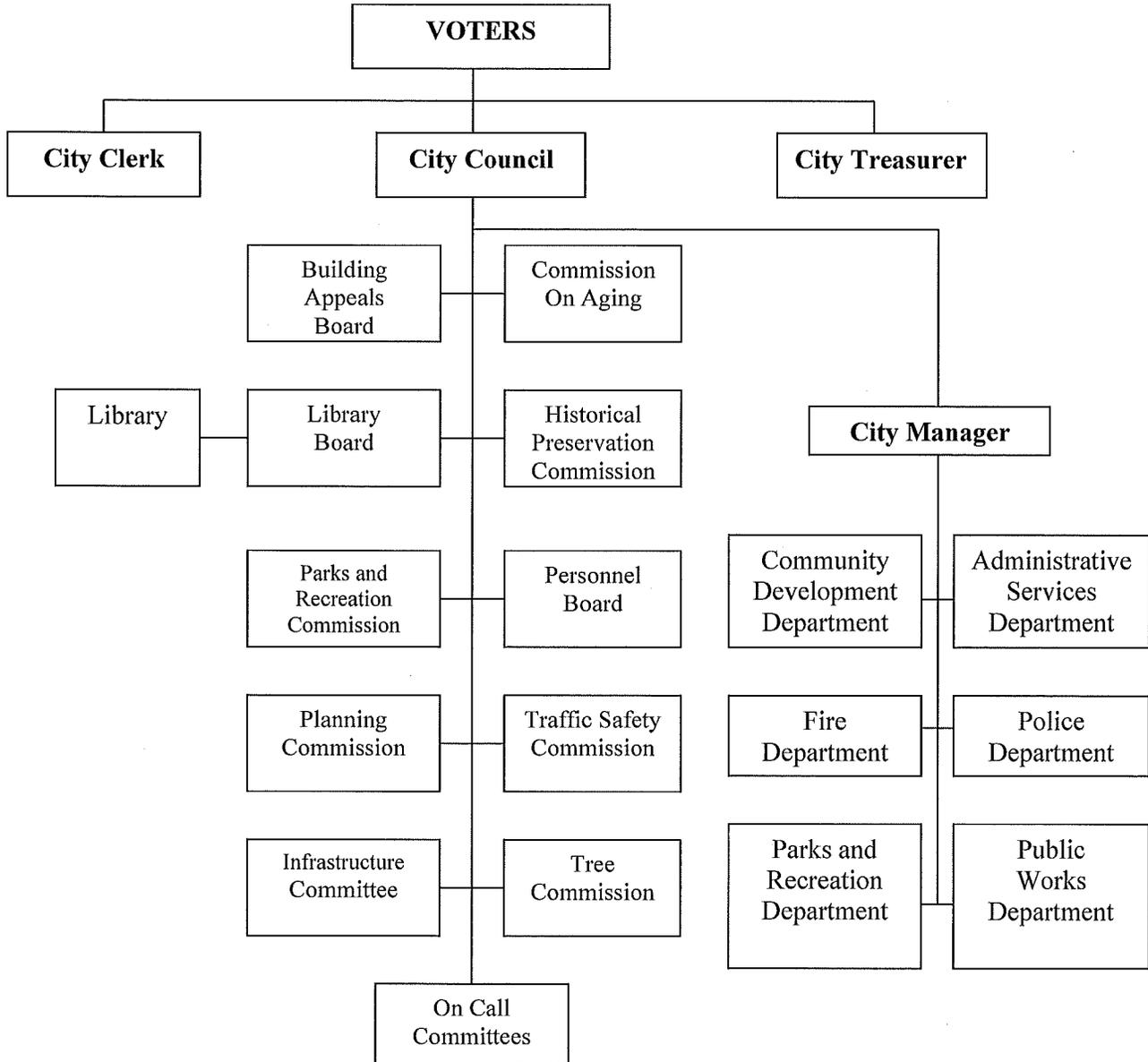
TOD REDDISH, FIRE CHIEF

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, 2009

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.



A handwritten signature in black ink, appearing to read "Jeffrey R. Emmer".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emmer".

Executive Director

FINANCIAL SECTION



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, 2010, 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, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, Community Development Block Grant Special Revenue Fund, Housing Assistance Grants Special Revenue Fund, and Home Grant Special Revenue Fund 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, 2009, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*.

As described in Note 12, based on the most recent actuarial valuation of the City's postemployment health care benefit plan, the City's independent actuary determined that, as of January 1, 2009, the value of the City's actuarial accrued and unfunded actuarial accrued liability was \$55.8 million. Also, actual contributions made by the City for postemployment health care benefits were significantly less than the actuarially determined annual required contributions. The City's actuarially determined annual required contribution for the year ended June 30, 2010 was \$4.8 million and the City's actual contributions were only \$1.8 million. As such, the City's other postemployment benefits (OPEB) obligation increased approximately \$3.3 million, to a total of \$6.2 million as of June 30, 2010.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2011 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
March 30, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

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, 2010. 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 decreased over the course of the fiscal year by \$4.1 million to \$317.7 million. The net assets of governmental activities decreased by \$3.9 million and the net assets of business-type activities decreased by \$0.2 million.
- The General Fund, using the current financial resources basis, reported expenditures in excess of revenues and other financing sources and uses of \$968 thousand. The shortfall was primarily the result of significant decreases in revenues related to property and sales tax as a result of the national recession as well as declining revenues from development related activity resulting from the weak housing market.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The notes to the financial statements are followed by the Schedule of Funding Progress for the City's 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, nonmajor enterprise funds, internal service funds and agency funds, each of which is presented in a column in the basic financial statements.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The **statement of net 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.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, finance, community development, parks and recreation, police, fire, library, and public works. The business-type activities of the City include water, sewer, storm drain, wastewater pretreatment, recycling, construction and demolition program, fire training center, cemetery, Dubach Park, 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 statements of revenues, expenditures and changes in fund balances for the General, Spring Lake, 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 from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

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

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations of its water, sewer, storm drain, wastewater pretreatment, recycling, construction and demolition program, fire training center, cemetery, Dubach Park, 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, 2010 and 2009
(in millions)**

	Governmental Activities		Business-Type Activities		Total Primary Government		Total % Change
	2010	2009	2010	2009	2010	2009	
Current & other assets	\$ 61.0	\$ 66.5	\$ 25.1	\$ 17.2	\$ 86.1	\$ 83.7	2.8%
Capital assets	266.1	263.9	121.6	118.1	387.7	382.0	1.5%
Total assets	<u>327.1</u>	<u>330.4</u>	<u>146.7</u>	<u>135.3</u>	<u>473.8</u>	<u>465.7</u>	1.7%
Other liabilities	8.3	6.7	1.2	1.3	9.5	8.0	18.7%
Long-term Liabilities	112.4	113.5	34.2	22.4	146.6	135.9	7.8%
Total liabilities	<u>120.7</u>	<u>120.2</u>	<u>35.4</u>	<u>23.7</u>	<u>156.1</u>	<u>143.9</u>	8.5%
Net Assets:							
Invested in capital assets, net of related debt	175.1	167.7	78.4	103.1	253.5	270.8	-6.4%
Restricted	28.7	26.9	--	--	28.7	26.9	6.7%
Unrestricted	<u>2.6</u>	<u>15.6</u>	<u>32.9</u>	<u>8.5</u>	<u>35.5</u>	<u>24.1</u>	<u>47.3%</u>
Total net assets	\$ <u>206.4</u>	\$ <u>210.2</u>	\$ <u>111.3</u>	\$ <u>111.6</u>	\$ <u>317.7</u>	\$ <u>321.8</u>	<u>-1.3%</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 \$317.7 million at the close of the fiscal year 2010.

The largest portion of the City’s net assets reflects its \$253.5 million (79.8 percent) investment in capital assets (e.g. land, buildings and equipment), less any related outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be liquidated for these liabilities.

Another portion of the City’s net assets, \$28.7 million (9.0 percent) represents resources that are subject to external restrictions on how they may be used. This represents an increase of \$1.8 million or 6.7 percent from the prior year, due primarily to use of unexpended bond proceeds from FY2008/09. The remaining balance of \$35.5 million represents unrestricted net assets.

Net assets of business-type activities decreased \$0.3 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 decreased by \$4.1 million, from \$321.8 million in FY 2008/09 to \$317.7 million in FY 2009/10, which consisted of a \$3.8 million decrease in governmental activities and a \$0.3 million decrease 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, 2010 and 2009
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government		Total % Change
	2010	2009	2010	2009	2010	2009	
Revenues							
Program revenues:							
Charges for services	\$ 8,742	\$ 23,249	\$ 19,508	\$ 18,222	\$ 28,250	\$ 41,471	-31.88%
Operating grants and contributions	6,788	5,609	209	59	6,997	5,668	23.45%
Capital grants and contributions	6,362	1,435	-	-	6,362	1,435	343.34%
General revenues:							
Property taxes	11,034	11,416	-	-	11,034	11,416	-4.35%
Sales and use tax	8,553	9,211	-	-	8,553	9,211	-7.14%
Other taxes (including Measure E)	4,531	4,613	-	-	4,531	4,613	-1.78%
Franchise fees	1,642	1,607	-	-	1,642	1,607	2.18%
Motor vehicle in-lieu	4,248	4,365	-	-	4,248	4,365	-2.68%
Investment earnings	531	1,170	224	753	755	1,923	-60.63%
Gain on sale of capital assets	919	-	-	-	919	-	100.00%
Total revenues	53,350	62,675	19,941	19,034	73,291	81,709	-10.30%
Expenditures							
Governmental activities:							
General government	2,099	1,910	-	-	2,099	1,910	9.89%
Finance	905	1,131	-	-	905	1,131	-19.98%
Community development	5,316	7,073	-	-	5,316	7,073	-24.84%
Parks and recreation	4,371	4,961	-	-	4,371	4,961	-11.89%
Police	15,467	15,756	-	-	15,467	15,756	-1.83%
Fire	9,576	9,306	-	-	9,576	9,306	2.90%
Library	1,420	1,701	-	-	1,420	1,701	-16.52%
Public works	15,842	13,271	-	-	15,842	13,271	19.37%
Interest on long-term debt	3,817	3,926	-	-	3,817	3,926	-2.77%
Business-type activities:							
Water	-	-	7,249	6,699	7,249	6,699	8.21%
Sewer	-	-	8,715	9,021	8,715	9,021	-3.39%
Storm drain	-	-	1,063	923	1,063	923	15.17%
Wastewater pretreatment	-	-	408	308	408	308	32.47%
Recycling	-	-	337	301	337	301	11.96%
Construction and demolition program	-	-	70	68	70	68	2.94%
Fire training center	-	-	435	347	435	347	25.36%
Cemetery	-	-	307	387	307	387	-20.67%
Dubach Park	-	-	1	2	1	2	-100.00%
Youth program	-	-	5	10	5	10	-50.00%
Total Expenses	58,813	59,035	18,590	18,066	77,403	77,101	0.39%
Excess before transfers	(5,463)	3,640	1,351	968	(4,112)	4,608	-189.23%
Transfers	1,595	631	(1,595)	(631)	-	-	-
Changes in net assets	\$ (3,868)	\$ 4,271	\$ (244)	\$ 337	\$ (4,112)	\$ 4,608	-189.23%

REVENUE

The City's total revenue was \$73.3 million for the year ended June 30, 2010, a decrease of \$8.4 million or 10.3 percent from 2009. Revenue from governmental activities totaled \$53.4 million and revenue from business-type activities totaled \$19.9 million.

Charges for services and operating and capital grants provided 56.8 percent of the total revenue received during 2010, while taxes (property, sales and other) provided 32.9 percent of total revenue.

Decrease in total revenue is due primarily to a \$13.2 million decrease in charges for services, a \$1.0 million decrease in property and sales taxes and a \$1.2 million reduction in investment earnings. These decreases were partially offset by a \$4.9 million increase in capital grants and contributions and a \$0.9 million increase in gain on sale of capital assets. The decrease in charges for services stems primarily from a reduction in collection of the City's development impact fees due to a slow housing market, offset partially by an approved increase in the water utility user fee of 20 percent in January 2010. The decrease in investment earnings is a result of two factors: the interest rate earned on pooled City investments was lower in FY2009/10 than the previous year, and unexpended bond proceeds earning investment income in FY2008/09 were expended on capital projects in FY2009/10. The decrease in tax revenues results from the recessionary economy and its effect on spending habits of consumers, and the weak real estate market puts downward pressure on property values and the related tax revenues. The increase in capital grants and contributions is a result of receipt of grant funding from the American Recovery and Reinvestment Act for installation of water meters in residential areas in the City and various transportation related projects. The increase in gain on sale of capital assets is from a one-time receipt of \$0.8 million for sale of storm detention ponds and land for well sites.

EXPENSES

Expenses of the City for the year totaled \$77.4 million, an increase of \$0.3 million or 0.39 percent from 2009. These relatively stagnant numbers reflect the City's efforts to contain costs through mandatory furloughs, early retirement programs and control of discretionary expenditures. These savings are offset by increases in benefit costs, utility costs and other non-controllable costs such as animal control and public safety dispatch services provided by other agencies. Governmental activities expenses totaled \$58.8 million, or 76.0 percent of total expenses. Business-type activities incurred \$18.6 million, or 24.0 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, 2010 and 2009
(in millions)

	Total Cost of Services		Percent Change	Net Cost (Benefit) of Services		Percent Change
	2010	2009		2010	2009	
General government	\$ 2.10	\$ 1.90	10.5%	\$ 1.18	\$ 0.02	5800.0%
Finance	0.90	1.13	-20.3%	0.81	0.90	-10.0%
Community development	5.32	7.07	-24.7%	1.41	(2.84)	-149.6%
Parks and recreation	4.37	4.96	-11.9%	2.35	1.76	33.5%
Police	15.47	15.76	-1.8%	14.75	14.43	2.2%
Fire	9.57	9.31	2.8%	8.75	8.14	7.5%
Library	1.42	1.70	-16.5%	1.19	1.34	-11.2%
Public works	15.84	13.27	19.3%	2.66	1.07	148.6%
Interest on long term debt	3.82	3.93	-2.8%	3.82	3.93	-2.8%
Total	\$ 58.81	\$ 59.03		\$ 36.92	\$ 28.75	

The cost for all governmental activities this year was \$58.81 million. The City's taxpayers paid for approximately 41 percent of these costs; \$24.1 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 services decreased by \$0.22 million in FY2009/10 through reductions in most departments due to cost saving efforts including staff furloughs and early retirement programs; savings from these efforts were partially offset by increasing benefit costs and some new expenditures related to new operating grants received during the fiscal year.

All departments show a net cost to the City for FY2009/10. The net cost of General Government increased primarily as a result transfers of staff from other departments to the work in general government. The net benefit of Community Development in FY2008/09 became a net cost in FY2009/10 primarily as a result of reduced revenue collections, including housing related grants and fees related to new development. The net cost of Parks and Recreation and Public Works increased in FY2009/10 due primarily to a decrease in collection of charges for services revenues, including a significant decrease in development impact fees. Increased benefits and overtime costs resulted in an increase in both total cost of services and net cost for the Fire department.

BUSINESS-TYPE ACTIVITIES

Revenue for the City's business-type activities, excluding transfers, increased by \$0.9 million, from \$19.0 million in FY2008/09 to \$19.9 million in 2010. This increase is due primarily to an approved increase of 20% in water utility rates, which was effective January 1, 2010. Charges for services totaled \$19.5 million or 98 percent of total business-type activity revenues. Business-type activities expenses increased by \$0.52 million, from \$18.07 million in FY2008/2009 to \$18.59 million in FY2009/10. The increase in expenses is attributable to increased benefit costs for existing employees, addition of new staff, and allocation of the unfunded FY2009/10 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 \$23.2 million, a decrease of \$8.47 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 Spring Lake Capital Projects fund decreased by \$3.5 million in FY2009/10 due to capital expenditures for construction of a new neighborhood park, greenbelts and some road work.
- The fund balance of the Special Sales Tax District fund increased by \$2.4 million in FY2009/10 due to transfer of revenues generated by a ½ cent sales tax in the City that was not entirely used during the fiscal year for construction of capital projects.
- The Woodland Redevelopment Agency City Fund (nonmajor capital projects fund) recorded a net decrease in fund balance of \$2.2 million due in large part to purchase of \$1.2 million in land for a regional courthouse relocation project as well as a seizure of \$687 thousand in property tax increment by the State of California to help solve their budgetary imbalance.
- The City Capital Projects Fund (nonmajor capital projects fund) recorded a net decrease in fund balance of \$1.5 million due to capital expenditures related to the purchase of a new financial and land management system for the City, road rehabilitation projects, and preliminary work for construction of a new freeway onramp.

- The Park Reserve Fund (nonmajor capital projects fund) recorded a net decrease in fund balance of \$1.4 million due to declining revenues that did not cover the total cost of transfers to a debt service fund to cover the fund's share of annual debt service payments.
- The Storm Drain Development Fund (nonmajor capital projects fund) recorded a net decrease in fund balance of \$1.0 million due to a one time purchase of land for storm detention ponds.

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 \$4.2 million, while total fund balance was \$4.33 million, a decrease of \$0.97 million from the prior year. This was due primarily to a shortfall in tax revenues of \$0.48 million, a shortfall in licenses and permits revenues of \$0.46 million.

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 FY 2009/10, the unreserved fund balance of \$4.2 million represents 12.3 percent of total General Fund expenditures of \$34.1 million, and the total fund balance represents approximately 12.7 percent of that amount. For FY 2008/09, the General Fund's unreserved fund balance of \$5.15 million was approximately 13.9 percent of the total expenditures of \$37.1 million, and the total fund balance of \$5.3 million represented approximately 14.3 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 FY 2009/10, the unrestricted net assets for the Water and Sewer funds were \$5.83 million and \$34.9 million, respectively. Total net assets for the Water Fund increased by \$0.15 million and net assets for the Sewer Fund increased by \$0.46 million in FY2009/10. The increase in net assets for the Water Fund is due primarily to an approved rate increase of 20%, which was effective on January 1, 2010; these increased revenues were partially offset by an increase in personnel costs for salaries, benefits and other postemployment benefits. The increase in net assets for the Sewer Fund is due primarily to an inflationary increase in the utility rates effective July 1, 2009; expenses remained relatively flat.

Five proprietary funds had deficits in unrestricted net assets: Storm Drain Fund had a deficit of \$9.2 million, Dubach Park Fund had a deficit of \$595 thousand, the Construction and Demolition Program Fund had a deficit of \$19 thousand, the Fire Training Center Fund had a deficit of \$8 thousand, and the Cemetery Fund had a deficit of \$194 thousand. The internal service funds that are used to account for certain governmental activities had unrestricted net assets of \$2.3 million.

The total decrease in net assets for the enterprise funds was \$0.24 million. Factors concerning the finances of these funds have been addressed previously in the discussion of the City's business-type activities. As in the previous years, the Storm Drain Fund's decrease in net assets is related to a continuing operating deficit. The City proposed a voter approved rate increase in FY2007/08 to address this on-going deficiency, which did not pass. Operations have been reduced to the minimum legal level and the City will attempt another rate increase measure and is exploring potential other options for providing these services. Due to weather-related and topographic factors and the recent opening of the new Community Sports Park, Dubach Park operations were ceased. 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 in the City's proprietary funds (in millions):

**City of Woodland
Proprietary Fund Operations
For the Year Ended June 30, 2010**

	Operating Revenues	Operating Expenses	Operating Income (Loss)	NonOperating Revenues (Expense)	Interfund Transfers	Change in Net Assets
Water	\$ 7.35	\$ 6.49	\$ 0.86	\$ (0.57)	\$ (0.14)	\$ 0.15
Sewer	10.86	7.99	2.87	(0.55)	(1.85)	0.47
Storm Drain	0.20	1.01	(0.81)	(0.05)	0.24	(0.62)
Wastewater Pretreatment	0.41	0.41	0.00	0.01	-	0.01
Recycling	0.18	0.34	(0.16)	0.03	-	(0.13)
Construction and Demolition Program	0.01	0.07	(0.06)	-	-	(0.06)
Fire Training Center	0.41	0.44	(0.03)	0.03	-	-
Cemetery	0.09	0.31	(0.22)	-	0.16	(0.06)
Dubach Park	-	-	-	-	-	-
Youth Program	-	-	-	-	-	-
Total:	\$ 19.51	\$ 17.06	\$ 2.45	\$ (1.10)	\$ (1.59)	\$ (0.24)

General Fund Budgetary Highlights

The City's final budgeted appropriations decreased by \$1.9 million from the preliminary budget. This decrease was in response to revenue projections indicating the revenues from property and sales taxes, as well as fees from new development would have unfavorable budgetary variances. Cost cutting measures included transfer of personnel to non-General Fund funds and reductions in department services and supplies.

During the year, actual revenues were \$0.76 million less than budgeted estimates. This variance primarily consisted of a negative variance of \$0.48 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 of \$0.46 million 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, and receipt of some grant funds resulted in a favorable variance in intergovernmental revenues.

General Fund expenditures and nonreciprocal transfers out came in very close to budget, with some overruns in the personnel category due to overtime in the Fire department, buy back of unused vacation leave in the Police and Fire departments and leave payouts for employees that accepted an early retirement program. These were offset by budgetary savings in discretionary supplies and services in most departments.

The net effect of less than estimated revenues and expenditures that remained on target resulted in a budgetary deficit of \$1.8 million at the end of the fiscal year.

In creating its budget for the year ending June 30, 2011, the City used an estimated budgetary fund balance of \$4.7 million.

CAPITAL ASSET & DEBT ADMINISTRATION

Capital Assets

As of June 30, 2010, the City had invested \$388 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 \$5.7 million, or 2 percent.

**City of Woodland
Capital Assets
As of June 30, 2010 and 2009
(net of depreciation, in millions)**

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Capital Assets Not Being Depreciated						
Land	\$ 16.5	\$ 15.4	\$ 3.8	\$ 3.7	\$ 20.3	\$ 19.1
Intangible assets	1.1	1.1	-	-	1.1	1.1
Construction in progress	14.0	12.6	11.5	7.1	25.5	19.7
Depreciable Capital Assets:						
Ponds	-	-	0.3	0.4	0.3	0.4
Buildings	66.4	67.5	0.1	0.1	66.5	67.6
Improvements	16.4	15.9	24.1	24.8	40.5	40.7
Machinery and equipment	7.1	8.2	1.9	1.5	9.0	9.7
Intangible assets	0.8	0.5	0.1	0.1	0.9	0.6
Sewer treatment plant	-	-	8.1	8.4	8.1	8.4
Infrastructure	143.8	142.7	71.7	72.0	215.5	214.7
Total	\$ 266.1	\$ 263.9	\$ 121.6	\$ 118.1	\$ 387.7	\$ 382.0

This year's major capital asset additions included:

- Completion of first Spring Lake neighborhood park, Jack Slaven Park, added \$2.47 million to infrastructure.
- Completion of two road rehabilitation projects added \$2.9 million to infrastructure.
- Continued installation of water meters in residential customers throughout the City added \$5.0 million to construction in progress.
- Continued construction of an elevated water tank that will improve water pressure throughout the City and replace a tower that was seismically unsafe added \$2.6 million to construction in progress.
- Purchase of properties to assist the State of California Administrative Offices of Courts in a regional courthouse relocation project added \$1.2 million to land.

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

Long-term Debt

At June 30, 2010 and 2009, the City had \$138.8 million and \$131.2 million, respectively, in long-term debt outstanding. Outstanding debt of governmental activities decreased approximately \$3.6 million as a result of principal payments on existing debt during the fiscal year. Outstanding debt of business-type activities increased approximately \$11.2 million as a result of issuance of \$12.1 million in new Wastewater Revenue bonds, offset by principal payments on existing debt during the fiscal year.

**City of Woodland
Outstanding Debt
As of June 30, 2010 and 2009
(in millions)**

	Governmental Activities		Business-Type Activities		Total	
	2010	2009	2010	2009	2010	2009
Revenue and other bonds	\$ 54.6	\$ 56.6	\$ 31.2	\$ 19.3	\$ 85.8	\$ 75.9
Tax allocation bonds, net	8.3	8.4	-	-	8.3	8.4
Certificates of participation, net	-	-	1.6	2.3	1.6	2.3
Loans payable	6.0	6.2	-	-	6.0	6.2
Developer fee obligations	34.2	34.9	-	-	34.2	34.9
Capital lease obligations	2.9	3.5	-	-	2.9	3.5
Total	\$ 106.0	\$ 109.6	\$ 32.8	\$ 21.6	\$ 138.8	\$ 131.2

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, 2010 as determined by Moody's Investors Service and Standard & Poor's. These ratings have not changed subsequent to year-end.

	Moody's	S & P
Insured Issues:		
• 2002 Lease Revenue Bonds	A3	AAA
• 2003 Gibson Ranch CFD		AAA
• 2004 Gibson Ranch Refunding Bonds		AAA
• 2005 Capital Project Lease Revenue Bonds	A3	
• 2005 Wastewater Revenue Bonds	A3	
• 2007 Lease Revenue Bonds	A3	
• 2007 Tax Allocation Bonds	Aa3	
Uninsured Issues:		
• 2008 Water Revenue Bonds		AA-
• 2009 Wastewater Revenue Bonds		AA

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, 2010 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 \$9.2 million, with total net assets of \$10.0 million. Development fees pay for new construction only; maintenance impacts stemming from past and future new construction will continue to burden this fund. Storm drain rate increases must be voter approved and an attempt to increase the fee failed in August 2007. Council continues to have discussion regarding a future fee increase, but the operations have been reduced to 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, anchored by Costco and Target, has helped generate new sales tax revenues and will ultimately aid area employment. Other retail stores include a Best Buy and Michael's store, which has helped generate new sales tax revenues. Additional stores are planned in the future and planning efforts are underway to determine the feasibility of expanding to a second phase of this project.
- Various Redevelopment projects, including a major regional State courthouse project relocation, potential construction of a multiplex movie theater, and other various façade improvements are hoped to revitalize the downtown area and draw additional business and visitors into 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. Changes to the Federal Emergency Management Agency (FEMA) flood maps throughout the City will aid to make development of some of this area more realistic in the near term.

Next Year's Budget

The General Fund budget for 2011 appropriates \$36.3 million, a decrease of 5 percent from the prior year. General Fund revenue for 2011 is projected to be \$36.1 million, which is \$0.9 million less than the revenue budget for 2010.

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.

BASIC FINANCIAL STATEMENTS

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF NET ASSETS
JUNE 30, 2010

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 26,870,581	\$ 4,595,459	\$ 31,466,040
Restricted cash and investments	-	10,415,783	10,415,783
Receivables	11,005,598	1,335,357	12,340,955
Internal balances	(6,842,073)	6,842,073	-
Other assets	1,006,815	76,953	1,083,768
Long-term notes receivable	25,755,123	-	25,755,123
Cash and investments with fiscal agents	3,156,123	1,858,108	5,014,231
Capital assets not being depreciated	31,621,879	15,270,416	46,892,295
Capital assets being depreciated, net	234,515,567	106,345,677	340,861,244
Total assets	\$ 327,089,613	\$ 146,739,826	\$ 473,829,439
LIABILITIES			
Accounts payable	\$ 4,594,534	\$ 970,362	\$ 5,564,896
Interest payable	1,079,007	235,423	1,314,430
Deposits	2,641,634	-	2,641,634
Noncurrent liabilities:			
Due within one year	4,565,497	1,050,704	5,616,201
Due in more than one year	107,844,901	33,150,919	140,995,820
Total liabilities	120,725,573	35,407,408	156,132,981
NET ASSETS			
Invested in capital assets, net of related debt	175,149,249	78,435,923	253,585,172
Restricted for:			
Capital projects	20,819,411	-	20,819,411
Debt service	2,767,882	-	2,767,882
Transportation	1,285,336	-	1,285,336
Other purposes	3,791,381	-	3,791,381
Unrestricted	2,550,781	32,896,495	35,447,276
Total net assets	206,364,040	111,332,418	317,696,458
Total liabilities and net assets	\$ 327,089,613	\$ 146,739,826	\$ 473,829,439

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

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**CITY OF WOODLAND, CALIFORNIA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2010**

FUNCTIONS/PROGRAMS:	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities:							
General government	\$ 2,099,341	\$ 920,426	\$ -	\$ -	\$ (1,178,915)	\$ -	\$ (1,178,915)
Finance	905,273	90,698	-	-	(814,575)	-	(814,575)
Community development	5,316,025	1,464,819	2,442,962	-	(1,408,244)	-	(1,408,244)
Parks and recreation	4,371,128	1,908,106	84,984	31,030	(2,347,008)	-	(2,347,008)
Police	15,466,484	467,329	251,987	-	(14,747,168)	-	(14,747,168)
Fire	9,576,035	821,018	-	-	(8,755,017)	-	(8,755,017)
Library	1,419,705	21,678	210,463	-	(1,187,564)	-	(1,187,564)
Public works	15,842,416	3,048,102	3,797,475	6,331,274	(2,665,565)	-	(2,665,565)
Interest on long-term debt	3,817,325	-	-	-	(3,817,325)	-	(3,817,325)
Total governmental activities	<u>58,813,732</u>	<u>8,742,176</u>	<u>6,787,871</u>	<u>6,362,304</u>	<u>(36,921,381)</u>	<u>-</u>	<u>(36,921,381)</u>
Business-type activities:							
Water	7,248,618	7,353,553	168,913	-	-	273,848	273,848
Sewer	8,715,448	10,861,213	-	-	-	2,145,765	2,145,765
Storm Drain	1,063,417	196,682	-	-	-	(866,735)	(866,735)
Wastewater Pretreatment	408,221	408,337	-	-	-	116	116
Recycling	336,672	176,253	6,934	-	-	(153,485)	(153,485)
Construction and Demolition Program	69,855	15,675	-	-	-	(54,180)	(54,180)
Fire Training Center	435,031	407,401	33,167	-	-	5,537	5,537
Cemetery	306,882	85,140	-	-	-	(221,742)	(221,742)
Dubach Park	463	25	-	-	-	(438)	(438)
Youth Program	5,403	3,735	-	-	-	(1,668)	(1,668)
Total business-type activities	<u>18,590,010</u>	<u>19,508,014</u>	<u>209,014</u>	<u>-</u>	<u>-</u>	<u>1,127,018</u>	<u>1,127,018</u>
Total	<u>\$ 77,403,742</u>	<u>\$ 28,250,190</u>	<u>\$ 6,996,885</u>	<u>\$ 6,362,304</u>	<u>(36,921,381)</u>	<u>1,127,018</u>	<u>(35,794,363)</u>

General revenues:

Taxes:			
Property taxes	11,034,574	-	11,034,574
Measure E special tax	3,692,982	-	3,692,982
Other taxes	838,561	-	838,561
Franchise fees	1,641,841	-	1,641,841
Intergovernmental not restricted for specific programs:			
Sales and use tax - levied by State	8,552,518	-	8,552,518
Motor vehicle in-lieu	4,247,958	-	4,247,958
Investment earnings	531,345	223,624	754,969
Gain on sale of capital assets	918,649	-	918,649
Transfers	1,594,853	(1,594,853)	-
Total general revenues and transfers	<u>33,053,281</u>	<u>(1,371,229)</u>	<u>31,682,052</u>
Change in net assets	(3,868,100)	(244,211)	(4,112,311)
Net assets - beginning of year	210,232,140	111,576,629	321,808,769
Net assets- end of year	<u>\$ 206,364,040</u>	<u>\$ 111,332,418</u>	<u>\$ 317,696,458</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, 2010

	General	Spring Lake	Special Sales Tax District	Sewer Development	Community Development Block Grant
ASSETS					
Cash and investments	\$ 4,992,998	\$ 6,052,106	\$ 1,330,165	\$ -	\$ -
Cash and investments with fiscal agents	121,711	-	-	-	110,368
Receivables	3,556,107	236,442	-	136,536	181,740
Due from other funds	-	1,474,004	1,694,109	-	-
Inventory	130,820	-	-	-	-
Other assets	6,240	-	-	-	-
Long-term notes receivable	-	-	-	-	4,331,384
Advances to other funds	-	1,932,854	-	2,427,320	-
Total assets	<u>\$ 8,807,876</u>	<u>\$ 9,695,406</u>	<u>\$ 3,024,274</u>	<u>\$ 2,563,856</u>	<u>\$ 4,623,492</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts payable	\$ 1,657,344	\$ 27,578	\$ 22,157	\$ -	\$ 97,540
Deposits	2,277,644	70,629	-	-	-
Due to other funds	-	-	-	637,551	194,356
Deferred revenue	445,964	187,992	-	132,474	4,331,384
Compensated absences	100,000	-	-	-	-
Advances from other funds	-	-	-	8,876,227	-
Total liabilities	<u>4,480,952</u>	<u>286,199</u>	<u>22,157</u>	<u>9,646,252</u>	<u>4,623,280</u>
Fund balances (deficits):					
Reserved for:					
Inventory	130,820	-	-	-	-
Low and moderate income housing	-	-	-	-	-
Debt service	-	-	-	-	-
Capital projects	-	79,095	96,670	-	-
Advances to other funds	-	1,932,854	-	2,427,320	-
Unreserved, undesignated reported in					
General Fund	4,196,104	-	-	-	-
Special revenue funds	-	-	-	-	212
Capital projects funds	-	7,397,258	2,905,447	(9,509,716)	-
Total fund balances (deficits)	<u>4,326,924</u>	<u>9,409,207</u>	<u>3,002,117</u>	<u>(7,082,396)</u>	<u>212</u>
Total liabilities and fund balances (deficits)	<u>\$ 8,807,876</u>	<u>\$ 9,695,406</u>	<u>\$ 3,024,274</u>	<u>\$ 2,563,856</u>	<u>\$ 4,623,492</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, 2010

Home Grant	Housing Assistance Grants	Woodland Redevelopment Agency Low/Mod Housing	Other Governmental	Total Governmental	
\$ 147,639	\$ -	\$ 459,452	\$ 11,411,460	\$ 24,393,820	ASSETS
-	-	-	2,924,044	3,156,123	Cash and investments
-	-	14,152	6,849,758	10,974,735	Cash and investments with fiscal agents
-	-	-	1,356,564	4,524,677	Receivables
-	-	-	-	130,820	Due from other funds
-	-	-	-	6,240	Inventory
8,733,322	8,179,246	4,409,137	102,034	25,755,123	Other assets
-	-	-	4,387,441	8,747,615	Long-term notes receivable
\$ 8,880,961	\$ 8,179,246	\$ 4,882,741	\$ 27,031,301	\$ 77,689,153	Advances to other funds
					Total assets
					LIABILITIES AND FUND BALANCES (DEFICITS)
\$ 1,350	\$ -	\$ 113	\$ 2,616,675	\$ 4,422,757	Liabilities:
-	-	-	293,361	2,641,634	Accounts payable
-	86,700	-	6,365,688	7,284,295	Deposits
8,733,322	8,179,246	4,409,137	779,619	27,199,138	Due to other funds
-	-	-	-	100,000	Deferred revenue
-	-	-	3,953,843	12,830,070	Compensated absences
\$ 8,734,672	\$ 8,265,946	\$ 4,409,250	\$ 14,009,186	\$ 54,477,894	Advances from other funds
					Total liabilities
					Fund balances (deficits):
-	-	-	-	130,820	Reserved for:
-	-	473,491	-	473,491	Inventory
-	-	-	4,561,572	4,561,572	Low and moderate income housing
-	-	-	5,344,207	5,519,972	Debt service
-	-	-	4,387,441	8,747,615	Capital projects
-	-	-	-	4,196,104	Advances to other funds
146,289	(86,700)	-	1,606,902	1,666,703	Unreserved, undesignated reported in
-	-	-	(2,878,007)	(2,085,018)	General Fund
146,289	(86,700)	473,491	13,022,115	23,211,259	Special revenue funds
\$ 8,880,961	\$ 8,179,246	\$ 4,882,741	\$ 27,031,301	\$ 77,689,153	Capital projects funds
					Total fund balances (deficits)
					Total liabilities and fund balances (deficits)

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

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CITY OF WOODLAND, CALIFORNIA
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES
JUNE 30, 2010

Total fund balances - total governmental funds	\$	23,211,259
Amounts reported for governmental activities in the statement of net assets are different from those reported in the governmental funds because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		261,152,476
Deferred costs of issuance for debt used in governmental activities are not financial resources and, therefore, are not reported in the funds.		574,217
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.		4,392,919
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		27,199,138
Certain liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Developer fee obligations		(34,166,971)
Revenue bonds		(54,612,780)
Tax allocation bonds		(8,266,652)
Loans payable		(6,014,496)
Compensated absences		(1,548,153)
Other postemployment benefits		(4,508,754)
Interest payable		<u>(1,048,163)</u>
Net assets of governmental activities	\$	<u>206,364,040</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, 2010

	General	Spring Lake	Special Sales Tax District	Sewer Development	Community Development Block Grant
REVENUES:					
Taxes	\$ 22,232,240	\$ -	\$ -	\$ -	\$ -
Fines and penalties	434,173	-	-	-	-
Intergovernmental	4,634,085	-	-	-	525,923
Charges for services	5,653,300	-	-	-	-
Licenses and permits	3,155,813	1,774,186	-	344,235	-
Investment earnings	160,120	82,324	17,726	-	86
Miscellaneous	10,106	10,787	-	-	5,065
Total revenues	<u>36,279,837</u>	<u>1,867,297</u>	<u>17,726</u>	<u>344,235</u>	<u>531,074</u>
EXPENDITURES:					
Current:					
General government	1,933,997	-	-	-	-
Finance	838,160	72,514	-	-	-
Community development	2,574,966	79,855	-	-	530,862
Parks and recreation	3,116,147	20,759	149,200	-	-
Police	14,236,814	-	-	-	-
Fire	9,026,396	-	-	-	-
Library	1,031,541	-	5,532	-	-
Public works	1,142,385	4,108,873	724,287	105,789	-
Debt service:					
Principal	161,385	1,433,786	-	-	-
Interest	48,755	-	-	-	-
Total expenditures	<u>34,110,546</u>	<u>5,715,787</u>	<u>879,019</u>	<u>105,789</u>	<u>530,862</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,169,291</u>	<u>(3,848,490)</u>	<u>(861,293)</u>	<u>238,446</u>	<u>212</u>
OTHER FINANCING SOURCE (USES):					
Proceeds from sale of capital assets	875,000	-	-	-	-
Contribution from developer advances	-	689,527	-	-	-
Transfers in	138,377	-	3,692,982	-	-
Transfers out	(4,151,086)	(320,030)	(390,419)	(364,428)	-
Total other financing sources (uses)	<u>(3,137,709)</u>	<u>369,497</u>	<u>3,302,563</u>	<u>(364,428)</u>	<u>-</u>
Net change in fund balances	(968,418)	(3,478,993)	2,441,270	(125,982)	212
Fund balances (deficits), beginning of year	<u>5,295,342</u>	<u>12,888,200</u>	<u>560,847</u>	<u>(6,956,414)</u>	<u>-</u>
Fund balances (deficits), end of year	<u>\$ 4,326,924</u>	<u>\$ 9,409,207</u>	<u>\$ 3,002,117</u>	<u>\$ (7,082,396)</u>	<u>\$ 212</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, 2010

Home Grant	Housing Assistance Grants	Woodland Redevelopment Agency Low/Mod Housing	Other Governmental	Total Governmental	
\$ -	\$ -	\$ 298,671	\$ 1,444,654	\$ 23,975,565	REVENUES:
-	-	-	-	434,173	Taxes
284,344	332,917	-	10,751,471	16,528,740	Fines and penalties
-	-	-	1,327,397	6,980,697	Intergovernmental
-	-	-	1,077,288	6,351,522	Charges for services
1,713	-	5,332	233,417	500,718	Licenses and permits
136,374	40,000	20,268	42,641	265,241	Investment earnings
422,431	372,917	324,271	14,876,868	55,036,656	Miscellaneous
					Total revenues
					EXPENDITURES:
					Current:
-	-	-	75,551	2,009,548	General government
-	-	-	409,545	1,320,219	Finance
24,775	115,000	251,948	3,259,939	6,837,345	Community development
-	-	-	863,949	4,150,055	Parks and recreation
-	-	-	414,853	14,651,667	Police
-	-	-	259,195	9,285,591	Fire
-	-	-	391,665	1,428,738	Library
-	-	-	13,507,330	19,588,664	Public works
					Debt service:
-	-	100,000	2,105,000	3,800,171	Principal
-	-	26,750	3,471,669	3,547,174	Interest
24,775	115,000	378,698	24,758,696	66,619,172	Total expenditures
397,656	257,917	(54,427)	(9,881,828)	(11,582,516)	Excess (deficiency) of revenues over (under) expenditures
					OTHER FINANCING SOURCE (USES):
-	-	-	-	875,000	Proceeds from sale of capital assets
-	-	-	-	689,527	Contribution from developer advances
-	-	-	5,205,948	9,037,307	Transfers in
-	-	-	(2,265,095)	(7,491,058)	Transfers out
					Total other financing sources (uses)
-	-	-	2,940,853	3,110,776	
397,656	257,917	(54,427)	(6,940,975)	(8,471,740)	Net change in fund balances
(251,367)	(344,617)	527,918	19,963,090	31,682,999	Fund balances (deficits), beginning of year
\$ 146,289	\$ (86,700)	\$ 473,491	\$ 13,022,115	\$ 23,211,259	Fund balances (deficits), end of year

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

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CITY OF WOODLAND, CALIFORNIA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF
ACTIVITIES - GOVERNMENTAL ACTIVITIES
YEAR ENDED JUNE 30, 2010

Net change in fund balances - total governmental funds \$ (8,471,740)

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

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

Expenditures for capital outlay	13,644,874	
Depreciation expense	<u>(9,259,054)</u>	4,385,820

In the statement of activities, only the gain or loss on the sale or disposal of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs the change in fund balance by the book value of the capital assets disposed of or sold. (1,321,105)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 1,052,701

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		3,800,171
Proceeds from long-term loans		(120,250)
Contribution from developer advances		(689,527)

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		(92,249)
Changes in other postemployment benefits		(2,251,833)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of internal service funds is reported with governmental activities. (131,910)

Change in net assets of governmental activities \$ (3,868,100)

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
YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes	\$ 23,699,623	\$ 22,709,623	\$ 22,232,240	\$ (477,383)
Fines and penalties	623,329	623,329	434,173	(189,156)
Intergovernmental	4,546,415	4,456,415	4,634,085	177,670
Charges for services	5,571,563	5,571,543	5,653,300	81,757
Licenses and permits	3,823,965	3,613,965	3,155,813	(458,152)
Investment earnings	59,000	59,000	160,120	101,120
Miscellaneous	3,042	3,042	10,106	7,064
Total revenues	<u>38,326,937</u>	<u>37,036,917</u>	<u>36,279,837</u>	<u>(757,080)</u>
EXPENDITURES:				
General Government:				
City Council				
Personnel services	75,792	75,792	73,834	1,958
Supplies	119,074	71,000	65,362	5,638
Other services and charges	90,000	138,074	83,022	55,052
Total City Council	<u>284,866</u>	<u>284,866</u>	<u>222,218</u>	<u>62,648</u>
City Clerk				
Personnel services	-	-	4,910	(4,910)
Supplies	44,063	41,540	9,881	31,659
Other services and charges	1,000	3,523	3,117	406
Total City Clerk	<u>45,063</u>	<u>45,063</u>	<u>17,908</u>	<u>27,155</u>
City Attorney				
Other services and charges	502,000	474,150	434,887	39,263
City Manager/Human Resources				
Personnel services	885,064	846,757	1,025,383	(178,626)
Supplies	190,465	190,465	121,487	68,978
Other services and charges	67,425	67,425	112,114	(44,689)
Total City Manager/Human Resources	<u>1,142,954</u>	<u>1,104,647</u>	<u>1,258,984</u>	<u>(154,337)</u>
Total General Government	<u>1,974,883</u>	<u>1,908,726</u>	<u>1,933,997</u>	<u>(25,271)</u>
Finance				
Personnel services	615,263	593,682	542,459	51,223
Supplies	327,459	313,331	233,930	79,401
Other services and charges	8,750	8,750	61,771	(53,021)
Total Finance	<u>951,472</u>	<u>915,763</u>	<u>838,160</u>	<u>77,603</u>
Community Development				
Personnel services	2,336,146	1,887,963	1,894,708	(6,745)
Supplies	410,854	211,996	96,026	115,970
Other services and charges	416,439	475,007	584,232	(109,225)
Total Community Development	<u>3,163,439</u>	<u>2,574,966</u>	<u>2,574,966</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 BALANCE -
BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
Parks and Recreation				
Personnel services	\$ 2,020,028	\$ 1,806,260	\$ 1,794,112	\$ 12,148
Supplies	1,331,366	744,333	520,068	224,265
Other services and charges	318,543	858,096	801,967	56,129
Total Parks and Recreation	<u>3,669,937</u>	<u>3,408,689</u>	<u>3,116,147</u>	<u>292,542</u>
Police				
Personnel services	10,662,484	9,963,674	10,317,586	(353,912)
Supplies	3,771,984	2,774,832	2,527,374	247,458
Other services and charges	540,180	1,422,004	1,391,854	30,150
Total Police	<u>14,974,648</u>	<u>14,160,510</u>	<u>14,236,814</u>	<u>(76,304)</u>
Fire				
Personnel services	6,405,077	6,329,089	7,033,104	(704,015)
Supplies	1,345,636	431,449	440,111	(8,662)
Other services and charges	671,148	1,572,583	1,553,181	19,402
Total Fire	<u>8,421,861</u>	<u>8,333,121</u>	<u>9,026,396</u>	<u>(693,275)</u>
Library				
Personnel services	761,661	731,654	696,253	35,401
Supplies	244,963	141,770	109,300	32,470
Other services and charges	124,147	226,340	225,988	352
Total Library	<u>1,130,771</u>	<u>1,099,764</u>	<u>1,031,541</u>	<u>68,223</u>
Public Works				
Personnel services	440,092	422,754	407,670	15,084
Supplies	645,612	411,432	331,173	80,259
Other services and charges	183,333	410,521	403,542	6,979
Total Public Works	<u>1,269,037</u>	<u>1,244,707</u>	<u>1,142,385</u>	<u>102,322</u>
Debt service:				
Principal	152,242	152,242	161,385	(9,143)
Interest	57,898	57,898	48,755	9,143
Total expenditures	<u>35,766,188</u>	<u>33,856,386</u>	<u>34,110,546</u>	<u>(254,160)</u>
Excess of revenues over expenditures	<u>2,560,749</u>	<u>3,180,531</u>	<u>2,169,291</u>	<u>(1,011,240)</u>
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	-	875,000	875,000	-
Transfers in	941,770	1,245,378	138,377	(1,107,001)
Transfers out	(4,500,385)	(4,455,657)	(4,151,086)	304,571
Total other financing sources (uses)	<u>(3,558,615)</u>	<u>(2,335,279)</u>	<u>(3,137,709)</u>	<u>(802,430)</u>
Net change in fund balance	<u>\$ (997,866)</u>	<u>\$ 845,252</u>	<u>(968,418)</u>	<u>\$ (1,813,670)</u>
Fund balance, beginning of year			<u>5,295,342</u>	
Fund balance, end of year			<u>\$ 4,326,924</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, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ 1,348,788	\$ 525,923	\$ (822,865)
Investment earnings	-	-	86	86
Miscellaneous	-	-	5,065	5,065
Total revenues	<u>-</u>	<u>1,348,788</u>	<u>531,074</u>	<u>(817,714)</u>
EXPENDITURES:				
Current:				
Community development	<u>176,716</u>	<u>1,348,788</u>	<u>530,862</u>	<u>817,926</u>
Net change in fund balance	<u>\$ (176,716)</u>	<u>\$ -</u>	212	<u>\$ 212</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u>\$ 212</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, 2010**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ -	\$ 701,419	\$ 284,344	\$ (417,075)
Investment earnings	-	-	1,713	1,713
Miscellaneous	-	-	136,374	136,374
Total revenues	-	701,419	422,431	(278,988)
EXPENDITURES:				
Current:				
Community development	-	701,419	24,775	676,644
Net change in fund balance	\$ -	\$ -	397,656	\$ 397,656
Fund balance (deficit), beginning of year			(251,367)	
Fund balance, end of year			\$ 146,289	

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 GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ 390,000	\$ 332,917	\$ (57,083)
Miscellaneous	-	-	40,000	40,000
Total revenues	<u>-</u>	<u>390,000</u>	<u>372,917</u>	<u>(17,083)</u>
EXPENDITURES:				
Current:				
Community development	-	660,000	115,000	545,000
Net change in fund balance	<u>\$ -</u>	<u>\$ (270,000)</u>	257,917	<u>\$ 527,917</u>
Fund balance (deficit), beginning of year			<u>(344,617)</u>	
Fund balance (deficit), end of year			<u>\$ (86,700)</u>	

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

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Drain	Other Enterprise Funds		
ASSETS						
Current assets:						
Cash and investments	\$ 1,540,892	\$ 585,956	\$ -	\$ 2,468,611	\$ 4,595,459	\$ 2,476,761
Restricted cash and investments	-	10,415,783	-	-	10,415,783	-
Receivables	511,729	775,761	10,030	37,837	1,335,357	30,863
Due from other funds	2,872,103	2,935,217	-	-	5,807,320	-
Prepaid items and deposits	68,463	8,490	-	-	76,953	295,538
Total current assets	<u>4,993,187</u>	<u>14,721,207</u>	<u>10,030</u>	<u>2,506,448</u>	<u>22,230,872</u>	<u>2,803,162</u>
Noncurrent assets:						
Cash and investments with fiscal agents	-	1,858,108	-	-	1,858,108	-
Advances to other funds	2,020,989	8,876,227	-	68,000	10,965,216	-
Land	406,851	2,957,761	447,400	-	3,812,012	-
Construction in progress	11,177,822	280,582	-	-	11,458,404	-
Depreciable capital assets (net of accumulated depreciation)	<u>25,482,566</u>	<u>62,074,066</u>	<u>18,778,321</u>	<u>10,724</u>	<u>106,345,677</u>	<u>4,984,970</u>
Total noncurrent assets	<u>39,088,228</u>	<u>76,046,744</u>	<u>19,225,721</u>	<u>78,724</u>	<u>134,439,417</u>	<u>4,984,970</u>
Total assets	<u>44,081,415</u>	<u>90,767,951</u>	<u>19,235,751</u>	<u>2,585,172</u>	<u>156,670,289</u>	<u>7,788,132</u>
LIABILITIES						
Current liabilities:						
Accounts payable	536,105	265,370	51,935	116,952	970,362	171,777
Due to other funds	-	-	2,297,666	750,036	3,047,702	-
Interest payable	37,396	198,027	-	-	235,423	30,844
Compensated absences	44,300	28,756	13	4,051	77,120	20,951
Long-term debt - current portion	<u>205,000</u>	<u>768,584</u>	<u>-</u>	<u>-</u>	<u>973,584</u>	<u>613,215</u>
Total current liabilities	<u>822,801</u>	<u>1,260,737</u>	<u>2,349,614</u>	<u>871,039</u>	<u>5,304,191</u>	<u>836,787</u>
Noncurrent liabilities:						
Compensated absences	143,951	98,092	4,118	41,295	287,456	65,828
Advances from other funds	-	-	6,814,761	68,000	6,882,761	-
Revenue bonds	8,770,000	22,202,220	-	-	30,972,220	-
Certificates of participation, net	-	818,583	-	-	818,583	-
Capitalized lease obligations	-	-	-	-	-	2,276,187
Other postemployment benefits	<u>424,367</u>	<u>429,370</u>	<u>56,285</u>	<u>162,638</u>	<u>1,072,660</u>	<u>216,411</u>
Total noncurrent liabilities	<u>9,338,318</u>	<u>23,548,265</u>	<u>6,875,164</u>	<u>271,933</u>	<u>40,033,680</u>	<u>2,558,426</u>
Total liabilities	<u>10,161,119</u>	<u>24,809,002</u>	<u>9,224,778</u>	<u>1,142,972</u>	<u>45,337,871</u>	<u>3,395,213</u>
NET ASSETS						
Invested in capital assets, net of related debt	28,092,239	31,107,239	19,225,721	10,724	78,435,923	2,095,568
Unrestricted	<u>5,828,057</u>	<u>34,851,710</u>	<u>(9,214,748)</u>	<u>1,431,476</u>	<u>32,896,495</u>	<u>2,297,351</u>
Total net assets	<u>\$ 33,920,296</u>	<u>\$ 65,958,949</u>	<u>\$ 10,010,973</u>	<u>\$ 1,442,200</u>	<u>\$ 111,332,418</u>	<u>\$ 4,392,919</u>

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

CITY OF WOODLAND, CALIFORNIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2010

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Drain	Other Enterprise Funds		
OPERATING REVENUES:						
Charges for services	\$ 7,328,351	\$ 10,736,302	\$ 192,559	\$ 1,008,393	\$ 19,265,605	\$ -
Billings to departments	-	-	-	-	-	10,502,417
Other	25,202	124,911	4,123	88,173	242,409	110,411
Total operating revenues	<u>7,353,553</u>	<u>10,861,213</u>	<u>196,682</u>	<u>1,096,566</u>	<u>19,508,014</u>	<u>10,612,828</u>
OPERATING EXPENSES:						
Personnel services	3,410,045	2,951,072	106,819	1,026,344	7,494,280	1,366,035
Utilities	820,742	712,596	50,748	15,960	1,600,046	23,545
Office supplies and expenses	873,477	1,123,986	114,671	285,461	2,397,595	1,102,587
Small tools and supplies	2,370	3,036	115	1,784	7,305	7,735
Contractual services	90,551	604,939	56,117	77,299	828,906	-
Depreciation	941,920	2,110,769	620,853	4,220	3,677,762	1,183,287
Equipment rental and maintenance	348,652	484,494	65,684	151,459	1,050,289	602,420
Insurance premiums and claims	-	-	-	-	-	6,423,027
Total operating expenses	<u>6,487,757</u>	<u>7,990,892</u>	<u>1,015,007</u>	<u>1,562,527</u>	<u>17,056,183</u>	<u>10,708,636</u>
Operating income (loss)	<u>865,796</u>	<u>2,870,321</u>	<u>(818,325)</u>	<u>(465,961)</u>	<u>2,451,831</u>	<u>(95,808)</u>
NONOPERATING REVENUES (EXPENSES):						
Investment earnings	17,883	177,091	-	28,650	223,624	30,627
Intergovernmental	168,913	-	-	40,101	209,014	-
Interest expense	(493,521)	(679,448)	-	-	(1,172,969)	(158,982)
Gain (loss) on disposal of capital assets	(267,340)	(45,108)	(48,410)	-	(360,858)	43,649
Total nonoperating revenues (expenses)	<u>(574,065)</u>	<u>(547,465)</u>	<u>(48,410)</u>	<u>68,751</u>	<u>(1,101,189)</u>	<u>(84,706)</u>
Income (loss) before transfers	291,731	2,322,856	(866,735)	(397,210)	1,350,642	(180,514)
Transfers in	-	-	242,000	160,000	402,000	240,359
Transfers out	(138,377)	(1,858,476)	-	-	(1,996,853)	(191,755)
Change in net assets	153,354	464,380	(624,735)	(237,210)	(244,211)	(131,910)
Net assets, beginning 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>
Net assets, end of year	<u>\$ 33,920,296</u>	<u>\$ 65,958,949</u>	<u>\$ 10,010,973</u>	<u>\$ 1,442,200</u>	<u>\$ 111,332,418</u>	<u>\$ 4,392,919</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, 2010**

	Business-type Activities - Enterprise Funds				Total	Governmental Activities - Internal Service Funds
	Water	Sewer	Storm Drain	Other Enterprise Funds		
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from customers	\$ 7,166,848	\$ 10,700,120	\$ 195,452	\$ 1,125,119	\$ 19,187,539	\$ 10,598,396
Payments to suppliers	(2,397,740)	(3,001,224)	(247,823)	(486,346)	(6,133,133)	(1,768,301)
Payments to employees	(3,124,248)	(2,729,617)	(86,171)	(937,503)	(6,877,539)	(1,229,685)
Payments for insurance premiums and claims	-	-	-	-	-	(6,427,287)
Net cash provided (used) by operating activities	<u>1,644,860</u>	<u>4,969,279</u>	<u>(138,542)</u>	<u>(298,730)</u>	<u>6,176,867</u>	<u>1,173,123</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
Transfers in	-	-	242,000	160,000	402,000	240,359
Transfers out	(138,377)	(1,858,476)	-	-	(1,996,853)	(191,755)
Interfund loan payments	-	-	(98,786)	-	(98,786)	-
Interfund borrowings from (to) other funds	(454,079)	(2,435,217)	-	49,661	(2,839,635)	-
Operating grants received	168,913	-	-	40,101	209,014	-
Net cash provided (used) by noncapital financing activities	<u>(423,543)</u>	<u>(4,293,693)</u>	<u>143,214</u>	<u>249,762</u>	<u>(4,324,260)</u>	<u>48,604</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Acquisition of capital assets	(6,855,507)	(694,456)	(4,672)	-	(7,554,635)	(311,461)
Proceeds from sale of capital assets	-	-	-	-	-	43,649
Proceeds from issuance of long-term debt	-	11,170,844	-	-	11,170,844	-
Principal payments on long-term debt	(195,000)	(770,000)	-	-	(965,000)	(614,684)
Interest paid	(456,125)	(477,155)	-	-	(933,280)	(155,338)
Net cash provided (used) by capital and related financing activities	<u>(7,506,632)</u>	<u>9,229,233</u>	<u>(4,672)</u>	<u>-</u>	<u>1,717,929</u>	<u>(1,037,834)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:						
Interest received	17,883	177,091	-	28,650	223,624	30,627
Net increase (decrease) in cash and cash equivalents	(6,267,432)	10,081,910	-	(20,318)	3,794,160	214,520
Cash and cash equivalents, beginning of year	7,808,324	919,829	-	2,488,929	11,217,082	2,262,241
Cash and cash equivalents, end of year	<u>\$ 1,540,892</u>	<u>\$ 11,001,739</u>	<u>\$ -</u>	<u>\$ 2,468,611</u>	<u>\$ 15,011,242</u>	<u>\$ 2,476,761</u>
Reconciliation to the Statement of Net Assets:						
Cash and investments	\$ 1,540,892	\$ 585,956	\$ -	\$ 2,468,611	\$ 4,595,459	\$ 2,476,761
Restricted cash and investments	-	10,415,783	-	-	10,415,783	-
Cash and cash equivalents	<u>\$ 1,540,892</u>	<u>\$ 11,001,739</u>	<u>\$ -</u>	<u>\$ 2,468,611</u>	<u>\$ 15,011,242</u>	<u>\$ 2,476,761</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:						
Book value of capital assets from disposition	\$ 267,340	\$ 45,108	\$ 48,410	\$ -	\$ 360,858	\$ -
Amortization of original issue discount	-	51,416	-	-	51,416	-
Debt proceeds deposited with fiscal agent	-	937,000	-	-	937,000	-

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, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Water	Sewer	Storm Drain	Other Enterprise Funds		Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 865,796	\$ 2,870,321	\$ (818,325)	\$ (465,961)	\$ 2,451,831	\$ (95,808)
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	941,920	2,110,769	620,853	4,220	3,677,762	1,183,287
Change in assets and liabilities:						
Receivables	(186,705)	(161,093)	(1,230)	28,553	(320,475)	(14,432)
Prepaid items and deposits	20,122	2,335	-	-	22,457	(36,444)
Accounts payable	(282,070)	(74,508)	39,512	45,617	(271,449)	170
Compensated absences	55,269	(1,395)	(613)	3,195	56,456	25,389
Other postemployment benefits	230,528	222,850	21,261	85,646	560,285	110,961
Total adjustments	<u>779,064</u>	<u>2,098,958</u>	<u>679,783</u>	<u>167,231</u>	<u>3,725,036</u>	<u>1,268,931</u>
Net cash provided (used) by operating activities	<u>\$ 1,644,860</u>	<u>\$ 4,969,279</u>	<u>\$ (138,542)</u>	<u>\$ (298,730)</u>	<u>\$ 6,176,867</u>	<u>\$ 1,173,123</u>

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, 2010

ASSETS

Cash and investments	\$ 5,231,360
Cash and investments with fiscal agents	4,862,616
Accounts receivable	<u>286,184</u>
Total assets	<u><u>\$ 10,380,160</u></u>

LIABILITIES

Accounts payable	\$ 66,476
Deposits payable	4,338,777
Due to assessment district bondholders	<u>5,974,907</u>
Total liabilities	<u><u>\$ 10,380,160</u></u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

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

The **Woodland 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 Woodland Redevelopment Agency Low/Mod Housing Fund, Woodland Redevelopment Agency 2007 Tax Allocation Bonds Fund, and the Woodland Redevelopment Agency City Funds.

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 Corporation no longer has any financial activity as the related debt has been paid off.

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, 2005 Capital Projects Lease Revenue Bonds, 2005 Wastewater Treatment Plant Revenue Bonds, and the 2007 Capital Projects Lease Revenue Bonds debt service funds.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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 charged 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. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

C. Major Funds

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

General Fund – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The major revenue sources for this fund are property taxes, sales taxes, unrestricted revenues from the State, fines and forfeitures and interest income. 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.

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

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Housing Assistance Grants 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 of Yolo (County). All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, capital improvements, maintenance 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 City's Agency Funds include activity for various special assessment districts as well as grants and donations for specific purposes. 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 BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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 when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers revenues reported in the governmental funds to be available if they are collected within 90 days after the end of the current fiscal period, except for property taxes which the City considers available if they are collected within 60 days after the end of the current fiscal period.

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

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

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

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

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

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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), constitute accounting principles generally accepted in the United States of America.

E. Revenue Recognition for Water, Sewer and Recycling Funds

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

F. Property Taxes

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

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

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

G. Proposition 1A

Under the provisions of Proposition 1A and as part of the 2009-10 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties and special districts (excluding redevelopment agencies). The state is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to the City was \$1,341,685.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Authorized with the 2009-10 State budget package, the Proposition 1A Securitization Program was instituted by the California Statewide Communities Development Authority (California Communities), a joint powers authority sponsored by the California State Association of Counties and the League of California Cities, to enable local governments to sell their Proposition 1A receivables. Under the Securitization Program, California Communities, acting solely as a conduit for the State of California, simultaneously purchased the Proposition 1A receivables and issued bonds (Prop 1A Bonds) to provide local agencies with cash proceeds in two equal installments, on January 15, 2010 and May 3, 2010. The purchase price paid to the local agencies equaled 100% of the amount of the property tax reduction. All transaction costs of issuance and interest were paid by the State of California. Participating local agencies have no obligation on the bonds and no credit exposure to the State. The City participated in the securitization program and accordingly property taxes have been recorded in the same manner as if the State had not exercised its rights under Proposition 1A. The receivable sale proceeds were equal to the book value and, as a result, no gain or loss was recorded.

H. 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 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 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.

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, investments and cash and investment with fiscal agents 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.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 maintains perpetual inventory records. During the last week of June for each fiscal year the City takes a physical count of inventory and the City’s perpetual records are adjusted. The City uses the consumption method of accounting for inventory.

6. Capital Assets

Capital assets, which include land, construction in progress, intangible assets, ponds, buildings, improvements, machinery and equipment, sewer treatment plant and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements, as well as in the proprietary fund financial statements. All capital assets are valued at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their estimated 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, for assets recorded in proprietary funds, is reflected in the capitalized value of the asset constructed, net of interest earned on the invested proceeds over the same period.

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

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimated useful lives are as follows:

	<u>Useful Lives</u>
Ponds	50 years
Buildings	25 – 50 years
Improvements	10 – 50 years
Machinery and equipment	3 – 10 years
Intangible assets	5 – 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, which approximates the effective interest method. Bonds payable are reported net of the applicable bond discount and amortized over the term of the related debt.

11. Special Assessments

Special assessment debt totaled \$52,290,000 as of June 30, 2010. 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 these basic financial statements.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 the assets constructed and/or acquired.

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. At June 30, 2010, reservations included:

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.

NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING

A. Budgeting Procedures

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

1. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public meetings are conducted during May and June to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING (Continued)

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, including transfers out, cannot legally exceed the appropriated amount) is at the individual fund level. Only those revisions, if any, which increase total budgeted expenditures must be approved by the City Council.
5. Budgets are adopted for the General Fund, all special revenue funds, and all debt service funds, except for the Special Transportation, Local Law Enforcement Block Grant, COPS More Technology Grant, Off-Site Affordable Housing, Workforce Housing Grants, and the American Recovery and Reinvestment Act special revenue funds. The City also adopts project timeframe budgets for capital projects funds. Such budgets are based on a project timeframe and therefore are not comparable on an annual basis.
6. Formal budgetary integration is employed as a management control device during the year for all budgeted funds.
7. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP), except for capital projects funds, which are budgeted on a project length basis.

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

B. Encumbrances

Under encumbrance accounting, purchase orders, contracts and other commitments for the expenditure of monies 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. Unexpended appropriations lapse at year-end and must be reappropriated in the following year.

NOTE 3 – IMPLEMENTATION OF GASB STATEMENT

Effective July 1, 2009, the City implemented GASB Statement No. 51, *Accounting and Financial Reporting for Intangible Assets*, which provides guidance on recognizing and reporting intangible assets. The objective of GASB Statement No. 51 is to establish requirements for recognition, initial measurement, and amortization to reduce inconsistencies, and thereby improve comparability. The City has included the related financial statement disclosures required by GASB Statement No. 51 in Note 8.

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. Individual funds pay expenditures as needed with available cash reserves or with short term interfund loans.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 4 – CASH AND INVESTMENTS (Continued)

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 reflect their fair value at the end of the fiscal year, and it includes the effects of these adjustments in investment earnings.

B. Custodial Credit Risk

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

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

C. Concentration of Credit Risk

Nearly 36% 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 Farm Credit Bank	\$ 6,000,000
Federal Home Loan Mortgage Corporation	3,000,000

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010**

NOTE 4 – CASH AND INVESTMENTS (Continued)

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

- \$920,025 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 that matures on March 1, 2018.

D. Interest Rate and Credit Risk

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

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

As of June 30, 2010, the City's investments and credit ratings are as follows:

	Credit Rating (S & P)	Maturity				Estimated Fair Value
		31-180 Days	181-365 Days	1-5 Years	Over 5 Years	
Deposits:						
Cash in Bank and on Hand	N/A	\$ --	\$ --	\$ --	\$ --	\$ 5,096,123
City Pooled Investments:						
LAIIF	Not Rated	30,017,060	--	--	--	30,017,060
U. S. Agency Securities:						
Federal Farm Credit Bank	AAA	--	--	6,000,000	--	6,000,000
Federal Home Loan Mortgage Corporation	AAA	--	--	3,000,000	--	3,000,000
Federal National Mortgage Association	AAA	--	--	2,000,000	--	2,000,000
Freddie Mac	AAA	--	--	1,000,000	--	1,000,000
Total City Pooled Investments						42,017,060

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 4 – CASH AND INVESTMENTS (Continued)

	Credit Rating (S & P)	Maturity				Estimated Fair Value
		31-180 Days	181-365 Days	1-5 Years	Over 5 Years	
Cash and Investments with Fiscal Agent:						
Cash in Bank	N/A	--	--	--	--	322,163
Certificates of Deposit	N/A	51,064	--	--	--	51,064
Money Market Mutual Fund	AAA	7,826,272	--	--	--	7,826,272
Guaranteed Investment Contracts	Not Rated	--	--	--	1,677,348	1,677,348
Total Cash and Investments With Fiscal Agent						<u>9,876,847</u>
Total Cash and Investments						<u>\$56,990,030</u>

The City is a voluntary participant in the State of California Local Agency Investment Fund (LAIF). The total amount invested by all public agencies in LAIF as of June 30, 2010 was \$23.3 billion. LAIF is part of the State of California's Pooled Money Investment Account (PMIA), which, as of June 30, 2010 had a balance of \$69.4 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 203 days as of June 30, 2010. 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 Treasurer's portion of the pool. Included in PMIA's investment portfolio are structured notes and asset-backed securities totaling \$625 million and \$3.1 billion, respectively, as of June 30, 2010.

Cash and investments as of June 30, 2010 are classified in the accompanying financial statements as follows:

Statement of Net Assets:	
Cash and investments	\$31,466,040
Restricted cash and investments	10,415,783
Cash and investments with fiscal agents	5,014,231
Statement of Fiduciary Assets and Liabilities:	
Cash and investments	5,231,360
Cash and investments with fiscal agents	<u>4,862,616</u>
Total cash and investments	<u>\$ 56,990,030</u>

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010**

NOTE 5 – INTERFUND TRANSACTIONS

A. Transfers Between Funds

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

Transfers between funds during the fiscal year ended June 30, 2010 were as follows:

Fund Receiving Transfers	Fund Making Transfers	Amount Transferred
General Fund	Water Enterprise Fund	\$ 138,377
Special Sales Tax District Capital Projects Fund	General Fund	3,692,982
Other Governmental Funds	General Fund	7,500
	Spring Lake Capital Projects Fund	320,030
	Special Sales Tax District Capital Projects Fund	390,419
	Sewer Development Capital Projects Fund	364,428
	Other Governmental Funds	2,265,095
	Sewer Enterprise Fund	1,858,476
		5,205,948
Storm Drain Enterprise Fund	General Fund	242,000
Other Enterprise Funds	General Fund	160,000
Internal Service Funds	General Fund	48,604
	Internal Service Funds	191,755
		240,359
		\$ 9,679,666

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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, 2010 were as follows:

Due From	Due To	Amount
Sewer Development Capital Projects Fund	Sewer Enterprise Fund	\$ 637,551
Community Development Block Grant Special Revenue Fund	Other Governmental Funds	194,356
Housing Assistance Grants Special Revenue Fund	Other Governmental Funds	86,700
Other Governmental Funds	Water Enterprise Fund	2,872,103
	Special Sales Tax District Capital Projects Fund	1,694,109
	Spring Lake Capital Projects Fund	1,474,004
	Other Governmental Funds	<u>325,472</u>
		<u>6,365,688</u>
Storm Drain Enterprise Fund	Sewer Enterprise Fund	2,297,666
Other Enterprise Funds	Other Governmental Funds	<u>750,036</u>
		<u>\$ 10,331,997</u>

C. Long-Term Interfund Advances

As of June 30, 2010 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 Special Revenue Fund to cover operating costs incurred by the District on behalf of Spring Lake; the advance is expected to be repaid out of future fees generated by development in Spring Lake. The Sewer Enterprise Fund had advanced \$8,876,227 to the Sewer Development Capital Projects 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. The Recycling Enterprise Fund has advanced \$68,000 to the Construction and Demolition Program Enterprise Fund to cover start-up costs related to implementation and revision of a citywide waste reduction program; the advance will be repaid out of administrative fees and recycling charges paid by development companies.

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010**

NOTE 5 – INTERFUND TRANSACTIONS (Continued)

D. Internal Balances

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

NOTE 6 – RECEIVABLES

Receivables at June 30, 2010, as presented in the statement of net assets are comprised of the following:

	<u>Taxes</u>	<u>Accounts</u>	<u>Inter- governmental</u>	<u>Interest</u>	<u>Total Receivables</u>
Governmental Activities:					
General Fund	\$ 2,554,908	\$ 549,798	\$ 405,059	\$ 46,342	\$ 3,556,107
Spring Lake Capital Projects	--	236,442	--	--	236,442
Sewer Development Community Development Block Grant	--	136,536	--	--	136,536
Woodland Redevelopment Agency Low/Mod Housing	--	--	181,740	--	181,740
Other Governmental Funds	13,421	731	--	--	14,152
Internal Service Funds	172,816	542,514	6,134,428	--	6,849,758
	--	30,863	--	--	30,863
Total Governmental Activities	\$ 2,741,145	\$ 1,496,884	\$ 6,721,227	\$ 46,342	\$ 11,005,598
Business-Type Activities:					
Water	\$ --	\$ 511,729	\$ --	\$ --	\$ 511,729
Sewer	--	775,761	--	--	775,761
Storm Drain	--	10,030	--	--	10,030
Other Enterprise Funds	--	35,515	2,322	--	37,837
Total Business-Type Activities	\$ --	\$ 1,333,035	\$ 2,322	\$ --	\$ 1,335,357

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 the funds in accordance with the City's terms. Although the loans and notes are expected to be repaid in full, their balance has been offset by deferred revenue in the respective governmental funds as they are not expected to be repaid during fiscal year 2010-2011. The City's loan balance of \$25,755,123 is comprised of the following types of loan programs:

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 7 – NOTES RECEIVABLE AND REDEVELOPMENT AGREEMENTS (Continued)

Housing Rehabilitation and Affordable Housing Loans

The housing rehabilitation loans are to provide second mortgages to eligible families for assistance in making repairs to their homes. The affordable housing loans are provided to promote development of low-income housing. Each of the loans is secured by a deed of trust and has various deferred payback terms with interest ranging from 0% to 4%. The balance of the loans receivable arising from this program as of June 30, 2010 was \$4,629,985.

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, 2010, these loans totaled \$6,831,781, consisting of market subsidy loans of \$5,226,373 and BEGIN loans of \$1,605,408 (accrued interest of \$29,700).

First Time Homebuyer Program

The Program is designed to provide second mortgages to eligible families for assistance in purchasing their first house. The maximum loan amount is \$40,000, financed as a 3% interest thirty year deferred payment loan. The balance of the loans receivable arising from this program at June 30, 2010 was \$1,818,021.

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, 2010 the City had issued loans of \$2,749,178 of which \$424,348, which includes accrued interest of \$179,271, 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, 2010 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, 2010 was \$114,167.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 7 – NOTES RECEIVABLE AND REDEVELOPMENT AGREEMENTS (Continued)

During the 2001-2002 fiscal year the Agency loaned \$1,000,000 to the CHOC, secured by a deed of trust, with interest accruing at 3% per annum. However, loan payments of principal and interest were deferred until December 12, 2009, when it was due in full. CHOC defaulted on the loan payment due to financial constraints resulting from greater than expected costs related to upgrades and expansion of the mobile home park facilities. The City and Agency have been working with CHOC to find additional sources of funding to allow completion of the expanded mobile home pads and purchase of additional mobile home coaches. Revenue generated from rental payments for the new coaches is anticipated to provide sufficient resources to repay the loan. On December 14, 2010, the Agency Board voted to extend the due date for accrued principal and interest through January 31, 2013. The balance of this loan receivable as of June 30, 2010 was \$1,252,666.

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 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, 2010, the total outstanding on loans, including interest is \$601,889, which comprises \$190,000 in loans funded by the Agency, \$304,300 representing the Agency's market adjustment, and accrued interest of \$107,589.

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, 2010, the total amount of the loan outstanding, including accrued interest was \$1,802,247. Payment on the loan is secured by a deed of trust and assignment of rents on the Heritage Oaks Apartments. So long as there is no default on the loan, the 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, 2010, the total amount of the loan outstanding, including accrued interest of \$103,811, was \$1,436,845. 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.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 7 – NOTES RECEIVABLE AND REDEVELOPMENT AGREEMENTS (Continued)

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, 2010, the total amount of the loan outstanding, including accrued interest, was \$4,467,871.

NOTE 8 – CAPITAL ASSETS

	July 1, 2009, as Restated	Additions	Retirements	Transfers	June 30, 2010
Governmental Activities:					
Capital assets, not being depreciated:					
Land	\$ 15,371,280	\$ 1,231,133	\$ (125,000)	\$ -	\$ 16,477,413
Intangible assets	1,120,155	-	-	-	1,120,155
Construction in progress	<u>12,657,377</u>	<u>11,538,267</u>	<u>(1,174,750)</u>	<u>(8,996,583)</u>	<u>14,024,311</u>
Total capital assets, not being depreciated:	<u>29,148,812</u>	<u>12,769,400</u>	<u>(1,299,750)</u>	<u>(8,996,583)</u>	<u>31,621,879</u>
Capital assets, being depreciated:					
Buildings	74,083,463	-	-	504,203	74,587,666
Improvements	20,684,609	-	-	923,513	21,608,122
Machinery and equipment	21,343,884	497,408	(765,771)	92,751	21,168,272
Intangible assets	573,788	-	-	254,104	827,892
Infrastructure	<u>234,869,721</u>	<u>689,527</u>	<u>-</u>	<u>7,222,012</u>	<u>242,781,260</u>
Total capital assets, being depreciated:	<u>351,555,465</u>	<u>1,186,935</u>	<u>(765,771)</u>	<u>8,996,583</u>	<u>360,973,212</u>
Less accumulated depreciation for:					
Buildings	(6,593,400)	(1,559,316)	-	-	(8,152,716)
Improvements	(4,781,837)	(443,923)	-	-	(5,225,760)
Machinery and equipment	(13,150,284)	(1,628,201)	744,416	-	(14,034,069)
Intangible assets	(28,364)	(43,821)	-	-	(72,185)
Infrastructure	<u>(92,205,835)</u>	<u>(6,767,080)</u>	<u>-</u>	<u>-</u>	<u>(98,972,915)</u>
Total accumulated depreciation	<u>(116,759,720)</u>	<u>(10,442,341)</u>	<u>744,416</u>	<u>-</u>	<u>(126,457,645)</u>
Total capital assets, being depreciated, net	<u>234,795,745</u>	<u>(9,255,406)</u>	<u>(21,355)</u>	<u>8,996,583</u>	<u>234,515,567</u>
Governmental activities capital assets, net	<u>\$ 263,944,557</u>	<u>\$ 3,513,994</u>	<u>\$ (1,321,105)</u>	<u>-</u>	<u>\$ 266,137,446</u>

As a result of implementing GASB Statement No. 51, the City restated the beginning capital assets and accumulated depreciation balances of land, machinery and equipment and infrastructure for governmental activities as of July 1, 2009, from amounts previously reported, to separately report the City's intangible assets.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 8 – CAPITAL ASSETS (Continued)

	Balance July 1, 2009	Increases	Decreases	Transfers	Balance June 30, 2010
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 3,687,012	\$ 125,000	\$ -	\$ -	\$ 3,812,012
Construction in progress	7,070,787	7,325,656	(360,858)	(2,577,181)	11,458,404
Total capital assets, not being depreciated:	<u>10,757,799</u>	<u>7,450,656</u>	<u>(360,858)</u>	<u>(2,577,181)</u>	<u>15,270,416</u>
Capital assets, being depreciated:					
Ponds	781,056	-	-	-	781,056
Buildings	355,830	-	-	-	355,830
Improvements	41,717,257	-	-	83,020	41,800,277
Machinery and equipment	3,283,454	103,979	-	556,468	3,943,901
Intangible assets	71,677	-	-	39,283	110,960
Sewer treatment plant	15,472,364	-	-	-	15,472,364
Infrastructure	106,604,036	-	-	1,898,410	108,502,446
Total capital assets, being depreciated:	<u>168,285,674</u>	<u>103,979</u>	<u>-</u>	<u>2,577,181</u>	<u>170,966,834</u>
Less accumulated depreciation for:					
Ponds	(431,095)	(15,621)	-	-	(446,716)
Buildings	(278,292)	(6,459)	-	-	(284,751)
Improvements	(16,845,874)	(863,839)	-	-	(17,709,713)
Machinery and equipment	(1,790,860)	(222,009)	-	-	(2,012,869)
Intangible assets	(5,963)	(5,963)	-	-	(11,926)
Sewer treatment plant	(7,038,358)	(370,177)	-	-	(7,408,535)
Infrastructure	(34,552,953)	(2,193,694)	-	-	(36,746,647)
Total accumulated depreciation	<u>(60,943,395)</u>	<u>(3,677,762)</u>	<u>-</u>	<u>-</u>	<u>(64,621,157)</u>
Total capital assets, being depreciated, net	<u>107,342,279</u>	<u>(3,573,783)</u>	<u>-</u>	<u>2,577,181</u>	<u>106,345,677</u>
Business type activities capital assets, net	<u>\$ 118,100,078</u>	<u>\$ 3,876,873</u>	<u>\$ (360,858)</u>	<u>\$ -</u>	<u>\$ 121,616,093</u>

As a result of implementing GASB Statement No. 51, the City restated the beginning capital assets and accumulated depreciation balances of machinery and equipment and infrastructure for business-type activities as of July 1, 2009, from amounts previously reported, to separately report the City's intangible assets.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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	\$ 42,506
Finance	42,332
Community development	26,702
Parks and recreation	562,344
Police	352,560
Fire	93,310
Library	97,886
Public works	8,041,414
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>1,183,287</u>
Total	<u>\$ 10,442,341</u>

Business-type Activities:

Water	\$ 941,920
Sewer	2,110,769
Storm Drain	620,853
Nonmajor enterprise funds	4,220
Total	<u>\$ 3,667,762</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 issues and transactions are summarized below and discussed in detail thereafter.

	Original Issue Amount	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Current Portion
Governmental Activities Debt:						
Woodland Finance Authority 2002 Lease Revenue Bonds, 2.00%- 5.00%, due 03/01/32	\$ 33,215,000	\$ 21,260,000	\$ --	\$ (340,000)	\$ 20,920,000	\$ 350,000
Woodland Finance Authority 2005 Capital Projects Lease Revenue Bonds, 3.00%-5.00%, due 03/01/26	20,390,000	19,060,000	--	(810,000)	18,250,000	840,000
Woodland Finance Authority 2005 Wastewater Revenue Bonds, 3.80%-5.00%, due 03/01/35	7,547,780	7,547,780	--	--	7,547,780	--

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 9 – LONG-TERM DEBT (Continued)

	Original Issue Amount	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Current Portion
Woodland Finance Authority						
2007 Capital Projects Lease Revenue						
Bonds, 4.00%-4.250%, due 03/01/19	\$10,350,000	\$8,690,000	\$ --	\$ (795,000)	\$ 7,895,000	\$ 830,000
Woodland Redevelopment Agency						
2007 Tax Allocation Bonds,						
3.75%-6.00%, due 12/01/34	8,975,000	8,605,000	--	(160,000)	8,445,000	170,000
Original Issue Discount	(144,873)	(130,385)	--	7,244	(123,141)	(7,244)
Deferred Amount on Refunding	(64,951)	(58,455)	--	3,248	(55,207)	(3,248)
Loans Payable:						
California Housing Finance Agency Loan						
3.00%, due 09/18/11	1,000,000	1,222,050	30,000	--	1,252,050	--
Housing and Urban Development Loan						
2.1-2.6%, due 08/0/14	1,000,000	600,000	--	(100,000)	500,000	100,000
California Housing Finance Agency Loan						
3.00%, due 8/23/14	1,550,000	1,755,747	46,500	--	1,802,247	--
California Energy Commission						
3.85%	2,150,000	1,274,119	--	(161,385)	1,112,734	167,886
California Housing Finance Agency Loan						
3.50%, due 5/7/17	1,250,000	1,303,715	43,750	--	1,347,465	--
Developer Fee Obligations	--	34,911,230	689,527	(1,433,786)	34,166,971	1,283,216
Other Postemployment Benefits	--	2,362,371	3,846,078	(1,483,284)	4,725,165	--
Compensated Absences	--	1,617,294	1,932,971	(1,815,333)	1,734,932	221,672
Capital Leases:						
Capital lease obligation,						
4.39%, due 5/30/16	1,152,000	705,203	--	(88,051)	617,152	91,961
Capital lease obligation,						
3.99%, due 12/22/10	270,000	86,699	--	(57,223)	29,476	29,475
Capital lease obligation,						
4.049%, 9/17/14	1,058,000	539,249	--	(94,118)	445,131	97,987
Capital lease obligations						
4.8%, due 07/01/11	1,610,045	564,781	--	(179,478)	385,303	188,122
Capital lease obligation,						
4.22% due 1/1/018	650,000	608,646	--	(57,476)	551,170	60,267
Capital lease obligation,						
5.10% due 12/10/17	586,000	559,895	--	(54,208)	505,687	56,987
Capital lease obligation,						
5.00% due 2/20/14	460,000	439,613	--	(84,130)	355,483	88,416
Total Governmental Activities Debt	<u>\$ 93,004,001</u>	<u>\$ 113,524,552</u>	<u>\$6,588,826</u>	<u>\$ (7,702,980)</u>	<u>\$ 112,410,398</u>	<u>\$ 4,565,497</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 9 – LONG-TERM DEBT (Continued)

	Original Issue Amount	Balance June 30, 2009	Additions	Retirements	Balance June 30, 2010	Current Portion
Business-type Activities Debt						
Woodland Finance Authority						
2005 Wastewater Revenue Bonds, 3.80%-5.00%, due 03/01/35	\$ 10,087,220	\$ 10,087,220	\$ --	\$ --	\$ 10,087,220	\$ --
Woodland Finance Authority 2009 Wastewater Revenue Bonds, 4.00%-4.50%, due 03/1/32	12,115,000	--	12,115,000	--	12,115,000	--
Woodland Finance Authority 2008 Water Revenue Bonds 5.00% -8.00%, due 12/1/33	9,250,000	9,170,000	--	(195,000)	8,975,000	205,000
1992 Wastewater Improvement Certificates of Participation, 2.75%-6.0%, due 03/01/18	17,335,000	2,460,000	--	(770,000)	1,690,000	820,000
Less unamortized original issue discount	(1,285,400)	(154,249)	--	51,416	(102,833)	(51,416)
Certificates of Participation, net	16,049,600	2,305,751	--	(678,584)	1,587,167	768,584
Other Postemployment Benefits	--	512,375	902,007	(341,722)	1,072,660	--
Compensated Absences	--	308,120	429,398	(372,942)	364,576	77,120
Total Business-type Activities Debt	\$ 47,501,820	\$ 22,383,466	\$ 13,446,405	\$ (1,628,248)	\$ 34,201,623	\$1,050,704

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 on March 1. 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 on March 1. 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 BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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 on March 1. 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 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, 2010, was \$1,880,000, 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 on June 1. 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. 2009 Wastewater Revenue Bonds

In November 2009, the Authority issued Revenue Bonds in the principal amount of \$12,115,000. The Revenue Bonds bear interest at 3.00% to 5.00%. 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.

I. 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 \$1,000,000 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. The City has determined that the loan repayments are 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.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 9 – LONG-TERM DEBT (Continued)

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.

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, 2010, the City had drawn down a total of \$1,578,397 of the available loan proceeds and \$1,112,734 in principal is still 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.

J. Developer Fee Obligations

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

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 BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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 Wastewater Improvement Certificates of Participation

The 1992 Wastewater 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, and 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
2011	\$ 2,190,000	\$ 2,881,847	\$ 1,025,000	\$ 1,545,121
2012	2,275,000	2,797,670	1,085,000	1,487,596
2013	2,761,240	2,707,904	828,760	1,426,571
2014	2,870,520	2,598,703	859,480	1,518,549
2015	2,984,800	2,482,161	895,200	1,603,737
2016-2020	21,893,860	11,543,176	5,051,140	7,296,918
2021-2025	14,357,880	7,285,257	6,267,120	5,836,225
2026-2030	7,278,220	3,006,997	7,866,780	3,927,441
2031-2035	6,446,260	1,027,507	8,988,740	1,409,408
Total	<u>\$ 63,057,780</u>	<u>\$ 35,477,575</u>	<u>\$ 32,867,220</u>	<u>\$ 26,051,566</u>

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

For the Year Ending June 30,	Governmental Activities	
	Principal	Interest
2011	\$ 267,886	\$ 64,622
2012	274,425	53,341
2013	281,475	41,415
2014	288,714	29,156
2015	4,698,004	16,493
2016-2017	203,992	6,082
Total	<u>\$ 6,014,496</u>	<u>\$ 211,109</u>

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

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, 2010 are as follows:

Year Ending June 30,	Governmental Activities
2011	\$ 740,105
2012	710,188
2013	503,510
2014	477,373
2015	313,059
2016-2018	556,051
Total minimum lease payments	3,300,286
Less amount representing interest	(410,884)
Present value of minimum lease payments	<u>\$ 2,889,402</u>

Capital assets acquired through capital leases as of June 30, 2010 is as follows:

	Governmental Activities
Machinery and equipment	\$ 5,335,529
Less: Accumulated depreciation	<u>(2,702,779)</u>
Total	<u>\$ 2,632,750</u>

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, 2010 is as follows:

East Main Street Reassessment District, Series 2001	\$ 6,340,000
Beamer-Kentucky Assessment District	1,185,000
Gibson Ranch Community Facilities District, Phase 1, Series 2001	5,210,000
Gibson Ranch Community Facilities District, Series 2003	2,230,000
Gibson Ranch Community Facilities District, Refunding Bonds, Series 2004	4,460,000
Gibson Ranch Community Facilities District, Series 2004	2,325,000
Spring Lake Community Facilities District, Series 2004	30,540,000
Total Special Assessment Debt With no City Commitment	<u>\$ 52,290,000</u>

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010**

NOTE 10 – NET ASSETS AND FUND BALANCES

Fund Equity Deficits

The following funds had fund balance or net assets deficits as of June 30, 2010:

Capital Projects Funds:	
Sewer Development	\$ 7,082,396
Park Reserve	432,605
City Capital Projects	2,791,026
Special Revenue Funds:	
Housing Assistance Grants	86,700
Housing Monitoring	27,603
Special Transportation	495,590
Gas Tax	691,930
Fire Suppression District	1,881,477
CDBG American Recovery and Reinvestment Act	2,744
Enterprise Funds:	
Construction and Demolition Program	18,979
Fire Training Center	7,801
Cemetery	193,819
Dubach Park	595,037

The deficit in the City Capital Projects and Park Reserve Funds are 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 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 Fund deficit will be cured by future special assessment and development related fees collected from the Spring Lake Project; the fund deficit in the CDBG American Recovery and Reinvestment Act special revenue fund will be cured upon receipt of funds from revenue claims on reimbursable federal projects; the Housing Assistance Grants Fund deficit will be cured by future reimbursement claims and grant funds. The Fire Training Center Fund deficit is expected to be cured by revenues for use of the training facility and Cemetery, Construction and Demolition Program and Dubach Park Fund deficits are expected to be cured by fee revenue and sale of surplus property. The Cemetery has been undergoing a major renovation to allow additional space to accommodate more customers; this is expected to have a positive impact on fee revenues to address the current deficit.

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010**

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.

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, 2010 were 14.718% for Miscellaneous and 19.496% 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, 2010, the City’s annual pension cost of \$5,759,294, 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		
6/30/08	\$ 2,512,893	\$ 2,317,237	100%	--
6/30/09	2,821,646	2,674,405	100%	--
6/30/10	2,903,230	2,856,064	100%	--

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 11 – PENSION PLAN (Continued)

Actuarial Methods and Assumptions

For the year ended June 30, 2010, the required annual contributions were determined as part of the June 30, 2007 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 at June 30, 2010, the most recent actuarial valuation, for the Miscellaneous and Safety Plans was 27 and 26 years, respectively.

Funded Status and Funding Progress

As of June 30, 2009, the most recent actuarial valuation date, the City's Safety Plan was 80.5% funded. The actuarial accrued liability for benefits was \$87,762,686, and the actuarial value of assets was \$70,645,378 resulting in an unfunded actuarial accrued liability (UAAL) of \$17,117,308. The covered payroll (annual payroll of active employees covered by the plan) was \$10,023,068 and the ratio of the UAAL to the covered payroll was 170.8%.

As of June 30, 2009, the most recent actuarial valuation date, the City's Miscellaneous Plan was 78.1% funded. The actuarial accrued liability for benefits was \$79,034,005, and the actuarial value of assets was \$61,762,034, resulting in an unfunded actuarial accrued liability (UAAL) of \$17,271,971. The covered payroll (annual payroll of active employees covered by the plan) was \$13,456,471 and the ratio of the UAAL to the covered payroll was 128.4%.

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.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 12 – OTHER POSTEMPLOYMENT 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 postemployment medical coverage to its eligible employees who satisfy the requirements for retirement under CalPERS (attained age 50 with 5 years of State or public agency service or approved disability retirement). Coverage is also extended to spouses and surviving spouses of retirees. The City contributes the full cost of retiree coverage up to specific limits set in collective bargaining agreements. Benefit provisions of the plan are established and may be amended by the City Council through collective bargaining.

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 2010, the limits are
 - \$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 2010 MEC is \$105 per month. If a covered spouse survives the retiree, the City will continue the applicable contribution toward the spouse's coverage until his or her death.

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

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

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. For the year ended June 30, 2010, the City contributed \$1,825,006, representing premium payments on behalf of its retired employees.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

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 OPEB cost, for the year ended June 30, 2010, 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
6/30/2010	4,748,085	1,825,006	38%	5,797,825

The following table shows the components of the City's annual OPEB cost, the amount actually contributed to the plan, and changes in the City's net OPEB obligation for the year ended June 30, 2010.

Annual required contribution (ARC)	\$ 4,795,207
Interest on net OPEB obligation	129,364
Adjustment to the ARC	<u>(176,486)</u>
Annual OPEB cost (expense)	4,748,085
Contributions made	<u>(1,825,006)</u>
Increase in net OPEB obligation	2,923,079
Net OPEB obligation - beginning of year	<u>2,874,746</u>
Net OPEB obligation - end of year	<u>\$ 5,797,825</u>

Funded Status and Funding Progress

The funded status of the plan as of June 30, 2010, which was determined from the January 1, 2009 actuarial valuation, was as follows:

Actuarial accrued liability (AAL)	\$ 55,792,898
Actuarial value of plan assets	<u>-</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 55,792,898</u>
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%

**CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010**

NOTE 12 – OTHER POSTEMPLOYMENT BENEFITS (Continued)

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 January 1, 2009 actuarial valuation, the entry age normal cost method, level percent of pay was used. The actuarial assumptions included a 4.5 percent investment rate of return (if no prefunding occurs), 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.

NOTE 13 – RISK MANAGEMENT

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

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.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 13 – RISK MANAGEMENT (Continued)

A. Coverage

The City is one of ten member agencies which constitute the Yolo County Public Agency Risk Management Insurance Authority (YCPARMIA). YCPARMIA was formed in 1979 to develop an effective risk management program to reduce the amount and frequency of losses by pooling the agencies' self-insurance losses and jointly purchasing excess insurance. A Risk Manager was hired to administer the YCPARMIA program. YCPARMIA provides workers' compensation insurance coverage up to \$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 fiscal year ended June 30, 2010 the City contributed \$1,245,918 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 it has retained the risk for the deductible, or uninsured portion of these claims. As of June 30, 2010, the City has not recorded a liability for any outstanding uninsured claims.

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 Counsel believes that the ultimate liability on the part of the City is reasonably possible. While unknown at this time, the cleanup costs could theoretically 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, 2010 have not been concluded. Accordingly, the City's compliance with the applicable grant requirements is yet to be established. The amount, if any, of expenditures which may be disallowed by the grantor agencies cannot be determined at this time, although the City's management does not expect such amounts, if any, to be material.

CITY OF WOODLAND, CALIFORNIA
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
YEAR ENDED JUNE 30, 2010

NOTE 15 – NEW ACCOUNTING PRONOUNCEMENTS

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.

In June 2010, GASB issued Statement No. 59, *Financial Instrument Omnibus*, which updates and improves existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools.

The City has been analyzing its accounting practices to determine the potential impact on the City's financial statements due to GASB Statement No. 54 and No. 59, which will be implemented during the year ended June 30, 2011.

NOTE 16 – SUBSEQUENT EVENT

In December 2010, the City approved an Installment Purchase Agreement with the Woodland Davis Clean Water Agency (WDCWA), a joint powers authority charged with implementation of a regional surface water intake and treatment facility. The Installment Purchase Agreement obligates the City to pay its share of the costs associated with a water purchase agreement between WDCWA and a private agency. The water purchase agreement commits WDCWA to purchase 10,000 acre feet of water each year for 24 years, from 2016 through 2039 at a price of \$2.6 million, inflated by 2% annually. The City's share of the water purchase agreement, over the same time period, will total approximately \$42,632,744. At the end of the 24 year period, WDCWA will own the right to the water and will no longer be required to make annual payments.

In February 2011, the Woodland Finance Authority issued Water Revenue Bonds (Series 2011) in the principal amount of \$18,815,000. The Revenue Bonds bear interest at 2.0% to 5.56%. Principal payments are due annually commencing March 1, 2012. Interest payments are due semiannually on March 1 and September 1. The proceeds will be used to refund the 2008 Water Revenue Bonds and for construction of various improvements to the City's water system, including installation of water meters, construction of a three million gallon ground level water storage tank and for well and pipe replacement and rehabilitation.

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF FUNDING PROGRESS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2010**

Safety Plan

Valuation Date	Entry Age Accrued Actuarial Liability	Value of Assets	Unfunded Accrued Actuarial Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as % of Payroll
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%
2009	87,762,686	70,645,378	17,117,308	80.5%	10,023,068	170.8%

Miscellaneous Plan

Valuation Date	Entry Age Accrued Actuarial Liability	Value of Assets	Unfunded Accrued Actuarial Liability	Funded Ratio	Annual Covered Payroll	Unfunded Liability as % of Payroll
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%
2009	79,034,005	61,762,034	17,271,971	78.1%	13,456,471	128.4%

Other Postemployment Benefit Plan

Valuation Date	Actuarial Accrued Liability	Value of Assets	Unfunded Accrued Actuarial 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%

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 3,539,200	\$ 2,151,359	\$ 5,720,901	\$ 11,411,460
Cash and investments with fiscal agents	90,085	2,412,213	421,746	2,924,044
Receivables	6,260,655	-	589,103	6,849,758
Due from other funds	761,535	-	595,029	1,356,564
Long-term notes receivable	51,561	-	50,473	102,034
Advances to other funds	-	-	4,387,441	4,387,441
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 10,703,036</u>	<u>\$ 4,563,572</u>	<u>\$ 11,764,693</u>	<u>\$ 27,031,301</u>
LIABILITIES AND FUND BALANCES (DEFICITS)				
Liabilities:				
Accounts payable	\$ 1,998,854	\$ 2,000	\$ 615,821	\$ 2,616,675
Deposits	-	-	293,361	293,361
Due to other funds	4,724,814	-	1,640,874	6,365,688
Deferred revenue	439,612	-	340,007	779,619
Advances from other funds	1,932,854	-	2,020,989	3,953,843
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>9,096,134</u>	<u>2,000</u>	<u>4,911,052</u>	<u>14,009,186</u>
Fund balances (deficits):				
Reserved for:				
Debt service	-	4,561,572	-	4,561,572
Capital projects	-	-	5,344,207	5,344,207
Advances to other funds	-	-	4,387,441	4,387,441
Unreserved/undesignated	1,606,902	-	(2,878,007)	(1,271,105)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balances (deficits)	<u>1,606,902</u>	<u>4,561,572</u>	<u>6,853,641</u>	<u>13,022,115</u>
Total liabilities and fund balances (deficits)	<u>\$ 10,703,036</u>	<u>\$ 4,563,572</u>	<u>\$ 11,764,693</u>	<u>\$ 27,031,301</u>

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**CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2010**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES:				
Taxes	\$ 347,278	\$ -	\$ 1,097,376	\$ 1,444,654
Intergovernmental	10,720,441	-	31,030	10,751,471
Charges for services	1,327,397	-	-	1,327,397
Licenses and permits	-	-	1,077,288	1,077,288
Investment earnings	37,105	110,997	85,315	233,417
Miscellaneous	31,452	-	11,189	42,641
Total revenues	<u>12,463,673</u>	<u>110,997</u>	<u>2,302,198</u>	<u>14,876,868</u>
EXPENDITURES:				
Current:				
General government	-	-	75,551	75,551
Finance	40,415	-	369,130	409,545
Community development	620,953	-	2,638,986	3,259,939
Parks and recreation	821,989	-	41,960	863,949
Police	414,853	-	-	414,853
Fire	259,195	-	-	259,195
Library	336,744	-	54,921	391,665
Public works	10,327,139	-	3,180,191	13,507,330
Debt service:				
Principal	-	2,105,000	-	2,105,000
Interest	-	3,471,669	-	3,471,669
Total expenditures	<u>12,821,288</u>	<u>5,576,669</u>	<u>6,360,739</u>	<u>24,758,696</u>
Deficiency of revenues under expenditures	<u>(357,615)</u>	<u>(5,465,672)</u>	<u>(4,058,541)</u>	<u>(9,881,828)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	17,500	5,188,448	-	5,205,948
Transfers out	(10,000)	-	(2,255,095)	(2,265,095)
Total other financing sources (uses)	<u>7,500</u>	<u>5,188,448</u>	<u>(2,255,095)</u>	<u>2,940,853</u>
Net change in fund balances	(350,115)	(277,224)	(6,313,636)	(6,940,975)
Fund balances, beginning of year	<u>1,957,017</u>	<u>4,838,796</u>	<u>13,167,277</u>	<u>19,963,090</u>
Fund balances (deficits), end of year	<u>\$ 1,606,902</u>	<u>\$ 4,561,572</u>	<u>\$ 6,853,641</u>	<u>\$ 13,022,115</u>

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.

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.

CDBG AMERICAN RECOVERY & REINVESTMENT ACT – accounts for the revenues and expenditures related to additional Community Development Block Grant Funds received as a part of the federal American Recovery and Reinvestment Act.

AMERICAN RECOVERY & REINVESTMENT ACT – accounts for the revenues and expenditures related to funds received as part of the federal American Recovery and Reinvestment Act for a variety of projects.

POLICE GRANTS – accounts for the revenues and expenditures related to federal grants received to assist with hiring of peace officers for the City.

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010**

	Streng Pond Landscape Maintenance District	North Park Landscape Maintenance District	Gibson Ranch Landscape Maintenance District	Special Needs Assistance Grant	Housing Monitoring
ASSETS					
Cash and investments	\$ 27,943	\$ 15,699	\$ 552,522	\$ -	\$ -
Cash and investments with fiscal agents	-	-	-	52,324	-
Receivables	722	1,335	26,231	16,992	1,390
Due from other funds	-	-	-	-	-
Long-term notes receivable	-	-	-	-	-
Total assets	\$ 28,665	\$ 17,034	\$ 578,753	\$ 69,316	\$ 1,390
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts payable	\$ 230	\$ 1,415	\$ 6,979	\$ 16,297	\$ -
Due to other funds	-	-	-	40,280	28,993
Deferred revenue	-	-	-	-	-
Advances from other funds	-	-	-	-	-
Total liabilities	230	1,415	6,979	56,577	28,993
Fund balances (deficits):					
Unreserved, undesignated	28,435	15,619	571,774	12,739	(27,603)
Total liabilities and fund balances (deficits)	\$ 28,665	\$ 17,034	\$ 578,753	\$ 69,316	\$ 1,390

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010**

Transit	Proposition 172	Transportation	Literacy Grant	Special Transportation	Gas Tax	
\$ 159,635	\$ 173,940	\$ 173,416	\$ 719	\$ -	\$ -	ASSETS
-	-	-	-	-	-	Cash and investments
574,026	61,469	55,544	2,029	585,469	2,315	Cash and investments with fiscal agents
-	-	27,891	-	-	-	Receivables
-	-	-	-	-	-	Due from other funds
-	-	-	-	-	-	Long-term notes receivable
\$ 733,661	\$ 235,409	\$ 256,851	\$ 2,748	\$ 585,469	\$ 2,315	Total assets
						LIABILITIES AND FUND BALANCES (DEFICITS)
						Liabilities:
\$ -	\$ -	\$ 24,581	\$ 2,394	\$ 50,218	\$ 30,978	Accounts payable
27,891	-	-	-	1,030,841	663,267	Due to other funds
388,051	-	-	-	-	-	Deferred revenue
-	-	-	-	-	-	Advances from other funds
415,942	-	24,581	2,394	1,081,059	694,245	Total liabilities
						Fund balances (deficits):
317,719	235,409	232,270	354	(495,590)	(691,930)	Unreserved, undesignated
\$ 733,661	\$ 235,409	\$ 256,851	\$ 2,748	\$ 585,469	\$ 2,315	Total liabilities and fund balances (deficits)

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010**

	Asset Seizure	Historical Walking Tour	Supplemental Law Enforcement Services Grant	Local Law Enforcement Block Grant	COPS MORE Technology Grant	State Grant Programs
ASSETS						
Cash and investments	\$ 49,716	\$ 6,467	\$ 84,462	\$ 1,366	\$ 7,869	\$ 189,601
Cash and investments with fiscal agents	-	-	-	-	-	-
Receivables	-	-	-	-	-	143,467
Due from other funds	-	-	-	-	-	166,870
Long-term notes receivable	-	-	-	-	-	-
Total assets	\$ 49,716	\$ 6,467	\$ 84,462	\$ 1,366	\$ 7,869	\$ 499,938
LIABILITIES AND FUND BALANCES (DEFICITS)						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-
Total liabilities	-	-	-	-	-	-
Fund balances (deficits):						
Unreserved, undesignated	49,716	6,467	84,462	1,366	7,869	499,938
Total liabilities and fund balances (deficits)	\$ 49,716	\$ 6,467	\$ 84,462	\$ 1,366	\$ 7,869	\$ 499,938

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010**

State Library Programs	Cemetery Endowment	West Wood Lighting & Landscaping District	Spring Lake Lighting & Landscaping District	Spring Lake Sports Park Maintenance CFD	Fire Suppression District	
\$ 166,794	\$ 172,410	\$ 32,571	\$ 631,448	\$ 38,652	\$ 47,448	ASSETS
-	-	-	-	-	-	Cash and investments
15,434	-	966	20,660	7,571	3,929	Cash and investments with fiscal agents
-	155,007	-	-	-	-	Receivables
-	-	-	-	-	-	Due from other funds
-	-	-	-	-	-	Long-term notes receivable
<u>\$ 182,228</u>	<u>\$ 327,417</u>	<u>\$ 33,537</u>	<u>\$ 652,108</u>	<u>\$ 46,223</u>	<u>\$ 51,377</u>	Total assets
						LIABILITIES AND FUND BALANCES (DEFICITS)
\$ 11,738	\$ -	\$ 1,403	\$ 32,059	\$ 3,611	\$ -	Liabilities:
-	-	-	-	-	-	Accounts payable
-	-	-	-	-	-	Due to other funds
-	-	-	-	-	-	Deferred revenue
-	-	-	-	-	1,932,854	Advances from other funds
<u>11,738</u>	<u>-</u>	<u>1,403</u>	<u>32,059</u>	<u>3,611</u>	<u>1,932,854</u>	Total liabilities
170,490	327,417	32,134	620,049	42,612	(1,881,477)	Fund balances (deficits):
						Unreserved, undesignated
<u>\$ 182,228</u>	<u>\$ 327,417</u>	<u>\$ 33,537</u>	<u>\$ 652,108</u>	<u>\$ 46,223</u>	<u>\$ 51,377</u>	Total liabilities and fund balances (deficits)

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**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010**

	Off-Site Affordable Housing	Workforce Housing Grants	Gateway Lighting & Landscaping District	CDBG American Recovery & Reinvestment Act	American Recovery & Reinvestment Act	Police Grants	Total Nonmajor Special Revenue Funds
ASSETS							
Cash and investments	\$ 614,025	\$ 107,210	\$ 105,103	\$ -	\$ 135,127	\$ 45,057	\$ 3,539,200
Cash and investments with fiscal agents	-	-	-	37,761	-	-	90,085
Receivables	-	-	4,027	23,678	4,713,401	-	6,260,655
Due from other funds	411,767	-	-	-	-	-	761,535
Long-term notes receivable	-	31,661	-	19,900	-	-	51,561
Total assets	<u>\$ 1,025,792</u>	<u>\$ 138,871</u>	<u>\$ 109,130</u>	<u>\$ 81,339</u>	<u>\$ 4,848,528</u>	<u>\$ 45,057</u>	<u>\$ 10,703,036</u>
LIABILITIES AND FUND BALANCES (DEFICITS)							
Liabilities:							
Accounts payable	\$ -	\$ 9,565	\$ 3,560	\$ 2,744	\$ 1,801,082	\$ -	\$ 1,998,854
Due to other funds	-	-	-	61,439	2,872,103	-	4,724,814
Deferred revenue	-	31,661	-	19,900	-	-	439,612
Advances from other funds	-	-	-	-	-	-	1,932,854
Total liabilities	<u>-</u>	<u>41,226</u>	<u>3,560</u>	<u>84,083</u>	<u>4,673,185</u>	<u>-</u>	<u>9,096,134</u>
Fund balances (deficits):							
Unreserved, undesignated	<u>1,025,792</u>	<u>97,645</u>	<u>105,570</u>	<u>(2,744)</u>	<u>175,343</u>	<u>45,057</u>	<u>1,606,902</u>
Total liabilities and fund balances (deficits)	<u>\$ 1,025,792</u>	<u>\$ 138,871</u>	<u>\$ 109,130</u>	<u>\$ 81,339</u>	<u>\$ 4,848,528</u>	<u>\$ 45,057</u>	<u>\$ 10,703,036</u>

**CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010**

	Streng Pond Landscape Maintenance District	North Park Landscape Maintenance District	Gibson Ranch Landscape Maintenance District	Special Needs Assistance Grant	Housing Monitoring
REVENUES:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	251,438	-
Charges for services	14,270	26,586	504,409	-	17,194
Investment earnings	325	181	6,413	-	-
Miscellaneous	-	-	1,651	-	-
Total revenues	14,595	26,767	512,473	251,438	17,194
EXPENDITURES:					
Current:					
Finance	2,777	1,380	8,035	-	-
Community development	-	-	-	242,711	21,456
Parks and recreation	4,323	19,941	345,845	-	-
Police	-	-	-	-	-
Fire	-	-	-	-	-
Library	-	-	-	-	-
Public works	-	2,325	141,703	-	-
Total expenditures	7,100	23,646	495,583	242,711	21,456
Excess (deficiency) of revenues over (under) expenditures	7,495	3,121	16,890	8,727	(4,262)
OTHER FINANCING SOURCES (USES):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net change in fund balance	7,495	3,121	16,890	8,727	(4,262)
Fund balances (deficits), beginning of year	20,940	12,498	554,884	4,012	(23,341)
Fund balances (deficits), end of year	\$ 28,435	\$ 15,619	\$ 571,774	\$ 12,739	\$ (27,603)

CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010

Transit	Proposition 172	Transportation	Literacy Grant	Special Transportation	Gas Tax	
\$ -	\$ 347,278	\$ -	\$ -	\$ -	\$ -	REVENUES:
1,557,356	-	977,370	87,355	763,878	927,423	Taxes
-	-	-	-	-	-	Intergovernmental
-	2,019	2,013	9	-	-	Charges for services
-	-	-	22,359	-	3,273	Investment earnings
<u>1,557,356</u>	<u>349,297</u>	<u>979,383</u>	<u>109,723</u>	<u>763,878</u>	<u>930,696</u>	Miscellaneous
						Total revenues
-	-	-	-	-	-	EXPENDITURES:
-	-	52,685	-	9,982	-	Current:
-	-	-	-	-	-	Finance
-	133,896	-	-	-	-	Community development
-	234,361	-	-	-	-	Parks and recreation
-	-	-	136,948	-	-	Police
1,256,509	-	1,115,546	-	1,062,509	1,223,087	Fire
<u>1,256,509</u>	<u>368,257</u>	<u>1,168,231</u>	<u>136,948</u>	<u>1,072,491</u>	<u>1,223,087</u>	Library
						Public works
						Total expenditures
<u>300,847</u>	<u>(18,960)</u>	<u>(188,848)</u>	<u>(27,225)</u>	<u>(308,613)</u>	<u>(292,391)</u>	Excess (deficiency) of revenues over (under) expenditures
-	-	-	17,500	-	-	OTHER FINANCING SOURCES (USES):
-	-	-	-	-	-	Transfers in
-	-	-	17,500	-	-	Transfers out
						Total other financing sources (uses)
300,847	(18,960)	(188,848)	(9,725)	(308,613)	(292,391)	Net change in fund balance
16,872	254,369	421,118	10,079	(186,977)	(399,539)	Fund balances (deficits), beginning of year
<u>\$ 317,719</u>	<u>\$ 235,409</u>	<u>\$ 232,270</u>	<u>\$ 354</u>	<u>\$ (495,590)</u>	<u>\$ (691,930)</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
 YEAR ENDED JUNE 30, 2010**

	Asset Seizure	Historical Walking Tour	Supplemental Law Enforcement Services Grant	Local Law Enforcement Block Grant	COPS MORE Technology Grant	State Grant Programs
REVENUES:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	56,531	-	-	-
Charges for services	9,215	780	-	-	-	-
Investment earnings	577	75	980	16	91	2,199
Miscellaneous	-	-	-	-	-	-
Total revenues	<u>9,792</u>	<u>855</u>	<u>57,511</u>	<u>16</u>	<u>91</u>	<u>2,199</u>
EXPENDITURES:						
Current:						
Finance	-	-	-	-	-	-
Community development	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Police	371	-	94,185	-	-	-
Fire	-	-	-	-	-	-
Library	-	-	-	-	-	-
Public works	-	-	-	-	-	86,282
Total expenditures	<u>371</u>	<u>-</u>	<u>94,185</u>	<u>-</u>	<u>-</u>	<u>86,282</u>
Excess (deficiency) of revenues over (under) expenditures	<u>9,421</u>	<u>855</u>	<u>(36,674)</u>	<u>16</u>	<u>91</u>	<u>(84,083)</u>
OTHER FINANCING SOURCES (USES):						
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	9,421	855	(36,674)	16	91	(84,083)
Fund balances (deficits), beginning of year	40,295	5,612	121,136	1,350	7,778	584,021
Fund balances (deficits), end of year	<u>\$ 49,716</u>	<u>\$ 6,467</u>	<u>\$ 84,462</u>	<u>\$ 1,366</u>	<u>\$ 7,869</u>	<u>\$ 499,938</u>

**CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010**

State Library Programs	Cemetery Endowment	West Wood Lighting & Landscaping District	Spring Lake Lighting & Landscaping District	Spring Lake Sports Park Maintenance CFD	Fire Suppression District	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	REVENUES:
98,258	-	-	-	-	-	Taxes
-	5,684	19,274	421,304	150,583	77,575	Intergovernmental
1,936	2,001	379	7,329	449	-	Charges for services
4,169	-	-	-	-	-	Investment earnings
<u>104,363</u>	<u>7,685</u>	<u>19,653</u>	<u>428,633</u>	<u>151,032</u>	<u>77,575</u>	Miscellaneous
						Total revenues
-	-	1,121	11,469	8,466	4,818	EXPENDITURES:
-	-	-	20,961	-	-	Current:
-	-	14,921	255,692	164,180	-	Finance
-	-	-	-	-	-	Community development
-	-	-	-	-	-	Parks and recreation
199,796	-	-	-	-	24,834	Police
-	-	-	-	-	-	Fire
-	-	1,271	196,304	-	-	Library
<u>199,796</u>	<u>-</u>	<u>17,313</u>	<u>484,426</u>	<u>172,646</u>	<u>29,652</u>	Public works
						Total expenditures
<u>(95,433)</u>	<u>7,685</u>	<u>2,340</u>	<u>(55,793)</u>	<u>(21,614)</u>	<u>47,923</u>	Excess (deficiency) of revenues over (under) expenditures
-	-	-	-	-	-	OTHER FINANCING SOURCES (USES):
(10,000)	-	-	-	-	-	Transfers in
(10,000)	-	-	-	-	-	Transfers out
						Total other financing sources (uses)
(105,433)	7,685	2,340	(55,793)	(21,614)	47,923	Net change in fund balance
<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), beginning of year
<u>\$ 170,490</u>	<u>\$ 327,417</u>	<u>\$ 32,134</u>	<u>\$ 620,049</u>	<u>\$ 42,612</u>	<u>\$ (1,881,477)</u>	Fund balances (deficits), end of year

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CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2010

	Off-Site Affordable Housing	Workforce Housing Grants	Gateway Lighting & Landscaping District	CDBG American Recovery & Reinvestment Act	American Recovery & Reinvestment Act	Police Grants	Total Nonmajor Special Revenue Funds
REVENUES:							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 347,278
Intergovernmental	-	315,800	-	61,439	5,567,396	56,197	10,720,441
Charges for services	-	-	80,523	-	-	-	1,327,397
Investment earnings	7,126	1,245	1,219	-	-	523	37,105
Miscellaneous	-	-	-	-	-	-	31,452
Total revenues	<u>7,126</u>	<u>317,045</u>	<u>81,742</u>	<u>61,439</u>	<u>5,567,396</u>	<u>56,720</u>	<u>12,463,673</u>
EXPENDITURES:							
Current:							
Finance	-	-	2,349	-	-	-	40,415
Community development	-	208,975	-	64,183	-	-	620,953
Parks and recreation	-	-	17,087	-	-	-	821,989
Police	-	-	-	-	174,738	11,663	414,853
Fire	-	-	-	-	-	-	259,195
Library	-	-	-	-	-	-	336,744
Public works	-	-	24,288	-	5,217,315	-	10,327,139
Total expenditures	<u>-</u>	<u>208,975</u>	<u>43,724</u>	<u>64,183</u>	<u>5,392,053</u>	<u>11,663</u>	<u>12,821,288</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,126</u>	<u>108,070</u>	<u>38,018</u>	<u>(2,744)</u>	<u>175,343</u>	<u>45,057</u>	<u>(357,615)</u>
OTHER FINANCING SOURCES (USES):							
Transfers in	-	-	-	-	-	-	17,500
Transfers out	-	-	-	-	-	-	(10,000)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,500</u>
Net change in fund balance	7,126	108,070	38,018	(2,744)	175,343	45,057	(350,115)
Fund balances (deficits), beginning of year	<u>1,018,666</u>	<u>(10,425)</u>	<u>67,552</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,957,017</u>
Fund balances (deficits), end of year	<u>\$ 1,025,792</u>	<u>\$ 97,645</u>	<u>\$ 105,570</u>	<u>\$ (2,744)</u>	<u>\$ 175,343</u>	<u>\$ 45,057</u>	<u>\$ 1,606,902</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 14,435	\$ 14,435	\$ 14,270	\$ (165)
Investment earnings	-	-	325	325
Total revenues	<u>14,435</u>	<u>14,435</u>	<u>14,595</u>	<u>160</u>
EXPENDITURES:				
Current:				
Finance	5,000	5,000	2,777	2,223
Parks and recreation	<u>7,298</u>	<u>7,298</u>	<u>4,323</u>	<u>2,975</u>
Total expenditures	<u>12,298</u>	<u>12,298</u>	<u>7,100</u>	<u>5,198</u>
Net change in fund balance	<u>\$ 2,137</u>	<u>\$ 2,137</u>	7,495	<u>\$ 5,358</u>
Fund balance, beginning of year			<u>20,940</u>	
Fund balance, end of year			<u>\$ 28,435</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, 2010**

	<u>Budgeted Amounts</u>		<u>Amount Actuals</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 26,700	\$ 26,700	\$ 26,586	\$ (114)
Investment earnings	-	-	181	181
Total revenues	<u>26,700</u>	<u>26,700</u>	<u>26,767</u>	<u>67</u>
EXPENDITURES:				
Current:				
Finance	3,200	3,200	1,380	1,820
Parks and recreation	20,596	20,596	19,941	655
Public works	3,585	3,585	2,325	1,260
Total expenditures	<u>27,381</u>	<u>27,381</u>	<u>23,646</u>	<u>3,735</u>
Net change in fund balance	<u>\$ (681)</u>	<u>\$ (681)</u>	3,121	<u>\$ 3,802</u>
Fund balance, beginning of year			<u>12,498</u>	
Fund balance, end of year			<u>\$ 15,619</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 490,000	\$ 490,000	504,409	14,409
Investment earnings	5,000	5,000	6,413	1,413
Miscellaneous	-	-	1,651	1,651
Total revenues	<u>495,000</u>	<u>495,000</u>	<u>512,473</u>	<u>17,473</u>
EXPENDITURES:				
Current:				
Finance	15,000	15,000	8,035	6,965
Parks and recreation	472,935	472,935	345,845	127,090
Public works	154,994	154,994	141,703	13,291
Total expenditures	<u>642,929</u>	<u>642,929</u>	<u>495,583</u>	<u>147,346</u>
Net change in fund balance	<u>\$ (147,929)</u>	<u>\$ (147,929)</u>	16,890	<u>\$ 164,819</u>
Fund balance, beginning of year			<u>554,884</u>	
Fund balance, end of year			<u>\$ 571,774</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ 242,711	\$ 251,438	\$ 8,727
EXPENDITURES:				
Current:				
Community development	-	242,711	242,711	-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	8,727	<u>\$ 8,727</u>
Fund balance, beginning of year			<u>4,012</u>	
Fund balance, end of year			<u>\$ 12,739</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 13,293	\$ 13,293	\$ 17,194	\$ 3,901
EXPENDITURES:				
Current:				
Community development	22,427	22,427	21,456	971
Net change in fund balance	<u>\$ (9,134)</u>	<u>\$ (9,134)</u>	(4,262)	<u>\$ 4,872</u>
Fund balance (deficit), beginning of year			(23,341)	
Fund balance (deficit), end of year			<u>\$ (27,603)</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 1,557,356	\$ 1,557,356	\$ 1,557,356	\$ -
EXPENDITURES:				
Current:				
Public works	1,557,356	1,557,356	1,256,509	300,847
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	300,847	<u>\$ 300,847</u>
Fund balance, beginning of year			<u>16,872</u>	
Fund balance, end of year			<u>\$ 317,719</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, 2010**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes	\$ 404,000	\$ 404,000	\$ 347,278	\$ (56,722)
Investment earnings	-	-	2,019	2,019
Total revenues	<u>404,000</u>	<u>404,000</u>	<u>349,297</u>	<u>(54,703)</u>
EXPENDITURES:				
Current:				
Police	199,572	199,572	133,896	65,676
Fire	<u>215,760</u>	<u>215,760</u>	<u>234,361</u>	<u>(18,601)</u>
Total expenditures	<u>415,332</u>	<u>415,332</u>	<u>368,257</u>	<u>47,075</u>
Net change in fund balance	<u>\$ (11,332)</u>	<u>\$ (11,332)</u>	(18,960)	<u>\$ (7,628)</u>
Fund balance, beginning of year			<u>254,369</u>	
Fund balance, end of year			<u>\$ 235,409</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 1,259,999	\$ 1,217,622	\$ 977,370	\$ (240,252)
Investment earnings	-	-	2,013	2,013
Total revenues	<u>1,259,999</u>	<u>1,217,622</u>	<u>979,383</u>	<u>(238,239)</u>
EXPENDITURES:				
Current:				
Community development	82,405	82,405	52,685	29,720
Public works	<u>1,255,721</u>	<u>1,270,149</u>	<u>1,115,546</u>	<u>154,603</u>
Total expenditures	<u>1,338,126</u>	<u>1,352,554</u>	<u>1,168,231</u>	<u>184,323</u>
Net change in fund balance	<u>\$ (78,127)</u>	<u>\$ (134,932)</u>	(188,848)	<u>\$ (53,916)</u>
Fund balance, beginning of year			<u>421,118</u>	
Fund balance, end of year			<u>\$ 232,270</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, 2010**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental	\$ 79,300	\$ 79,300	\$ 87,355	8,055
Investment earnings	-	-	9	9
Miscellaneous	25,000	25,000	22,359	(2,641)
Total revenues	<u>104,300</u>	<u>104,300</u>	<u>109,723</u>	<u>5,423</u>
EXPENDITURES:				
Current:				
Library	136,993	136,993	136,948	45
Deficiency of revenues under expenditures	<u>(32,693)</u>	<u>(32,693)</u>	<u>(27,225)</u>	<u>5,468</u>
OTHER FINANCING SOURCES:				
Transfers in	17,500	17,500	17,500	-
Net change in fund balance	<u>\$ (15,193)</u>	<u>\$ (15,193)</u>	(9,725)	<u>\$ 5,468</u>
Fund balance, beginning of year			10,079	
Fund balance, end of year			<u>\$ 354</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, 2010**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 800,000	\$ 800,000	\$ 927,423	\$ 127,423
Miscellaneous	-	-	3,273	3,273
Total revenues	<u>800,000</u>	<u>800,000</u>	<u>930,696</u>	<u>130,696</u>
EXPENDITURES:				
Current:				
Public works	<u>1,327,900</u>	<u>1,342,328</u>	<u>1,223,087</u>	<u>119,241</u>
Net change in fund balance	<u>\$ (527,900)</u>	<u>\$ (542,328)</u>	(292,391)	<u>\$ 249,937</u>
Fund balance (deficit), beginning of year			<u>(399,539)</u>	
Fund balance (deficit), end of year			<u>\$ (691,930)</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 6,000	\$ 6,000	\$ 9,215	\$ 3,215
Investment earnings	-	-	577	577
Total revenues	<u>6,000</u>	<u>6,000</u>	<u>9,792</u>	<u>3,792</u>
EXPENDITURES:				
Current:				
Police	<u>8,000</u>	<u>8,000</u>	<u>371</u>	<u>7,629</u>
Net change in fund balance	<u>\$ (2,000)</u>	<u>\$ (2,000)</u>	9,421	<u>\$ 11,421</u>
Fund balance, beginning of year			<u>40,295</u>	
Fund balance, end of year			<u>\$ 49,716</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ -	\$ -	\$ 780	\$ 780
Investment earnings	-	-	75	75
Total revenues	-	-	855	855
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	855	<u>\$ 855</u>
Fund balance, beginning of year			<u>5,612</u>	
Fund balance, end of year			<u>\$ 6,467</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 95,400	\$ 95,400	\$ 56,531	\$ (38,869)
Investment earnings	-	-	980	980
Total revenues	<u>95,400</u>	<u>95,400</u>	<u>57,511</u>	<u>(37,889)</u>
EXPENDITURES:				
Current:				
Police	<u>96,380</u>	<u>96,380</u>	<u>94,185</u>	<u>2,195</u>
Net change in fund balance	<u>\$ (980)</u>	<u>\$ (980)</u>	<u>(36,674)</u>	<u>\$ (35,694)</u>
Fund balance, beginning of year			<u>121,136</u>	
Fund balance, end of year			<u>\$ 84,462</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, 2010**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Intergovernmental revenues	\$ -	\$ 1,673,192	\$ -	\$ (1,673,192)
Investment earnings	-	-	2,199	2,199
Total revenues	-	1,673,192	2,199	(1,670,993)
EXPENDITURES:				
Current:				
Public works	-	1,673,192	86,282	1,586,910
Net change in fund balance	\$ -	\$ -	(84,083)	\$ (84,083)
Fund balance, beginning of year			584,021	
Fund balance, end of year			\$ 499,938	

**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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ 170,000	\$ 170,000	\$ 98,258	\$ (71,742)
Investment earnings	2,000	2,000	1,936	(64)
Miscellaneous	400	400	4,169	3,769
Total revenues	<u>172,400</u>	<u>172,400</u>	<u>104,363</u>	<u>(68,037)</u>
EXPENDITURES:				
Current:				
Library	<u>332,212</u>	<u>340,111</u>	<u>199,796</u>	<u>140,315</u>
Deficiency of revenues under expenditures	<u>(159,812)</u>	<u>(167,711)</u>	<u>(95,433)</u>	<u>72,278</u>
OTHER FINANCING USES:				
Transfers out	<u>-</u>	<u>-</u>	<u>(10,000)</u>	<u>(10,000)</u>
Net change in fund balance	<u>\$ (159,812)</u>	<u>\$ (167,711)</u>	<u>(105,433)</u>	<u>\$ 62,278</u>
Fund balance, beginning of year			<u>275,923</u>	
Fund balance, end of year			<u>\$ 170,490</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 20,000	\$ 20,000	\$ 5,684	\$ (14,316)
Investment earnings	-	-	2,001	2,001
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>7,685</u>	<u>(12,315)</u>
Net change in fund balance	<u>\$ 20,000</u>	<u>\$ 20,000</u>	7,685	<u>\$ (12,315)</u>
Fund balance, beginning of year			<u>319,732</u>	
Fund balance, end of year			<u>\$ 327,417</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 19,000	\$ 19,000	\$ 19,274	\$ 274
Investment earnings	-	-	379	379
Total revenues	<u>19,000</u>	<u>19,000</u>	<u>19,653</u>	<u>653</u>
EXPENDITURES:				
Current:				
Finance	3,100	3,100	1,121	1,979
Parks and recreation	28,411	28,411	14,921	13,490
Public works	<u>1,410</u>	<u>1,410</u>	<u>1,271</u>	<u>139</u>
Total expenditures	<u>32,921</u>	<u>32,921</u>	<u>17,313</u>	<u>15,608</u>
Net change in fund balance	<u>\$ (13,921)</u>	<u>\$ (13,921)</u>	2,340	<u>\$ 16,261</u>
Fund balance, beginning of year			<u>29,794</u>	
Fund balance, end of year			<u>\$ 32,134</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 450,000	\$ 450,000	\$ 421,304	\$ (28,696)
Investment earnings	-	-	7,329	7,329
Total revenues	<u>450,000</u>	<u>450,000</u>	<u>428,633</u>	<u>(21,367)</u>
EXPENDITURES:				
Current:				
Finance	11,000	11,000	11,469	(469)
Community development	19,886	19,886	20,961	(1,075)
Parks and recreation	376,211	376,211	255,692	120,519
Public works	<u>277,761</u>	<u>277,761</u>	<u>196,304</u>	<u>81,457</u>
Total expenditures	<u>684,858</u>	<u>684,858</u>	<u>484,426</u>	<u>200,432</u>
Net change in fund balance	<u>\$ (234,858)</u>	<u>\$ (234,858)</u>	(55,793)	<u>\$ 179,065</u>
Fund balance, beginning of year			<u>675,842</u>	
Fund balance, end of year			<u>\$ 620,049</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 71,250	\$ 71,250	\$ 150,583	\$ 79,333
Investment earnings	-	-	449	449
Total revenues	<u>71,250</u>	<u>71,250</u>	<u>151,032</u>	<u>79,782</u>
EXPENDITURES:				
Current:				
Finance	8,000	8,000	8,466	(466)
Parks and recreation	<u>168,747</u>	<u>168,747</u>	<u>164,180</u>	<u>4,567</u>
Total expenditures	<u>176,747</u>	<u>176,747</u>	<u>172,646</u>	<u>4,101</u>
Net change in fund balance	<u>\$ (105,497)</u>	<u>\$ (105,497)</u>	(21,614)	<u>\$ 83,883</u>
Fund balance, beginning of year			<u>64,226</u>	
Fund balance, end of year			<u>\$ 42,612</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, 2010**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ -	\$ -	\$ 77,575	\$ 77,575
EXPENDITURES:				
Current:				
Finance	5,000	5,000	4,818	182
Fire	24,835	24,835	24,834	1
Total expenditures	<u>29,835</u>	<u>29,835</u>	<u>29,652</u>	<u>183</u>
Net change in fund balance	<u>\$ (29,835)</u>	<u>\$ (29,835)</u>	47,923	<u>\$ 77,392</u>
Fund balance (deficit), beginning of year			<u>(1,929,400)</u>	
Fund balance (deficit), end of year			<u>\$ (1,881,477)</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, 2010**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 85,000	\$ 85,000	\$ 80,523	\$ (4,477)
Investment earnings	-	-	1,219	1,219
Total revenues	<u>85,000</u>	<u>85,000</u>	<u>81,742</u>	<u>(3,258)</u>
EXPENDITURES:				
Current:				
Finance	7,500	7,500	2,349	5,151
Parks and recreation	40,215	40,215	17,087	23,128
Public works	39,479	39,479	24,288	15,191
Total expenditures	<u>87,194</u>	<u>87,194</u>	<u>43,724</u>	<u>43,470</u>
Net change in fund balance	<u>\$ (2,194)</u>	<u>\$ (2,194)</u>	38,018	<u>\$ 40,212</u>
Fund balance, beginning of year			<u>67,552</u>	
Fund balance, end of year			<u>\$ 105,570</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
COMMUNITY DEVELOPMENT BLOCK GRANT AMERICAN RECOVERY AND
REINVESTMENT ACT SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ 154,946	61,439	\$ (93,507)
EXPENDITURES:				
Current:				
Community development	-	154,946	64,183	90,763
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(2,744)	<u>\$ (2,744)</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance (deficit), end of year			<u>\$ (2,744)</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
POLICE GRANTS SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ 56,197	56,197	\$ -
Investment earnings	-	-	523	523
Total revenues	<u>-</u>	<u>56,197</u>	<u>56,720</u>	<u>523</u>
EXPENDITURES:				
Current:				
Police	-	56,197	11,663	44,534
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	45,057	<u>\$ 45,057</u>
Fund balance, beginning of year			<u>-</u>	
Fund balance, end of year			<u>\$ 45,057</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.

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.

**CITY OF WOODLAND, CALIFORNIA
 COMBINING BALANCE SHEET
 NONMAJOR DEBT SERVICE FUNDS
 JUNE 30, 2010**

	2002 Lease Revenue Bonds	2005 Capital Projects Lease Revenue Bonds	2005 Wastewater Treatment Plant Revenue Bonds	2007 Capital Projects Lease Revenue Bonds	Woodland Redevelopment Agency 2007 Tax Allocation Bonds	Total Nonmajor Debt Service Funds
ASSETS						
Cash and investments	\$ 308,595	\$ 1,107,669	\$ 323,644	\$ 68,401	\$ 343,050	\$ 2,151,359
Cash and investments with fiscal agents	<u>757,323</u>	<u>131</u>	<u>17</u>	<u>1,036,219</u>	<u>618,523</u>	<u>2,412,213</u>
Total assets	<u>\$ 1,065,918</u>	<u>\$ 1,107,800</u>	<u>\$ 323,661</u>	<u>\$ 1,104,620</u>	<u>\$ 961,573</u>	<u>\$ 4,563,572</u>
FUND BALANCES						
Liabilities:						
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,000</u>	<u>\$ 2,000</u>
Fund balances:						
Reserved for debt service	<u>1,065,918</u>	<u>1,107,800</u>	<u>323,661</u>	<u>1,104,620</u>	<u>959,573</u>	<u>4,561,572</u>
Total liabilities and fund balances	<u>\$ 1,065,918</u>	<u>\$ 1,107,800</u>	<u>\$ 323,661</u>	<u>\$ 1,104,620</u>	<u>\$ 961,573</u>	<u>\$ 4,563,572</u>

**CITY OF WOODLAND, CALIFORNIA
 COMBINING STATEMENT OF REVENUES,
 EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 YEAR ENDED JUNE 30, 2010**

	2002 Lease Revenue Bonds	2005 Capital Projects Lease Revenue Bonds	2005 Wastewater Treatment Plant Revenue Bonds	2007 Capital Projects Lease Revenue Bonds	Woodland Redevelopment Agency 2007 Tax Allocation Bonds	Total Nonmajor Debt Service Funds
REVENUES:						
Investment earnings	\$ 38,095	\$ 13,030	\$ 3,787	\$ 3,852	\$ 52,233	\$ 110,997
EXPENDITURES:						
Debt service:						
Principal	340,000	810,000	-	795,000	160,000	2,105,000
Interest	1,027,704	825,332	848,864	348,324	421,445	3,471,669
Total expenditures	1,367,704	1,635,332	848,864	1,143,324	581,445	5,576,669
Deficiency of revenues under expenditures	(1,329,609)	(1,622,302)	(845,077)	(1,139,472)	(529,212)	(5,465,672)
OTHER FINANCING SOURCES:						
Transfers in	1,371,436	1,232,369	851,468	1,148,485	584,690	5,188,448
Net change in fund balance	41,827	(389,933)	6,391	9,013	55,478	(277,224)
Fund balance, beginning of year	1,024,091	1,497,733	317,270	1,095,607	904,095	4,838,796
Fund balance, end of year	\$ 1,065,918	\$ 1,107,800	\$ 323,661	\$ 1,104,620	\$ 959,573	\$ 4,561,572

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2002 LEASE REVENUE BONDS DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$ 9,000	\$ 9,000	\$ 38,095	\$ 29,095
EXPENDITURES:				
Debt service:				
Principal	340,000	340,000	340,000	-
Interest	1,031,436	1,031,436	1,027,704	3,732
Total expenditures	1,371,436	1,371,436	1,367,704	3,732
Deficiency of revenues under expenditures	(1,362,436)	(1,362,436)	(1,329,609)	32,827
OTHER FINANCING SOURCES:				
Transfers in	1,371,436	1,371,436	1,371,436	-
Net change in fund balance	<u>\$ 9,000</u>	<u>\$ 9,000</u>	41,827	<u>\$ 32,827</u>
Fund balance, beginning of year			<u>1,024,091</u>	
Fund balance, end of year			<u>\$ 1,065,918</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2005 CAPITAL PROJECTS LEASE REVENUE BONDS DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2010**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 13,030	\$ 13,030
EXPENDITURES:				
Debt service:				
Principal	810,000	810,000	810,000	-
Interest	829,424	829,424	825,332	4,092
Deficiency of revenues under expenditures	(1,639,424)	(1,639,424)	(1,622,302)	17,122
OTHER FINANCING SOURCES:				
Transfer in	2,053,075	2,053,075	1,232,369	(820,706)
Net change in fund balance	<u>\$ 413,651</u>	<u>\$ 413,651</u>	(389,933)	<u>\$ (803,584)</u>
Fund balance, beginning of year			<u>1,497,733</u>	
Fund balance, end of year			<u>\$ 1,107,800</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, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 3,787	\$ 3,787
EXPENDITURES:				
Debt service:				
Interest	851,567	851,567	848,864	2,703
Deficiency of revenues under expenditures	(851,567)	(851,567)	(845,077)	6,490
OTHER FINANCING SOURCES:				
Transfers in	851,468	851,468	851,468	-
Net change in fund balance	<u>\$ (99)</u>	<u>\$ (99)</u>	6,391	<u>\$ 6,490</u>
Fund balance, beginning of year			<u>317,270</u>	
Fund balance, end of year			<u>\$ 323,661</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
2007 CAPITAL PROJECTS LEASE REVENUE BONDS DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 3,852	\$ 3,852
EXPENDITURES:				
Debt service:				
Principal	795,000	795,000	795,000	-
Interest	353,485	353,485	348,324	5,161
Total expenditures	1,148,485	1,148,485	1,143,324	5,161
Deficiency of revenues under expenditures	(1,148,485)	(1,148,485)	(1,139,472)	9,013
OTHER FINANCING SOURCES:				
Transfer in	1,148,485	1,148,485	1,148,485	-
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	9,013	<u>\$ 9,013</u>
Fund balance, beginning of year			1,095,607	
Fund balance, end of year			<u>\$ 1,104,620</u>	

**CITY OF WOODLAND, CALIFORNIA
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WOODLAND REDEVELOPMENT AGENCY
2007 TAX ALLOCATION BONDS DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2010**

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Investment earnings	\$ 1,000	\$ 1,000	\$ 52,233	\$ 51,233
EXPENDITURES:				
Debt service:				
Principal	160,000	160,000	160,000	-
Interest	424,690	424,690	421,445	3,245
Total expenditures	<u>584,690</u>	<u>584,690</u>	<u>581,445</u>	<u>3,245</u>
Deficiency of revenues under expenditures	<u>(583,690)</u>	<u>(583,690)</u>	<u>(529,212)</u>	<u>54,478</u>
OTHER FINANCING SOURCES:				
Transfers in	<u>584,690</u>	<u>584,690</u>	<u>584,690</u>	<u>-</u>
Net change in fund balance	<u>\$ 1,000</u>	<u>\$ 1,000</u>	55,478	<u>\$ 54,478</u>
Fund balance, beginning of year			<u>904,095</u>	
Fund balance, end of year			<u>\$ 959,573</u>	

CAPITAL PROJECTS FUNDS

WOODLAND REDEVELOPMENT AGENCY CITY FUNDS – 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
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2010**

	Woodland Redevelopment Agency City Funds	Park Reserve	Park in Lieu Fees	Gibson Ranch Capital Projects	City Capital Projects
ASSETS					
Cash and investments	\$ 4,791,887	\$ -	\$ 98,289	\$ 103,351	\$ 13,277
Cash and investments with fiscal agents	391,746	-	-	-	30,000
Receivables	44,516	83,640	-	50,473	363,714
Due from other funds	-	-	595,029	-	-
Long-term notes receivable	-	-	-	50,473	-
Advances to other funds	-	-	-	-	-
Total assets	<u>\$ 5,228,149</u>	<u>\$ 83,640</u>	<u>\$ 693,318</u>	<u>\$ 204,297</u>	<u>\$ 406,991</u>
LIABILITIES AND FUND BALANCES (DEFICITS)					
Liabilities:					
Accounts payable	\$ 6,815	\$ -	\$ 652	\$ -	\$ 607,663
Deposits	-	-	-	-	243,361
Due to other funds	-	432,605	-	-	166,870
Deferred revenue	-	83,640	-	50,473	159,134
Advances from other funds	-	-	-	-	2,020,989
Total liabilities	<u>6,815</u>	<u>516,245</u>	<u>652</u>	<u>50,473</u>	<u>3,198,017</u>
Fund balances (deficits):					
Reserved for:					
Capital projects	3,965,105	-	102,949	-	1,183,429
Unreserved/designated for:					
Advances to other funds	-	-	-	-	-
Unreserved, undesignated	<u>1,256,229</u>	<u>(432,605)</u>	<u>589,717</u>	<u>153,824</u>	<u>(3,974,455)</u>
Total fund balances (deficits)	<u>5,221,334</u>	<u>(432,605)</u>	<u>692,666</u>	<u>153,824</u>	<u>(2,791,026)</u>
Total liabilities and fund balances (deficits)	<u>\$ 5,228,149</u>	<u>\$ 83,640</u>	<u>\$ 693,318</u>	<u>\$ 204,297</u>	<u>\$ 406,991</u>

**CITY OF WOODLAND, CALIFORNIA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2010**

Water Development	Storm Drain Development	Total Nonmajor Capital Projects Funds	
\$ 714,097	\$ -	\$ 5,720,901	ASSETS
-	-	421,746	Cash and investments
23,436	23,324	589,103	Cash and investments with fiscal agents
-	-	595,029	Receivables
-	-	50,473	Due from other funds
2,286,342	2,101,099	4,387,441	Long-term notes receivable
			Advances to other funds
\$ 3,023,875	\$ 2,124,423	\$ 11,764,693	Total assets
			LIABILITIES AND FUND BALANCES (DEFICITS)
			Liabilities:
\$ -	\$ 691	\$ 615,821	Accounts payable
50,000	-	293,361	Deposits
-	1,041,399	1,640,874	Due to other funds
23,436	23,324	340,007	Deferred revenue
-	-	2,020,989	Advances from other funds
73,436	1,065,414	4,911,052	Total liabilities
			Fund balances (deficits):
			Reserved for:
90,724	2,000	5,344,207	Capital projects
2,286,342	2,101,099	4,387,441	Unreserved/designated for:
573,373	(1,044,090)	(2,878,007)	Advances to other funds
			Unreserved, undesignated
2,950,439	1,059,009	6,853,641	Total fund balances (deficits)
\$ 3,023,875	\$ 2,124,423	\$ 11,764,693	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, 2010**

	Woodland Redevelopment Agency City Funds	Park Reserve	Park in Lieu Fees	Gibson Ranch Capital Projects
REVENUES:				
Taxes	\$ 1,097,376	\$ -	\$ -	\$ -
Intergovernmental	-	-	15,515	-
Licenses and permits	-	179,506	-	50,473
Investment earnings	9,647	-	1,140	1,199
Miscellaneous	100	-	-	-
	<u>1,107,123</u>	<u>179,506</u>	<u>16,655</u>	<u>51,672</u>
Total revenues				
EXPENDITURES:				
Current:				
General government	49,801	-	-	-
Finance	10,983	-	-	-
Community development	2,638,986	-	-	-
Parks and recreation	-	29,227	12,584	-
Library	-	-	-	-
Public works	54,249	79,677	120,320	-
	<u>2,754,019</u>	<u>108,904</u>	<u>132,904</u>	<u>-</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>(1,646,896)</u>	<u>70,602</u>	<u>(116,249)</u>	<u>51,672</u>
OTHER FINANCING USES:				
Transfers out	<u>(584,690)</u>	<u>(1,437,991)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(2,231,586)	(1,367,389)	(116,249)	51,672
Fund balances (deficits), beginning of year	<u>7,452,920</u>	<u>934,784</u>	<u>808,915</u>	<u>102,152</u>
Fund balances (deficits), end of year	<u>\$ 5,221,334</u>	<u>\$ (432,605)</u>	<u>\$ 692,666</u>	<u>\$ 153,824</u>

**CITY OF WOODLAND, CALIFORNIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2010**

City Capital Projects	Water Development	Storm Drain Development	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ 1,097,376
15,515	-	-	31,030
543,582	291,209	12,518	1,077,288
65,042	8,287	-	85,315
-	-	11,089	11,189
<u>624,139</u>	<u>299,496</u>	<u>23,607</u>	<u>2,302,198</u>
25,750	-	-	75,551
358,147	-	-	369,130
-	-	-	2,638,986
149	-	-	41,960
54,921	-	-	54,921
<u>1,495,499</u>	<u>390,316</u>	<u>1,040,130</u>	<u>3,180,191</u>
<u>1,934,466</u>	<u>390,316</u>	<u>1,040,130</u>	<u>6,360,739</u>
<u>(1,310,327)</u>	<u>(90,820)</u>	<u>(1,016,523)</u>	<u>(4,058,541)</u>
<u>(232,414)</u>	<u>-</u>	<u>-</u>	<u>(2,255,095)</u>
(1,542,741)	(90,820)	(1,016,523)	(6,313,636)
<u>(1,248,285)</u>	<u>3,041,259</u>	<u>2,075,532</u>	<u>13,167,277</u>
<u>\$ (2,791,026)</u>	<u>\$ 2,950,439</u>	<u>\$ 1,059,009</u>	<u>\$ 6,853,641</u>

REVENUES:

Taxes
Intergovernmental
Licenses and permits
Investment earnings
Miscellaneous

Total revenues

Current:

General government
Finance
Community development
Parks and recreation
Library
Public works

Total expenditures

Excess (deficiency) of revenues over
(under) expenditures

OTHER FINANCING USES:

Transfers out

Net change in fund balances

Fund balances (deficits), beginning of year

Fund balances (deficits), end of year

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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 AND 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.

**CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2010**

	<u>Wastewater Pretreatment</u>	<u>Recycling</u>	<u>Construction and Demolition Program</u>	<u>Fire Training Center</u>
ASSETS				
Current assets:				
Cash and investments	\$ 582,134	\$ 1,723,532	\$ 103,605	\$ 57,104
Receivables	20,733	14,782	-	2,322
Total current assets	<u>602,867</u>	<u>1,738,314</u>	<u>103,605</u>	<u>59,426</u>
Noncurrent assets:				
Advances to other funds	-	68,000	-	-
Capital assets (net of accumulated depreciation)	<u>3,165</u>	<u>7,559</u>	<u>-</u>	<u>-</u>
Total assets	<u>606,032</u>	<u>1,813,873</u>	<u>103,605</u>	<u>59,426</u>
LIABILITIES				
Current liabilities:				
Accounts payable	2,440	52,971	41,641	16,232
Due to other funds	-	-	-	-
Compensated absences	<u>2,071</u>	<u>1,753</u>	<u>-</u>	<u>66</u>
Total current liabilities	<u>4,511</u>	<u>54,724</u>	<u>41,641</u>	<u>16,298</u>
Noncurrent liabilities:				
Compensated absences	11,781	8,780	1,753	18,957
Advances from other funds	-	-	68,000	-
Other postemployment benefits	<u>49,225</u>	<u>33,149</u>	<u>11,190</u>	<u>31,972</u>
Total noncurrent liabilities	<u>61,006</u>	<u>41,929</u>	<u>80,943</u>	<u>50,929</u>
Total liabilities	<u>65,517</u>	<u>96,653</u>	<u>122,584</u>	<u>67,227</u>
NET ASSETS (DEFICITS)				
Invested in capital assets, net of related debt	3,165	7,559	-	-
Unrestricted	<u>537,350</u>	<u>1,709,661</u>	<u>(18,979)</u>	<u>(7,801)</u>
Total net assets (deficits)	<u>\$ 540,515</u>	<u>\$ 1,717,220</u>	<u>\$ (18,979)</u>	<u>\$ (7,801)</u>

**CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2010**

Cemetery	Dubach Park	Youth Program	Total Nonmajor Enterprise Funds	
				ASSETS
				Current assets:
\$ -	\$ -	\$ 2,236	\$ 2,468,611	Cash and investments
-	-	-	37,837	Receivables
-	-	2,236	2,506,448	Total current assets
				Noncurrent assets:
-	-	-	68,000	Advances to other funds
-	-	-	10,724	Capital assets (net of accumulated depreciation)
-	-	2,236	2,585,172	Total assets
				LIABILITIES
				Current liabilities:
1,533	-	2,135	116,952	Accounts payable
155,007	595,029	-	750,036	Due to other funds
153	8	-	4,051	Compensated absences
156,693	595,037	2,135	871,039	Total current liabilities
				Noncurrent liabilities:
24	-	-	41,295	Compensated absences
-	-	-	68,000	Advances from other funds
37,102	-	-	162,638	Other postemployment benefits
37,126	-	-	271,933	Total noncurrent liabilities
193,819	595,037	2,135	1,142,972	Total liabilities
				NET ASSETS (DEFICITS)
-	-	-	10,724	Invested in capital assets, net of related debt
(193,819)	(595,037)	101	1,431,476	Unrestricted
\$ (193,819)	\$ (595,037)	\$ 101	\$ 1,442,200	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, 2010**

	Wastewater Pretreatment	Recycling	Construction and Demolition Program	Fire Training Center
OPERATING REVENUES:				
Charges for services	\$ 408,337	\$ 167,488	\$ 15,675	\$ 327,993
Other	-	8,765	-	79,408
Total operating revenues	<u>408,337</u>	<u>176,253</u>	<u>15,675</u>	<u>407,401</u>
OPERATING EXPENSES:				
Personnel services	304,644	222,512	62,266	280,445
Utilities	4,588	2,300	1,233	-
Office supplies and expenses	36,700	66,014	6,356	129,530
Small tools and supplies	740	-	-	-
Contractual services	22,355	20,048	-	14,180
Depreciation	2,202	2,018	-	-
Equipment rental and maintenance	36,992	23,780	-	10,876
Total operating expenses	<u>408,221</u>	<u>336,672</u>	<u>69,855</u>	<u>435,031</u>
Operating income (loss)	<u>116</u>	<u>(160,419)</u>	<u>(54,180)</u>	<u>(27,630)</u>
NONOPERATING REVENUES:				
Investment earnings	6,756	20,003	1,202	663
Intergovernmental	-	6,934	-	33,167
Total nonoperating revenues	<u>6,756</u>	<u>26,937</u>	<u>1,202</u>	<u>33,830</u>
Income (loss) before transfers	6,872	(133,482)	(52,978)	6,200
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	6,872	(133,482)	(52,978)	6,200
Net assets (deficits), beginning of year	<u>533,643</u>	<u>1,850,702</u>	<u>33,999</u>	<u>(14,001)</u>
Net assets (deficits), end of year	<u>\$ 540,515</u>	<u>\$ 1,717,220</u>	<u>\$ (18,979)</u>	<u>\$ (7,801)</u>

**CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
YEAR ENDED JUNE 30, 2010**

Cemetery	Dubach Park	Youth Program	Total Nonmajor Enterprise Funds	
				OPERATING REVENUES:
\$ 85,140	\$ 25	\$ 3,735	\$ 1,008,393	Charges for services
-	-	-	88,173	Other
<u>85,140</u>	<u>25</u>	<u>3,735</u>	<u>1,096,566</u>	Total operating revenues
				OPERATING EXPENSES:
156,014	463	-	1,026,344	Personnel services
7,839	-	-	15,960	Utilities
43,593	-	3,268	285,461	Office supplies and expenses
1,044	-	-	1,784	Small tools and supplies
18,581	-	2,135	77,299	Contractual services
-	-	-	4,220	Depreciation
79,811	-	-	151,459	Equipment rental and maintenance
<u>306,882</u>	<u>463</u>	<u>5,403</u>	<u>1,562,527</u>	Total operating expenses
<u>(221,742)</u>	<u>(438)</u>	<u>(1,668)</u>	<u>(465,961)</u>	Operating income (loss)
				NONOPERATING REVENUES:
-	-	26	28,650	Investment earnings
-	-	-	40,101	Intergovernmental
<u>-</u>	<u>-</u>	<u>26</u>	<u>68,751</u>	Total nonoperating revenues
(221,742)	(438)	(1,642)	(397,210)	Income (loss) before transfers
<u>160,000</u>	<u>-</u>	<u>-</u>	<u>160,000</u>	Transfers in
(61,742)	(438)	(1,642)	(237,210)	Change in net assets
<u>(132,077)</u>	<u>(594,599)</u>	<u>1,743</u>	<u>1,679,410</u>	Net assets (deficits), beginning of year
<u>\$ (193,819)</u>	<u>\$ (595,037)</u>	<u>\$ 101</u>	<u>\$ 1,442,200</u>	Net assets (deficits), end of year

CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010

	<u>Wastewater Pretreatment</u>	<u>Recycling</u>	<u>Construction and Demolition Program</u>	<u>Fire Training Center</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Receipts from customers and users	\$ 407,002	\$ 208,442	\$ 15,675	\$ 405,100
Payments to suppliers	(100,376)	(67,985)	(13,977)	(148,857)
Payments to employees	<u>(273,141)</u>	<u>(201,207)</u>	<u>(56,545)</u>	<u>(262,862)</u>
Net cash provided (used) by operating activities	<u>33,485</u>	<u>(60,750)</u>	<u>(54,847)</u>	<u>(6,619)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers in	-	-	-	-
Interfund borrowings from other funds	-	-	-	-
Operating grants received	<u>-</u>	<u>6,934</u>	<u>-</u>	<u>33,167</u>
Net cash provided by noncapital financing activities	<u>-</u>	<u>6,934</u>	<u>-</u>	<u>33,167</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest received	<u>6,756</u>	<u>20,003</u>	<u>1,202</u>	<u>663</u>
Net increase (decrease) in cash and cash equivalents	40,241	(33,813)	(53,645)	27,211
Cash and cash equivalents, beginning of year	<u>541,893</u>	<u>1,757,345</u>	<u>157,250</u>	<u>29,893</u>
Cash and cash equivalents, end of year	<u>\$ 582,134</u>	<u>\$ 1,723,532</u>	<u>\$ 103,605</u>	<u>\$ 57,104</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:				
Operating income (loss)	<u>\$ 116</u>	<u>\$ (160,419)</u>	<u>\$ (54,180)</u>	<u>\$ (27,630)</u>
Adjustment to reconcile operating income (loss) to net cash flows provided (used) by operating activities:				
Depreciation	2,202	2,018	-	-
Change in assets and liabilities:				
Receivables	(1,335)	32,189	-	(2,301)
Accounts payable	999	44,157	(6,388)	5,729
Compensated absences	4,923	4,007	(185)	707
Other postemployment benefits	<u>26,580</u>	<u>17,298</u>	<u>5,906</u>	<u>16,876</u>
Total adjustments	<u>33,369</u>	<u>99,669</u>	<u>(667)</u>	<u>21,011</u>
Net cash provided (used) by operating activities	<u>\$ 33,485</u>	<u>\$ (60,750)</u>	<u>\$ (54,847)</u>	<u>\$ (6,619)</u>

**CITY OF WOODLAND, CALIFORNIA
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010**

Cemetery	Dubach Park	Youth Program	Total Nonmajor Enterprise Funds	
				CASH FLOWS FROM OPERATING ACTIVITIES:
\$ 85,140	\$ 25	\$ 3,735	\$ 1,125,119	Receipts from customers and users
(151,078)	-	(4,073)	(486,346)	Payments to suppliers
(143,285)	(463)	-	(937,503)	Payments to employees
(209,223)	(438)	(338)	(298,730)	Net cash provided (used) by operating activities
				CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:
160,000	-	-	160,000	Transfers in
49,223	438	-	49,661	Interfund borrowings from other funds
-	-	-	40,101	Operating grants received
209,223	438	-	249,762	Net cash provided by noncapital financing activities
				CASH FLOWS FROM INVESTING ACTIVITIES:
-	-	26	28,650	Interest received
-	-	(312)	(20,318)	Net increase (decrease) in cash and cash equivalents
-	-	2,548	2,488,929	Cash and cash equivalents, beginning of year
\$ -	\$ -	\$ 2,236	\$ 2,468,611	Cash and cash equivalents, end of year
				Reconciliation of operating income (loss) to net cash provided (used) by operating activities:
\$ (221,742)	\$ (438)	\$ (1,668)	\$ (465,961)	Operating income (loss)
-	-	-	4,220	Adjustment to reconcile operating income (loss) to net cash flows provided (used) by operating activities:
-	-	-	28,553	Depreciation
(210)	-	1,330	45,617	Change in assets and liabilities:
(6,257)	-	-	3,195	Receivables
18,986	-	-	85,646	Accounts payable
12,519	-	1,330	167,231	Compensated absences
\$ (209,223)	\$ (438)	\$ (338)	\$ (298,730)	Other postemployment benefits
				Total adjustments
				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.

**CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2010**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
ASSETS					
Current assets:					
Cash and investments	\$ 1,535,997	\$ 66,645	\$ 22,328	\$ 851,791	\$ 2,476,761
Receivables	140	-	30,723	-	30,863
Prepaid items and deposits	295,538	-	-	-	295,538
Total current assets	<u>1,831,675</u>	<u>66,645</u>	<u>53,051</u>	<u>851,791</u>	<u>2,803,162</u>
Noncurrent assets:					
Capital assets, net of accumulated depreciation	<u>4,527,681</u>	<u>-</u>	<u>-</u>	<u>457,289</u>	<u>4,984,970</u>
Total assets	<u>6,359,356</u>	<u>66,645</u>	<u>53,051</u>	<u>1,309,080</u>	<u>7,788,132</u>
LIABILITIES					
Current liabilities:					
Accounts payable	60,274	2,233	27,328	81,942	171,777
Interest payable	30,844	-	-	-	30,844
Compensated absences	16,101	-	-	4,850	20,951
Capital lease obligations	613,215	-	-	-	613,215
Total current liabilities	<u>720,434</u>	<u>2,233</u>	<u>27,328</u>	<u>86,792</u>	<u>836,787</u>
Noncurrent liabilities:					
Compensated absences	42,358	-	519	22,951	65,828
Capital lease obligations	2,276,187	-	-	-	2,276,187
Other postemployment benefits	113,743	-	2,776	99,892	216,411
Total noncurrent liabilities	<u>2,432,288</u>	<u>-</u>	<u>3,295</u>	<u>122,843</u>	<u>2,558,426</u>
Total liabilities	<u>3,152,722</u>	<u>2,233</u>	<u>30,623</u>	<u>209,635</u>	<u>3,395,213</u>
NET ASSETS					
Invested in capital assets, net of related debt	1,638,279	-	-	457,289	2,095,568
Unrestricted	1,568,355	64,412	22,428	642,156	2,297,351
Total net assets	<u>\$ 3,206,634</u>	<u>\$ 64,412</u>	<u>\$ 22,428</u>	<u>\$ 1,099,445</u>	<u>\$ 4,392,919</u>

CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN FUND NET ASSETS
YEAR ENDED JUNE 30, 2010

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
OPERATING REVENUES:					
Billings to departments	\$ 2,828,133	\$ 5,235,827	\$ 1,024,352	\$ 1,414,105	\$ 10,502,417
Other	45,445	-	64,372	594	110,411
Total operating revenues	<u>2,873,578</u>	<u>5,235,827</u>	<u>1,088,724</u>	<u>1,414,699</u>	<u>10,612,828</u>
OPERATING EXPENSES:					
Personnel services	704,397	-	34,511	627,127	1,366,035
Utilities	4,213	-	-	19,332	23,545
Office supplies and expenses	808,132	-	-	294,455	1,102,587
Small tools and supplies	7,735	-	-	-	7,735
Depreciation	1,068,137	-	-	115,150	1,183,287
Equipment rental and maintenance	333,444	-	-	268,976	602,420
Insurance premiums and claims	-	4,980,433	1,442,594	-	6,423,027
Total operating expenses	<u>2,926,058</u>	<u>4,980,433</u>	<u>1,477,105</u>	<u>1,325,040</u>	<u>10,708,636</u>
Operating income (loss)	<u>(52,480)</u>	<u>255,394</u>	<u>(388,381)</u>	<u>89,659</u>	<u>(95,808)</u>
NONOPERATING REVENUES (EXPENSES):					
Investment earnings	19,968	773	-	9,886	30,627
Interest expense	(158,982)	-	-	-	(158,982)
Gain (loss) on disposal of capital assets	43,649	-	-	-	43,649
Total nonoperating revenues (expenses)	<u>(95,365)</u>	<u>773</u>	<u>-</u>	<u>9,886</u>	<u>(84,706)</u>
Income (loss) before transfers	(147,845)	256,167	(388,381)	99,545	(180,514)
Transfers in	48,604	-	191,755	-	240,359
Transfers out	-	(191,755)	-	-	(191,755)
Change in net assets	(99,241)	64,412	(196,626)	99,545	(131,910)
Net assets, beginning of year	<u>3,305,875</u>	<u>-</u>	<u>219,054</u>	<u>999,900</u>	<u>4,524,829</u>
Net assets, end of year	<u>\$ 3,206,634</u>	<u>\$ 64,412</u>	<u>\$ 22,428</u>	<u>\$ 1,099,445</u>	<u>\$ 4,392,919</u>

**CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers	\$ 2,873,438	\$ 5,235,827	\$ 1,074,432	\$ 1,414,699	\$ 10,598,396
Payments to suppliers	(1,148,047)	-	-	(620,254)	(1,768,301)
Payments to employees	(630,028)	-	(32,928)	(566,729)	(1,229,685)
Insurance premiums and claims paid	-	(4,994,334)	(1,432,953)	-	(6,427,287)
Net cash provided (used) by operating activities	<u>1,095,363</u>	<u>241,493</u>	<u>(391,449)</u>	<u>227,716</u>	<u>1,173,123</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in	48,604	-	191,755	-	240,359
Transfers out	-	(191,755)	-	-	(191,755)
Net cash provided (used) by noncapital financing activities	<u>48,604</u>	<u>(191,755)</u>	<u>191,755</u>	<u>-</u>	<u>48,604</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Acquisition of capital assets	(300,260)	-	-	(11,201)	(311,461)
Proceeds from sale of capital assets	43,649	-	-	-	43,649
Principal payments on long-term debt	(614,684)	-	-	-	(614,684)
Interest paid	(155,338)	-	-	-	(155,338)
Net cash used by capital and related financing activities	<u>(1,026,633)</u>	<u>-</u>	<u>-</u>	<u>(11,201)</u>	<u>(1,037,834)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest received	19,968	773	-	9,886	30,627
Net increase (decrease) in cash and cash equivalents	137,302	50,511	(199,694)	226,401	214,520
Cash and cash equivalents, beginning of year	<u>1,398,695</u>	<u>16,134</u>	<u>222,022</u>	<u>625,390</u>	<u>2,262,241</u>
Cash and cash equivalents, end of year	<u>\$ 1,535,997</u>	<u>\$ 66,645</u>	<u>\$ 22,328</u>	<u>\$ 851,791</u>	<u>2,476,761</u>

**CITY OF WOODLAND, CALIFORNIA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010**

	Equipment Service and Repair	Benefits	Self- Insurance	Information Systems	Total
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ (52,480)	\$ 255,394	\$ (388,381)	\$ 89,659	\$ (95,808)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	1,068,137	-	-	115,150	1,183,287
Changes in assets and liabilities:					
Receivables	(140)	-	(14,292)	-	(14,432)
Prepaid items and deposits	(36,444)	-	-	-	(36,444)
Accounts payable	41,921	(13,901)	9,641	(37,491)	170
Compensated absences	13,615	-	317	11,457	25,389
Other postemployment benefits	60,754	-	1,266	48,941	110,961
Total adjustments	<u>1,147,843</u>	<u>(13,901)</u>	<u>(3,068)</u>	<u>138,057</u>	<u>1,268,931</u>
Net cash provided (used) by operating activities	<u>\$ 1,095,363</u>	<u>\$ 241,493</u>	<u>\$ (391,449)</u>	<u>\$ 227,716</u>	<u>\$ 1,173,123</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.

**CITY OF WOODLAND, CALIFORNIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 2010**

East Main Reassessment District				
	Balance, July 1, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and investments	\$ 1,102,542	\$ 1,588,626	\$ (1,529,905)	\$ 1,161,263
Cash and investments with fiscal agents	951,588	1,419,277	(1,416,597)	954,268
Accounts receivable	63,928	64,275	(63,928)	64,275
Total assets	\$ 2,118,058	\$ 3,072,178	\$ (3,010,430)	\$ 2,179,806
LIABILITIES:				
Due to assessment district bondholders	\$ 2,118,058	\$ 3,072,178	\$ (3,010,430)	\$ 2,179,806

Beamer-Kentucky Assessment District				
	Balance, July 1, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and investments	\$ 443,690	\$ 404,102	\$ (377,698)	\$ 470,094
Accounts receivable	18,474	18,806	(18,474)	18,806
Total assets	\$ 462,164	\$ 422,908	\$ (396,172)	\$ 488,900
LIABILITIES:				
Due to assessment district bondholders	\$ 462,164	\$ 422,908	\$ (396,172)	\$ 488,900

Gibson Ranch Community Facilities District				
	Balance, July 1, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and investments	\$ 1,643,338	\$ 1,502,958	\$ (1,421,875)	\$ 1,724,421
Cash and investments with fiscal agents	1,512,783	1,307,778	(1,307,816)	1,512,745
Accounts receivable	69,935	69,035	(69,935)	69,035
Total assets	\$ 3,226,056	\$ 2,879,771	\$ (2,799,626)	\$ 3,306,201
LIABILITIES:				
Due to assessment district bondholders	\$ 3,226,056	\$ 2,879,771	\$ (2,799,626)	\$ 3,306,201

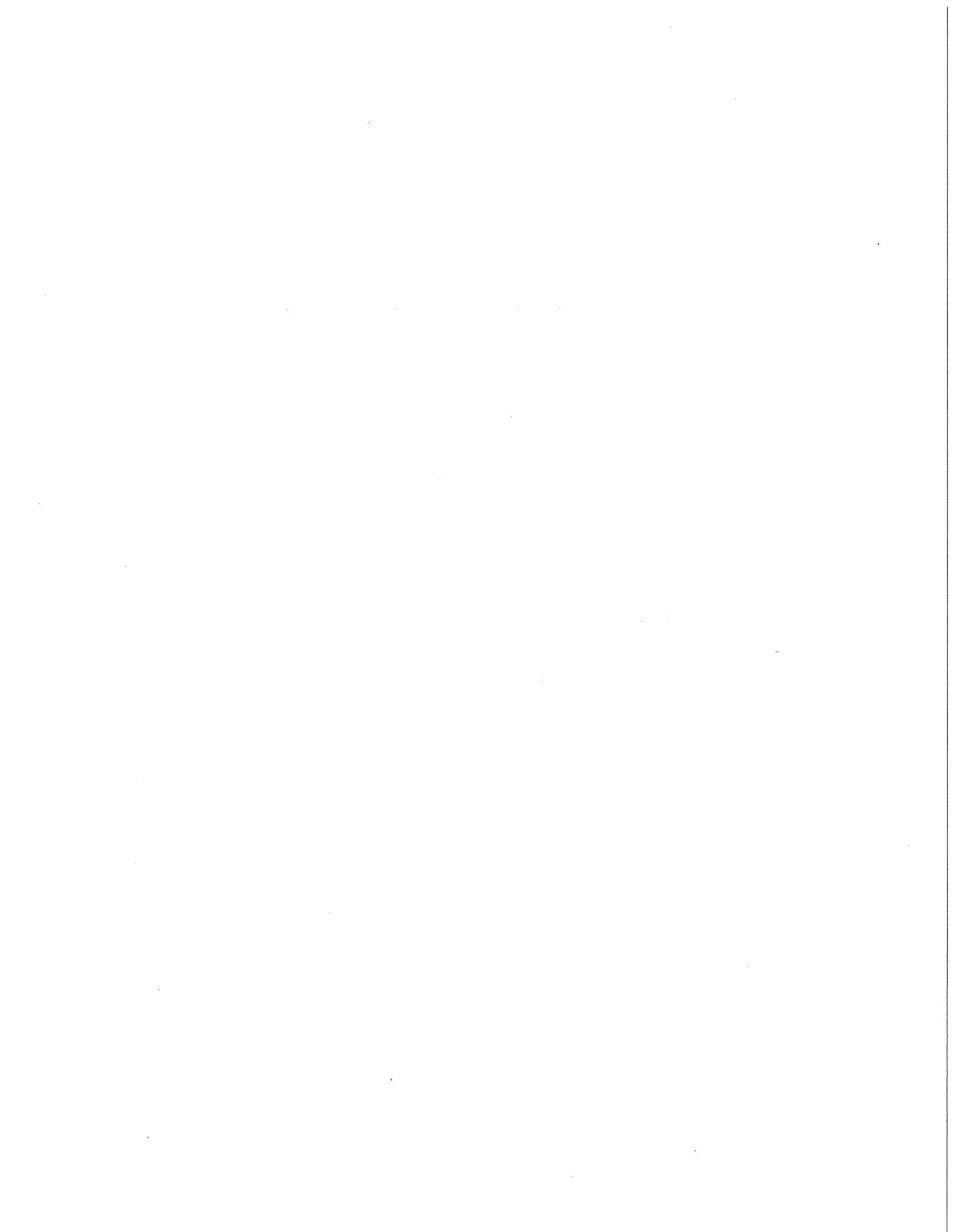
CITY OF WOODLAND, CALIFORNIA
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 2010

Spring Lake Community Facilities District				
	Balance, July 1, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and investments	\$ 1,937,447	\$ 2,596,538	\$ (2,711,585)	\$ 1,822,400
Cash and investments with fiscal agents	2,406,416	2,532,953	(2,543,766)	2,395,603
Accounts receivable	120,627	120,774	(120,627)	120,774
Total assets	<u>\$ 4,464,490</u>	<u>\$ 5,250,265</u>	<u>\$ (5,375,978)</u>	<u>\$ 4,338,777</u>
LIABILITIES:				
Deposits payable	<u>\$ 4,464,490</u>	<u>\$ 5,250,265</u>	<u>\$ (5,375,978)</u>	<u>\$ 4,338,777</u>

Recreation Contract				
	Balance, July 1, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and investments	\$ 38,050	\$ 153,399	(138,267)	\$ 53,182
Accounts receivable	13,769	-	(475)	13,294
Total assets	<u>\$ 51,819</u>	<u>\$ 153,399</u>	<u>\$ (138,742)</u>	<u>\$ 66,476</u>
LIABILITIES:				
Accounts payable	<u>\$ 51,819</u>	<u>\$ 153,399</u>	<u>\$ (138,742)</u>	<u>\$ 66,476</u>

Totals				
	Balance, July 1, 2009	Additions	Deletions	Balance, June 30, 2010
ASSETS:				
Cash and investments	\$ 5,165,067	\$ 6,245,623	\$ (6,179,330)	\$ 5,231,360
Cash and investments with fiscal agents	4,870,787	5,260,008	(5,268,179)	4,862,616
Accounts receivable	286,733	272,890	(273,439)	286,184
Total assets	<u>\$ 10,322,587</u>	<u>\$ 11,778,521</u>	<u>\$ (11,720,948)</u>	<u>\$ 10,380,160</u>
LIABILITIES:				
Accounts payable	\$ 51,819	\$ 153,399	\$ (138,742)	\$ 66,476
Deposits payable	4,464,490	5,250,265	(5,375,978)	4,338,777
Due to assessment district bondholders	5,806,278	6,374,857	(6,206,228)	5,974,907
Total liabilities	<u>\$ 10,322,587</u>	<u>\$ 11,778,521</u>	<u>\$ (11,720,948)</u>	<u>\$ 10,380,160</u>

STATISTICAL SECTION



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.

<u>Contents</u>	<u>Page</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	127
Revenue Capacity <i>These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.</i>	134
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.</i>	141
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.</i>	146
Operating Information <i>These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.</i>	148

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 EIGHT FISCAL YEARS

Table 1

	Fiscal Year							
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Governmental activities								
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	\$ 175,149,249
Restricted	28,474,693	24,228,114	16,682,105	26,136,710	5,829,056	26,413,639	26,905,963	28,664,010
Unrestricted	6,744,092	7,372,245	10,302,628	14,817,078	29,294,147	26,088,467	15,628,835	2,550,781
Total governmental activities net assets	<u>\$ 29,244,315</u>	<u>\$ 50,066,444</u>	<u>\$ 53,301,314</u>	<u>\$ 89,335,186</u>	<u>\$ 194,939,342</u>	<u>\$ 205,860,530</u>	<u>\$ 210,232,140</u>	<u>\$ 206,364,040</u>
Business-type activities								
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	\$ 78,435,923
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	32,896,495
Total business-type activities net assets	<u>\$ 33,960,297</u>	<u>\$ 36,071,674</u>	<u>\$ 38,554,631</u>	<u>\$ 40,764,973</u>	<u>\$ 110,659,789</u>	<u>\$ 111,238,836</u>	<u>\$ 111,576,629</u>	<u>\$ 111,332,418</u>
Primary government								
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	\$ 253,585,172
Restricted	28,474,693	24,228,114	17,602,196	27,057,044	5,829,056	26,413,639	26,905,963	28,664,010
Unrestricted	9,230,142	9,164,594	10,748,616	21,537,314	35,582,014	35,382,213	24,073,319	35,447,276
Total primary government net assets	<u>\$ 63,204,612</u>	<u>\$ 86,138,118</u>	<u>\$ 91,855,945</u>	<u>\$ 130,100,159</u>	<u>\$ 305,599,131</u>	<u>\$ 317,099,366</u>	<u>\$ 321,808,769</u>	<u>\$ 317,696,458</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 NET ASSETS
LAST EIGHT FISCAL YEARS

Table 2

	Fiscal Year							
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Expenses								
Governmental activities:								
General government	\$ 804,147	\$ 846,549	\$ 919,743	\$ 1,818,344	\$ 1,742,568	\$ 963,525	\$ 1,909,619	\$ 2,099,341
Finance	880,704	459,971	329,476	1,248,282	1,174,837	1,099,083	1,131,247	905,273
Community Development	2,698,530	3,552,412	3,809,587	3,030,976	4,430,029	11,270,325	7,073,091	5,316,025
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	4,371,128
Police	10,025,791	10,270,280	10,660,799	12,676,703	13,959,212	14,832,056	15,755,916	15,466,484
Fire	5,024,823	4,998,293	6,301,829	7,478,351	7,487,566	8,700,689	9,306,236	9,576,035
Library	1,414,866	1,468,196	1,361,020	1,554,755	1,534,716	1,573,439	1,700,371	1,419,705
Public Works	4,300,993	4,915,892	7,934,290	6,306,374	12,205,024	18,743,712	13,271,321	15,842,416
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	3,817,325
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>	<u>\$ 58,813,732</u>
Business-type activities:								
Water Utility	\$ 3,479,614	\$ 3,320,033	\$ 3,050,253	\$ 3,506,928	\$ 4,600,289	\$ 5,794,840	\$ 6,698,569	\$ 7,248,618
Sewer	4,925,883	4,151,316	4,366,121	5,062,366	6,353,032	7,975,350	9,020,553	8,715,448
Storm Drain	920,303	617,485	799,882	939,832	1,282,399	1,060,395	922,637	1,063,417
Wastewater Pretreatment	285,794	327,334	289,252	270,541	303,517	326,126	308,436	408,221
Parking	254,144	287,074	317,473	302,740	-	-	-	-
Recycling	193,109	200,845	271,214	247,245	268,208	226,929	301,096	336,672
Construction and Demolition Program	-	-	-	-	54,267	58,709	68,075	69,855
Fire Training Center	35,364	69,306	311,730	384,161	300,979	395,068	347,173	435,031
Cemetery	305,594	301,495	331,637	377,086	312,253	348,076	387,079	306,882
Dubach Park	-	-	227,281	182,113	185,328	149,256	2,153	463
Youth Program	-	-	-	-	-	8,872	9,695	5,403
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>	<u>18,590,010</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>	<u>\$ 77,403,742</u>
Program Revenues								
Governmental activities:								
Charges for Services:								
General Government	\$ 61,593	\$ 58,251	\$ 1,474,342	\$ 1,969,990	\$ 1,493,164	\$ 2,909,700	\$ 1,891,825	\$ 920,426
Finance	201,774	5,293	10,854	585,890	351,557	268,181	229,906	90,698
Community Development	1,927,047	1,473,717	2,141,304	3,179,126	1,893,850	6,188,714	8,215,989	1,464,819
Parks, recreation and community services	379,080	944,727	652,359	8,510,365	4,983,490	4,182,914	3,194,424	1,908,106
Police	629,922	504,030	713,486	1,503,740	1,304,712	1,130,977	834,577	467,329
Fire	114,295	366,602	309,899	1,794,430	1,283,470	1,212,994	1,165,662	821,018
Library	31,305	46,945	19,179	222,629	231,962	193,839	101,242	21,678
Public Works	1,528,669	13,065,145	4,767,255	12,932,147	15,490,978	12,868,353	7,615,676	3,048,102
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	6,787,871
Capital Grants and Contributions	7,871,072	7,130,560	115,481	8,096,047	1,507,966	1,975,531	1,435,075	6,362,304
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>	<u>\$ 21,892,351</u>
Business-type activities:								
Charges for services:								
Water	\$ 3,554,666	\$ 4,148,888	\$ 4,364,072	\$ 4,759,033	\$ 5,589,013	\$ 6,268,129	\$ 6,354,592	\$ 7,353,553
Sewer	4,408,855	5,119,334	5,520,842	6,589,670	7,832,929	9,357,295	10,487,752	10,861,213
Storm Drain	172,800	174,219	176,943	318,737	179,500	193,005	183,738	196,682
Wastewater Pretreatment	353,157	379,679	394,310	388,346	392,034	399,466	394,743	408,337
Parking	213,742	367,151	294,903	254,052	-	-	-	-
Recycling	227,844	227,035	223,355	220,117	284,654	298,462	282,949	176,253
Construction and Demolition Program	-	-	-	-	76,250	65,154	62,446	15,675
Fire Training	72,432	66,343	294,013	387,025	372,233	261,851	337,305	407,401
Cemetery	105,952	99,776	128,634	141,317	109,530	95,752	110,808	85,140
Dubach Park	-	-	69,452	39,117	52,638	14,354	-	25
Youth Program	-	-	-	-	1,130	11,020	8,046	3,735
Operating Grants and Contributions	32,051	184,234	191,873	14,354	74,846	28,329	59,306	209,014
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>	<u>19,717,028</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>	<u>\$ 41,609,379</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 NET ASSETS
LAST EIGHT FISCAL YEARS**

Table 2

(continued)

	Fiscal Year							
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Net (expense)/revenue								
Governmental activities	\$ (14,179,081)	\$ (4,077,346)	\$ (22,742,438)	\$ 1,890,738	\$ (11,401,132)	\$ (24,938,898)	\$ (28,741,789)	\$ (36,921,381)
Business-type activities	(1,306,122)	1,663,887	1,693,554	1,838,816	1,304,485	649,196	216,219	1,127,018
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>(24,289,702)</u>	<u>(28,525,570)</u>	<u>(35,794,363)</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	\$ 11,034,574
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	3,692,982
Other taxes	1,120,950	1,338,368	1,428,605	1,161,070	1,384,275	1,070,800	880,676	838,561
Franchise fees	930,797	1,416,716	1,332,035	1,334,394	1,407,480	1,610,996	1,607,431	1,641,841
Sales and use tax - levied by State	7,577,040	7,738,037	6,821,372	9,363,938	9,526,016	9,427,334	9,210,512	8,552,518
Sales tax in lieu	-	-	1,829,274	-	-	-	-	-
Motor vehicle in lieu fees	2,955,804	2,291,591	4,015,060	3,830,891	4,107,723	4,279,487	4,365,446	4,247,958
Investment earnings	484,019	407,370	785,219	1,780,863	1,597,591	2,310,560	1,169,692	531,345
Gain from disposal of capital assets	166,760	-	-	-	-	1,007,176	320	918,649
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	1,594,853
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>	<u>33,053,281</u>
Business-type activities:								
Investment earnings	325,355	128,487	197,476	675,964	644,286	747,635	752,508	223,624
Miscellaneous	53,981	138,003	-	-	-	-	-	-
Transfers	7,531,590	181,000	566,221	(304,438)	(2,286,855)	(817,784)	(630,934)	(1,594,853)
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>	<u>(1,371,229)</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>	<u>31,682,052</u>
Change in net assets								
Governmental activities	\$ 2,118,378	\$ 20,822,129	\$ 6,885,917	\$ 36,033,872	\$ 23,210,421	\$ 11,021,188	\$ 4,271,611	\$ (3,868,100)
Business-type activities	6,604,804	2,111,377	2,457,251	2,210,342	(338,084)	579,047	337,793	(244,211)
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>\$ 11,600,235</u>	<u>\$ 4,609,404</u>	<u>\$ (4,112,311)</u>

(concluded)

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.

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

Table 3

	Fiscal Year							
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
General Fund								
Reserved	\$ 319,302	\$ 322,339	\$ 546,620	\$ 560,434	\$ 688,203	\$ 1,259,109	\$ 140,827	\$ 130,820
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>	<u>4,196,104</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>	<u>\$ 4,326,924</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	\$ 19,302,650
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	1,666,703
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>	<u>(2,085,018)</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>	<u>\$ 18,884,335</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 EIGHT FISCAL YEARS

Table 4

	Fiscal Year							
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Revenues								
Taxes	\$ 19,029,636	\$ 20,700,343	\$ 22,846,924	\$ 25,325,017	\$ 25,120,517	\$ 26,066,032	\$ 25,100,332	\$ 23,975,565
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	434,173
Intergovernmental	9,996,232	7,768,056	8,851,802	10,592,937	11,307,096	16,708,438	11,521,084	16,528,740
Charges for services	712,914	546,908	5,600,175	6,862,114	6,992,872	8,544,540	7,238,752	6,980,697
Licenses, fees, and permits	2,393,155	3,016,263	7,756,794	26,542,591	24,136,416	25,827,630	16,257,298	6,351,522
Investment earnings	501,445	435,690	771,186	2,162,707	1,597,591	2,199,631	1,105,856	500,718
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	265,241
Total revenues	42,422,433	54,354,863	74,827,467	73,370,476	70,947,557	80,344,275	61,963,346	55,036,656
Expenditures								
General government	1,536,443	1,510,764	1,550,077	1,703,603	1,777,932	1,860,312	1,780,986	2,009,548
Finance	1,219,519	934,871	1,182,689	1,455,400	1,378,111	1,517,770	1,568,733	1,320,219
Community development	2,884,956	2,467,624	6,118,975	3,836,385	5,241,028	12,503,460	7,366,038	6,837,345
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	4,150,055
Police	9,939,251	10,061,455	11,904,073	13,154,202	14,545,362	15,397,567	14,987,573	14,651,667
Fire	5,230,687	5,713,030	6,616,713	8,059,303	8,131,827	9,259,952	9,016,008	9,285,591
Library	1,405,864	1,383,889	1,353,616	1,642,125	1,726,632	1,912,052	1,835,271	1,428,738
Public works	21,516,993	26,763,664	35,391,914	55,347,083	47,405,561	16,987,327	15,660,159	19,588,664
Total expenditures	47,884,281	54,106,311	68,238,898	89,887,957	85,968,152	73,823,018	64,676,985	59,271,827

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 EIGHT FISCAL YEARS

Table 4

(continued)	Fiscal Year							
	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Debt service:								
Principal	\$ 1,200,677	\$ 3,206,992	\$ 3,523,352	\$ 10,784,363	\$ 8,340,472	\$ 9,150,693	\$ 7,654,750	\$ 3,800,171
Interest and fiscal charges	1,764,221	1,575,091	1,689,995	2,307,672	3,064,393	3,530,567	3,680,617	3,547,174
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>86,504,278</u>	<u>76,012,352</u>	<u>66,619,172</u>
Excess of revenues over (under) expenditures	(8,426,746)	(4,533,531)	1,375,222	(29,609,516)	(26,425,460)	(6,160,003)	(14,049,006)	(11,582,516)
Other financing sources (uses)								
Proceeds sale of capital assets	166,760	-	-	-	-	1,527,776	320	875,000
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)	-	-
Contribution from developer advances	-	-	20,763,581	-	6,777,750	-	1,348,369	689,527
Transfers in	33,691,881	11,083,700	19,525,085	42,319,297	11,037,210	20,268,657	16,576,829	9,037,307
Transfers out	<u>(39,906,068)</u>	<u>(11,296,700)</u>	<u>(20,097,149)</u>	<u>(42,082,560)</u>	<u>(10,686,869)</u>	<u>(18,533,256)</u>	<u>(15,966,618)</u>	<u>(7,491,058)</u>
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>1,958,900</u>	<u>3,110,776</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>\$ 15,597,755</u>	<u>\$ (12,090,106)</u>	<u>\$ (8,471,740)</u>
Debt service as a percentage of noncapital expenditures	2%	8%	7%	13%	20%	20%	19%	14%

concluded

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
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS
LAST NINE FISCAL YEARS

Table 5

Fiscal Year	Property	Sales Taxes	Utility Use Taxes	Motor Vehicle In-Lieu Fees	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
2009-10	11,034,574	8,552,518	-	4,247,958	253,266	585,295	3,692,982	28,366,593
Change 2002-2010	73%	25%	-100%	54%	-11%	1%	7%	37%

NOTE: Information is not available for fiscal year 2000-01.

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

Table 6

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
2000-01	\$ 2,198,347,840	\$ 321,131,121	\$ 2,519,478,961	8.3%	0%
2001-02	2,369,383,933	332,465,644	2,701,849,577	7.2%	0%
2002-03	2,508,185,387	333,626,275	2,841,811,662	5.2%	0%
2003-04	2,718,892,439	342,792,511	3,061,684,950	7.7%	0%
2004-05	2,974,344,251	352,754,057	3,327,098,308	8.7%	0%
2005-06	3,396,701,505	397,769,478	3,794,470,983	14.0%	0%
2006-07	4,113,534,512	204,738,505	4,318,273,017	13.8%	0%
2007-08	4,435,826,485	231,464,657	4,667,291,142	8.1%	0%
2008-09	4,541,341,365	252,589,386	4,793,930,751	2.7%	0%
2009-10	4,449,705,630	251,977,544	4,701,683,174	-1.9%	0%

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)

Table 7

Fiscal Year	City Direct Rate	Overlapping Rates				Total
		Basic County Wide Levy	School District	Flood Control Debt Service		
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 %	
2009-10	- %	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 NINE YEARS PRIOR**

Table 8

Taxpayer	FY 2009-10			FY 2000-01		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
Walgreen Company	\$ 103,805,462	1	21.59%	\$ 56,738,181	1	20.26%
Dayton Hundson Corporation	103,511,628	2	21.53%	38,200,370	3	13.64%
Pacific Coast Producers	59,020,193	3	12.28%	-		0.00%
Industrial Woodlands	44,877,963	4	9.34%	-		0.00%
Costco Wholesale	35,148,511	5	7.31%	-		0.00%
Woodland Development	30,002,176	6	6.24%	-		0.00%
Payless Drug Stores Northwest	29,990,050	7	6.24%	-		0.00%
Autumn Run Investors	26,471,439	8	5.51%	-		0.00%
Target	24,492,896	9	5.09%	32,344,416	5	11.55%
Industrial Tide CT Owner	23,414,172	10	4.87%	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	4.16%
Total	\$ 480,734,490		100.00%	\$ 280,078,990		100.00%

SOURCE: Yolo County Assessor's Secured Roll

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

Table 9

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
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%
2009-10	11,034,574	11,034,574	100%	-	11,034,574	100%

NOTE: 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
TAXABLE SALES BY CATEGORY
LAST EIGHT FISCAL YEARS**

Table 10

	Fiscal Year							
	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09
Retail stores	\$ 468,596	\$ 513,656	\$ 552,233	\$ 585,904	\$ 585,105	\$ 580,044	\$ 566,786	\$ 505,204
All other outlets	613,467	667,962	771,300	813,262	825,289	829,302	819,381	771,601
Total	\$ 1,082,063	\$ 1,181,618	\$ 1,323,533	\$ 1,399,166	\$ 1,410,394	\$ 1,409,346	\$ 1,386,167	\$ 1,276,805
City direct sales tax rate	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%	0.05%

NOTES: (1) Taxable Sales data for fiscal year 2010 is not yet available
(2) Information is only available from fiscal year 2001-02.

SOURCE: California State Board of Equalization

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

Table 11

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Overlapping Rate</u> <u>Yolo County</u>
2000-01	0.50%	1.50%
2001-02	0.50%	1.50%
2002-03	0.50%	1.50%
2003-04	0.50%	1.50%
2004-05	0.50%	1.50%
2005-06	0.50%	1.50%
2006-07	0.50%	1.50%
2007-08	0.50%	1.50%
2008-09	0.50%	1.50%
2009-10	0.50%	1.50%

- NOTES:
- (1) The City of Woodland's 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
FISCAL YEAR 2005-06 AND NINE YEARS PRIOR**

Table 12

	FY 2005-06				FY 1996-97			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail trade	2	20%	\$ 144,758,535	28.90%	3	30%	\$ 126,629,394	45.21%
Manufacturing	1	10%	55,787,934	11.14%	3	30%	78,598,839	28.06%
Construction	3	30%	96,859,581	19.34%				
Finance, insurance, and real estate	4	40%	203,450,094	40.62%	3	30%	60,450,031	21.58%
Agricultural					1	10%	14,400,726	5.14%
Total	10	100%	\$ 500,856,144	100.00%	10	100%	\$ 280,078,990	100.00%

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

SOURCE: Sales Tax Commission

Yolo County Assessor (Principal Property Tax Payers List)

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

Table 13

Fiscal Year	Governmental Activities						Business-type Activities				
	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	Percentage of Personal Income	Per Capita
2002-03	\$ 32,405,000	\$ 2,260,000	\$ 835,000	\$ 2,069,922	\$ -	\$ 1,480,907	\$ -	\$ 5,777,250	\$ 44,828,079	0.06	879
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	883
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
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	2,279
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
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
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	2,403
2009-10	54,612,780	8,445,000	-	6,014,496	34,166,971	2,889,402	31,177,220	1,627,167	138,933,036	0.20	2,526

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**

Table 14

Fiscal Year	General Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita
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
2009-10	71,961,678	1.53%	1,309

- 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, 2010

Table 15

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable ^a</u>	<u>Estimated Share of Direct and Overlapping Debt</u>	<u>2009-10 Assessed Valuation</u>	<u>Ratio to Assessed Valuation</u>
Debt repaid with property taxes					
City of Woodland	\$ -	100.00%	\$ -	\$4,701,683,174	0.000%
Other debt			<u>-</u>		
Subtotal, overlapping debt			-		
City direct debt			<u>-</u>		
Total direct and overlapping debt			<u><u>\$ -</u></u>		

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

Table 16

Legal Debt Margin Calculation for Fiscal Year 2009-2010	
Assessed value	\$ 4,701,683,174
Debt limit (3.75% of assessed value)	176,313,119
Debt applicable to limit	-
Legal debt margin	<u>\$ 176,313,119</u>

	Fiscal Year					
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Debt Limit	\$ 141,445,268	\$ 142,292,662	\$ 161,935,238	\$ 175,023,418	\$ 179,772,403	\$ 176,313,119
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>\$ 161,935,238</u>	<u>\$ 175,023,418</u>	<u>\$ 179,772,403</u>	<u>\$ 176,313,119</u>
Total net debt applicable to the limit as a percentage of debt limit	0.21%	0%	0%	0%	0%	0%

NOTE: (1) Assessed value of property subject to taxation at full market value as a result of Proposition 13.
(2) Information is only available from fiscal year 2004-05.

SOURCE: Yolo County Assessor's Office.

**CITY OF WOODLAND, CALIFORNIA
PLEGDED-REVENUE COVERAGE
LAST EIGHT FISCAL YEARS**

Table 17

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%
2009-10	10,736,302	5,880,123	4,856,179	770,000	628,032	773.24%	773.24%

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%
2009-10	7,328,351	5,545,837	1,782,514	195,000	493,521	361.18%	361.18%

- 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.
 - (4) Information is only available from fiscal year 2002-03.

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

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

Table 18

Fiscal Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
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%
2009-10	54,993	680,666,692	12,377	12.40%

- NOTES:
- (1) Personal income is calculated as per capita personal income multiplied by the City's population.
 - (2) Per capita personal income is calculated as median household income divided by median household size (three persons).

- SOURCES:
- (1) Population data source - State Department of Finance
 - (2) Per capita personal income data source US Department of Commerce, Bureau of Economic Analysis
 - (3) Unemployment rate data source - State Department of Employment Development and U.S. Bureau of Labor Statistics: www.calmis.ca.gov

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

Table 19

Employer	2010			2001		
	Employees	Rank	Percentage of Total Top 10 Employment	Employees	Rank	Percentage of Total Top 9 Employment
Target Distribution Center	800	1	24.71%			
Walgreen Co., Distribution	713	2	22.03%			
Thrifty Payless	475	3	14.67%			
Pacific Coast Producers	300	4	9.27%			
Demetrio Campos	250	5	7.72%			
Sun Foods	150	6	4.63%			
Aldersons Convalescent	150	7	4.63%			
Truck Accessories	143	8	4.42%			
PGP International	128	9	3.95%			
Veolia Transportation	128	10	3.95%			
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>3,237</u>			<u>721</u>		

Note: City of Woodland only has top 9 employers from fiscal year 2001.

Source: City Community Development Division.

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

Table 20

Function/Program	Full-time-Equivalent Employees as of June 30						
	2004	2005	2006	2007	2008	2009	2010
Governmental Activities:							
General government	40	42	40	39	31	31	32
Public safety							
Police	91	95	94	97	99	94	88
Fire	48	58	62	62	62	62	47
Public works	76	89	89	91	84	77	72
Recreation and Parks	37	38	39	42	42	41	20
Community Development	19	19	21	28	55	50	32
Business-type activities:							
Water utility	2	2	2	2	2	2	2
Wastewater utility	7	7	7	7	7	6	6
Parking	1	1	1	1	1	1	1
Storm water	6	6	8	8	8	8	8
Total	327	357	363	377	383	372	308

NOTES: (1) The employees that support the housing opportunity and other function are included in other primary government functions/programs.
(2) Information is only available from fiscal year 2003-04.

SOURCE: Various City departments.

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

Table 21

Function/Program	Fiscal Year					
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Governmental Activities:						
General government						
Building permits issued	1,996	2,151	1,922	1,721	1,471	1,177
Building inspections conducted	9,621	12,483	12,876	9,197	7,549	4,315
Public safety						
Police						
Physical arrests	3,255	3,177	3,429	3,567	4,096	3,359
Traffic violations	5,942	5,754	5,977	6,949	7,967	8,089
Fire						
Emergency responses	4,072	4,171	4,285	4,480	4,462	4,417
Fires extinguished	262	260	293	278	193	206
Inspections	2,986	2,157	2,748	1,228	3,114	3,235
Public works						
Street resurfacing (miles)	13.4	13.7	12.53	17.60	10.50	9.1
Potholes repaired	963	984	4,049	3,255	2,363	4,051
Recreation and parks						
Athletic field permits issued	84	96	106	120	135	140
Community center admissions	-	-	-	13,965	18,072	20,000
Business-type Activities:						
Water utility						
Number of customers	13,689	13,689	13,986	14,041	14,501	14,568
Water main breaks	620	33	30	31	70	
Average daily consumption (per consumer)	30 306	305	250	265	260	
Wastewater utility						
Average Daily Flows (mgd)		6.6	6.3	6.3	5.88	5.6
Sanitary Storm Sewer Miles	6.77	97	110	170		
Parking						
Number of lots	16	17	17	17	17	17
Average annual maintenance	\$ 15,830	\$22,962	\$23,243	\$34,171	\$36,443	\$39,191

NOTE: Information is only available from fiscal year 2004-05.

SOURCE: Various City departments

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

Table 22

Function/Program	Fiscal Year					
	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10
Governmental Activities:						
General government						
Public safety						
Police						
Stations	1	1	1	1	1	1
Vehicular patrol units	20	20	23	24	22	22
Fire						
Stations	3	3	3	3	3	3
Public works						
Streets (miles)	167.0	183.6	198.0	183.6	183.6	183.6
Streetlights	2,855	3,800	3,299	3,379	3,421	3,343
Traffic signals	55	57	59	62	62	62
Recreation and parks						
Parks - Number of developed acres	176.99	178.19	179.60	179.60	179.60	187.6
Number of parks	29	29	29	29	29	30
Number of swimming facilities	2	2	2	2	2	2
Number of community recreation centers	-	-	1	1	1	1
Number of senior centers	1	1	1	1	1	1
Number of bike lanes	60	60	62	62	62	62
Business-type Activities:						
Water utility						
Number of water connections	13,689	13,689	13,986	14,041	14,501	14,568
Billions of gallons sold	4,976,962,505	5,118,798,895	5,119,152,092	5,121,542,112	5,123,087,436	5,123,087,436
Wastewater utility						
Number of sewer connections	13,689	13,689	13,986	14,041	14,501	14,568
Plant treatment capacity (MGD)	7.8	7.8	7.8	10.4	10.4	10.4
Plant flow (annual avg)	6.7	6.7	6.7	6.3	6.1	5.7
Parking						
Number of lots	16	17	17	17	17	17
Storm Water						
Miles	90	97	110	110	115	115

NOTES: Information is only available from fiscal year 2004-05.

SOURCE: Various City departments.