

**CITY OF WOODLAND, CALIFORNIA**

---

Comprehensive Annual Financial Report  
Year Ended June 30, 2007

Prepared By

**FINANCE DEPARTMENT**

CITY OF WOODLAND, CALIFORNIA

June 30, 2007

TABLE OF CONTENTS

INTRODUCTORY SECTION

(Page)

Transmittal Letter .....i  
City Council & Administrative Staff Roster..... viii  
City Organization Chart..... ix  
City of Woodland Map .....x  
GFOA Certificate of Achievement .....xi

FINANCIAL SECTION

Independent Auditor's Report ..... 1  
Management's Discussion and Analysis (Required Supplementary Information).....3  
Basic Financial Statements:  
    Government-wide Financial Statements:  
        Statement of Net Assets ..... 15  
        Statement of Activities ..... 16  
    Fund Financial Statements:  
        Balance Sheet – Governmental Funds ..... 17  
        Reconciliation of the Balance Sheet - Governmental Funds to the  
        Statement of Net Assets – Governmental Activities..... 19  
        Statement of Revenues, Expenditures and Changes in Fund  
        Balances – Governmental Funds ..... 20  
        Reconciliation of the Statement of Revenues, Expenditures and  
        Changes in Fund Balances - Governmental Funds to the  
        Statement of Activities ..... 22  
        Statement of Revenues, Expenditures and Changes in Fund Balance –  
        Budget and Actual – General Fund..... 23  
        Statement of Revenues, Expenditures and Changes in Fund Balance –  
        Budget and Actual – Community Development Block Grant  
        Special Revenue Fund ..... 25  
        Statement of Net Assets – Proprietary Funds ..... 26  
        Statement of Revenues, Expenses and Changes in Fund Net  
        Assets – Proprietary Funds ..... 27  
        Statement of Cash Flows – Proprietary Funds..... 28  
        Statement of Fiduciary Net Assets – Agency Funds ..... 30  
    Notes to Financial Statements ..... 31  
Required Supplementary Information:  
    Schedule of Funding Progress (Unaudited)..... 61  
Combining and Individual Fund Statements and Schedules:  
    Nonmajor Governmental Funds:  
        Combining Balance Sheet – Nonmajor Governmental Funds ..... 62  
        Combining Statement of Revenues, Expenditures and Changes in  
        Fund Balances – Nonmajor Governmental Funds ..... 63  
        Combining Balance Sheet – Nonmajor Special Revenue Funds ..... 64

**CITY OF WOODLAND, CALIFORNIA**  
June 30, 2007

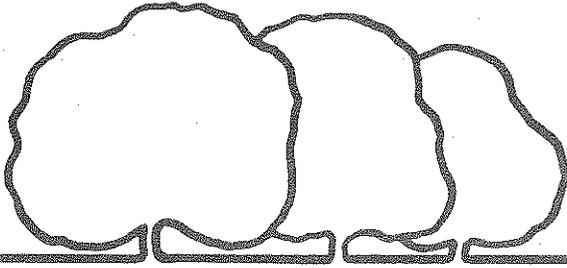
**TABLE OF CONTENTS (CONTINUED)**

|  | (Page) |
|--|--------|
| Combining Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Nonmajor Special Revenue Funds .....     | 69     |
| Schedules of Revenues, Expenditures and Changes in Fund<br>Balance – Budget and Actual – Nonmajor Special Revenue Funds: |        |
| Streng Pond Landscape Maintenance District.....  | 74     |
| North Park Landscape Maintenance District.....   | 75     |
| Gibson Ranch Landscape Maintenance District .....  | 76     |
| Special Needs Assistance Grant.....  | 77     |
| Housing Monitoring .....   | 78     |
| Transit .....  | 79     |
| Proposition 172 .....  | 80     |
| Transportation .....   | 81     |
| Literacy Grant .....   | 82     |
| Gas Tax .....  | 83     |
| Asset Seizure.....   | 84     |
| Historical Walking Tour.....   | 85     |
| Supplemental Law Enforcement Services Grant.....   | 86     |
| State Library Programs.....  | 87     |
| Cemetery Endowment.....  | 88     |
| West Wood Lighting & Landscaping District.....   | 89     |
| Spring Lake Lighting & Landscaping District.....   | 90     |
| Spring Lake Sports Park Maintenance CFD .....  | 91     |
| Fire Suppression District.....   | 92     |
| Combining Balance Sheet – Nonmajor Debt Service Funds .....  | 93     |
| Combining Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Nonmajor Debt Service Funds .....        | 94     |
| Schedules of Revenues, Expenditures and Changes in Fund<br>Balance – Budget and Actual – Nonmajor Debt Service Funds:    |        |
| 2002 Lease Revenue Bonds .....   | 95     |
| Woodland Redevelopment Agency 1996 Tax Allocation Bonds.....   | 96     |
| Woodland Redevelopment Agency 2005 Capital Projects Lease Revenue Bonds .....  | 97     |
| Woodland Redevelopment Agency 2005 Wastewater Treatment Plant .....  | 98     |
| Combining Balance Sheet – Nonmajor Capital Projects Funds .....  | 99     |
| Combining Statement of Revenues, Expenditures and Changes in<br>Fund Balances – Nonmajor Capital Projects Funds .....    | 101    |
| Nonmajor Enterprise Funds:   |        |
| Combining Statement of Net Assets.....   | 103    |
| Combining Statement of Revenues, Expenses and Changes in<br>Fund Net Assets .....  | 105    |
| Combining Statement of Cash Flows .....  | 107    |

**CITY OF WOODLAND, CALIFORNIA**  
June 30, 2007

**TABLE OF CONTENTS (CONTINUED)**

|  | <b>(Page)</b> |
|--|---------------|
| Internal Service Funds:  |               |
| Combining Statement of Net Assets .....  | 111           |
| Combining Statement of Revenues, Expenses and Changes in<br>Fund Net Assets .....                              | 112           |
| Combining Statement of Cash Flows.....   | 113           |
| Agency Funds:  |               |
| Combining Statement of Changes in Assets and Liabilities .....   | 115           |
| <br><b>STATISTICAL SECTION</b>   |               |
| Financial Trends:  |               |
| Net Assets – Last Five Fiscal Years (Table 1) .....  | 117           |
| Changes in Net Assets – Last Five Fiscal Years (Table 2).....  | 118           |
| Fund Balances, Governmental Funds – Last Five Fiscal Years (Table 3) .....                                     | 120           |
| Changes in Fund Balances, Governmental Funds – Last Five Fiscal Years (Table 4).....                           | 121           |
| Tax Revenues by Source, Governmental Funds (Table 5).....  | 123           |
| Revenue Capacity:  |               |
| Assessed Value and Estimated Actual Value of Taxable Property –<br>Last Ten Fiscal Years (Table 6) .....       | 124           |
| Direct and Overlapping Property Tax Rates – Last Ten Fiscal Years (Table 7).....                               | 125           |
| Principal Property Tax Payers – Current Year and Ten Years Ago (Table 8) .....                                 | 126           |
| Property Tax Levies and Collections – Last Ten Fiscal Years (Table 9).....                                     | 127           |
| Taxable Sales by Category – Last Six Fiscal Years (Table 10).....  | 128           |
| Direct and Overlapping Sales Tax Rates – Last Ten Fiscal Years (Table 11) .....                                | 129           |
| Sales Tax Revenue Payers by Industry – Current Year and Ten Years Ago (Table 12).....                          | 130           |
| Debt Capacity:   |               |
| Ratios of Outstanding Debt by Type – Last Six Fiscal Years (Table 13) .....                                    | 131           |
| Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years (Table 14).....                              | 132           |
| Direct and Overlapping Governmental Activities Debt (Table 15).....  | 133           |
| Legal Debt Margin Information – Last Five Fiscal Years (Table 16).....   | 134           |
| Pledged-Revenue Coverage – Last Five Fiscal Years (Table 17) .....   | 135           |
| Demographic and Economic Information:  |               |
| Demographic and Economic Statistics – Last Ten Fiscal Years (Table 18).....                                    | 136           |
| Principal Employers – Current Year and Six Years Ago (Table 19).....   | 137           |
| Full-Time-Equivalent City Government Employees by Function/Program –<br>Last Five Fiscal Years (Table 20)..... | 138           |
| Operating Information:   |               |
| Operating Indicators by Function/Program – Last Five Fiscal Years (Table 21).....                              | 139           |
| Capital Asset Statistics by Function/Program – Last Five Fiscal Years (Table 22).....                          | 140           |



# City of Woodland

December 28, 2007

Honorable Mayor David Flory & Members of the City Council:

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) of the City of Woodland (City), California for the fiscal year ended June 30, 2007. The report has been developed and organized to conform to generally accepted accounting principles (GAAP) and to meet reporting standards set forth by the California Society of Municipal Finance Officers and the national Government Finance Officers Association.

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 Government Finance Officers Association (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, water, sewer and storm drain, planning and zoning, building inspection, housing, general administration services and redevelopment. The financial statements of the City include the financial activities of the City as well as the following component units which are controlled by and dependent on the City:

- The Woodland Redevelopment Agency is a separate governmental entity whose purpose is to prepare and implement plans for improvement, rehabilitation, and development of certain areas within the City.
- The Woodland Public Facilities Corporation is a separate governmental entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Corporation has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales.
- The Woodland Finance Authority is a separate governmental entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Authority has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales.

### Economic Condition & Outlook

The City is located in what continues to be one of the most prosperous and fastest growing areas of the State. The City is eighty-five miles northeast of San Francisco, and, thus, feels the impact of growth in suburban areas of the greater Bay Area. More importantly, the City is only eighteen miles northwest of Sacramento and shares in the economic trends of the Sacramento Valley Region. Sacramento serves as the state's capitol and center of state government.

The City is a part of Yolo County, which has a well-developed transportation network including road, rail and shipping services. Interstate 80, a transcontinental highway linking San Francisco with points east is nine miles to the south of the City via State Route 113. Interstate 5 bisects the City and serves as the West Coast's major north-south interstate running from the Canadian border to the Mexican border. The Union Pacific railroad crosses the County with its main line generally paralleling Interstate 80, with trunk lines running into adjoining counties. Freight transportation is also provided by several intra-state and transcontinental trucking firms. Waterborne facilities are available through the Sacramento-Yolo Port District immediately to the south of the City. Ships can reach Sacramento from San Francisco Bay in less than eight hours. The Sacramento Metropolitan Airport is located approximately 12 miles east of the City and is served by most major carriers as well as commuter carriers. Airline service is available to all principal cities on the West Coast as well as direct flights to other major cities in the United States. 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.

Between 1997 and 2007 the City's population increased by a total of 9,610 or approximately 22%; an average annual increase of approximately 2.2%. The City is the second most populous in the County. The Woodland Area continues to have diverse employment opportunities, with the largest three employment sectors identified as services, government and retail trade.

During the past eight years, the City Council and City Management set a course to identify unfunded needs, adjust fees and rates to a pay-as-you-go philosophy and deliver the programs and services within available resources. Properly managing the growth of the City and using a pay-as-you-go philosophy, reinvesting in an aging infrastructure, meeting clean water regulatory requirements for storm water, waste water plant improvement to satisfy NPDES permit requirements and improving our water supply are key issues that are capital intensive and rate sensitive.

City staff, working in accordance with the City Council's guidance, kept General Fund expenditures in line with projected revenues during FY 06/07. The weakening of the housing market resulted in a decrease in charges for services revenues during FY 07, although property taxes increased primarily due to residential development that occurred during FY 05/06.

Changes in City personnel included an increase in positions for community development, utilities, parks and approval of essential staff positions coinciding with the Spring Lake development.

In June 2004, the City formed the City of Woodland Communities Facilities District No. 2004-1 (Spring Lake), consisting of approximately 657-acres for the development of 2,880 single family homes, 1,160 multi-family units, 11 acres of commercial development and 28 acres of parks, 240 acres of school facilities, one acre fire station and 123 acres designated as streets, greenbelts and drainage. The development, as approved, includes both custom and production homes, and during the year 228 building permits were issued, with approximately 300 homes completed and ready for occupancy. Construction of the backbone infrastructure (including water, sewer, storm drain, and roadway construction) made significant progress throughout the year; a substantial portion of the subdivisions have completed infrastructure.

The City has also made strides in the area of commercial and industrial development. The Gateway project, consisting of 525,000 square feet of retail space planned to include a new Costco, a Target store and other retail shops and restaurants is under construction with the first stores expected to be operational in early calendar year 2008. This development is expected to have a significant positive impact on the local economy.

The Woodland Park Specific Plan (Plan) covers approximately 900 acres in the northeast industrial area and is currently undergoing planning and financial review. The Plan will set the stage for job growth for many years to come and will include land for a corporate campus, research and development, manufacturing and warehousing.

Additional development opportunities are being explored along the East Street Corridor as well as projects within the Redevelopment Area. These projects include the renovation of a Mobile Home Park, live/work projects Downtown, and the possible long-term relocation of the Fair grounds. Additionally, the City has been working with the State Administrative Office of the Courts regarding construction of new courtrooms and consolidation of court operations within the City. This project, in connection with possible relocation of an existing auto dealership, construction of a new downtown parking structure and development of a cinema and retail plaza, present exciting development possibilities for the City.

However, the City is facing a number of fiscal challenges in the coming years. The downturn in the housing economy has an impact on both general fund fees as well as available revenues for the capital funds. Additionally, the City generates a fair amount of sales tax from sales of building materials, which has declined with the decreased construction of residential homes. Temporary funding for a fourth Fire Engine Company expired on June 30, 2007; these operations will become a responsibility of the General Fund. In August 2007, a vote to increase Storm Drain utility user fees was defeated by the citizens; the cost of this operation will also become a General Fund obligation.

#### **Goals, Objectives, and Major Accomplishments during Fiscal Year 2006/2007**

The chief function of local government is to serve the best interest of its community. The City Council, as the legislative body, develops policy and directly establishes strategic decisions. The Council's focus for FY 2006/07 was on sustainable improvements with a primary focus on improving the City's internal and external customer services. In addition, other identified areas of importance included providing more information to the community, refining administrative processes and procedures and better utilization of technology.

The notable accomplishments are described below:

##### ***City Administration***

- Leveraged State and Federal grants
- Structured resolution with Yolo County supporting new State Courts and redevelopment in downtown and government center.
- Created a spending plan for the ½ cent Sales Tax Measure, approved in June 2006, which will generate upwards of \$67 million to leverage other funding sources to upgrade the historic Library, City Hall and historical Opera House, complete the Community Senior Center and Sports Park, and provide substantial funding for park renovations and road improvements.
- Organized a citizen's advisory committee to review Storm Drain infrastructure and operational needs in the City and evaluate alternatives for a proposed fee increase.
- Completed negotiations of all City labor contracts
- Successfully restructured retiree health care from a defined benefit plan to a defined contribution plan for all new employees.
- Prepared and completed a balanced City budget in a timely manner.
- Timely completion and compliance with debt service reporting requirements.
- Improved cash management and cash flow projections for greater return on City investment.
- Updated the City's Purchasing Ordinance to comply with the Uniform Cost Accounting provisions of the Public Contract Code.

- Began the process for issuing two new bonds: one Lease Revenue Bond for construction of a second phase for the Community Senior Center and the Sports Park complex; a second Tax Allocation Bond to fund improvements in the Redevelopment Area.
- Completed annual assessments for City approved Community Facilities Districts and Lighting and Landscaping Districts.
- Developed and implemented first working version of a capital project database.
- Updated the City's external website for additional functionality and ease of use.
- Implemented Accounts Receivable module of Pentamation software.
- Evaluated time-keeping systems for possible use in the City.
- Continued analyses of GASB 45 requirements and fiscal impacts relating to implementation in FY 09.
- Researched wireless networking for Library, Public Works, Parks and Police operations
- Completed approval of the Gateway Project which will open in FY 08.
- Participated in the issuance of TRANS bond, which ultimately results in savings of PERS payments.
- Completed full implementation of the GASB 34 infrastructure reporting requirements.
- Completed fiscal reporting requirements on timely basis

### ***Community Development***

- Implemented full use of CommunityPlus permit tracking with full implementation of single point of entry for building permits
- Preparing for update to the Building Code.
- Embarking on comprehensive update of City's General Plan and Zoning Ordinance.
- Provided bimonthly reports on permit status
- Improved various customer handouts
- Enhanced coordination and outreach with Chamber and other customer groups
- Revamped CDD website
- Began implementation of Economic Development website
- Evaluated and modified the Affordable Housing Program for approval in FY 08.
- Obtained additional grant funding for use in housing rehabilitation loans for first time homebuyer programs.
- Continued efforts on the following projects: Woodland Gateway project; retention of retail within the City; Downtown Specific Plan implementation; Business Park/Industrial Development; a downtown live/work project.
- Concentrated on efficient and effective land use, environmental planning, building inspection and code compliance
- Researched economic development projects including use of external funding via grants or other means.

### ***Public Safety***

- Continued emphasis on Problem Oriented Policing (POP) approach to address community concerns
- Researched wireless technology and improvements on mobile software
- Emphasized recruitment efforts in the Police Department to sustain employee safety and service levels
- Researched, studied and deployed improved tools in the field to safely apprehend suspects
- Continued implementation of digital car video systems
- Regular and routine updates on Community Emergency Response Team (CERT) and community preparedness, approximately four times annually
- Continued interaction with community. Major activities included: First Grade Program, Fire Station Tours, fire extinguisher demonstrations, annual Yolo County Fair Booth, and Fire Prevention Week
- Completed construction of and relocated to the new facility for Fire Station No. 1
- Completed upgrades to Fire Station No. 2

### ***Parks and Recreation***

- Held grand opening of the newly constructed 55,300 sq ft Community Senior Center in March 2007
- Computerized registration for programs and facilities
- Computerized lighting control system allowing for billing of ball field light users
- Evaluating and revising PRCS Master Plan
- Completed construction of the Cemetery Revitalization project, which increases capacity and reduces maintenance costs of the historic cemetery.
- Construction of new Sports Park complex is on-going and expected to be operational during FY08/09.
- Completed the renovation of Southland Park

### ***Library***

- Acquired faster public internet service and upgraded public computers in Library
- Upgraded public catalog workstations in Library
- Purchased equipment allowing self-checkout procedures for Library patron.
- Replaced out-of-date books and increased book inventory in Library using state aid monies.
- Cleaned and painted various parts of the Library

### ***City Infrastructure***

- Provided training and certification programs for staff in water treatment, distribution, wastewater collection and treatment programs
- Implemented a City-wide Construction and Demolition ordinance.
- Completed evaluation of a new containerized Green Waste program, which was adopted by Council and will be implemented City-wide during FY08.
- Continued efforts with the City of Davis on the Water Supply Project, which is a significant and very expensive project that is expected to provide the City with an more cost effective alternative for complying with wastewater permit requirements and providing higher quality water sources.
- Acquired laptop computers for field input and AutoCAD lookup of system layout to further improve work efficiency and effectiveness
- Continued video inspection of sewer lines and evaluating program system repair needs
- Participated as regular speakers at Chamber Governmental Affairs and Water Committee meetings
- Completed construction of \$32 million expansion and upgrade of the Wastewater Treatment plant, receiving awards from the American Public Works Association-Sacramento Chapter, and the California Water Environment Association-Sacramento Section Award for project innovation and delivery.
- Completed construction of the new, award winning \$27 million Community-Senior Center, the new \$4 million Fire Station #1 and a \$1 million renovation of Fire Station #2.
- Implemented a multi-agency collaborative Flood Management Pilot project with the County of Yolo and the Yolo County Flood Control and Water Conservation District, to advance flood control efforts for the City.
- Council adoption of an Integrated Regional Water Management Plan, as part of a multi-agency, multiple year effort for regional collaboration on water issues.
- Completed essential backbone infrastructure for the Spring Lake Specific Plan, including storm drain detention/water quality treatment ponds, a new well, and sewer lift station.

### **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. 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 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 Director 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 the agency 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 fiscal year ended June 30, 2006. This marks the ninth consecutive year the City has received this award. 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.

  
Joan Drayton,  
Finance Director/Treasurer

  
Mark Deven,  
City Manager

CITY OF WOODLAND  
CITY COUNCIL & ADMINISTRATIVE STAFF ROSTER  
FISCAL YEAR ENDING JUNE 30, 2007



DAVID FLORY, MAYOR

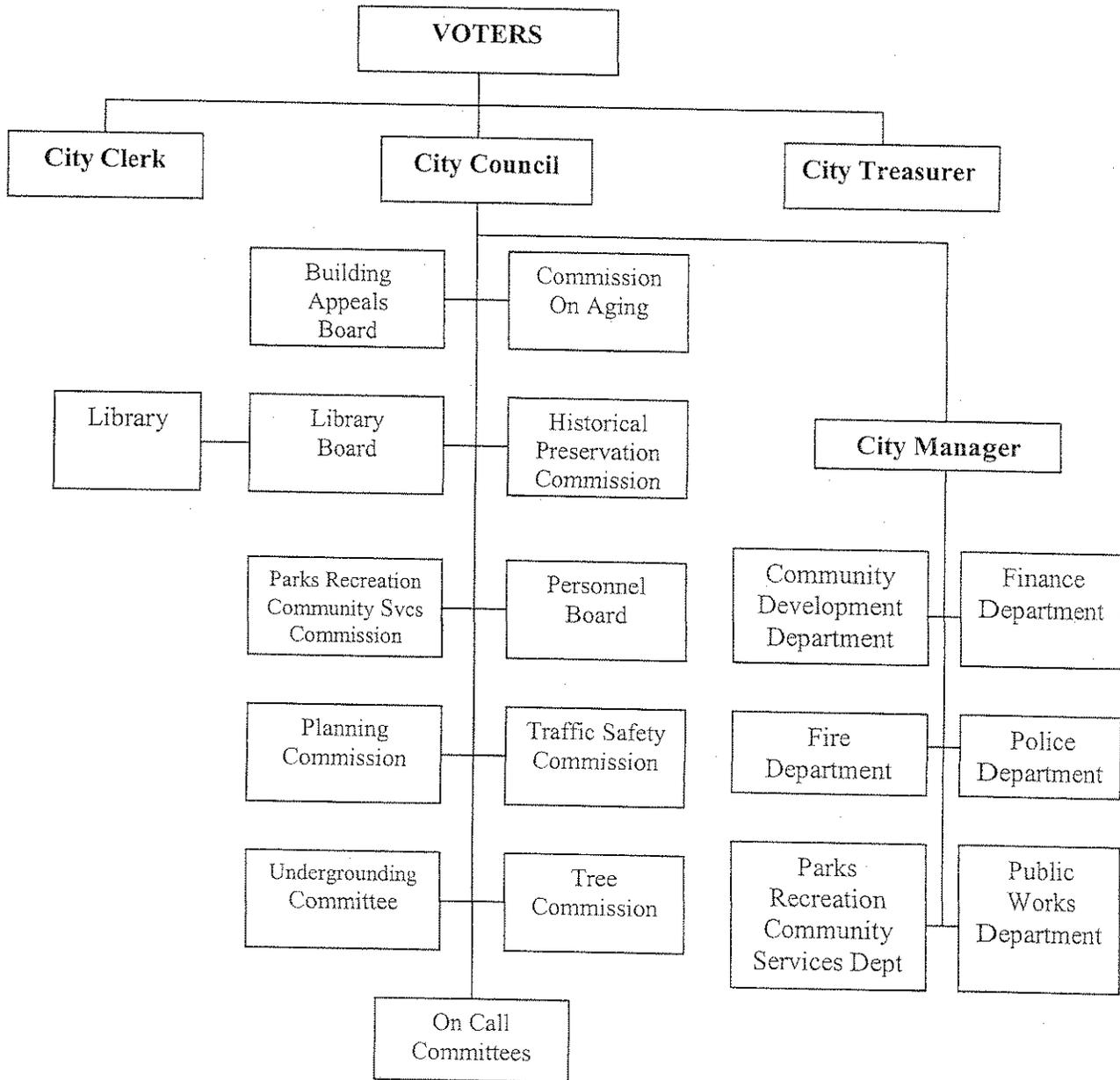
MARLIN DAVIES, VICE MAYOR                      WILLIAM MARBLE, COUNCILMEMBER  
JEFF W. MONROE, COUNCILMEMBER      ART PIMENTEL, COUNCILMEMBER



ADMINISTRATIVE STAFF

MARK DEVEN, CITY MANAGER  
BARRY MUNOWITCH, ASSISTANT CITY MANAGER  
ANN SIPRELLE, CITY ATTORNEY  
SUE VANNUCCI, DIRECTOR ADMINISTRATIVE SERVICES  
JOAN DRAYTON, FINANCE DIRECTOR  
MICHAEL CAHILL, FIRE CHIEF  
PAUL MILLER, LIBRARY SERVICES DIRECTOR  
DAN GENTRY, PARKS, RECREATION & COMMUNITY SERVICES DIRECTOR  
CAREY SULLIVAN, POLICE CHIEF  
GARY WEGENER, PUBLIC WORKS DIRECTOR/CITY ENGINEER

# 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, 2006

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.



*Oliver S. Cox*

President

*Jeffrey R. Emer*

Executive Director

THIS PAGE LEFT INTENTIONALLY BLANK



MACIAS GINI & O'CONNELL LLP  
CERTIFIED PUBLIC ACCOUNTANTS & MANAGEMENT CONSULTANTS

3000 S Street, Suite 300  
Sacramento, CA 95816  
916.928.4600

2175 N. California Boulevard, Suite 645  
Walnut Creek, CA 94596  
925.274.0190

515 S. Figueroa Street, Suite 325  
Los Angeles, CA 90071  
213.286.6400

402 West Broadway, Suite 400  
San Diego, CA 92101  
619.573.1112

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, 2007, 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, 2007, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and Community Development Block Grant Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 21, 2007 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.

*Macias Giani & O'Connell LLP*

Certified Public Accountants

Sacramento, California  
December 21, 2007

## MANAGEMENT'S DISCUSSION & 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 fiscal year ended June 30, 2007. Please read this in conjunction with the transmittal letter, which can be found in the introductory section of this report, and with the City's financial statements, which follow this discussion.

### FINANCIAL HIGHLIGHTS

- The City's total net assets increased over the course of the fiscal year by \$22.9 million to \$305.6 million. The net assets of governmental activities increased by \$23.2 million and the net assets of business-type activities decreased by \$0.3 million.
- The General Fund, using the current financial resources basis, reported revenues in excess of expenditures and other financing sources and uses of \$0.9 million. The surplus was the result savings in personnel services due to vacancies, as well as budgetary savings in services and supplies.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts -- (1) management's discussion and analysis (this portion), (2) the basic financial statements, (3) required supplementary information, and (4) optional combining statements for non-major governmental funds, non-major 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 funds statements depicts 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 statements are followed by the Pension Plans' Schedule of Funding Progress, which is required supplementary information. In addition to these required elements, we have included combining statements that provide details about the City's non-major governmental funds, non-major enterprise funds, internal service funds and agency funds, each of which is presented in a column in the basic financial statements.

### GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

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

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

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

The government-wide financial statements include not only the City itself (known as the primary government) but also the City of Woodland Redevelopment Agency (RDA), Woodland Public Facilities 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, City Capital Projects, Spring Lake Capital Projects, Special Sales Tax District, Sewer Development, Community Development Block Grant and 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 non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annually appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

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

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

**Internal Service funds** are used to report activities that provide supplies and services for certain City programs and activities. The City uses internal service funds to account for its fleet of vehicles and equipment, management information services, self-insurance and employee benefits. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report.

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

### **Notes to the Basic Financial Statements**

The notes to the basic 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 report presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees.

### **Combining Statements and Schedules**

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

**City of Woodland**  
**Summary of Net Assets**  
**As of June 30, 2007 and 2006**  
**(in millions)**

|  | Governmental Activities |                 | Business-Type Activities |                 | Total Primary Government |                 | Total %<br>Change |
|--|-------------------------|-----------------|--------------------------|-----------------|--------------------------|-----------------|-------------------|
|  | 2007                    | 2006            | 2007                     | 2006            | 2007                     | 2006            |                   |
| Current & other assets                             | \$ 62.4                 | \$ 79.0         | \$ 8.2                   | \$ 9.4          | \$ 70.6                  | \$ 88.4         | -20.1%            |
| Capital assets                                     | <u>248.8</u>            | <u>213.0</u>    | <u>117.1</u>             | <u>117.6</u>    | <u>365.9</u>             | <u>330.6</u>    | 10.7%             |
| Total assets                                       | <u>311.2</u>            | <u>292.0</u>    | <u>125.3</u>             | <u>127.0</u>    | <u>436.5</u>             | <u>419.0</u>    | 4.2%              |
| Long-term Liabilities                              | 107.5                   | 107.9           | 14.0                     | 14.5            | 121.5                    | 122.4           | -0.7%             |
| Other liabilities                                  | <u>8.7</u>              | <u>12.4</u>     | <u>0.7</u>               | <u>1.5</u>      | <u>9.4</u>               | <u>13.9</u>     | -32.4%            |
| Total liabilities                                  | <u>116.2</u>            | <u>120.3</u>    | <u>14.7</u>              | <u>16.0</u>     | <u>130.9</u>             | <u>136.3</u>    | -4.0%             |
| Net Assets:  |                         |                 |                          |                 |                          |                 |                   |
| Invested in capital assets,<br>net of related debt | 159.8                   | 130.8           | 104.4                    | 108.7           | 264.2                    | 239.5           | 10.3%             |
| Restricted   | 5.8                     | 26.1            | --                       | 1.0             | 5.8                      | 27.1            | -78.6%            |
| Unrestricted                                       | <u>29.3</u>             | <u>14.8</u>     | <u>6.3</u>               | <u>1.3</u>      | <u>35.6</u>              | <u>16.1</u>     | <u>121.1%</u>     |
| Total net assets                                   | \$ <u>194.9</u>         | \$ <u>171.7</u> | \$ <u>110.7</u>          | \$ <u>111.0</u> | \$ <u>305.6</u>          | \$ <u>282.7</u> | <u>8.1%</u>       |

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

#### 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 \$305.6 million at the close of the fiscal year 2007.

The largest portion of the City's net assets reflects its \$264.2 million (86 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, \$5.8 million (2 percent) represents resources that are subject to external restrictions on how they may be used. This represents a decrease of \$21.3 million or 78.6 percent from the prior year, due primarily to the issuance of the WWTP and the 2005 Capital projects bonds. The remaining balance of \$35.6 million represents unrestricted net assets.

Although 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 increased by \$22.9 million from \$282.7 million in 2006 to \$305.6 million in 2007, which consisted of a \$23.2 million increase 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 Fiscal Years Ended June 30, 2007 and 2006**  
**(in thousands)**

|   | Governmental<br>Activities |                  | Business-type<br>Activities |                 | Total Primary<br>Government |                  | Total %<br>change |
|---|----------------------------|------------------|-----------------------------|-----------------|-----------------------------|------------------|-------------------|
|   | 2007                       | 2006             | 2007                        | 2006            | 2007                        | 2006             |                   |
| <b>Revenues</b>                         |                            |                  |                             |                 |                             |                  |                   |
| Program revenues:                       |                            |                  |                             |                 |                             |                  |                   |
| Charges for services                    | \$ 27,033                  | \$ 30,698        | \$ 14,890                   | \$ 13,097       | \$ 41,923                   | \$ 43,795        | -4.27%            |
| Operating grants and contributions      | 11,266                     | 4,878            | 75                          | 14              | 11,341                      | 4,892            | 131.83%           |
| Capital grants and contributions        | 1,508                      | 8,096            | -                           | -               | 1,508                       | 8,096            | -81.37%           |
| General revenues:                       |                            |                  |                             |                 |                             |                  |                   |
| Property taxes                          | 11,074                     | 9,781            | -                           | -               | 11,074                      | 9,781            | 13.22%            |
| Sales taxes                             | 9,526                      | 9,364            | -                           | -               | 9,526                       | 9,364            | 1.73%             |
| Other taxes (including Measure E)       | 4,213                      | 5,424            | -                           | -               | 4,213                       | 5,424            | -22.33%           |
| Franchise fees                          | 1,407                      | 1,334            | -                           | -               | 1,407                       | 1,334            | 5.47%             |
| Motor vehicle in lieu                   | 4,108                      | 3,831            | -                           | -               | 4,108                       | 3,831            | 7.23%             |
| Investment earnings                     | 1,598                      | 1,781            | 644                         | 676             | 2,242                       | 2,457            | -8.75%            |
| Other                                   | 399                        | 2,324            | -                           | -               | 399                         | 2,324            | -85.41%           |
| <b>Total revenues</b>                   | <b>72,132</b>              | <b>77,511</b>    | <b>15,609</b>               | <b>13,787</b>   | <b>87,741</b>               | <b>91,298</b>    | <b>-3.89%</b>     |
| <b>Expenditures</b>                     |                            |                  |                             |                 |                             |                  |                   |
| Governmental activities:                |                            |                  |                             |                 |                             |                  |                   |
| General government                      | 1,743                      | 1,818            | -                           | -               | 1,743                       | 1,818            | -4.12%            |
| Finance                                 | 1,175                      | 1,248            | -                           | -               | 1,175                       | 1,248            | -3.25%            |
| Community development                   | 4,430                      | 3,031            | -                           | -               | 4,430                       | 3,031            | 46.16%            |
| Parks, recreation and community service | 5,438                      | 4,194            | -                           | -               | 5,438                       | 4,194            | 29.66%            |
| Police                                  | 13,959                     | 12,677           | -                           | -               | 13,959                      | 12,677           | 10.11%            |
| Fire                                    | 7,488                      | 7,478            | -                           | -               | 7,488                       | 7,478            | 0.13%             |
| Library                                 | 1,534                      | 1,555            | -                           | -               | 1,534                       | 1,555            | -1.35%            |
| Public works                            | 12,205                     | 6,306            | -                           | -               | 12,205                      | 6,306            | 93.54%            |
| Interest on long-term debt              | 3,237                      | 3,474            | -                           | -               | 3,237                       | 3,474            | -6.82%            |
| Business-type activities:               |                            |                  |                             |                 |                             |                  |                   |
| Water                                   | -                          | -                | 4,600                       | 3,507           | 4,600                       | 3,507            | 31.17%            |
| Sewer                                   | -                          | -                | 6,354                       | 5,062           | 6,354                       | 5,062            | 25.52%            |
| Storm drain                             | -                          | -                | 1,282                       | 940             | 1,282                       | 940              | 36.38%            |
| Wastewater pretreatment                 | -                          | -                | 304                         | 271             | 304                         | 271              | 12.18%            |
| Parking                                 | -                          | -                | -                           | 303             | -                           | 303              | -100.00%          |
| Recycling                               | -                          | -                | 268                         | 247             | 268                         | 247              | 8.50%             |
| Construction & Demolition               | -                          | -                | 54                          | -               | 54                          | -                | 100.00%           |
| Fire Training Center                    | -                          | -                | 301                         | 384             | 301                         | 384              | -21.61%           |
| Cemetery                                | -                          | -                | 312                         | 377             | 312                         | 377              | -17.24%           |
| Dubach Park                             | -                          | -                | 185                         | 182             | 185                         | 182              | 1.65%             |
| Youth Center                            | -                          | -                | -                           | -               | -                           | -                | 0.00%             |
| <b>Total expenses</b>                   | <b>51,209</b>              | <b>41,781</b>    | <b>13,660</b>               | <b>11,273</b>   | <b>64,869</b>               | <b>53,054</b>    | <b>22.26%</b>     |
| Excess before transfers                 | 20,923                     | 35,730           | 1,949                       | 2,514           | 22,872                      | 38,244           | -40.19%           |
| Transfers                               | 2,287                      | 304              | (2,287)                     | (304)           | -                           | -                |                   |
| <b>Changes in net assets</b>            | <b>\$ 23,210</b>           | <b>\$ 36,034</b> | <b>\$ (338)</b>             | <b>\$ 2,210</b> | <b>\$ 22,872</b>            | <b>\$ 38,244</b> | <b>-40.19%</b>    |

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

## REVENUE

The City's total revenue was \$87.7 million for the fiscal year ended June 30, 2007, a decrease of \$3.6 million or 3.9 percent from 2006. Revenue from governmental activities totaled \$72.1 million and revenue from business-type activities totaled \$15.6 million.

Charges for services and operating and capital grants provided 61 percent of the total revenue received during 2007, while taxes (property, sales and other) provided 28 percent of total revenue.

Decrease in total revenue is due primarily to a \$1.9 million decrease in charges for services, a \$6.6 million decrease in capital grants and contributions offset by an increase of \$6.4 million increase in operating grants and contributions and an increase in property taxes of \$1.3 million. The decrease in charges for services stems primarily from a slow down in development and related fees in the Spring Lake project areas, offset by increased utility fees; capital grants and contributions decrease is related to the timing and phases of qualified capital projects and the associated requests and receipts of funding. Additionally, the City continued to receive increases in property and sales tax revenues and motor vehicle in lieu fees.

## EXPENSES

Expenses of the City for the year totaled \$64.9 million, an increase of \$11.8 million or 22 percent over 2006. This increase is due primarily to staff augmentations in Community Development and Parks, increased salaries Citywide, and increases in depreciation expense. Governmental activities expenses totaled \$51.2 million, or 79 percent of total expenses. Business-type activities incurred \$13.7 million, or 21 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, 2007 and 2006**  
**(in millions)**

|   | Total Cost of Services |                 | Percent Change | Net Cost (Benefit) of Services |               | Percent Change |
|---|------------------------|-----------------|----------------|--------------------------------|---------------|----------------|
|   | <u>2007</u>            | <u>2006</u>     |                | <u>2007</u>                    | <u>2006</u>   |                |
| General Administration                  | \$ 1.74                | \$ 1.82         | -4.4%          | \$ 0.23                        | \$ (0.17)     | -235.2%        |
| Finance                                 | 1.17                   | 1.25            | -6.4%          | 0.82                           | 0.66          | 24.2%          |
| Community Development                   | 4.43                   | 3.03            | 46.2%          | (3.09)                         | (1.08)        | 186.1%         |
| Parks, recreation and community Service | 5.44                   | 4.19            | 29.8%          | (0.37)                         | (4.41)        | -91.6%         |
| Police                                  | 13.96                  | 12.68           | 10.1%          | 12.0                           | 10.89         | 10.2%          |
| Fire                                    | 7.49                   | 7.48            | 0.1%           | 6.07                           | 5.67          | 7.1%           |
| Library                                 | 1.53                   | 1.55            | -1.3%          | 1.00                           | 1.07          | -6.5%          |
| Public Works                            | 12.21                  | 6.31            | 93.5%          | (8.50)                         | (17.99)       | -52.8%         |
| Interest on long term debt              | 3.24                   | 3.47            | -6.6%          | 3.24                           | 3.47          | -6.6%          |
| <b>Total</b>                            | <b>\$ 51.21</b>        | <b>\$ 41.78</b> |                | <b>11.40</b>                   | <b>(1.89)</b> |                |

The cost for all governmental activities this year was \$51.2 million. The City's taxpayers paid for approximately 49 percent of these costs; \$24.8 million. Fees, including developer fees, grants and contributions funded the balance of the costs of governmental activities.

Total cost of service increased primarily for the Public Works department due to significant capital expenditures for Spring Lake infrastructure, the Community & Senior Center and expansion of the Wastewater Treatment Plant. The net benefit of Public Works significantly decreased due to decreased collection of development fees from the housing market decline, less revenue for capital grants as well as increased expenditures discussed above. Net cost decreases for the Community Development is due primarily to receipt of grant funding for various housing programs. The net benefit decrease for Parks and Recreation is primarily attributable to decreased collection of development fee revenues generated from development activity in the Spring Lake area. Increased personnel costs, facility maintenance and overhead charges for the new Police station resulted in an increase in both total cost of service and net cost for the Police department.

## **BUSINESS-TYPE ACTIVITIES**

Revenue for the City's business-type activities, excluding transfers, increased \$1.8 million, from \$13.8 million in 2006 to \$15.6 million in 2007. This increase is due primarily to a scheduled increase in utility rates, which was effective July 1, 2006. Charges for services totaled \$14.9 million or 96 percent of total business-type activity revenues. Business-type activities expenses increased by \$2.4 million, from \$11.3 million in 2006 to \$13.7 million in 2007. The increase in expenses is attributable to increased salary and benefit costs for existing employees, as well as the addition of new staff. Depreciation expense also increased as a result of completion of capital projects. 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 \$29.1 million, a decrease of \$19.3 million from the end of the prior year.

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

- City Capital Projects fund recorded a net decrease in fund balance of \$4.1 million primarily as a result of transferring of \$3 million of unspent bond proceeds to the Park Development fund for use in construction of the Community Senior Center; additionally significant capital expenditures were made for the new Fire Station #1 and various road development projects.
- The fund balance of the Special Sales Tax District fund decreased by \$3.95 million in FY07 due to on-going construction of capital projects in addition to transfers out for debt service payments.
- Sewer Development fund balance decreased by \$7.0 million in FY07 due primarily to \$8.0 million of capital construction costs related to the Wastewater Treatment Plant expansion and tertiary improvements, transfers to debt service funds of \$1.5 million for bond payments; offset by collection of \$2.5 million in development fees.

- The Park Reserve (non-major Capital Projects fund) fund balance decreased by \$3.1 million as a result of capital expenditures of \$7.3 million for construction of the new Community Senior Center, offset by a transfer in of bond proceeds of \$3 million from the City Capital Projects fund and development fee collection of \$2.1 million.

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 \$6.5 million, while total fund balance was \$7.2 million, an increase of \$0.9 million over the prior year. This was mainly due to increases in property tax revenues in addition to expenditure savings.

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 2007, the unreserved fund balance of \$6.5 million represents 18 percent of total general fund expenditures of \$35.8 million, and the total fund balance represents approximately 20 percent of that amount. For 2006, the general fund's unreserved fund balance of \$5.7 million was approximately 18 percent of the total expenditures of \$32.5 million, and the total fund balance of \$6.3 million represented approximately 19 percent of expenditures.

### **Proprietary Funds**

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

At the end of fiscal year 2007, the unrestricted net assets for the Water and Sewer funds were \$6.1 million and \$6.6 million, respectively. Total net assets for the Water and Sewer funds increased by \$.98 million and \$1.01 million, respectively, in FY07 due primarily to planned increases in the utility rates, as well as growth in the number of customers resulting from new development.

Three proprietary funds had deficits in unrestricted net assets: Storm Drain fund had a deficit of \$9 million, Dubach Park had a deficit of \$432 thousand and the Cemetery Fund had a deficit of \$40 thousand. The internal service funds that are used to account for certain governmental activities had unrestricted net assets of \$2.7 million.

The total reduction in net assets for the enterprise funds was \$.4 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 FY 08 to address this on-going deficiency, which did not pass. Of concern is the growing deficit in Dubach Park enterprise; the yearly revenues generated by activities are insufficient to cover the maintenance of this sports park, due to weather-related and topographic factors. Phase 1 of the planned Sports Park, which will begin construction in FY08, will correct this issue.

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  
As of June 30, 2007**

|                         | Operating<br>Revenues | Operating<br>Expenses | Operating<br>Income<br>(Loss) | NonOperating<br>Revenues (Expense) | Interfund<br>Transfers | Change in<br>Net Assets |
|-------------------------|-----------------------|-----------------------|-------------------------------|------------------------------------|------------------------|-------------------------|
| Water                   | \$ 5.59               | \$ 4.60               | \$ 0.99                       | \$ 0.19                            | \$ (0.20)              | \$ 0.98                 |
| Sewer                   | 7.83                  | 6.05                  | 1.78                          | 0.13                               | (0.89)                 | 0.98                    |
| Storm Drain             | 0.18                  | 1.25                  | (1.07)                        | (0.03)                             | 0.50                   | (0.60)                  |
| Wastewater Pretreatment | 0.39                  | 0.30                  | 0.09                          | -                                  | -                      | 0.09                    |
| Parking                 | -                     | -                     | -                             | -                                  | (1.90)                 | (1.90)                  |
| Recycling               | 0.28                  | 0.27                  | 0.01                          | 0.09                               | -                      | 0.10                    |
| Construction & Demo     | 0.08                  | 0.06                  | 0.02                          | -                                  | -                      | 0.02                    |
| Fire Training Center    | 0.37                  | 0.30                  | 0.07                          | -                                  | -                      | 0.07                    |
| Cemetery                | 0.11                  | 0.31                  | (0.20)                        | -                                  | 0.20                   | -                       |
| Dubach Park             | 0.05                  | 0.18                  | (0.13)                        | -                                  | -                      | (0.14)                  |
| <b>Total:</b>           | <b>\$ 14.88</b>       | <b>\$ 13.32</b>       | <b>\$ 1.56</b>                | <b>\$ 0.38</b>                     | <b>\$ (2.29)</b>       | <b>\$ (0.40)</b>        |

### Fiduciary Funds

The City maintains fiduciary funds for the assets held by the City for special assessment. At the end of fiscal year 2007, the total assets and related liabilities of the fiduciary funds totaled \$9.7 million, representing an increase of \$.7 million since June 30, 2006.

### General Fund Budgetary Highlights

The City's final budgeted appropriations increased by \$500 thousand from the preliminary budget due to carry-forward appropriations on various programs and projects, and supplemental appropriations related to grants approved during the fiscal year.

During the year, actual revenues and other resources were \$596 thousand less than budgeted estimates. This variance consisted of a negative variance for taxes, resulting from a weakening housing market through much of the fiscal year and collection for only 9 months of the year of the supplemental ½ cent sales tax; license and permit fees had a significant negative variance due to the slow down in the housing market and the related fees; intergovernmental revenues were more than expected due primarily to increased motor-vehicle in lieu fees (MVLFF) and reimbursements for state mandates; charges for services had a positive variance due to increases in overhead cost recovery; the City's investment earnings were greater than budget due to increased interest rates.

The \$2.2 million positive variance between the final budget and actual expenditures (budgetary basis) is primarily due to the following factors:

- Budgetary savings total for all departments salaries and benefits totaled \$1.5 million due to staff vacancies and a hiring freeze, which resulted in related savings in supplies.
- Budgetary savings in the Community Development and Public Works departments totaling \$890 thousand in contracts and professional services was the result of work done on projects that are fully reimbursable to the City. For these projects, costs that would otherwise have been paid for by the City become the responsibility of the applicant.
- Budgetary savings in Parks & Recreation is primarily due to salary and supplies savings due to the delayed opening of the new Community & Senior Center

The net effect of the budgetary savings, offset by realization of some revenues less than estimated resulted in a positive budgetary fund balance variance of \$1.5 million at the end of the fiscal year.

In creating its budget for the fiscal year ending June 30, 2008, the City used an estimated budgetary fund balance of \$5.7 million.

## CAPITAL ASSET & DEBT ADMINISTRATION

### Capital Assets

As of June 30, 2007, the City had invested \$365 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 \$35.1 million, or 11 percent.

**City of Woodland  
Capital Assets  
As of June 30, 2007 and 2006  
(net of depreciation, in millions)**

|                                      | Governmental Activities |          | Business-Type Activities |          | Total    |          |
|--------------------------------------|-------------------------|----------|--------------------------|----------|----------|----------|
|                                      | 2007                    | 2006     | 2007                     | 2006     | 2007     | 2006     |
| Capital Assets Not Being Depreciated |                         |          |                          |          |          |          |
| Land and improvements                | \$ 15.5                 | \$ 13.6  | \$ 3.7                   | \$ 5.6   | \$ 19.2  | \$ 19.2  |
| Construction in progress             | 85.2                    | 70.7     | 11.6                     | 7.6      | 96.8     | 78.3     |
| Depreciable Capital Assets:          |                         |          |                          |          |          |          |
| Ponds                                | -                       | -        | 0.4                      | 0.4      | 0.4      | 0.4      |
| Buildings                            | 19.6                    | 17.7     | 0.1                      | 0.1      | 19.7     | 17.8     |
| Improvements                         | 1.3                     | 1.4      | 17.7                     | 18.5     | 19.0     | 19.9     |
| Machinery and equipment              | 7.7                     | 6.6      | 1.0                      | 0.8      | 8.7      | 7.4      |
| Sewer treatment plant                | -                       | -        | 9.2                      | 9.6      | 9.2      | 9.6      |
| Infrastructure                       | 119.4                   | 103.0    | 73.4                     | 75.1     | 192.8    | 178.1    |
| Total                                | \$ 248.7                | \$ 213.0 | \$ 117.1                 | \$ 117.7 | \$ 365.8 | \$ 330.7 |

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

This year's major capital asset additions included:

- Completion of the new facility for Fire Station No. 1 and remodeling of Fire Station No. 2 added \$2.4 million to buildings.
- Construction of the new Community & Senior Center added \$11 million to construction in progress.
- Expansion of the Wastewater Treatment Plant and tertiary improvements added \$9.8 million to construction in progress.
- Construction of certain backbone infrastructure for the Spring Lake Specific Plan added \$11.1 million to construction in progress, while completion of sewer and drainage infrastructure for the Spring Lake Specific Plan added \$20.35 million to infrastructure.
- Pavement rehabilitation and related water line replacement, sewer and storm line repairs added \$6.7 million to infrastructure.

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

### Long-term Debt

At June 30, 2007 and 2006, the City had \$119.5 million and \$120.7 million, respectively, in long-term debt outstanding. Outstanding debt of governmental activities decreased approximately \$0.6 million.

This decrease was primarily the result of an increase of \$1.4 million of new capital lease obligations and \$6.8 million in developer fee obligations, offset by principal retirements of \$8.8 million. Outstanding debt of business-type activities decreased approximately \$0.6 million as a result of principal payments on existing debt during the fiscal year.

**City of Woodland  
Outstanding Debt  
As of June 30, 2007 and 2006  
(in millions)**

|                                    | Governmental Activities |                 | Business-Type Activities |                | Total           |                 |
|------------------------------------|-------------------------|-----------------|--------------------------|----------------|-----------------|-----------------|
|                                    | 2007                    | 2006            | 2007                     | 2006           | 2007            | 2006            |
| Revenue and other bonds, net       | \$ 49.8                 | \$ 51.2         | \$ 10.1                  | \$ 10.1        | \$ 59.9         | \$ 61.3         |
| Tax allocation bonds               | 2.1                     | 2.1             | -                        | -              | 2.1             | 2.1             |
| Certificates of participation, net | -                       | -               | 3.6                      | 4.2            | 3.6             | 4.2             |
| Loans payable                      | 5.7                     | 6.1             | -                        | -              | 5.7             | 6.1             |
| Developer fee obligations          | 45.3                    | 45.0            | -                        | -              | 45.3            | 45.0            |
| Capital lease obligations          | 2.9                     | 2.0             | -                        | -              | 2.9             | 2.0             |
| <b>Total</b>                       | <b>\$ 105.8</b>         | <b>\$ 106.4</b> | <b>\$ 13.7</b>           | <b>\$ 14.3</b> | <b>\$ 119.5</b> | <b>\$ 120.7</b> |

More detailed information about the City's total long-term liabilities is presented in Note 8 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 as of June 30, 2007 as determined by Moody's Investors Service and Standard & Poor's. These ratings have not changed subsequent to year-end.

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

The City's bonded debt per capita is a useful indicator to citizens and investors of the City's debt position. As of June 30, 2007 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 housing. The City must dedicate financial resources to expand staffing and budget for the provision of services to new residents and new development. Expansion of Fire services to residents with the addition of a fifth Engine Company (triggered by Spring Lake development) and the continued need for the City's existing fourth Engine Company could be severely restricted due to a housing market slow-down and the related drop in developer fees, as well as the expiration of temporary funding for the fourth Engine Company by the end of FY07. An additional restriction may develop because of the slower than expected start for the Woodland Business Park.

- The City's Storm Drain system continues to inevitably 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 million, with total net assets of \$12 million. The fund will continue to incur annual operational deficits of nearly \$600 thousand per year, and unfunded capital repairs are estimated at \$1.2 million annually. 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 in excess of current revenues will become a General Fund obligation in FY08.

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

- Construction of the Gateway project began in FY 07; this project, anchored by Costco, will ultimately aid area employment as well as generate new sales tax revenues in the latter part of FY 08. Other retail stores and shops will open in late FY 09, including an expanded Target store, which will likely improve sales tax revenues.
- In June 2006, voters passed Measure "E", which will continue the ½ cent special sales tax for a period of twelve years. With the expected activity at the new Gateway retail center, regular City sales tax revenues should be enhanced.
- It is hoped that the City Center Lofts project will invigorate the Woodland Downtown core area with mixed use projects such as retail businesses, more restaurants and loft residences. This would encourage residents to live and shop in a neighborhood setting, enhancing Woodland's Downtown revenues, and inviting new retail businesses to settle in the area.
- The Woodland Park Specific plan covers approximately 900 acres in the northeast industrial area of the City. Eventually the Plan will encourage diverse employment; it will include land for corporate campus, research and development, as well as current manufacturing and warehousing industries. It should set the stage for job growth for many years to come.

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

The General Fund budget for 2008 appropriates \$46.8 million, an increase of 13 percent from the prior year. General Fund revenue for 2007 is projected to be \$45.5 million, an increase of 12 percent over 2007.

### **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

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

**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2007**

|   | Governmental<br>Activities | Business-type<br>Activities | Total                 |
|---|----------------------------|-----------------------------|-----------------------|
| <b>ASSETS</b>                                   |                            |                             |                       |
| Cash and investments                            | \$ 31,442,004              | \$ 6,024,710                | \$ 37,466,714         |
| Cash and investments with fiscal agents         | 1,084,815                  | 951,274                     | 2,036,089             |
| Receivables                                     | 15,273,926                 | 1,209,331                   | 16,483,257            |
| Internal balances                               | 96,724                     | (96,724)                    | -                     |
| Other assets                                    | 914,047                    | 99,476                      | 1,013,523             |
| Long-term notes receivable                      | 13,635,216                 | -                           | 13,635,216            |
| Capital assets not being depreciated            | 100,689,439                | 15,304,930                  | 115,994,369           |
| Capital assets being depreciated, net           | 148,032,490                | 101,825,855                 | 249,858,345           |
|   | <u>\$ 311,168,661</u>      | <u>\$ 125,318,852</u>       | <u>\$ 436,487,513</u> |
| <b>LIABILITIES</b>                              |                            |                             |                       |
| Accounts payable                                | 4,794,797                  | 581,606                     | 5,376,403             |
| Interest payable                                | 1,071,174                  | 74,367                      | 1,145,541             |
| Deposits  | 2,859,198                  | -                           | 2,859,198             |
| Noncurrent liabilities:                         |                            |                             |                       |
| Due within one year                             | 6,693,217                  | 706,372                     | 7,399,589             |
| Due in more than one year                       | 100,810,933                | 13,296,718                  | 114,107,651           |
|   | <u>116,229,319</u>         | <u>14,659,063</u>           | <u>130,888,382</u>    |
| <b>NET ASSETS</b>                               |                            |                             |                       |
| Invested in capital assets, net of related debt | 159,816,139                | 104,371,922                 | 264,188,061           |
| Restricted for:                                 |                            |                             |                       |
| Capital projects                                | 1,077,204                  | -                           | 1,077,204             |
| Debt service                                    | 1,346,520                  | -                           | 1,346,520             |
| Community development                           | 1,114,281                  | -                           | 1,114,281             |
| Transportation                                  | 727,835                    | -                           | 727,835               |
| Other purposes                                  | 1,563,216                  | -                           | 1,563,216             |
| Unrestricted                                    | 29,294,147                 | 6,287,867                   | 35,582,014            |
|   | <u>194,939,342</u>         | <u>110,659,789</u>          | <u>305,599,131</u>    |
| Total liabilities and net assets                | <u>\$ 311,168,661</u>      | <u>\$ 125,318,852</u>       | <u>\$ 436,487,513</u> |

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

CITY OF WOODLAND, CALIFORNIA  
STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2007

| FUNCTIONS/PROGRAMS:                      | Expenses             | Indirect Expense Allocation | Program Revenues     |                                    |                                  | Net (Expense) Revenue and Changes in Net Assets |                          |                     |
|--|----------------------|-----------------------------|----------------------|------------------------------------|----------------------------------|---|--------------------------|---------------------|
|  |                      |                             | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities                         | Business-type Activities | Total               |
| <b>Governmental activities:</b>          |                      |                             |                      |                                    |                                  |   |                          |                     |
| General government                       | \$ 7,141,908         | \$ (5,399,340)              | \$ 1,493,164         | \$ 15,884                          | \$ -                             | \$ (233,520)                                    | \$ -                     | \$ (233,520)        |
| Finance                                  | 1,167,250            | 7,587                       | 351,557              | -                                  | -                                | (823,280)                                       | -                        | (823,280)           |
| Community development                    | 3,652,210            | 777,819                     | 1,893,850            | 5,625,573                          | -                                | 3,089,394                                       | -                        | 3,089,394           |
| Parks, recreation and community services | 5,210,880            | 227,404                     | 4,983,490            | 9,735                              | 815,782                          | 370,723   | -                        | 370,723             |
| Police                                   | 13,516,868           | 442,344                     | 1,304,712            | 652,039                            | -                                | (12,002,461)                                    | -                        | (12,002,461)        |
| Fire                                     | 7,074,921            | 412,645                     | 1,283,470            | 133,371                            | -                                | (6,070,725)                                     | -                        | (6,070,725)         |
| Library                                  | 1,391,711            | 143,005                     | 231,962              | 312,871                            | -                                | (989,883)                                       | -                        | (989,883)           |
| Public works                             | 10,242,371           | 1,962,653                   | 15,490,978           | 4,517,222                          | 692,184                          | 8,495,360                                       | -                        | 8,495,360           |
| Interest on long-term debt               | 3,236,740            | -                           | -                    | -                                  | -                                | (3,236,740)                                     | -                        | (3,236,740)         |
| <b>Total governmental activities</b>     | <b>52,634,859</b>    | <b>(1,425,883)</b>          | <b>27,033,183</b>    | <b>11,266,695</b>                  | <b>1,507,966</b>                 | <b>(11,401,132)</b>                             | <b>-</b>                 | <b>(11,401,132)</b> |
| <b>Business-type activities:</b>         |                      |                             |                      |                                    |                                  |   |                          |                     |
| Water                                    | 3,993,643            | 606,646                     | 5,589,013            | 33,763                             | -                                | -   | 1,022,487                | 1,022,487           |
| Sewer                                    | 5,713,360            | 639,672                     | 7,832,929            | -                                  | -                                | -   | 1,479,897                | 1,479,897           |
| Storm Drain                              | 1,188,687            | 93,712                      | 179,500              | -                                  | -                                | -   | (1,102,899)              | (1,102,899)         |
| Wastewater Pretreatment                  | 265,748              | 37,769                      | 392,034              | -                                  | -                                | -   | 88,517                   | 88,517              |
| Recycling                                | 231,903              | 36,305                      | 284,654              | 41,083                             | -                                | -   | 57,529                   | 57,529              |
| Fire Training Center                     | 289,200              | 11,779                      | 372,233              | -                                  | -                                | -   | 71,254                   | 71,254              |
| Cemetery                                 | 312,253              | -                           | 109,530              | -                                  | -                                | -   | (202,723)                | (202,723)           |
| Dubach Park                              | 185,328              | -                           | 52,638               | -                                  | -                                | -   | (132,690)                | (132,690)           |
| Construction and Demolition              | 54,267               | -                           | 76,250               | -                                  | -                                | -   | 21,983                   | 21,983              |
| Youth Program                            | -                    | -                           | 1,130                | -                                  | -                                | -   | 1,130                    | 1,130               |
| <b>Total business-type activities</b>    | <b>12,234,389</b>    | <b>1,425,883</b>            | <b>14,889,911</b>    | <b>74,846</b>                      | <b>-</b>                         | <b>-</b>  | <b>1,304,485</b>         | <b>1,304,485</b>    |
| <b>Total</b>                             | <b>\$ 64,869,248</b> | <b>\$ -</b>                 | <b>\$ 41,923,094</b> | <b>\$ 11,341,541</b>               | <b>\$ 1,507,966</b>              | <b>(11,401,132)</b>                             | <b>1,304,485</b>         | <b>(10,096,647)</b> |

General revenues:

|   |                       |                       |
|---|-----------------------|-----------------------|
| Taxes:  |                       |                       |
| Property taxes  | 11,074,128            | 11,074,128            |
| Measure E special tax                                   | 2,828,924             | 2,828,924             |
| Other taxes   | 1,384,275             | 1,384,275             |
| Franchise fees  | 1,407,480             | 1,407,480             |
| Intergovernmental not restricted for specific programs: |                       |                       |
| Sales and use tax                                       | 9,526,016             | 9,526,016             |
| Motor vehicle in-lieu                                   | 4,107,723             | 4,107,723             |
| Investment earnings                                     | 1,597,591             | 644,286               |
| Miscellaneous   | 398,561               | 398,561               |
| Transfers   | 2,286,855             | (2,286,855)           |
| <b>Total general revenues and transfers</b>             | <b>34,611,553</b>     | <b>32,968,984</b>     |
| Change in net assets                                    | 23,210,421            | 22,872,337            |
| Net assets - beginning of year, as restated             | 171,728,921           | 282,726,794           |
| <b>Net assets- end of year</b>                          | <b>\$ 194,939,342</b> | <b>\$ 305,599,131</b> |

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

**CITY OF WOODLAND, CALIFORNIA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2007**

|   | General<br>Fund      | City<br>Capital<br>Projects | Spring Lake<br>Capital<br>Projects | Special<br>Sales Tax<br>District |
|---|----------------------|-----------------------------|------------------------------------|----------------------------------|
| <b>ASSETS</b>                           |                      |                             |                                    |                                  |
| Cash and investments                    | \$ 1,027,743         | \$ 375,425                  | \$ 12,020,651                      | \$ 2,028,389                     |
| Cash and investments with fiscal agents | -                    | 30,000                      | -                                  | -                                |
| Accounts receivable                     | 4,418,821            | 1,864,765                   | 4,658,182                          | 54,462                           |
| Due from other funds                    | 6,999,255            | -                           | -                                  | -                                |
| Inventory                               | 137,947              | -                           | -                                  | -                                |
| Other assets                            | 5,889                | -                           | -                                  | -                                |
| Long-term notes receivable              | -                    | -                           | -                                  | -                                |
| Advances to other funds                 | -                    | -                           | -                                  | -                                |
| Total assets                            | <u>\$ 12,589,655</u> | <u>\$ 2,270,190</u>         | <u>\$ 16,678,833</u>               | <u>\$ 2,082,851</u>              |
| <b>LIABILITIES AND FUND BALANCES</b>    |                      |                             |                                    |                                  |
| Liabilities:                            |                      |                             |                                    |                                  |
| Accounts payable                        | \$ 1,979,543         | \$ 317,065                  | \$ 264,421                         | \$ 792,620                       |
| Deposits                                | 2,765,648            | 43,460                      | -                                  | -                                |
| Due to other funds                      | -                    | 2,800,000                   | -                                  | -                                |
| Deferred revenue                        | 568,709              | 1,323,184                   | 4,101,682                          | -                                |
| Compensated absences                    | 100,000              | -                           | -                                  | -                                |
| Advances from other funds               | -                    | 1,925,615                   | -                                  | -                                |
| Total liabilities                       | <u>5,413,900</u>     | <u>6,409,324</u>            | <u>4,366,103</u>                   | <u>792,620</u>                   |
| Fund balance:                           |                      |                             |                                    |                                  |
| Reserved for:                           |                      |                             |                                    |                                  |
| Encumbrances                            | 550,256              | 754,029                     | 8,522,928                          | 1,130,332                        |
| Inventory                               | 137,947              | -                           | -                                  | -                                |
| Low and moderate income housing         | -                    | -                           | -                                  | -                                |
| Debt service                            | -                    | -                           | -                                  | -                                |
| Advances to other funds                 | -                    | -                           | -                                  | -                                |
| Unreserved, undesignated reported in    |                      |                             |                                    |                                  |
| General Fund                            | 6,487,552            | -                           | -                                  | -                                |
| Special revenue funds                   | -                    | -                           | -                                  | -                                |
| Capital projects funds                  | -                    | (4,893,163)                 | 3,789,802                          | 159,899                          |
| Total fund balances                     | <u>7,175,755</u>     | <u>(4,139,134)</u>          | <u>12,312,730</u>                  | <u>1,290,231</u>                 |
| Total liabilities and fund balances     | <u>\$ 12,589,655</u> | <u>\$ 2,270,190</u>         | <u>\$ 16,678,833</u>               | <u>\$ 2,082,851</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, 2007**

| Sewer<br>Development | Community<br>Development<br>Block<br>Grant | Woodland<br>Redevelopment<br>Agency<br>Low/Mod Housing | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |   |
|----------------------|--|--|--------------------------------|--------------------------------|---|
| \$ -                 | \$ 953,186                                 | \$ 1,047,360   | \$ 11,745,702                  | \$ 29,198,456                  | <b>ASSETS</b>                           |
| -                    | 103,843                                    | -  | 950,972                        | 1,084,815                      | Cash and investments                    |
| 1,178,898            | 193,575                                    | 29,953   | 2,847,646                      | 15,246,302                     | Cash and investments with fiscal agents |
| -                    | -  | -  | 25,706                         | 7,024,961                      | Accounts receivable                     |
| -                    | -  | -  | -                              | 137,947                        | Due from other funds                    |
| -                    | -  | -  | -                              | 5,889                          | Inventory                               |
| -                    | 2,888,076                                  | 3,891,183  | 6,855,957                      | 13,635,216                     | Other assets                            |
| 2,427,321            | -  | -  | 4,387,441                      | 6,814,762                      | Long-term notes receivable              |
| <u>\$ 3,606,219</u>  | <u>\$ 4,138,680</u>                        | <u>\$ 4,968,496</u>                                    | <u>\$ 26,813,424</u>           | <u>\$ 73,148,348</u>           | Advances to other funds                 |
|                      |  |  |                                |                                | Total assets                            |
|                      |  |  |                                |                                | <b>LIABILITIES AND FUND BALANCES</b>    |
| \$ 351,443           | \$ 136,278                                 | \$ 64  | \$ 688,412                     | \$ 4,529,846                   | Liabilities:                            |
|                      | 45   | 45   | 50,000                         | 2,859,198                      | Accounts payable                        |
| 6,848,205            | -  | -  | 2,169,179                      | 11,817,384                     | Deposits                                |
| 1,178,899            | 2,888,076                                  | 3,891,183  | 8,910,073                      | 22,861,806                     | Due to other funds                      |
| -                    | -  | -  | -                              | 100,000                        | Deferred revenue                        |
| -                    | -  | -  | -                              | 1,925,615                      | Compensated absences                    |
| <u>8,378,547</u>     | <u>3,024,399</u>                           | <u>3,891,292</u>                                       | <u>11,817,664</u>              | <u>44,093,849</u>              | Advances from other funds               |
|                      |  |  |                                |                                | Total liabilities                       |
|                      |  |  |                                |                                | Fund balance:                           |
| 485,422              | 348,265                                    | 6,621  | 682,649                        | 12,480,502                     | Reserved for:                           |
| -                    | -  | -  | -                              | 137,947                        | Encumbrances                            |
| -                    | -  | 1,070,583  | -                              | 1,070,583                      | Inventory                               |
| -                    | -  | -  | 2,107,574                      | 2,107,574                      | Low and moderate income housing         |
| 2,427,321            | -  | -  | 4,387,441                      | 6,814,762                      | Debt service                            |
| -                    | -  | -  | -                              | 6,487,552                      | Advances to other funds                 |
| -                    | 766,016                                    | -  | 866,052                        | 1,632,068                      | Unreserved, undesignated reported in    |
| (7,685,071)          | -  | -  | 6,952,044                      | (1,676,489)                    | General Fund                            |
|                      |  |  |                                |                                | Special revenue funds                   |
|                      |  |  |                                |                                | Capital projects funds                  |
| <u>(4,772,328)</u>   | <u>1,114,281</u>                           | <u>1,077,204</u>                                       | <u>14,995,760</u>              | <u>29,054,499</u>              | Total fund balances                     |
| <u>\$ 3,606,219</u>  | <u>\$ 4,138,680</u>                        | <u>\$ 4,968,496</u>                                    | <u>\$ 26,813,424</u>           | <u>\$ 73,148,348</u>           | Total liabilities and fund balances     |

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

CITY OF WOODLAND, CALIFORNIA  
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES  
JUNE 30, 2007

|  |                |
|--|----------------|
| Total fund balances - total governmental funds   | \$ 29,054,499  |
| <p>Amounts reported for governmental activities in the statement of net assets are different from those reported in the governmental funds above because of the following:</p>   |                |
| <p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>   | 243,047,156    |
| <p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets.</p> | 5,463,513      |
| <p>Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.</p>  | 22,861,806     |
| <p>Certain liabilities are not due and payable in the current period and therefore, are not reported in the funds.</p>   |                |
| Developer fee obligations  | (45,338,422)   |
| Lease revenue bonds  | (49,842,780)   |
| Tax allocation bonds   | (2,060,000)    |
| Loans payable  | (5,619,192)    |
| Redevelopment pass-through   | (104,606)      |
| Compensated absences   | (1,494,767)    |
| Interest payable   | (1,027,865)    |
|  | (10,447,037)   |
| Net assets of governmental activities  | \$ 194,939,342 |

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, 2007**

|  | General<br>Fund     | City<br>Capital<br>Projects | Spring Lake<br>Capital<br>Projects | Special<br>Sales Tax<br>District |
|--|---------------------|-----------------------------|------------------------------------|----------------------------------|
| <b>REVENUES:</b>   |                     |                             |                                    |                                  |
| Taxes  | \$ 23,027,725       | \$ -                        | \$ -                               | \$ -                             |
| Fines and penalties  | 754,274             | -                           | -                                  | -                                |
| Intergovernmental  | 4,760,550           | 500,000                     | -                                  | -                                |
| Charges for services   | 6,209,334           | -                           | -                                  | -                                |
| Licenses and permits   | 4,724,621           | 3,995,594                   | 9,072,540                          | -                                |
| Investment earnings  | 383,101             | (26,832)                    | 1,031,142                          | 66,079                           |
| Miscellaneous  | 35,737              | 170,604                     | 300,000                            | -                                |
| Total revenues   | <u>39,895,342</u>   | <u>4,639,366</u>            | <u>10,403,682</u>                  | <u>66,079</u>                    |
| <b>EXPENDITURES:</b>   |                     |                             |                                    |                                  |
| Current:   |                     |                             |                                    |                                  |
| General government   | 1,812,189           | -                           | -                                  | -                                |
| Finance  | 1,017,172           | 181,131                     | 129,639                            | -                                |
| Community development  | 3,022,868           | -                           | -                                  | -                                |
| Parks, recreation and community services                     | 4,293,509           | 10,912                      | 214,297                            | 477,265                          |
| Police   | 14,193,609          | 36,736                      | -                                  | -                                |
| Fire   | 6,784,728           | 17,317                      | -                                  | -                                |
| Library  | 1,343,685           | 67,759                      | -                                  | 15,342                           |
| Public works   | 2,975,611           | 5,754,282                   | 11,928,744                         | 5,250,308                        |
| Debt service:  |                     |                             |                                    |                                  |
| Principal  | 285,616             | -                           | 6,455,678                          | -                                |
| Interest   | 66,409              | -                           | -                                  | -                                |
| Total expenditures   | <u>35,795,396</u>   | <u>6,068,137</u>            | <u>18,728,358</u>                  | <u>5,742,915</u>                 |
| Excess (deficiency) of revenues over<br>(under) expenditures | 4,099,946           | (1,428,771)                 | (8,324,676)                        | (5,676,836)                      |
| <b>OTHER FINANCING SOURCE (USES):</b>                        |                     |                             |                                    |                                  |
| Contribution from developer advances                         | -                   | -                           | 6,777,750                          | -                                |
| Transfers in   | 202,293             | 350,000                     | -                                  | 2,828,924                        |
| Transfers out  | (3,398,351)         | (3,036,157)                 | -                                  | (1,102,100)                      |
| Total other financing<br>sources (uses)                      | <u>(3,196,058)</u>  | <u>(2,686,157)</u>          | <u>6,777,750</u>                   | <u>1,726,824</u>                 |
| Net change in fund balances                                  | 903,888             | (4,114,928)                 | (1,546,926)                        | (3,950,012)                      |
| Fund balances (deficit), beginning<br>of year, as restated   | <u>6,271,867</u>    | <u>(24,206)</u>             | <u>13,859,656</u>                  | <u>5,240,243</u>                 |
| Fund balances (deficit), end of year                         | <u>\$ 7,175,755</u> | <u>\$ (4,139,134)</u>       | <u>\$ 12,312,730</u>               | <u>\$ 1,290,231</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, 2007**

| Sewer<br>Development  | Community<br>Development<br>Block<br>Grant | Woodland<br>Redevelopment<br>Agency<br>Low/Mod Housing | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|-----------------------|--|--|--------------------------------|--------------------------------|
| \$ -                  | \$ -                                       | \$ 356,038   | \$ 1,736,754                   | \$ 25,120,517                  |
| -                     | -  | -  | -                              | 754,274                        |
| -                     | 776,955                                    | 77   | 5,269,514                      | 11,307,096                     |
| -                     | -  | -  | 783,538                        | 6,992,872                      |
| 2,529,760             | -  | -  | 3,813,901                      | 24,136,416                     |
| (120,407)             | 12,182                                     | 52,950   | 199,376                        | 1,597,591                      |
| -                     | 19,970                                     | 99,963   | 412,517                        | 1,038,791                      |
| <u>2,409,353</u>      | <u>809,107</u>                             | <u>509,028</u>   | <u>12,215,600</u>              | <u>70,947,557</u>              |
| -                     | -  | -  | -                              | 1,812,189                      |
| -                     | -  | -  | 15,912                         | 1,343,854                      |
| -                     | 742,533                                    | 135,431  | 1,340,196                      | 5,241,028                      |
| -                     | -  | -  | 765,716                        | 5,761,699                      |
| -                     | -  | -  | 315,017                        | 14,545,362                     |
| -                     | -  | -  | 1,329,782                      | 8,131,827                      |
| -                     | -  | -  | 299,846                        | 1,726,632                      |
| 7,961,770             | -  | -  | 13,534,846                     | 47,405,561                     |
| -                     | 100,000                                    | 16,874   | 1,482,304                      | 8,340,472                      |
| -                     | 38,075                                     | 30,003   | 2,929,906                      | 3,064,393                      |
| <u>7,961,770</u>      | <u>880,608</u>                             | <u>182,308</u>   | <u>22,013,525</u>              | <u>97,373,017</u>              |
| (5,552,417)           | (71,501)                                   | 326,720  | (9,797,925)                    | (26,425,460)                   |
| -                     | -  | -  | -                              | 6,777,750                      |
| -                     | -  | -  | 7,655,993                      | 11,037,210                     |
| (1,490,859)           | -  | -  | (1,659,402)                    | (10,686,869)                   |
| <u>(1,490,859)</u>    | <u>-</u>                                   | <u>-</u>   | <u>5,996,591</u>               | <u>7,128,091</u>               |
| (7,043,276)           | (71,501)                                   | 326,720  | (3,801,334)                    | (19,297,369)                   |
| <u>2,270,948</u>      | <u>1,185,782</u>                           | <u>750,484</u>   | <u>18,797,094</u>              | <u>48,351,868</u>              |
| <u>\$ (4,772,328)</u> | <u>\$ 1,114,281</u>                        | <u>\$ 1,077,204</u>                                    | <u>\$ 14,995,760</u>           | <u>\$ 29,054,499</u>           |

**REVENUES:**

Taxes  
Fines and penalties  
Intergovernmental  
Charges for services  
Licenses and permits  
Investment earnings  
Miscellaneous

Total revenues

**EXPENDITURES:**

Current:

General government  
Finance  
Community development  
Parks, recreation and community services  
Police  
Fire  
Library  
Public works

Debt service:

Principal  
Interest and fiscal charges

Total expenditures

Excess (deficiency) of revenues over  
(under) expenditures

**OTHER FINANCING SOURCE (USES):**

Contribution from developer advances  
Transfers in  
Transfers out  
Total other financing  
sources (uses)

Net change in fund balances

Fund balances (deficit), beginning  
of year, as restated

Fund balances (deficit), end of year

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

**CITY OF WOODLAND, CALIFORNIA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND**  
**BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2007**

Net change in fund balances - total governmental funds \$ (19,297,369)

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

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

|                                 |                    |            |
|---------------------------------|--------------------|------------|
| Expenditures for capital outlay | 39,766,551         |            |
| Depreciation expense            | <u>(6,937,315)</u> | 32,829,236 |

Capital assets transferred to governmental activities from business-type activities are reported as transfers in the statement of activities. The transfers are not reported in the governmental funds as the amount did not involve the transfer of financial resources. 1,897,875

Loss of disposal of capital assets (3,502)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 5,158,442

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                 | 8,340,472 |             |
| Proceeds from long-term loans        | (76,500)  |             |
| Contribution from developer advances |           | (6,777,750) |

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.

|                                 |        |           |
|---------------------------------|--------|-----------|
| Accrued interest                | 14,832 |           |
| Changes in compensated absences |        | (160,532) |

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. 1,285,217

Change in net assets of governmental activities \$ 23,210,421

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, 2007**

|                                     | Budgeted Amounts  |                   | Actual Amounts    | Variance with<br>Final Budget |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------------------|
|                                     | Original          | Final             |                   |                               |
| <b>REVENUES:</b>                    |                   |                   |                   |                               |
| Taxes                               | \$ 20,423,135     | \$ 23,268,135     | \$ 23,027,725     | \$ (240,410)                  |
| Fines and penalties                 | 809,000           | 809,000           | 754,274           | (54,726)                      |
| Intergovernmental                   | 4,223,810         | 4,223,810         | 4,760,550         | 536,740                       |
| Charges for services                | 6,263,845         | 6,283,593         | 6,209,334         | (74,259)                      |
| Licenses and permits                | 5,803,873         | 5,803,873         | 4,724,621         | (1,079,252)                   |
| Investment earnings                 | 86,000            | 86,000            | 383,101           | 297,101                       |
| Miscellaneous                       | 16,700            | 16,700            | 35,737            | 19,037                        |
| Total revenues                      | <u>37,626,363</u> | <u>40,491,111</u> | <u>39,895,342</u> | <u>(595,769)</u>              |
| <b>EXPENDITURES:</b>                |                   |                   |                   |                               |
| <b>General Government:</b>          |                   |                   |                   |                               |
| <b>City Council</b>                 |                   |                   |                   |                               |
| Personnel services                  | 83,519            | 83,519            | 76,912            | 6,607                         |
| Supplies                            | 99,971            | 99,971            | 157,607           | (57,636)                      |
| Other services and charges          | 97,700            | 97,700            | 104,507           | (6,807)                       |
| Total City Council                  | <u>281,190</u>    | <u>281,190</u>    | <u>339,026</u>    | <u>(57,836)</u>               |
| <b>City Clerk</b>                   |                   |                   |                   |                               |
| Personnel services                  | 150,941           | 150,941           | 139,227           | 11,714                        |
| Supplies                            | 24,014            | 24,014            | 17,655            | 6,359                         |
| Other services and charges          | 5,608             | 5,608             | 4,220             | 1,388                         |
| Total City Clerk                    | <u>180,563</u>    | <u>180,563</u>    | <u>161,102</u>    | <u>19,461</u>                 |
| <b>City Attorney</b>                |                   |                   |                   |                               |
| Other services and charges          | 170,500           | 202,330           | 251,679           | (49,349)                      |
| <b>City Manager/Human Resources</b> |                   |                   |                   |                               |
| Personnel services                  | 848,067           | 848,067           | 842,197           | 5,870                         |
| Supplies                            | 229,466           | 229,466           | 186,725           | 42,741                        |
| Other services and charges          | 17,015            | 17,015            | 31,460            | (14,445)                      |
| Total City Manager/Human Resources  | <u>1,094,548</u>  | <u>1,094,548</u>  | <u>1,060,382</u>  | <u>34,166</u>                 |
| Total General Government            | <u>1,726,801</u>  | <u>1,758,631</u>  | <u>1,812,189</u>  | <u>(53,558)</u>               |
| <b>Finance</b>                      |                   |                   |                   |                               |
| Personnel services                  | 764,011           | 764,011           | 683,656           | 80,355                        |
| Supplies                            | 349,264           | 353,489           | 290,368           | 63,121                        |
| Other services and charges          | 197,767           | 118,492           | 43,148            | 75,344                        |
| Total Finance                       | <u>1,311,042</u>  | <u>1,235,992</u>  | <u>1,017,172</u>  | <u>218,820</u>                |
| <b>Community Development</b>        |                   |                   |                   |                               |
| Personnel services                  | 1,687,204         | 1,984,009         | 1,456,916         | 527,093                       |
| Supplies                            | 1,200,078         | 860,584           | 582,359           | 278,225                       |
| Other services and charges          | 857,136           | 821,315           | 983,593           | (162,278)                     |
| Total Community Development         | <u>3,744,418</u>  | <u>3,665,908</u>  | <u>3,022,868</u>  | <u>643,040</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 BALANCE -**  
**BUDGET AND ACTUAL - GENERAL FUND (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

|   | <u>Budgeted Amounts</u> |                     | <u>Actual Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|-----------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                       |                                       |
| <b>Parks, Recreation and Community Services</b>           |                         |                     |                       |                                       |
| Personnel services  | \$ 2,901,639            | \$ 2,886,606        | \$ 2,600,612          | \$ 285,994                            |
| Supplies  | 1,490,016               | 1,512,711           | 1,053,226             | 459,485                               |
| Other services and charges                                | 353,721                 | 419,433             | 639,671               | (220,238)                             |
| <b>Total Parks, Recreation and<br/>Community Services</b> | <u>4,745,376</u>        | <u>4,818,750</u>    | <u>4,293,509</u>      | <u>525,241</u>                        |
| <b>Police</b>   |                         |                     |                       |                                       |
| Personnel services  | 9,875,043               | 9,776,978           | 9,839,495             | (62,517)                              |
| Supplies  | 3,579,264               | 3,750,995           | 3,165,030             | 585,965                               |
| Other services and charges                                | 718,654                 | 814,991             | 1,189,084             | (374,093)                             |
| <b>Total Police</b>                                       | <u>14,172,961</u>       | <u>14,342,964</u>   | <u>14,193,609</u>     | <u>149,355</u>                        |
| <b>Fire</b>   |                         |                     |                       |                                       |
| Personnel services  | 5,142,881               | 5,048,076           | 4,849,488             | 198,588                               |
| Supplies  | 1,243,579               | 1,267,473           | 1,179,258             | 88,215                                |
| Other services and charges                                | 658,517                 | 814,803             | 755,982               | 58,821                                |
| <b>Total Fire</b>   | <u>7,044,977</u>        | <u>7,130,352</u>    | <u>6,784,728</u>      | <u>345,624</u>                        |
| <b>Library</b>  |                         |                     |                       |                                       |
| Personnel services  | 947,741                 | 947,741             | 908,257               | 39,484                                |
| Supplies  | 279,607                 | 308,214             | 261,432               | 46,782                                |
| Other services and charges                                | 65,433                  | 152,008             | 173,996               | (21,988)                              |
| <b>Total Library</b>                                      | <u>1,292,781</u>        | <u>1,407,963</u>    | <u>1,343,685</u>      | <u>64,278</u>                         |
| <b>Public Works</b>                                       |                         |                     |                       |                                       |
| Personnel services  | 2,389,096               | 2,389,096           | 2,025,581             | 363,515                               |
| Supplies  | 990,811                 | 1,155,819           | 526,998               | 628,821                               |
| Other services and charges                                | 142,087                 | 155,124             | 423,032               | (267,908)                             |
| <b>Total Public Works</b>                                 | <u>3,521,994</u>        | <u>3,700,039</u>    | <u>2,975,611</u>      | <u>724,428</u>                        |
| <b>Total expenditures</b>                                 | <u>37,560,350</u>       | <u>38,060,599</u>   | <u>35,795,396</u>     | <u>2,265,203</u>                      |
| Excess of revenues over expenditures                      | <u>66,013</u>           | <u>2,430,512</u>    | <u>4,099,946</u>      | <u>(2,860,972)</u>                    |
| <b>OTHER FINANCING SOURCES (USES):</b>                    |                         |                     |                       |                                       |
| Transfers in  | 286,802                 | 286,802             | 202,293               | 84,509                                |
| Transfers out   | (362,500)               | (3,339,772)         | (3,398,351)           | 58,579                                |
| Total other financing sources (uses)                      | <u>(75,698)</u>         | <u>(3,052,970)</u>  | <u>(3,196,058)</u>    | <u>143,088</u>                        |
| Net change in fund balance                                | <u>\$ (9,685)</u>       | <u>\$ (622,458)</u> | <u>903,888</u>        | <u>\$ 1,526,346</u>                   |
| Fund balance, beginning of year                           |                         |                     | <u>6,271,867</u>      |                                       |
| Fund balance, end of year                                 |                         |                     | <u>\$ 7,175,755</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, 2007

|                                 | Budgeted Amounts  |                     | Actual Amounts      | Variance with<br>Final Budget |
|---------------------------------|-------------------|---------------------|---------------------|-------------------------------|
|                                 | Original          | Final               |                     |                               |
| <b>REVENUES:</b>                |                   |                     |                     |                               |
| Intergovernmental               | \$ 596,377        | \$ 596,377          | \$ 776,955          | \$ 180,578                    |
| Investment earnings             | -                 | -                   | 12,182              | 12,182                        |
| Miscellaneous                   | 1,431             | 1,431               | 19,970              | 18,539                        |
| Total revenues                  | <u>597,808</u>    | <u>597,808</u>      | <u>809,107</u>      | <u>211,299</u>                |
| <b>EXPENDITURES:</b>            |                   |                     |                     |                               |
| Current:                        |                   |                     |                     |                               |
| Community development           | 273,525           | 1,199,720           | 742,533             | 457,187                       |
| Debt service:                   |                   |                     |                     |                               |
| Principal                       | -                 | -                   | 100,000             | (100,000)                     |
| Interest                        | -                 | -                   | 38,075              | (38,075)                      |
| Total expenditures              | <u>273,525</u>    | <u>1,199,720</u>    | <u>880,608</u>      | <u>319,112</u>                |
| Net change in fund balance      | <u>\$ 324,283</u> | <u>\$ (601,912)</u> | (71,501)            | <u>\$ 530,411</u>             |
| Fund balance, beginning of year |                   |                     | <u>1,185,782</u>    |                               |
| Fund balance, end of year       |                   |                     | <u>\$ 1,114,281</u> |                               |

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

THIS PAGE LEFT INTENTIONALLY BLANK

**CITY OF WOODLAND, CALIFORNIA**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2007**

|  | Business-type Activities - Enterprise Funds |               |               |                              | Total          | Governmental<br>Activities - Internal<br>Service Funds |
|--|---|---------------|---------------|------------------------------|----------------|--|
|  | Water                                       | Sewer         | Storm Drain   | Other<br>Enterprise<br>Funds |                |  |
| <b>ASSETS</b>  |   |               |               |                              |                |  |
| Current assets:  |   |               |               |                              |                |  |
| Cash and investments   | \$ 3,869,741                                | \$ 59,405     | \$ -          | \$ 2,095,564                 | \$ 6,024,710   | \$ 2,243,548   |
| Accounts receivable  | 479,841                                     | 650,871       | 17,295        | 61,324                       | 1,209,331      | 27,624   |
| Due from other funds   | -   | 7,377,436     | -             | 68,000                       | 7,445,436      | 44,121   |
| Prepaid items and deposits                                   | 85,360                                      | 14,116        | -             | -                            | 99,476         | 770,211  |
| Total current assets   | 4,434,942                                   | 8,101,828     | 17,295        | 2,224,888                    | 14,778,953     | 3,085,504  |
| Noncurrent assets:   |   |               |               |                              |                |  |
| Cash and investments with fiscal agents                      | -   | 951,274       | -             | -                            | 951,274        | -  |
| Advances to other funds                                      | 1,925,615                                   | -             | -             | -                            | 1,925,615      | -  |
| Land   | 281,851                                     | 2,957,761     | 447,400       | -                            | 3,687,012      | -  |
| Construction in progress                                     | 722,531                                     | 10,366,272    | 529,115       | -                            | 11,617,918     | -  |
| Depreciable capital assets (net of accumulated depreciation) | 26,279,304                                  | 55,480,934    | 20,041,043    | 24,574                       | 101,825,855    | 5,674,773  |
| Total noncurrent assets                                      | 29,209,301                                  | 69,756,241    | 21,017,558    | 24,574                       | 120,007,674    | 5,674,773  |
| Total assets   | 33,644,243                                  | 77,858,069    | 21,034,853    | 2,249,462                    | 134,786,627    | 8,760,277  |
| <b>LIABILITIES</b>   |   |               |               |                              |                |  |
| Current liabilities:   |   |               |               |                              |                |  |
| Accounts payable   | 198,448                                     | 313,792       | 21,785        | 47,581                       | 581,606        | 264,951  |
| Due to other funds   | -   | -             | 2,130,056     | 522,957                      | 2,653,013      | 44,121   |
| Interest payable   | -   | 74,367        | -             | -                            | 74,367         | 43,309   |
| Compensated absences   | 19,693                                      | 33,394        | 8,431         | 6,270                        | 67,788         | 8,055  |
| Long-term debt - current portion                             | -   | 638,584       | -             | -                            | 638,584        | 401,156  |
| Total current liabilities                                    | 218,141                                     | 1,060,137     | 2,160,272     | 576,808                      | 4,015,358      | 761,592  |
| Noncurrent liabilities:                                      |   |               |               |                              |                |  |
| Compensated absences   | 84,968                                      | 97,797        | 11,507        | 30,893                       | 225,165        | 67,919   |
| Advances from other funds                                    | -   | -             | 6,814,762     | -                            | 6,814,762      | -  |
| Revenue bonds  | -   | 10,087,220    | -             | -                            | 10,087,220     | -  |
| Certificates of participation, net                           | -   | 2,984,333     | -             | -                            | 2,984,333      | -  |
| Capitalized lease obligations                                | -   | -             | -             | -                            | -              | 2,467,253  |
| Total noncurrent liabilities                                 | 84,968                                      | 13,169,350    | 6,826,269     | 30,893                       | 20,111,480     | 2,535,172  |
| Total liabilities  | 303,109                                     | 14,229,487    | 8,986,541     | 607,701                      | 24,126,838     | 3,296,764  |
| <b>NET ASSETS (DEFICIT)</b>                                  |   |               |               |                              |                |  |
| Invested in capital assets,<br>net of related debt           | 27,283,686                                  | 56,046,104    | 21,017,558    | 24,574                       | 104,371,922    | 2,806,364  |
| Unrestricted   | 6,057,448                                   | 7,582,478     | (8,969,246)   | 1,617,187                    | 6,287,867      | 2,657,149  |
| Total net assets (deficit)                                   | \$ 33,341,134                               | \$ 63,628,582 | \$ 12,048,312 | \$ 1,641,761                 | \$ 110,659,789 | \$ 5,463,513   |

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

CITY OF WOODLAND, CALIFORNIA  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2007

|  | Business-type Activities - Enterprise Funds |                      |                      |                              | Total                 | Governmental<br>Activities - Internal<br>Service Funds |
|--|---|----------------------|----------------------|------------------------------|-----------------------|--|
|  | Water                                       | Sewer                | Storm Drain          | Other<br>Enterprise<br>Funds |                       |  |
| <b>OPERATING REVENUES:</b>                 |   |                      |                      |                              |                       |  |
| Charges for services                       | \$ 5,577,273                                | \$ 7,821,869         | \$ 179,500           | \$ 1,272,228                 | \$ 14,850,870         | \$ -   |
| Billings to departments                    | -   | -                    | -                    | -                            | -                     | 9,282,511  |
| Other                                      | 11,740                                      | 11,060               | -                    | 16,241                       | 39,041                | 100,572  |
| Total operating revenues                   | <u>5,589,013</u>                            | <u>7,832,929</u>     | <u>179,500</u>       | <u>1,288,469</u>             | <u>14,889,911</u>     | <u>9,383,083</u>                                       |
| <b>OPERATING EXPENSES:</b>                 |   |                      |                      |                              |                       |  |
| Personnel services                         | 1,454,161                                   | 1,884,011            | 268,090              | 899,572                      | 4,505,834             | 1,099,030  |
| Utilities                                  | 908,200                                     | 638,945              | 51,310               | 56,799                       | 1,655,254             | 22,945   |
| Office supplies and expenses               | 971,639                                     | 1,060,659            | 159,272              | 239,037                      | 2,430,607             | 416,691  |
| Small tools and supplies                   | 3,188                                       | 4,387                | 531                  | 2,107                        | 10,213                | 3,474  |
| Contractual services                       | 165,450                                     | 348,999              | 171,045              | 115,586                      | 801,080               | -  |
| Depreciation                               | 885,010                                     | 1,781,945            | 597,370              | 3,653                        | 3,267,978             | 949,444  |
| Equipment rental and maintenance           | 212,641                                     | 334,845              | 4,708                | 107,798                      | 659,992               | 676,622  |
| Insurance premiums and claims              | -   | -                    | -                    | -                            | -                     | 4,857,620  |
| Total operating expenses                   | <u>4,600,289</u>                            | <u>6,053,791</u>     | <u>1,252,326</u>     | <u>1,424,552</u>             | <u>13,330,958</u>     | <u>8,025,826</u>                                       |
| Operating income (loss)                    | <u>988,724</u>                              | <u>1,779,138</u>     | <u>(1,072,826)</u>   | <u>(136,083)</u>             | <u>1,558,953</u>      | <u>1,357,257</u>                                       |
| <b>NONOPERATING REVENUES (EXPENSES):</b>   |   |                      |                      |                              |                       |  |
| Investment earnings                        | 157,162                                     | 424,416              | -                    | 62,708                       | 644,286               | -  |
| Intergovernmental                          | 33,763                                      | -                    | -                    | 41,083                       | 74,846                | -  |
| Interest expense                           | -   | (299,241)            | (30,073)             | -                            | (329,314)             | (110,679)  |
| Total nonoperating revenues (expenses)     | <u>190,925</u>                              | <u>125,175</u>       | <u>(30,073)</u>      | <u>103,791</u>               | <u>389,818</u>        | <u>(110,679)</u>                                       |
| Income (loss) before transfers             | 1,179,649                                   | 1,904,313            | (1,102,899)          | (32,292)                     | 1,948,771             | 1,246,578  |
| Transfers in                               | -   | -                    | 511,727              | 200,000                      | 711,727               | 38,639   |
| Transfers out                              | (199,339)                                   | (891,736)            | (3,339)              | (1,904,168)                  | (2,998,582)           | -  |
| Change in net assets                       | 980,310                                     | 1,012,577            | (594,511)            | (1,736,460)                  | (338,084)             | 1,285,217  |
| Net assets, beginning of year, as restated | <u>32,360,824</u>                           | <u>62,616,005</u>    | <u>12,642,823</u>    | <u>3,378,221</u>             | <u>110,997,873</u>    | <u>4,178,296</u>                                       |
| Net assets, end of year                    | <u>\$ 33,341,134</u>                        | <u>\$ 63,628,582</u> | <u>\$ 12,048,312</u> | <u>\$ 1,641,761</u>          | <u>\$ 110,659,789</u> | <u>\$ 5,463,513</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, 2007

|  | Business-type Activities - Enterprise Funds |              |             |                                 | Total         | Governmental<br>Activities - Internal<br>Service Funds |
|--|---|--------------|-------------|---------------------------------|---------------|--|
|  | Water                                       | Sewer        | Storm Drain | Nonmajor<br>Enterprise<br>Funds |               |  |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                     |   |              |             |                                 |               |  |
| Receipts from customers  | \$ 5,509,582                                | \$ 7,671,313 | \$ 172,523  | \$ 1,271,459                    | \$ 14,624,877 | \$ 9,489,785   |
| Payments to suppliers  | (2,442,248)                                 | (2,981,256)  | (407,784)   | (521,673)                       | (6,352,961)   | (1,380,437)  |
| Payments to employees  | (1,426,135)                                 | (1,836,229)  | (261,893)   | (902,299)                       | (4,426,556)   | (1,082,910)  |
| Payments for insurance premiums and claims                       | -   | -            | -           | -                               | -             | (4,669,308)  |
| Net cash provided (used) by operating activities                 | 1,641,199                                   | 2,853,828    | (497,154)   | (152,513)                       | 3,845,360     | 2,357,130  |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>          |   |              |             |                                 |               |  |
| Transfers in   | -   | -            | 511,727     | 200,000                         | 711,727       | 38,639   |
| Transfers out  | (199,339)                                   | (891,736)    | (3,339)     | (6,289)                         | (1,106,703)   | -  |
| Interfund borrowings   | -   | -            | 2,130,056   | 147,817                         | 2,277,873     | (188,218)  |
| Interfund loan repayments  | -   | (7,070,296)  | -           | -                               | (7,070,296)   | -  |
| Payments received on advances to other funds                     | -   | 1,285,824    | -           | 70,000                          | 1,355,824     | -  |
| Payments made on advances from other funds                       | -   | -            | (1,797,550) | -                               | (1,797,550)   | (70,000)   |
| Advances to other funds  | (47,688)                                    | -            | -           | -                               | (47,688)      | -  |
| Operating grants received  | 33,763                                      | -            | -           | 41,083                          | 74,846        | -  |
| Net cash provided (used) by noncapital financing activities      | (213,264)                                   | (6,676,208)  | 840,894     | 452,611                         | (5,595,967)   | (219,579)  |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b> |   |              |             |                                 |               |  |
| Acquisition of capital assets                                    | (631,560)                                   | (3,682,476)  | (313,667)   | (7,913)                         | (4,635,616)   | (560,581)  |
| Principal payments on long-term debt                             | -   | (645,000)    | -           | -                               | (645,000)     | (510,961)  |
| Interest paid  | -   | (260,187)    | (30,073)    | -                               | (290,260)     | (118,186)  |
| Net cash used by capital and related financing activities        | (631,560)                                   | (4,587,663)  | (343,740)   | (7,913)                         | (5,570,876)   | (1,189,728)  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                     |   |              |             |                                 |               |  |
| Interest received  | 157,162                                     | 424,416      | -           | 62,708                          | 644,286       | -  |
| Net increase (decrease) in cash and cash equivalents             | 953,537                                     | (7,985,627)  | -           | 354,893                         | (6,677,197)   | 947,823  |
| Cash and cash equivalents, beginning of year, as restated        | 2,916,204                                   | 8,076,283    | -           | 1,740,671                       | 12,733,158    | 1,295,725  |
| Cash and cash equivalents, end of year                           | \$ 3,869,741                                | \$ 90,656    | \$ -        | \$ 2,095,564                    | \$ 6,055,961  | \$ 2,243,548   |
| Reconciliation to the Statement of Net Assets:                   |   |              |             |                                 |               |  |
| Cash and investments   | \$ 3,869,741                                | \$ 59,405    | \$ -        | \$ 2,095,564                    | \$ 6,024,710  | \$ 2,243,548   |
| Cash and investments with fiscal agent                           | -   | 951,274      | -           | -                               | 951,274       | -  |
| Less: Guaranteed investment contract                             | -   | (920,023)    | -           | -                               | (920,023)     | -  |
| Cash and cash equivalents  | \$ 3,869,741                                | \$ 90,656    | \$ -        | \$ 2,095,564                    | \$ 6,055,961  | \$ 2,243,548   |
| <b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>      |   |              |             |                                 |               |  |
| Transfer of capital assets to governmental activities            | \$ -  | \$ -         | \$ -        | \$ 1,897,879                    | \$ 1,897,879  | \$ -   |
| Borrowing under capital lease                                    | -   | -            | -           | -                               | -             | 1,422,000  |

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, 2007

|   | Business-type Activities - Enterprise Funds |                     |                     |                                 | Total               | Governmental<br>Activities -<br>Internal<br>Service Funds |
|---|---|---------------------|---------------------|---------------------------------|---------------------|---|
|   | Water                                       | Sewer               | Storm Drain         | Nonmajor<br>Enterprise<br>Funds |                     |   |
| <b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b> |   |                     |                     |                                 |                     |   |
| Operating income (loss)   | \$ 988,724                                  | \$ 1,779,138        | \$ (1,072,826)      | \$ (136,083)                    | \$ 1,558,953        | \$ 1,357,257  |
| Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities:  |   |                     |                     |                                 |                     |   |
| Depreciation  | 885,010                                     | 1,781,945           | 597,370             | 3,653                           | 3,267,978           | 949,444   |
| Change in assets and liabilities:   |   |                     |                     |                                 |                     |   |
| Accounts receivable   | (79,431)                                    | (161,616)           | (6,977)             | (17,010)                        | (265,034)           | 154,387   |
| Due from other funds  | -   | -                   | -                   | -                               | -                   | 188,218   |
| Other assets  | (2,442)                                     | 1,961               | -                   | -                               | (481)               | -   |
| Prepaid items and deposits  | -   | -                   | -                   | -                               | -                   | (290,842)   |
| Accounts payable  | (178,688)                                   | (595,382)           | (20,918)            | (346)                           | (795,334)           | 30,231  |
| Deferred revenue  | -   | -                   | -                   | -                               | -                   | (47,685)  |
| Compensated absences  | 28,026                                      | 47,782              | 6,197               | (2,727)                         | 79,278              | 16,120  |
| Total adjustments   | 652,475                                     | 1,074,690           | 575,672             | (16,430)                        | 2,286,407           | 999,873   |
| Net cash provided (used) by operating activities  | <u>\$ 1,641,199</u>                         | <u>\$ 2,853,828</u> | <u>\$ (497,154)</u> | <u>\$ (152,513)</u>             | <u>\$ 3,845,360</u> | <u>\$ 2,357,130</u>                                       |

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

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Woodland 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 redevelopment.

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 of Woodland include the financial activities of the City as well as the Woodland Redevelopment Agency, the Woodland Public Facilities Corporation and the Woodland Finance Authority, all of which are controlled by and dependent on the City. While these are separate legal entities, 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 government entity whose purpose is to prepare and implement plans for improvement, rehabilitation, and development of certain areas within the City. The Agency is controlled by the City and has the same governing board as the City, which also performs all accounting and administrative functions for the Agency. The financial activities of the Agency have been included in these financial statements in the Redevelopment Agency Capital Projects Funds and the Redevelopment Agency 1996 Tax Allocation Bonds Debt Service Fund.

The **Woodland Public Facilities Corporation (Corporation)** is a separate government entity whose purpose is to assist with the financing or refinancing of certain public capital facilities within the City. The Corporation has the power to purchase bonds issued by any local agency at public or negotiated sales and may sell such bonds to public or private purchasers at public or negotiated sales. The Corporation is controlled by the City and has the same governing body.

The **Woodland Finance Authority (Authority)** is a separate government 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 Redevelopment Agency 1996 Tax Allocation Bonds Debt Service Fund.

*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.

CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007

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

Business-type activities are financed in whole or in part by fees charges to external parties. Eliminations have been made to minimize the double counting of internal activities.

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

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

*C. Major Funds*

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

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

**General Fund** – The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund. The major revenue sources for this fund are property taxes, sales taxes, unrestricted revenues from the State, fines and forfeitures and interest income. Expenditures are made for public safety, most street work and the other services not required to be accounted for in another fund.

**City Capital Projects Fund** – Established to account for capital project improvements such as public facilities, traffic congestion, tree and equipment expenditures over \$5,000 within the general government.

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

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

CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007

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

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

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

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

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

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

The City also reports the following fund types:

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

**Fiduciary Funds** - Agency Funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. The financial activities of these funds are excluded from the government-wide financial statements, but are presented in separate fiduciary fund financial statements.

*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.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

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

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 benefit.

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 GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), are accounting principles generally accepted in the United States of America.

*E. Revenue Recognition for Water, Sewer and Recycling Funds*

Revenues are recognized based on cycle billings rendered to customers.

*F. Property Taxes*

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

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

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

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

*G. Assets, Liabilities 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. 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.

The beginning balance of cash and cash equivalents on the statement of cash flows for the Sewer Enterprise Fund has been restated in the amount of \$920,023 from the amount presented in the prior year, as this amount represented a guaranteed investment contract with a maturity that was greater than three months, therefore, the amount should not have been considered a cash and cash equivalent for purposes of the statement of cash flows.

4. Interfund Receivables and Payables

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

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

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2007**

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

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

5. Inventory

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

6. Capital Assets

Capital assets, which include land, buildings, improvements, equipment, construction in progress and infrastructure, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their estimated fair market value at the date of donation.

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

Depreciation on capital assets and improvements is provided using the straight line method, which means the cost of the asset is divided by its expected useful life in years and the result is charged to expense each year until the asset is fully depreciated. Capital assets with a value of \$1,000 or more are capitalized.

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        |
| 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.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

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 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 \$59,377,000 as of June 30, 2007. 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.

12. Net Assets/Fund Balances

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

*Invested in capital assets, net of related debt* describes the portion of net assets which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

*Restricted net assets* represent external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements and redevelopment funds restricted for low and moderate income housing.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

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

*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, 2007, reservations included:

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

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

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

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

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

**NOTE 2 – RESTATEMENT OF NET ASSETS/FUND BALANCE**

Effective, July 1, 2006, the City capitalized and has recorded its major general infrastructure assets that were acquired or received, major renovations, restorations, or improvements since July 1, 1980 through June 30, 2002. The City had applied the transition provisions for the retroactive reporting of infrastructure in accordance with the provisions of GASB Statement No. 34. As a result of the retroactive reporting of infrastructure, the City has restated its beginning net assets as indicated in the tables below.

The City has also restated its beginning fund balances for the Spring Lake Capital Projects Fund and Other Governmental Funds as a result of a fund reclassification as indicated in the table below.

|   | Governmental<br>Activities | Spring Lake<br>Capital Projects<br>Fund | Other<br>Governmental<br>Funds |
|---|----------------------------|---|--------------------------------|
| Net assets/fund balances,<br>June 30, 2006, as<br>previously reported | \$ 89,335,186              | \$ 17,408,406                           | \$ 15,248,344                  |
| Restatements:   |                            |   |                                |
| Retroactive capitalization<br>of infrastructure                       | 82,393,735                 | --                                      | --                             |
| Fund reclassification   | --                         | (3,548,750)                             | 3,548,750                      |
| Net assets/fund balances,<br>July 1, 2006, as restated                | \$ 171,728,921             | \$ 13,859,656                           | \$ 18,797,094                  |

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

**NOTE 2 – RESTATEMENT OF NET ASSETS/FUND BALANCE (Continued)**

|   | <u>Business-type<br/>Activities</u> | <u>Water<br/>Enterprise<br/>Fund</u> | <u>Sewer<br/>Enterprise<br/>Fund</u> | <u>Storm Drain<br/>Enterprise<br/>Fund</u> |
|---|-------------------------------------|--------------------------------------|--------------------------------------|--|
| Net assets, June 30, 2006, as previously reported   | \$ 40,764,973                       | \$ 12,917,611                        | \$ 28,403,738                        | \$ (3,934,597)                             |
| Restatements:                                       |                                     |                                      |                                      |  |
| Retroactive capitalization of infrastructure        | <u>70,232,900</u>                   | <u>19,443,213</u>                    | <u>34,212,267</u>                    | <u>16,577,420</u>                          |
| Net assets/fund balances, July 1, 2006, as restated | <u>\$ 110,997,873</u>               | <u>\$ 32,360,824</u>                 | <u>\$ 62,616,005</u>                 | <u>\$ 12,642,823</u>                       |

In prior years, the City has recorded capital asset activity (construction and acquisition) based on the funding source. Many of the City's capital assets (including infrastructure) have been funded by development impact fees, which are recorded in the City's various governmental funds. As a result, those capital assets were recorded and have been accounted for as capital assets of governmental activities. However, infrastructure assets associated with the City's water, sewer and storm drain activities are maintained by its major proprietary funds. Since, the enterprise funds are ultimately responsible for the ongoing maintenance and replacement of those assets, the infrastructure assets which were recorded by the City due to the retroactive capitalization of infrastructure pursuant to GASB Statement No. 34, have been recorded as capital assets in the respective enterprise funds. Therefore, the City has restated beginning net assets for its major enterprise funds as indicated in the table above.

**NOTE 3 – BUDGETS AND BUDGETARY ACCOUNTING**

*A. Budgeting Procedures*

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

1. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public meetings are conducted during June to obtain taxpayer comments.
3. The budget is legally enacted through passage of a minute order.
4. The City Manager is authorized to transfer budgeted amounts among funds and departments so long as the total City budget, exclusive of Capital projects, does not change. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is at the total City operating budget level. Only those revisions, if any, which increase total budgeted expenditures must be approved by the City Council.
5. Budgets are adopted for the General Fund, all special revenue funds, and all debt service funds, except for the Special Transportation, Home Grant, Local Law Enforcement Block Grant, COPS More Technology Grant, Traffic Congestion Relief, Off-Site Affordable Housing, and Housing Assistance Grants Special Revenue Funds. The City also adopts project time frame budgets for capital projects funds. Such budgets are based on a project time frame and therefore are not comparable on an annual basis.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

**NOTE 3 – BUDGETS AND BUDGETARY ACCOUNTING (Continued)**

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. Encumbrances outstanding at year-end are reported as reservations of fund balances since they do not constitute expenditures or liabilities and are reappropriated in the following year. Unexpended appropriations lapse at year-end and must be reappropriated in the following year.

**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.

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.

CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007

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

*B. Custodial Credit Risk*

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

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

*C. Concentration of Credit Risk*

Nearly 58%, of the City's pooled investments at year-end are in U.S. Agency Securities. There is no limitation on amounts invested in these types of issues. Investments in any one issuer (other than U.S. Treasury Notes, mutual funds and external investment pools) that represented 5% or more of the total investments of the City are as follows:

|                                       |              |
|---------------------------------------|--------------|
| Federal Home Loan Bank                | \$19,902,371 |
| Federal National Mortgage Association | 2,898,649    |

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

- \$920,023 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.
- \$757,330 of cash and investments with fiscal agent reported in the Woodland Redevelopment Agency 1996 Tax Allocation Bonds Debt Service Fund (nonmajor funds in the aggregate) was held in the form of an unrated guaranteed investment contract issued by FSA Capital Management Services, LLC that matures on March 1, 2032.

*D. Interest Rate and Credit Risk*

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity 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.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

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

As of June 30, 2007, the City's investments and credit ratings are as follows:

|  | Credit Rating (S & P) | Maturity    |              |           |              | Fair Value           |
|--|-----------------------|-------------|--------------|-----------|--------------|----------------------|
|  |                       | 31-180 Days | 181-365 Days | 1-5 Years | Over 5 Years |                      |
| <b>Deposits:</b>                               |                       |             |              |           |              |                      |
| Cash in Bank and on Hand                       | N/A                   | \$ --       | \$ --        | \$ --     | \$ --        | \$ 551,021           |
| Nonnegotiable Certificates of Deposit          | N/A                   | --          | --           | --        | --           | 415,748              |
| Total Deposits                                 |                       |             |              |           |              | <u>966,769</u>       |
| <b>City Pooled Investments:</b>                |                       |             |              |           |              |                      |
| LAIF   | Not Rated             | 17,331,997  | --           | --        | --           | 17,331,967           |
| <b>U. S. Agency Securities:</b>                |                       |             |              |           |              |                      |
| Federal National Mortgage Association          | AAA                   | --          | --           | 2,898,649 | --           | 2,898,649            |
| Federal Farm Credit Bank                       | AAA                   | --          | --           | 973,007   | --           | 973,007              |
| Federal Home Loan Bank                         | AAA                   | 4,990,938   | 5,474,531    | 9,436,902 | --           | 19,902,371           |
| Total City Pooled Investments                  |                       |             |              |           |              | <u>41,105,994</u>    |
| <b>Cash and Investments with Fiscal Agent:</b> |                       |             |              |           |              |                      |
| Cash in Bank                                   | --                    | --          | --           | --        | --           | 103,843              |
| Certificates of Deposit                        | N/A                   | 30,000      | --           | --        | --           | 30,000               |
| Money Market Mutual Fund                       | AAA                   | 4,882,038   | --           | --        | --           | 4,882,038            |
| CAMP   | AAA                   | 189,397     | --           | --        | --           | 189,397              |
| Guaranteed Investment Contracts                | Not Rated             | --          | --           | --        | 1,677,353    | 1,677,353            |
| Total Cash and Investments with Fiscal Agent   |                       |             |              |           |              | <u>6,882,631</u>     |
| Total Cash and Investments                     |                       |             |              |           |              | <u>\$ 48,955,394</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, 2007 was \$19.7 billion. LAIF is part of the State of California's Pooled Money Investment Account (PMIA), which, as of June 30, 2007 had a balance of \$65.6 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 176 days as of June 30, 2007. 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 \$774 million and \$1.5 billion as of June 30, 2007.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

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

Cash and investments as of June 30, 2007 are classified in the accompanying financial statements as follows:

|   |                            |
|---|----------------------------|
| Statement of Net Assets:                |                            |
| Cash and investments                    | \$37,466,714               |
| Cash and investments with fiscal agents | 2,036,089                  |
| Statement of Fiduciary Net Assets       |                            |
| Cash and investments                    | 4,606,049                  |
| Cash and investments with fiscal agents | <u>4,846,542</u>           |
| Total cash and investments              | <u><u>\$48,955,394</u></u> |

**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, 2007 were as follows:

| Fund Receiving Transfers                         | Fund Making Transfers                            | Amount Transferred |
|--|--|--------------------|
| General Fund                                     | Water Enterprise Fund                            | \$ 196,000         |
|  | Other Enterprise Funds                           | 6,293              |
|  |  | <u>202,293</u>     |
| City Capital Projects Fund                       | General Fund                                     | <u>350,000</u>     |
| Special Sales Tax District Capital Projects Fund | General Fund                                     | <u>2,828,924</u>   |
| Storm Drain Enterprise Fund                      | Sewer Development Capital Projects Fund          | 182,269            |
|  | Other Governmental Funds                         | 329,458            |
|  |  | <u>511,727</u>     |
| Other Governmental Funds                         | General Fund                                     | 7,500              |
|  | City Capital Projects Fund                       | 3,032,818          |
|  | Special Sales Tax District Capital Projects Fund | 1,102,100          |
|  | Sewer Development Capital Projects Fund          | 1,305,251          |
|  | Other Governmental Funds                         | 1,319,927          |
|  | Sewer Enterprise Fund                            | <u>888,397</u>     |
|  | <u>7,655,993</u>                                 |                    |
| Other Enterprise Funds                           | General Fund                                     | <u>200,000</u>     |

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

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

|                        |   |               |
|------------------------|---|---------------|
| Internal Service Funds | General Fund                            | 11,927        |
|                        | City Capital Projects Fund              | 3,339         |
|                        | Sewer Development Capital Projects Fund | 3,339         |
|                        | Water Enterprise Fund                   | 3,339         |
|                        | Sewer Enterprise Fund                   | 3,339         |
|                        | Storm Drain Enterprise Fund             | 3,339         |
|                        | Other Governmental Funds                | 10,017        |
|                        |   | 38,639        |
|                        |   | \$ 11,787,576 |

During the year ended June 30, 2007, the Parking Enterprise Fund (Other Enterprise Funds) has been reclassified and is reported as part of the City's General Fund. As such, the Parking Enterprise Fund transferred out \$1,897,879 in capital assets to governmental activities. The transfer of capital assets to the governmental activities does not represent current financial resources, therefore, there is no corresponding transfer reported in the General Fund.

*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, 2007 were as follows:

| Due To                   | Due From                                | Amount        |
|--------------------------|---|---------------|
| General Fund             | Sewer Development Capital Projects Fund | \$ 6,848,205  |
|                          | Other Governmental Funds                | 151,050       |
|                          |   | 6,999,255     |
| Other Governmental Funds | Other Governmental Funds                | 25,706        |
| Sewer Enterprise Fund    | City Capital Projects Fund              | 2,800,000     |
|                          | Storm Drain Enterprise Fund             | 2,130,056     |
|                          | Other Governmental Funds                | 1,992,423     |
|                          | Other Enterprise Funds                  | 454,957       |
|                          |   | 7,377,436     |
| Other Enterprise Funds   | Other Enterprise Funds                  | 68,000        |
| Internal Service Funds   | Internal Service Funds                  | 44,121        |
|                          |   | \$ 14,514,518 |

*C. Long-Term Interfund Advances*

As of June 30, 2007 the Sewer Development, Water Development and Storm Drain Development Capital Projects Funds had advanced a total of \$6,814,762 to the Storm Drain Enterprise Fund for cash flow purposes. Interest on the advance is equal to the LAIF rate on June 30<sup>th</sup> of each fiscal year. The remaining repayment terms will be evaluated when the related fee study is completed.

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

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

The Water Enterprise Fund has an advance of \$1,925,615 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.

*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 – ACCOUNTS RECEIVABLE**

Accounts receivable at June 30, 2007 comprised the following:

|   | Taxes               | Accounts            | Inter-<br>governmental | Interest          | Total<br>Receivables |
|---|---------------------|---------------------|------------------------|-------------------|----------------------|
| <b>Governmental Activities:</b>                     |                     |                     |                        |                   |                      |
| General Fund  | \$ 3,025,994        | \$ 490,423          | \$ 357,667             | \$ 544,737        | \$ 4,418,821         |
| City Capital Projects                               | --                  | 1,364,765           | 500,000                | --                | 1,864,765            |
| Spring Lake Capital<br>Projects                     | --                  | 4,658,182           | --                     | --                | 4,658,182            |
| Special Sales Tax District                          | --                  | 54,462              | --                     | --                | 54,462               |
| Sewer Development                                   | --                  | 1,178,898           | --                     | --                | 1,178,898            |
| Community Development<br>Block Grant                | --                  | --                  | 193,575                | --                | 193,575              |
| Woodland Redevelopment<br>Agency Low/Mod<br>Housing | 28,953              | 1,000               | --                     | --                | 29,953               |
| Other Governmental Funds                            | 430,330             | 1,415,203           | 1,002,113              | --                | 2,847,646            |
| Internal Service Funds                              | --                  | 15,458              | 12,166                 | --                | 27,624               |
| <b>Total Governmental<br/>Activities</b>            | <u>\$ 3,485,277</u> | <u>\$ 9,178,391</u> | <u>\$ 2,065,521</u>    | <u>\$ 544,737</u> | <u>\$ 15,273,926</u> |
| <b>Business-Type Activities:</b>                    |                     |                     |                        |                   |                      |
| Water   | \$ --               | \$ 460,231          | \$ 19,610              | \$ --             | \$ 479,841           |
| Sewer   | --                  | 650,871             | --                     | --                | 650,871              |
| Storm Drain   | --                  | 17,295              | --                     | --                | 17,295               |
| Other Enterprise Funds                              | --                  | 34,594              | 26,730                 | --                | 61,324               |
| <b>Total Business-Type<br/>Activities</b>           | <u>\$ --</u>        | <u>\$ 1,162,991</u> | <u>\$ 46,340</u>       | <u>\$ --</u>      | <u>\$ 1,209,331</u>  |

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

*A. Notes Receivable*

The City engages in various programs designed to encourage construction or improvement in low- to moderate-income housing or other projects. Under these programs, which are described below, grants or loans are provided under favorable terms to homeowners or developers who agree to spend these funds in accordance with the City's terms. Although these loans and notes are expected to be repaid in full, their balance has been offset by deferred revenue as they are not expected to be repaid during fiscal year 2007-2008. The City's loan balance of \$13,635,216 is comprised of the following types of loan programs:

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

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

**Housing Rehabilitation and Affordable Housing Loans**

The housing rehabilitation loans are to provide second mortgages to eligible families for assistance in making repairs to their homes. The affordable housing loans are provided to promote development of low-income housing. Each of the loans are secured by a deed of trust and have various deferred payback terms with interest ranging from 0% to 4%. The balance of the loans receivable arising from this program as of June 30, 2007 was \$3,141,145.

**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 buyer's. 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, 2007, these loans totaled \$3,860,999, consisting of market subsidy loans of \$3,283,191, BEGIN loans of \$570,000 and accrued interest of \$7,808.

**First Time Homebuyer Program**

The Program is designed to provide second mortgages to eligible families for assistance in purchasing their first house. The maximum loan amount is \$40,000, financed as a three percent interest thirty year deferred payment loan. The balance of the loans receivable arising from this program at June 30, 2007 was \$542,719.

**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, 2007 the City had issued loans of \$2,524,352 of which \$375,654 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, 2007 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, 2007 was \$132,714.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

During fiscal year 2001-2002, the Agency loaned \$1,000,000 to CHOC, secured by a deed of trust; interest accrues at 3% per annum, but payments of principal and interest are deferred until 2009. The balance of this loan receivable at June 30, 2007 was \$1,162,666

**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 or \$45,000 to low-income households. As long as the eligible buyer occupies the property as its principal place of residence and is not in default under the affordability covenants and resale restrictions, 10% of the initial loan amount shall be credited toward the outstanding principal after 10 years and at each five-year period thereafter throughout the 45-year term of the note. As of June 30, 2007, the total outstanding on loans, including interest is \$557,402, which comprises \$190,000 in loans funded by the Agency, \$304,300 representing the agency's market adjustment, and accrued interest of \$63,102

**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, 2007, the total amount of the loan outstanding, including accrued interest was \$1,662,747. Payment on the loan is secured by a deed of trust and assignment of rents on the Heritage Oaks Apartments. So long as there is no default on the loan, the entire principal balance including accrued interest is due and payable on August 22, 2014.

*B. Redevelopment Agreements*

The City and Redevelopment Agency have entered into the development agreements below in an effort to provide incentives to develop new businesses and new sales tax revenues.

**Woodland Corporate Center**

In January 2003, the Agency entered into a Disposition and Development Agreement providing for the Agency's acquisition of City property and the subsequent sale of the property to Wiseman Company, LLC (Developer) for \$100. The Woodland Corporate Center is to include a multi-story Class A office building, containing approximately 35,000 square feet of leasable space, parking and landscaping improvements. Prior to the sale, in July 2003, the Agency was required to demolish and remove the current structure on site for an amount not to exceed \$75,000. Off street and frontage improvements to be made by the City were to be reimbursed by the Developer in the maximum amount of \$50,000.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

**NOTE 8 – CAPITAL ASSETS**

|  | Balance<br>July 1, 2006,<br>as restated | Additions            | Retirements       | Transfers           | Balance<br>June 30, 2007 |
|--|---|----------------------|-------------------|---------------------|--------------------------|
| Governmental Activities:                     |   |                      |                   |                     |                          |
| Capital assets, not being depreciated:       |   |                      |                   |                     |                          |
| Land   | \$ 13,571,383                           | \$ -                 | \$ -              | \$ 1,895,633        | \$ 15,467,016            |
| Construction in progress                     | 70,649,494                              | 39,439,802           | -                 | (24,866,873)        | 85,222,423               |
| Total capital assets, not being depreciated: | <u>84,220,877</u>                       | <u>39,439,802</u>    | <u>-</u>          | <u>(22,971,240)</u> | <u>100,689,439</u>       |
| Capital assets, being depreciated:           |   |                      |                   |                     |                          |
| Buildings                                    | 21,764,530                              | -                    | -                 | 2,434,038           | 24,198,568               |
| Improvements                                 | 5,645,957                               | -                    | -                 | 4,159               | 5,650,116                |
| Machinery and equipment                      | 16,744,945                              | 2,309,618            | (448,094)         | 64,597              | 18,671,066               |
| Infrastructure                               | 175,196,415                             | -                    | -                 | 22,368,238          | 197,564,653              |
| Total capital assets, being depreciated:     | <u>219,351,847</u>                      | <u>2,309,618</u>     | <u>(448,094)</u>  | <u>24,871,032</u>   | <u>246,084,403</u>       |
| Less accumulated depreciation for:           |   |                      |                   |                     |                          |
| Buildings                                    | (4,091,868)                             | (500,727)            | -                 | -                   | (4,592,595)              |
| Improvements                                 | (4,239,084)                             | (153,269)            | -                 | (1,913)             | (4,394,266)              |
| Machinery and equipment                      | (10,094,177)                            | (1,295,979)          | 444,300           | -                   | (10,945,856)             |
| Infrastructure                               | (72,182,412)                            | (5,936,784)          | -                 | -                   | (78,119,196)             |
| Total accumulated Depreciation               | <u>(90,607,541)</u>                     | <u>(7,886,759)</u>   | <u>444,300</u>    | <u>(1,913)</u>      | <u>(98,051,913)</u>      |
| Total capital assets, being depreciated, net | <u>128,744,306</u>                      | <u>(5,577,141)</u>   | <u>(3,794)</u>    | <u>24,869,119</u>   | <u>148,032,490</u>       |
| Governmental activities capital assets, net  | <u>\$ 212,965,183</u>                   | <u>\$ 33,862,661</u> | <u>\$ (3,794)</u> | <u>\$ 1,897,879</u> | <u>\$ 248,721,929</u>    |

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

|  | Balance<br>July 1, 2006,<br>as restated | Increases           | Decreases   | Transfers             | Balance<br>June 30, 2007 |
|--|---|---------------------|-------------|-----------------------|--------------------------|
| Business-type activities:                    |   |                     |             |                       |                          |
| Capital assets, not being depreciated:       |   |                     |             |                       |                          |
| Land   | \$ 5,582,645                            | \$ -                | \$ -        | \$ (1,895,633)        | \$ 3,687,012             |
| Construction in progress                     | 7,636,141                               | 4,330,368           | -           | (348,591)             | 11,617,918               |
| Total capital assets, not being depreciated: | 13,218,786                              | 4,330,368           | -           | (2,244,224)           | 15,304,930               |
| Capital assets, being depreciated:           |   |                     |             |                       |                          |
| Ponds  | 781,056                                 | -                   | -           | -                     | 781,056                  |
| Buildings                                    | 355,830                                 | -                   | -           | -                     | 355,830                  |
| Improvements                                 | 33,214,909                              | -                   | -           | (2,246)               | 33,212,663               |
| Machinery and equipment                      | 2,120,766                               | 305,249             | (5,862)     | -                     | 2,420,153                |
| Sewer treatment plant                        | 15,472,364                              | -                   | -           | -                     | 15,472,364               |
| Infrastructure                               | 103,415,219                             | -                   | -           | 348,591               | 103,763,810              |
| Total capital assets, being depreciated:     | 155,360,144                             | 305,249             | (5,862)     | 346,345               | 156,005,876              |
| Less accumulated depreciation for:           |   |                     |             |                       |                          |
| Ponds  | (384,232)                               | (15,621)            | -           | -                     | (399,853)                |
| Buildings                                    | (258,866)                               | (6,492)             | -           | -                     | (265,358)                |
| Improvements                                 | (14,746,144)                            | (703,456)           | -           | -                     | (15,449,600)             |
| Machinery and equipment                      | (1,311,671)                             | (95,663)            | 5,862       | -                     | (1,401,472)              |
| Sewer treatment plant                        | (5,927,828)                             | (370,177)           | -           | -                     | (6,298,005)              |
| Infrastructure                               | (28,289,164)                            | (2,076,569)         | -           | -                     | (30,365,733)             |
| Total accumulated depreciation               | (50,917,905)                            | (3,267,978)         | 5,862       | -                     | (54,180,021)             |
| Total capital assets, being depreciated, net | 104,442,239                             | (2,962,729)         | -           | 346,345               | 101,825,855              |
| Business type activities capital Assets, net | <u>\$ 117,661,025</u>                   | <u>\$ 1,367,639</u> | <u>\$ -</u> | <u>\$ (1,897,879)</u> | <u>\$ 117,130,785</u>    |

**CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

**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   | \$ 42,120           |
| Finance  | 8,074               |
| Community development  | 20,398              |
| Parks, recreation and community services   | 416,615             |
| Police   | 332,942             |
| Fire   | 96,482              |
| Library  | 81,419              |
| Public works   | 5,939,265           |
| Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets | <u>949,444</u>      |
| Total  | <u>\$ 7,886,759</u> |

Business-type Activities:

|                           |                     |
|---------------------------|---------------------|
| Water                     | \$ 885,010          |
| Sewer                     | 1,781,945           |
| Storm Drain               | 597,370             |
| Nonmajor enterprise funds | <u>3,653</u>        |
| Total                     | <u>\$ 3,267,978</u> |

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

**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<br>Issue<br>Amount | Balance<br>June 30,<br>2006 | Additions           | Retirements            | Balance<br>June 30,<br>2007 | Current<br>Portion  |
|--|-----------------------------|-----------------------------|---------------------|------------------------|-----------------------------|---------------------|
| <b>Governmental Activities Debt:</b>   |                             |                             |                     |                        |                             |                     |
| <b>Woodland Finance Authority<br/>2002 Lease Revenue Bonds, 2.00%-<br/>5.00%, due 03/01/32</b>                 | \$ 33,215,000               | \$ 23,280,000               | \$ --               | \$ (1,375,000)         | \$ 21,905,000               | \$ 315,000          |
| <b>Woodland Finance Authority<br/>2005 Capital Projects Lease Revenue<br/>Bonds, 3.00%-5.00%, due 03/01/26</b> | 20,390,000                  | 20,390,000                  | --                  | --                     | 20,390,000                  | 540,000             |
| <b>Woodland Finance Authority<br/>2005 Wastewater Revenue Bonds,<br/>3.80%-5.00%, due 03/01/35</b>             | 7,547,780                   | 7,547,780                   | --                  | --                     | 7,547,780                   | --                  |
| <b>Woodland Redevelopment Agency<br/>1996 Tax Allocation Bonds,<br/>4.00%-6.375%, due 12/01/26</b>             | 2,500,000                   | 2,115,000                   | --                  | (55,000)               | 2,060,000                   | 55,000              |
| <b>Loans Payable:</b>  |                             |                             |                     |                        |                             |                     |
| Feather River State Bank Loan:<br>7.00%, due 11/05/07  | 500,000                     | 432,872                     | --                  | (16,874)               | 415,998                     | 415,998             |
| California Housing Finance Agency Loan<br>3.00%, due 09/18/11  | 1,000,000                   | 1,132,050                   | 30,000              | --                     | 1,162,050                   | --                  |
| Housing and Urban Development Loan<br>2.1-2.6%, due 08/0/14  | 1,000,000                   | 900,000                     | --                  | (100,000)              | 800,000                     | 100,000             |
| California Housing Finance Agency Loan<br>3.00%, due 8/23/14   | 1,550,000                   | 1,616,247                   | 46,500              | --                     | 1,662,747                   | --                  |
| California Energy Commission<br>3.85%  | 2,150,000                   | 1,864,013                   | --                  | (285,616)              | 1,578,397                   | 149,084             |
| <b>Redevelopment Agency Pass Through</b>   | --                          | 156,910                     | --                  | (52,304)               | 104,606                     | 52,304              |
| <b>Developer Fee Obligations</b>   | --                          | 45,016,350                  | 6,777,750           | (6,455,678)            | 45,338,422                  | 4,215,960           |
| <b>Compensated Absences</b>  | --                          | 1,494,089                   | 1,486,410           | (1,309,759)            | 1,670,740                   | 448,715             |
| <b>Capital Leases:</b>   |                             |                             |                     |                        |                             |                     |
| Capital lease obligation,<br>4.39%, due 5/30/16  | 1,152,000                   | --                          | 1,152,000           | (93,910)               | 1,058,090                   | 98,101              |
| Capital lease obligation,<br>3.99%, due 12/22/10   | 270,000                     | --                          | 270,000             | (75,450)               | 194,550                     | 52,855              |
| Capital lease obligation,<br>4.049%, 9/17/14   | 1,058,000                   | 902,221                     | --                  | (185,739)              | 716,482                     | 86,832              |
| Capital lease obligations<br>4.8%, due 07/01/11  | 1,610,045                   | 1,055,149                   | --                  | (155,862)              | 899,287                     | 163,368             |
| <b>Total Governmental Activities Debt</b>  | <u>\$ 73,942,825</u>        | <u>107,902,681</u>          | <u>\$ 9,762,660</u> | <u>\$ (10,161,192)</u> | <u>\$ 107,504,149</u>       | <u>\$ 6,693,217</u> |

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

|  | Original<br>Issue<br>Amount | Balance<br>June 30,<br>2006 | Additions         | Retirements         | Balance<br>June 30,<br>2007 | Current<br>Portion |
|--|-----------------------------|-----------------------------|-------------------|---------------------|-----------------------------|--------------------|
| <b>Business-type Activities Debt</b>                               |                             |                             |                   |                     |                             |                    |
| <b>Woodland Finance Authority</b>                                  |                             |                             |                   |                     |                             |                    |
| <b>2005 Wastewater Revenue Bonds,</b><br>3.80%-5.00%, due 03/01/35 | \$ 10,087,220               | \$ 10,087,220               | \$ --             | \$ --               | \$ 10,087,220               | \$ --              |
| <b>1992 Wastewater Improvement</b>                                 |                             |                             |                   |                     |                             |                    |
| <b>Certificates of Participation,</b><br>2.75%-6.0%, due 03/01/18  | 17,335,000                  | 4,525,000                   | --                | (645,000)           | 3,880,000                   | 690,000            |
| Less unamortized original-issue discount                           | (1,285,400)                 | (308,499)                   | --                | 51,416              | (257,083)                   | (51,416)           |
| Certificates of Participation, net                                 | <u>16,049,600</u>           | <u>14,303,721</u>           | <u>--</u>         | <u>(593,584)</u>    | <u>3,622,917</u>            | <u>638,584</u>     |
| <b>Compensated Absences</b>  | --                          | 213,674                     | 201,907           | (122,628)           | 292,953                     | 67,788             |
| <b>Total Business-type Activities Debt</b>                         | <u>\$ 26,136,820</u>        | <u>\$ 14,517,395</u>        | <u>\$ 201,907</u> | <u>\$ (716,212)</u> | <u>\$ 14,003,090</u>        | <u>\$ 706,372</u>  |

*B. 2002 Lease Revenue Bonds*

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

*C. 2005 Capital Projects Lease Revenue Bonds*

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

*D. 2005 Wastewater Revenue Bonds*

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

*E. 1996 Tax Allocation Bonds*

The 1996 Tax Allocation Bonds were issued by the Woodland Finance Authority to repay advances made to the Redevelopment Agency by the City, to prepay promissory notes to Feather River State Bank and Trind, and to further the redevelopment activities of the Agency. Principal and interest are payable semi-annually each June 1 and December 1 through 2026, from incremental properly tax revenues of the Agency.

CITY OF WOODLAND, CALIFORNIA  
NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
YEAR ENDED JUNE 30, 2007

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

*F. Loans Payable*

The Redevelopment Agency borrowed \$500,000 from Feather River State Bank at 7 percent interest to finance loans made under an Owner Participation Agreement. The loan calls for 13 semi-annual principal and interest payments of \$23,439 through November 2007.

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

In fiscal year 2004, the City received a Section 108 loan from the Department of Housing and Urban Development to finance costs related to the Casa del Sol Mobile Home Park project. Interest is payable semi-annually each February 1 and August 1, and principal payments are payable annually through 2014. Debt service is repayable from Community Development Block Grant Special Revenue Fund.

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

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, 2007, the City had drawn down a total of \$1,829,756 of the available loan proceeds and \$1,578,397 in principal is still outstanding.

*G. Redevelopment Agency Pass Through*

The Redevelopment Agency agreed in 1988 to pass-through to the County of Yolo a portion of its property tax increment revenues to alleviate any financial burden or detriment caused by the formation of the Agency. The agreement allows deferral for the first ten years of tax increment. There is an eight percent per annum interest rate, and payments are being made in ten equal installments commencing in 2000.

*H. Developer Fee Obligations*

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

*I. 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 \$142,952 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 are required through December 2010.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

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 \$129,188 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 are required through July 2011.

*J. 1992 Waste Water Improvement Certificates of Participation*

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

*K. 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<br>Ending June 30, | Governmental Activities |                      | Business-type Activities |                      |
|---------------------------------|-------------------------|----------------------|--------------------------|----------------------|
|                                 | Principal               | Interest             | Principal                | Interest             |
| 2008                            | \$ 910,000              | \$ 2,386,997         | \$ 690,000               | \$ 706,421           |
| 2009                            | 1,180,000               | 2,358,397            | 730,000                  | 666,746              |
| 2010                            | 1,215,000               | 2,319,870            | 770,000                  | 624,771              |
| 2011                            | 1,255,000               | 2,277,947            | 820,000                  | 580,496              |
| 2012                            | 1,300,000               | 2,232,947            | 870,000                  | 533,346              |
| 2013-2017                       | 12,065,420              | 10,822,492           | 1,009,580                | 2,340,940            |
| 2018-2022                       | 16,081,620              | 8,403,408            | 1,238,380                | 2,115,146            |
| 2023-2027                       | 13,183,460              | 4,816,919            | 1,541,540                | 1,809,050            |
| 2028-2032                       | 1,468,040               | 1,038,114            | 1,961,960                | 1,387,386            |
| 2033-2035                       | 3,244,240               | 329,667              | 4,335,760                | 440,583              |
| <b>Total</b>                    | <b>\$ 51,902,780</b>    | <b>\$ 36,986,758</b> | <b>\$ 13,967,220</b>     | <b>\$ 11,204,885</b> |

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

| For the Year<br>Ending June 30, | Governmental Activities |                   |
|---------------------------------|-------------------------|-------------------|
|                                 | Principal               | Interest          |
| 2008                            | \$ 665,082              | \$ 119,817        |
| 2009                            | 255,194                 | 85,856            |
| 2010                            | 261,385                 | 75,505            |
| 2011                            | 267,822                 | 64,622            |
| 2012                            | 274,424                 | 53,341            |
| 2013-2016                       | 3,895,285               | 303,147           |
| <b>Total</b>                    | <b>\$ 5,619,192</b>     | <b>\$ 702,288</b> |

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

**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, 2007 are as follows:

| Year Ending<br>June 30,                 | Governmental<br>Activities |
|---|----------------------------|
| 2008                                    | \$ 523,998                 |
| 2009                                    | 523,998                    |
| 2010                                    | 523,998                    |
| 2011                                    | 494,081                    |
| 2012                                    | 464,164                    |
| 2013-2017                               | 829,508                    |
| Total minimum lease payments            | 3,359,747                  |
| Less amount representing interest       | (491,338)                  |
| Present value of minimum lease payments | \$ 2,868,409               |

*L. 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, 2007 is as follows:

|  |               |
|--|---------------|
| East Main Street Reassessment District, Series 2001                      | \$ 8,897,000  |
| Beamer-Kentucky Assessment District                                      | 1,990,000     |
| Gibson Ranch Community Facilities District, Phase 1, Series 2001         | 5,845,000     |
| Gibson Ranch Community Facilities District, Series 2003                  | 2,380,000     |
| Gibson Ranch Community Facilities District, Refunding Bonds, Series 2004 | 5,165,000     |
| Gibson Ranch Community Facilities District, Series 2004                  | 2,595,000     |
| Spring Lake Community Facilities District, Series 2004                   | 32,505,000    |
| Total Special Assessment Debt  | \$ 59,377,000 |

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2007**

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

*Fund Equity Deficits*

The following funds had fund balance or net assets deficits as of June 30, 2007:

|                                |              |
|--------------------------------|--------------|
| <b>Capital Projects Funds:</b> |              |
| City Capital Projects          | \$ 4,139,134 |
| Sewer Development              | 4,772,328    |
| <b>Special Revenue Funds:</b>  |              |
| Special Needs Assistance Grant | 56,662       |
| Transit                        | 9,519        |
| Literacy Grant                 | 5,994        |
| Special Transportation         | 15,018       |
| Gas Tax                        | 54,603       |
| Home Grant                     | 173,035      |
| Fire Suppression District      | 1,991,722    |
| <b>Enterprise Funds:</b>       |              |
| Cemetery                       | 39,957       |
| Dubach Park                    | 431,674      |
| <b>Internal Service Funds:</b> |              |
| Benefits                       | 94           |

The deficit in the City Capital Projects is expected to be cured by future development activity along with a review and update to the fee structure; the Sewer Development Fund will be cured by revenues generated from future development fees; the deficit in the Special Needs Assistance Grant Fund will be cured by future reimbursement claims; the Transit Fund deficit is expected to be cured by future revenue claims; the deficit in the Home Grant Fund will be cured by revenue from future grants; the Fire Suppression District Special Revenue Fund deficit will be cured by future special assessment fees collected from the Spring Lake Project; and the Cemetery and Dubach Park Enterprise Fund deficit is expected to be cured by fee revenue.

**NOTE 11 – PENSION PLAN**

Plan Description

The City contributes to the California Public Employees Retirement System (CalPERS), an agent multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by contract with CalPERS in accordance with the provisions of the Public Employees Retirement Law. Copies of CalPERS' annual financial report may be obtained from their Executive Office, 400 Q Street, P.O. Box 942701, Sacramento, California 94229.

**CITY OF WOODLAND, CALIFORNIA  
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)  
 YEAR ENDED JUNE 30, 2007**

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

Funding Policy

Active plan members of the City's safety and miscellaneous plans are required to contribute 9% and 8%, respectively, of their annual covered salary. The City makes the contributions required of its employees on their behalf and for their account. The City is required to contribute at an actuarially determined rate; the current rate is 20.607% for safety plan members and 14.632% for miscellaneous plan members of their annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by PERS.

Annual Pension Cost

For the year ended June 30, 2007, the City's annual pension cost was \$4,145,382. The required contribution was determined as part of the June 30, 2004 actuarial valuation using the entry age normal actuarial cost method with the contributions determined as a percent of pay. 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 from 3.25% to 14.45% (c) 3.00% cost-of-living adjustment. Both (a) and (b) include an inflation component of 3.00% and a payroll growth component of 3.25%. The actuarial value of CalPERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a fifteen-year period (smoothed market value). The CalPERS 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, 2006 for the safety and miscellaneous plans was 26 and 29 years, respectively.

**THREE-YEAR TREND INFORMATION FOR PERS**

| Year<br>Ended | Miscellaneous and Safety Plan   |                                     |                              |
|---------------|---------------------------------|-------------------------------------|------------------------------|
|               | Annual<br>Pension<br>Cost (APC) | Percentage of<br>APC<br>Contributed | Net<br>Pension<br>Obligation |
| 6/30/05       | \$3,221,824                     | 100%                                | --                           |
| 6/30/06       | 4,151,811                       | 100%                                | --                           |
| 6/30/07       | 4,145,382                       | 100%                                | --                           |

**NOTE 12 – OTHER BENEFITS**

*A. Health Insurance*

The City provides health benefits to certain employees and their dependents for medical, dental, and vision care. Each employee and dependent also receives a life insurance policy, and the employee receives long-term disability insurance.

*B. Life Insurance*

The City has several levels of life insurance benefits that is based upon the employees bargaining unit. Life insurance benefits after retirement are continued at the same benefit level and conditions as active employees except that at age 65 and over a reduction is instituted.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

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

*C. Postemployment Benefits*

The City provides health care benefits for 171 retired employees based on negotiated employee bargaining unit contracts. Substantially all of the City's employees may become eligible for those benefits. The costs of retiree health care benefits are recognized as health care premiums are paid and are financed on a pay-as-you-go basis. For the year ended June 30, 2007, expenditures of \$1,310,831 were recognized for postretirement healthcare benefits.

**NOTE 13 – RISK MANAGEMENT**

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

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

*A. Coverage*

The City is one of ten member agencies which constitutes the Yolo County Public Agency Risk Management Insurance Authority (YCPARMIA). YCPARMIA was formed in 1979 to develop an effective risk management program to reduce the amount and frequency of losses by pooling the agencies' self-insurance losses and jointly purchasing excess insurance. A Risk Manager was hired to administer the YCPARMIA program. YCPARMIA provides workers' compensation insurance coverage up to the statutory limit set by the State of California per accident per employee, above the City's self insurance limit of \$1,000 per occurrence, and general and auto liability coverage of \$25,000,000, 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 \$404,346,517, above the City's deductible of \$10,000 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, 2007 the City contributed \$660,030 for current year coverage. Audited financial statements are available from YCPARMIA at 77 W. Lincoln Avenue, Woodland, CA 95695.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

**NOTE 13 – RISK MANAGEMENT (Continued)**

*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, 2007, 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 unlikely, but 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 have been audited by the City's independent accountants in accordance with the provisions of the Federal Single Audit Act Amendments of 1996 and applicable State requirements. No cost disallowances were proposed as a result of these audits; however, these programs are still subject to further examination by the grantors and the amount if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

**NOTE 15 – NEW ACCOUNTING PRONOUNCEMENTS**

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

GASB Statement No. 45, *Accounting and Financial Reporting by Employers of Postemployment Benefits Other Than Pensions* (OPEB) addresses how state and local governments should account for and report their costs and obligations related to postemployment healthcare and other nonpension benefits. Collectively, these benefits are commonly referred to as other postemployment benefits, or OPEB. The statement generally requires that employers account for and report the annual cost of OPEB and the outstanding obligations and commitments related to OPEB in essentially the same manner as they currently do for pensions. Annual OPEB cost for most employers will be based on actuarially determined benefits as they come due. This statement's provisions may be applied prospectively and do not require governments to fund their OPEB plans. An employer may establish its OPEB liability at zero as of the beginning of the initial year of implementation; however, the unfunded actuarial liability is required to be amortized over future periods. This statement also establishes disclosure requirements for information about the plans in which an employer participates, the funding policy followed, the actuarial valuation process and assumptions, and, for certain employers, the extent to which the plan has been funded over time. This statement is effective for the City's fiscal year ending June 30, 2009.

**CITY OF WOODLAND, CALIFORNIA**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED JUNE 30, 2007**

**NOTE 15 – NEW ACCOUNTING PRONOUNCEMENTS**

Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, issued in November 2006. This Statement establishes accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The Statement establishes once any of five specified obligating events occurs, that a government is required to estimate the components of the expected pollution remediation outlays and determine whether the outlays for those components should be recorded as a liability or, if appropriate, capitalized when goods and services are acquired. GASB Statement No. 49 is effective for financial statements for years beginning after December 15, 2007.

Statement No. 50, *Pension Disclosures, an amendment of GASB Statement No. 25 and No. 27*, enhances the information disclosed in the notes to the financial statements or presented as required supplementary information (RSI). Statement No. 50 is intended to improve the transparency and decision usefulness of reported information about pensions by state and local governmental plans and employers, and conforms to the applicable changes adopted in Statement No. 45. GASB Statement No. 50 is effective for financial statements for years beginning after June 15, 2007.

**NOTE 16 – SUBSEQUENT EVENT**

On July 18, 2007, the Agency issued \$8,975,000 in Series 2007 Tax Allocation Bonds. Proceeds from the sale of the bonds will be 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.

On July 10, 2007, the Authority issued \$10,350,000 in Lease Revenue Bonds (2007 Capital Projects). Proceeds from the sale of the lease revenue bonds will be used to (1) finance the costs of acquiring and installing additional improvements to the Community Senior Center and Sports Complex and construction of a sports field, (2) to fund a debt service reserve, and (3) to pay certain costs associated with the issuance and the lease revenue bonds.

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF FUNDING PROGRESS (UNAUDITED)  
FOR THE YEAR ENDED JUNE 30, 2007**

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 |
|----------------|---------------------------------------|-----------------|--------------------------------------|--------------|------------------------|------------------------------------|
| 2004           | \$ 56,354,886                         | \$ 48,636,257   | \$7,718,629                          | 86.3%        | \$ 6,938,630           | 111.2%                             |
| 2005           | 60,594,034                            | 52,756,483      | 7,837,551                            | 87.1%        | 7,634,882              | 102.7%                             |
| 2006           | 66,068,633                            | 57,201,339      | 8,867,294                            | 86.6%        | 8,277,938              | 107.1%                             |

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 |
|----------------|---------------------------------------|-----------------|--------------------------------------|--------------|------------------------|------------------------------------|
| 2004           | \$ 48,590,279                         | \$ 42,653,670   | \$ 5,936,609                         | 87.8%        | \$ 8,844,961           | 67.1%                              |
| 2005           | 54,349,780                            | 46,190,087      | 8,159,693                            | 85.0%        | 10,348,269             | 78.9%                              |
| 2006           | 59,341,525                            | 49,880,315      | 9,461,210                            | 84.1%        | 11,239,374             | 84.2%                              |

THIS PAGE LEFT INTENTIONALLY BLANK

CITY OF WOODLAND, CALIFORNIA  
 COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 JUNE 30, 2007

|  | Special<br>Revenue Funds | Debt<br>Service Funds | Capital<br>Projects Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|--|--------------------------|-----------------------|---------------------------|--|
| <b>ASSETS</b>                              |                          |                       |                           |  |
| Cash and investments                       | \$ 3,188,072             | \$ 1,161,753          | \$ 7,395,877              | \$ 11,745,702                              |
| Cash and investments with fiscal agents    | -                        | 950,972               | -                         | 950,972                                    |
| Accounts receivable                        | 1,169,253                | -                     | 1,678,393                 | 2,847,646                                  |
| Due from other funds                       | 25,706                   | -                     | -                         | 25,706                                     |
| Long-term notes receivable                 | 6,805,484                | -                     | 50,473                    | 6,855,957                                  |
| Advances to other funds                    | -                        | -                     | 4,387,441                 | 4,387,441                                  |
| <b>Total assets</b>                        | <b>\$ 11,188,515</b>     | <b>\$ 2,112,725</b>   | <b>\$ 13,512,184</b>      | <b>\$ 26,813,424</b>                       |
| <b>LIABILITIES AND FUND BALANCES</b>       |                          |                       |                           |  |
| Liabilities:                               |                          |                       |                           |  |
| Accounts payable                           | \$ 404,569               | \$ 5,151              | \$ 278,692                | \$ 688,412                                 |
| Deposits                                   | -                        | -                     | 50,000                    | 50,000                                     |
| Due to other funds                         | 2,169,179                | -                     | -                         | 2,169,179                                  |
| Deferred revenue                           | 7,544,975                | -                     | 1,365,098                 | 8,910,073                                  |
| <b>Total liabilities</b>                   | <b>10,118,723</b>        | <b>5,151</b>          | <b>1,693,790</b>          | <b>11,817,664</b>                          |
| Fund balances:                             |                          |                       |                           |  |
| Reserved for:                              |                          |                       |                           |  |
| Encumbrances                               | 203,740                  | -                     | 478,909                   | 682,649                                    |
| Debt service                               | -                        | 2,107,574             | -                         | 2,107,574                                  |
| Advances to other funds                    | -                        | -                     | 4,387,441                 | 4,387,441                                  |
| Unreserved/undesignated                    | 866,052                  | -                     | 6,952,044                 | 7,818,096                                  |
| <b>Total fund balances</b>                 | <b>1,069,792</b>         | <b>2,107,574</b>      | <b>11,818,394</b>         | <b>14,995,760</b>                          |
| <b>Total liabilities and fund balances</b> | <b>\$ 11,188,515</b>     | <b>\$ 2,112,725</b>   | <b>\$ 13,512,184</b>      | <b>\$ 26,813,424</b>                       |

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED JUNE 30, 2007**

|   | Special<br>Revenue Funds | Debt<br>Service Funds | Capital<br>Projects Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|---|--------------------------|-----------------------|---------------------------|--|
| <b>REVENUES:</b>                          |                          |                       |                           |  |
| Taxes                                     | \$ 397,550               | \$ -                  | \$ 1,339,204              | \$ 1,736,754                               |
| Intergovernmental                         | 5,255,032                | -                     | 14,482                    | 5,269,514                                  |
| Charges for services                      | 783,538                  | -                     | -                         | 783,538                                    |
| Licenses and permits                      | 410,401                  | -                     | 3,403,500                 | 3,813,901                                  |
| Investment earnings                       | (5,132)                  | 54,461                | 150,047                   | 199,376                                    |
| Miscellaneous                             | 52,262                   | -                     | 360,255                   | 412,517                                    |
| Total revenues                            | <u>6,893,651</u>         | <u>54,461</u>         | <u>5,267,488</u>          | <u>12,215,600</u>                          |
| <b>EXPENDITURES:</b>                      |                          |                       |                           |  |
| Current:                                  |                          |                       |                           |  |
| Finance                                   | 15,912                   | -                     | -                         | 15,912                                     |
| Community development                     | 1,145,578                | -                     | 194,618                   | 1,340,196                                  |
| Parks, recreation and community services  | 441,043                  | -                     | 324,673                   | 765,716                                    |
| Police                                    | 315,017                  | -                     | -                         | 315,017                                    |
| Fire                                      | 1,329,782                | -                     | -                         | 1,329,782                                  |
| Library                                   | 299,846                  | -                     | -                         | 299,846                                    |
| Public works                              | 4,833,182                | -                     | 8,701,664                 | 13,534,846                                 |
| Debt service:                             |                          |                       |                           |  |
| Principal                                 | -                        | 1,430,000             | 52,304                    | 1,482,304                                  |
| Interest                                  | -                        | 2,929,906             | -                         | 2,929,906                                  |
| Total expenditures                        | <u>8,380,360</u>         | <u>4,359,906</u>      | <u>9,273,259</u>          | <u>22,013,525</u>                          |
| Deficiency of revenues under expenditures | <u>(1,486,709)</u>       | <u>(4,305,445)</u>    | <u>(4,005,771)</u>        | <u>(9,797,925)</u>                         |
| <b>OTHER FINANCING SOURCES (USES):</b>    |                          |                       |                           |  |
| Transfers in                              | 17,500                   | 4,638,493             | 3,000,000                 | 7,655,993                                  |
| Transfers out                             | (13,339)                 | -                     | (1,646,063)               | (1,659,402)                                |
| Total other financing sources (uses)      | <u>4,161</u>             | <u>4,638,493</u>      | <u>1,353,937</u>          | <u>5,996,591</u>                           |
| Net change in fund balances               | (1,482,548)              | 333,048               | (2,651,834)               | (3,801,334)                                |
| Fund balances, beginning of year          | <u>2,552,340</u>         | <u>1,774,526</u>      | <u>14,470,228</u>         | <u>18,797,094</u>                          |
| Fund balances, end of year                | <u>\$ 1,069,792</u>      | <u>\$ 2,107,574</u>   | <u>\$ 11,818,394</u>      | <u>\$ 14,995,760</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.

**HOME GRANT** – accounts for revenues and expenditures associated with the HOME Investment Partnership Program.

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

**HISTORICAL WALKING TOUR** – accounts 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.

**TRAFFIC CONGESTION RELIEF** – 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.

**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.

**HOUSING ASSISTANCE GRANTS** – accounts for housing assistance grants.

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2007

|   | Streng Pond<br>Landscape<br>Maintenance<br>District | North Park<br>Landscape<br>Maintenance<br>District | Gibson Ranch<br>Landscape<br>Maintenance<br>District | Special Needs<br>Assistance<br>Grant | Housing<br>Monitoring | Transit           |
|---|---|--|--|--------------------------------------|-----------------------|-------------------|
| <b>ASSETS</b>   |   |  |  |                                      |                       |                   |
| Cash and investments                                  | \$ 3,112  | \$ 4,793   | \$ 390,354   | \$ 6,898                             | \$ 30,165             | \$ -              |
| Accounts receivable                                   | 722   | 1,335  | 28,443   | -                                    | 1,390                 | 782,899           |
| Due from other funds                                  | -   | -  | -  | -                                    | -                     | -                 |
| Long-term notes receivable                            | -   | -  | -  | -                                    | -                     | -                 |
| <b>Total assets</b>                                   | <u>\$ 3,834</u>                                     | <u>\$ 6,128</u>                                    | <u>\$ 418,797</u>                                    | <u>\$ 6,898</u>                      | <u>\$ 31,555</u>      | <u>\$ 782,899</u> |
| <b>LIABILITIES AND FUND BALANCES</b>                  |   |  |  |                                      |                       |                   |
| Liabilities:  |   |  |  |                                      |                       |                   |
| Accounts payable                                      | \$ 114  | \$ 404   | \$ 7,040   | \$ 63,560                            | \$ 1,075              | \$ -              |
| Due to other funds                                    | -   | -  | -  | -                                    | -                     | 52,927            |
| Deferred revenue                                      | -   | -  | -  | -                                    | -                     | 739,491           |
| <b>Total liabilities</b>                              | <u>114</u>  | <u>404</u>   | <u>7,040</u>   | <u>63,560</u>                        | <u>1,075</u>          | <u>792,418</u>    |
| Fund balances:  |   |  |  |                                      |                       |                   |
| Reserved for:   |   |  |  |                                      |                       |                   |
| Encumbrances  | 858   | 413  | 1,869  | 27,802                               | 23,895                | -                 |
| Unreserved, undesignated                              | 2,862   | 5,311  | 409,888  | (84,464)                             | 6,585                 | (9,519)           |
| <b>Total fund balances (deficits)</b>                 | <u>3,720</u>  | <u>5,724</u>                                       | <u>411,757</u>                                       | <u>(56,662)</u>                      | <u>30,480</u>         | <u>(9,519)</u>    |
| <b>Total liabilities and fund balances (deficits)</b> | <u>\$ 3,834</u>                                     | <u>\$ 6,128</u>                                    | <u>\$ 418,797</u>                                    | <u>\$ 6,898</u>                      | <u>\$ 31,555</u>      | <u>\$ 782,899</u> |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2007

| Proposition<br>172        | Transportation                       | Literacy<br>Grant  | Special<br>Transportation | Gas Tax             | Home<br>Grant   |  |
|---------------------------|--------------------------------------|--------------------|---------------------------|---------------------|-----------------|--|
| \$ 100,402<br>66,562<br>- | \$ 567,021<br>116,815<br>25,706<br>- | \$ -<br>2,000<br>- | \$ -<br>19,072<br>-       | \$ -<br>83,327<br>- | \$ 15,965<br>-  | <b>ASSETS</b><br>Cash and investments          |
|                           |                                      |                    |                           |                     | 2,944,485       | Accounts receivable                            |
|                           |                                      |                    |                           |                     |                 | Due from other funds                           |
|                           |                                      |                    |                           |                     |                 | Long-term notes receivable                     |
| \$ 166,964                | \$ 709,542                           | \$ 2,000           | \$ 19,072                 | \$ 83,327           | \$ 2,960,450    | Total assets                                   |
|                           |                                      |                    |                           |                     |                 | <b>LIABILITIES AND FUND BALANCES</b>           |
|                           |                                      |                    |                           |                     |                 | Liabilities:                                   |
| \$ -<br>-                 | \$ 36,170<br>-                       | \$ 1,563<br>6,431  | \$ 623<br>33,467          | \$ 54,000<br>83,930 | \$ 189,000<br>- | Accounts payable                               |
|                           |                                      |                    |                           |                     |                 | Due to other funds                             |
|                           |                                      |                    |                           |                     |                 | Deferred revenue                               |
|                           |                                      |                    |                           |                     |                 | Total liabilities                              |
|                           |                                      |                    |                           |                     |                 | Fund balances:                                 |
| -                         | 25,979                               | -                  | 1,935                     | 25,558              | -               | Reserved for:                                  |
|                           |                                      |                    |                           |                     |                 | Encumbrances                                   |
|                           |                                      |                    |                           |                     |                 | Unreserved, undesignated                       |
| 166,964                   | 647,393                              | (5,994)            | (16,953)                  | (80,161)            | (173,035)       | Total fund balances (deficits)                 |
| 166,964                   | 673,372                              | (5,994)            | (15,018)                  | (54,603)            | (173,035)       | Total liabilities and fund balances (deficits) |
| \$ 166,964                | \$ 709,542                           | \$ 2,000           | \$ 19,072                 | \$ 83,327           | \$ 2,960,450    |  |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2007

|   | Asset<br>Seizure | Historical<br>Walking<br>Tour | Supplemental<br>Law<br>Enforcement<br>Services Grant | Local Law<br>Enforcement<br>Block Grant | COPS MORE<br>Technology<br>Grant | Traffic<br>Congestion<br>Relief |
|---|------------------|-------------------------------|--|---|----------------------------------|---------------------------------|
| <b>ASSETS</b>   |                  |                               |  |   |                                  |                                 |
| Cash and investments                                  | \$ 33,218        | \$ 5,196                      | \$ 26,899  | \$ 1,265                                | \$ 7,551                         | \$ 65,713                       |
| Accounts receivable                                   | -                | -                             | -  | -                                       | -                                | -                               |
| Due from other funds                                  | -                | -                             | -  | -                                       | -                                | -                               |
| Long-term notes receivable                            | -                | -                             | -  | -                                       | -                                | -                               |
| <b>Total assets</b>                                   | <u>\$ 33,218</u> | <u>\$ 5,196</u>               | <u>\$ 26,899</u>                                     | <u>\$ 1,265</u>                         | <u>\$ 7,551</u>                  | <u>\$ 65,713</u>                |
| <b>LIABILITIES AND FUND BALANCES</b>                  |                  |                               |  |   |                                  |                                 |
| Liabilities:  |                  |                               |  |   |                                  |                                 |
| Accounts payable                                      | \$ -             | \$ -                          | \$ -   | \$ -                                    | \$ -                             | \$ 11,250                       |
| Due to other funds                                    | -                | -                             | -  | -                                       | -                                | -                               |
| Deferred revenue                                      | -                | -                             | -  | -                                       | -                                | -                               |
| <b>Total liabilities</b>                              | <u>-</u>         | <u>-</u>                      | <u>-</u>   | <u>-</u>                                | <u>-</u>                         | <u>11,250</u>                   |
| Fund balances:  |                  |                               |  |   |                                  |                                 |
| Reserved for:   |                  |                               |  |   |                                  |                                 |
| Encumbrances  | -                | -                             | -  | -                                       | -                                | 54,777                          |
| Unreserved, undesignated                              | 33,218           | 5,196                         | 26,899   | 1,265                                   | 7,551                            | (314)                           |
| <b>Total fund balances (deficits)</b>                 | <u>33,218</u>    | <u>5,196</u>                  | <u>26,899</u>  | <u>1,265</u>                            | <u>7,551</u>                     | <u>54,463</u>                   |
| <b>Total liabilities and fund balances (deficits)</b> | <u>\$ 33,218</u> | <u>\$ 5,196</u>               | <u>\$ 26,899</u>                                     | <u>\$ 1,265</u>                         | <u>\$ 7,551</u>                  | <u>\$ 65,713</u>                |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2007

| State<br>Library<br>Programs | Cemetery<br>Endowment | West Wood<br>Lighting &<br>Landscaping<br>Districts | Spring Lake<br>Lighting &<br>Landscaping<br>Districts | Spring Lake<br>Sports Park<br>Maintenance<br>CFD | Fire<br>Suppression<br>District |  |
|------------------------------|-----------------------|---|---|--|---------------------------------|--|
| \$ 244,207                   | \$ 262,133            | \$ 12,601   | \$ 370,384  | \$ 23,795  | \$ -                            | <b>ASSETS</b>                                  |
| 54,224                       | -                     | 899   | 10,438  | 425  | 702                             | Cash and investments                           |
| -                            | -                     | -   | -   | -  | -                               | Accounts receivable                            |
| -                            | -                     | -   | -   | -  | -                               | Due from other funds                           |
| -                            | -                     | -   | -   | -  | -                               | Long-term notes receivable                     |
| <u>\$ 298,431</u>            | <u>\$ 262,133</u>     | <u>\$ 13,500</u>                                    | <u>\$ 380,822</u>                                     | <u>\$ 24,220</u>                                 | <u>\$ 702</u>                   | Total assets                                   |
|                              |                       |   |   |  |                                 | <b>LIABILITIES AND FUND BALANCES</b>           |
| \$ 12,887                    | \$ 19,185             | \$ -  | \$ 5,765  | \$ 1,933   | \$ -                            | Liabilities:                                   |
| -                            | -                     | -   | -   | -  | 1,992,424                       | Accounts payable                               |
| -                            | -                     | -   | -   | -  | -                               | Due to other funds                             |
| -                            | -                     | -   | -   | -  | -                               | Deferred revenue                               |
| <u>12,887</u>                | <u>19,185</u>         | <u>-</u>  | <u>5,765</u>  | <u>1,933</u>                                     | <u>1,992,424</u>                | Total liabilities                              |
|                              |                       |   |   |  |                                 | Fund balances:                                 |
| 3,818                        | 21,502                | 490   | 6,530   | 6,530  | 1,784                           | Reserved for:                                  |
| 281,726                      | 221,446               | 13,010  | 368,527   | 15,757   | (1,993,506)                     | Encumbrances                                   |
|                              |                       |   |   |  |                                 | Unreserved, undesignated                       |
| <u>285,544</u>               | <u>242,948</u>        | <u>13,500</u>                                       | <u>375,057</u>  | <u>22,287</u>                                    | <u>(1,991,722)</u>              | Total fund balances (deficits)                 |
| <u>\$ 298,431</u>            | <u>\$ 262,133</u>     | <u>\$ 13,500</u>                                    | <u>\$ 380,822</u>                                     | <u>\$ 24,220</u>                                 | <u>\$ 702</u>                   | Total liabilities and fund balances (deficits) |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2007

|  | Off-Site<br>Affordable<br>Housing | Housing<br>Assistance<br>Grants | Total Nonmajor<br>Special Revenue<br>Funds |
|--|-----------------------------------|---------------------------------|--|
| <b>ASSETS</b>                                  |                                   |                                 |  |
| Cash and investments                           | \$ 1,016,400                      | \$ -                            | \$ 3,188,072                               |
| Accounts receivable                            | -                                 | -                               | 1,169,253                                  |
| Due from other funds                           | -                                 | -                               | 25,706                                     |
| Long-term notes receivable                     | -                                 | 3,860,999                       | 6,805,484                                  |
|  | <u>\$ 1,016,400</u>               | <u>\$ 3,860,999</u>             | <u>\$ 11,188,515</u>                       |
| <b>LIABILITIES AND FUND BALANCES</b>           |                                   |                                 |  |
| Liabilities:                                   |                                   |                                 |  |
| Accounts payable                               | \$ -                              | \$ -                            | \$ 404,569                                 |
| Due to other funds                             | -                                 | -                               | 2,169,179                                  |
| Deferred revenue                               | -                                 | 3,860,999                       | 7,544,975                                  |
|  | <u>-</u>                          | <u>3,860,999</u>                | <u>10,118,723</u>                          |
| Fund balances:                                 |                                   |                                 |  |
| Reserved for:                                  |                                   |                                 |  |
| Encumbrances                                   | -                                 | -                               | 203,740                                    |
| Unreserved, undesignated                       | 1,016,400                         | -                               | 866,052                                    |
|  | <u>1,016,400</u>                  | <u>-</u>                        | <u>1,069,792</u>                           |
| Total fund balances (deficits)                 | <u>1,016,400</u>                  | <u>-</u>                        | <u>1,069,792</u>                           |
| Total liabilities and fund balances (deficits) | <u>\$ 1,016,400</u>               | <u>\$ 3,860,999</u>             | <u>\$ 11,188,515</u>                       |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 YEAR ENDED JUNE 30, 2007

|  | Streng Pond<br>Landscape<br>Maintenance<br>District | North Park<br>Landscape<br>Maintenance<br>District | Gibson Ranch<br>Landscape<br>Maintenance<br>District | Special Needs<br>Assistance<br>Grant | Housing<br>Monitoring | Transit           |
|--|---|--|--|--------------------------------------|-----------------------|-------------------|
| <b>REVENUES:</b>   |   |  |  |                                      |                       |                   |
| Taxes  | \$ -  | \$ -   | \$ -   | \$ -                                 | \$ -                  | \$ -              |
| Intergovernmental  | -   | -  | -  | 97,211                               | -                     | 1,136,369         |
| Charges for services   | 14,270  | 26,586   | 480,651  | -                                    | -                     | -                 |
| Licenses and permits   | -   | -  | -  | -                                    | 16,052                | -                 |
| Investment earnings  | 30  | 3  | 9,201  | -                                    | 772                   | 9,356             |
| Miscellaneous  | -   | -  | -  | -                                    | 30,000                | -                 |
| Total revenues   | <u>14,300</u>                                       | <u>26,589</u>                                      | <u>489,852</u>                                       | <u>97,211</u>                        | <u>46,824</u>         | <u>1,145,725</u>  |
| <b>EXPENDITURES:</b>   |   |  |  |                                      |                       |                   |
| Current:   |   |  |  |                                      |                       |                   |
| Finance  | -   | -  | -  | -                                    | -                     | -                 |
| Community development  | -   | -  | -  | 163,374                              | 33,204                | -                 |
| Parks, recreation and community services                     | 11,681  | 25,548   | 339,470  | -                                    | -                     | -                 |
| Police   | -   | -  | -  | -                                    | -                     | -                 |
| Fire   | -   | -  | -  | -                                    | -                     | -                 |
| Library  | -   | -  | -  | -                                    | -                     | -                 |
| Public works   | -   | 2,577  | 44,202   | -                                    | -                     | 1,144,750         |
| Total expenditures   | <u>11,681</u>                                       | <u>28,125</u>                                      | <u>383,672</u>                                       | <u>163,374</u>                       | <u>33,204</u>         | <u>1,144,750</u>  |
| Excess (deficiency) of revenues over<br>(under) expenditures | <u>2,619</u>  | <u>(1,536)</u>                                     | <u>106,180</u>                                       | <u>(66,163)</u>                      | <u>13,620</u>         | <u>975</u>        |
| <b>OTHER FINANCING SOURCES (USES):</b>                       |   |  |  |                                      |                       |                   |
| 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                                   | 2,619   | (1,536)  | 106,180  | (66,163)                             | 13,620                | 975               |
| Fund balances (deficits), beginning of year                  | <u>1,101</u>  | <u>7,260</u>                                       | <u>305,577</u>                                       | <u>9,501</u>                         | <u>16,860</u>         | <u>(10,494)</u>   |
| Fund balances (deficits), end of year                        | <u>\$ 3,720</u>                                     | <u>\$ 5,724</u>                                    | <u>\$ 411,757</u>                                    | <u>\$ (56,662)</u>                   | <u>\$ 30,480</u>      | <u>\$ (9,519)</u> |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 YEAR ENDED JUNE 30, 2007

| Proposition<br>172 | Transportation    | Literacy<br>Grant | Special<br>Transportation | Gas Tax            | Home<br>Grant       |  |
|--------------------|-------------------|-------------------|---------------------------|--------------------|---------------------|--|
| \$ 392,451         | \$ -              | \$ -              | \$ -                      | \$ -               | \$ -                | <b>REVENUES:</b>   |
| -                  | 1,585,006         | 67,498            | 375,064                   | 991,764            | -                   | Taxes  |
| -                  | -                 | -                 | -                         | -                  | -                   | Intergovernmental  |
| -                  | -                 | -                 | -                         | -                  | -                   | Charges for services   |
| 646                | 1,802             | (337)             | 133                       | 1,204              | 5,397               | Licenses and permits   |
| -                  | -                 | 539               | -                         | 7,461              | -                   | Investment earnings  |
| <u>393,097</u>     | <u>1,586,808</u>  | <u>67,700</u>     | <u>375,197</u>            | <u>1,000,429</u>   | <u>5,397</u>        | Miscellaneous  |
|                    |                   |                   |                           |                    |                     | Total revenues   |
|                    |                   |                   |                           |                    |                     | <b>EXPENDITURES:</b>   |
|                    |                   |                   |                           |                    |                     | Current:   |
|                    |                   |                   |                           |                    |                     | Finance  |
|                    |                   |                   |                           |                    | 379,000             | Community development  |
|                    |                   |                   |                           |                    |                     | Parks, recreation and community services                     |
| 117,561            |                   |                   |                           |                    |                     | Police   |
| 134,423            |                   |                   |                           |                    |                     | Fire   |
|                    |                   | 107,019           |                           |                    |                     | Library  |
|                    | 1,161,156         |                   | 510,764                   | 1,145,130          |                     | Public works   |
| <u>251,984</u>     | <u>1,161,156</u>  | <u>107,019</u>    | <u>510,764</u>            | <u>1,145,130</u>   | <u>379,000</u>      | Total expenditures   |
|                    |                   |                   |                           |                    |                     | Excess (deficiency) of revenues over<br>(under) expenditures |
| <u>141,113</u>     | <u>425,652</u>    | <u>(39,319)</u>   | <u>(135,567)</u>          | <u>(144,701)</u>   | <u>(373,603)</u>    |  |
|                    |                   |                   |                           |                    |                     | <b>OTHER FINANCING SOURCES (USES):</b>                       |
|                    |                   | 17,500            |                           |                    |                     | Transfers in   |
|                    | (3,339)           |                   |                           |                    |                     | Transfers out  |
|                    | <u>(3,339)</u>    | <u>17,500</u>     |                           |                    |                     | Total other financing sources (uses)                         |
| <u>141,113</u>     | <u>422,313</u>    | <u>(21,819)</u>   | <u>(135,567)</u>          | <u>(144,701)</u>   | <u>(373,603)</u>    | Net change in fund balance                                   |
| <u>25,851</u>      | <u>251,059</u>    | <u>15,825</u>     | <u>120,549</u>            | <u>90,098</u>      | <u>200,568</u>      | Fund balances (deficits), beginning of year                  |
| <u>\$ 166,964</u>  | <u>\$ 673,372</u> | <u>\$ (5,994)</u> | <u>\$ (15,018)</u>        | <u>\$ (54,603)</u> | <u>\$ (173,035)</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, 2007

|  | Asset<br>Seizure | Historical<br>Walking<br>Tour | Supplemental<br>Law<br>Enforcement<br>Services Grant | Local Law<br>Enforcement<br>Block Grant | COPS MORE<br>Technology<br>Grant | Traffic<br>Congestion<br>Relief |
|--|------------------|-------------------------------|--|---|----------------------------------|---------------------------------|
| <b>REVENUES:</b>   |                  |                               |  |   |                                  |                                 |
| Taxes  | \$ -             | \$ -                          | \$ -   | \$ -                                    | \$ -                             | \$ -                            |
| Intergovernmental  | -                | -                             | 103,328  | -                                       | -                                | 383,574                         |
| Charges for services   | 13,618           | 100                           | -  | -                                       | -                                | -                               |
| Licenses and permits   | -                | -                             | -  | -                                       | -                                | -                               |
| Investment earnings  | 1,132            | 156                           | 1,280  | 63                                      | -                                | (284)                           |
| Miscellaneous  | -                | -                             | -  | -                                       | -                                | -                               |
| Total revenues   | <u>14,750</u>    | <u>256</u>                    | <u>104,608</u>                                       | <u>63</u>                               | <u>-</u>                         | <u>383,290</u>                  |
| <b>EXPENDITURES:</b>   |                  |                               |  |   |                                  |                                 |
| Current:   |                  |                               |  |   |                                  |                                 |
| Finance  | -                | -                             | -  | -                                       | -                                | -                               |
| Community development  | -                | -                             | -  | -                                       | -                                | -                               |
| Parks, recreation and community services                     | -                | -                             | -  | -                                       | -                                | -                               |
| Police   | 25,064           | -                             | 172,392  | -                                       | -                                | -                               |
| Fire   | -                | -                             | -  | -                                       | -                                | -                               |
| Library  | -                | -                             | -  | -                                       | -                                | -                               |
| Public works   | -                | -                             | -  | -                                       | -                                | 566,823                         |
| Total expenditures   | <u>25,064</u>    | <u>-</u>                      | <u>172,392</u>                                       | <u>-</u>                                | <u>-</u>                         | <u>566,823</u>                  |
| Excess (deficiency) of revenues over<br>(under) expenditures | <u>(10,314)</u>  | <u>256</u>                    | <u>(67,784)</u>                                      | <u>63</u>                               | <u>-</u>                         | <u>(183,533)</u>                |
| <b>OTHER FINANCING SOURCES (USES):</b>                       |                  |                               |  |   |                                  |                                 |
| 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                                   | (10,314)         | 256                           | (67,784)   | 63                                      | -                                | (183,533)                       |
| Fund balances (deficits), beginning of year                  | 43,532           | 4,940                         | 94,683   | 1,202                                   | 7,551                            | 237,996                         |
| Fund balances (deficits), end of year                        | <u>\$ 33,218</u> | <u>\$ 5,196</u>               | <u>\$ 26,899</u>                                     | <u>\$ 1,265</u>                         | <u>\$ 7,551</u>                  | <u>\$ 54,463</u>                |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 YEAR ENDED JUNE 30, 2007

| State Library Programs | Cemetery Endowment | West Wood Lighting & Landscaping Districts | Spring Lake Lighting & Landscaping Districts | Spring Lake Sports Park Maintenance CFD | Fire Suppression District |   |
|------------------------|--------------------|--|--|---|---------------------------|---|
| \$ -                   | \$ -               | \$ -                                       | \$ -   | \$ -                                    | \$ 5,099                  | <b>REVENUES:</b>  |
| 245,218                | -                  | -  | -  | -                                       | -                         | Taxes   |
| -                      | 13,475             | 17,949                                     | 208,461                                      | 8,428                                   | -                         | Intergovernmental   |
| -                      | -                  | -  | -  | -                                       | -                         | Charges for services                                      |
| 7,398                  | 15,713             | (55)                                       | (1,604)                                      | (103)                                   | 168,849                   | Licenses and permits                                      |
| 540                    | -                  | -  | -  | -                                       | (57,035)                  | Investment earnings                                       |
| <u>253,156</u>         | <u>29,188</u>      | <u>17,894</u>                              | <u>206,857</u>                               | <u>8,325</u>                            | <u>13,722</u>             | Miscellaneous   |
|                        |                    |  |  |   |                           | Total revenues  |
|                        |                    |  |  |   |                           | <b>EXPENDITURES:</b>                                      |
|                        |                    |  |  |   |                           | Current:  |
| -                      | -                  | -  | 9,950  | 3,545                                   | 2,417                     | Finance   |
| -                      | -                  | -  | -  | -                                       | -                         | Community development                                     |
| -                      | 8,425              | 9,640                                      | 46,279                                       | -                                       | -                         | Parks, recreation and community services                  |
| -                      | -                  | -  | -  | -                                       | -                         | Police  |
| -                      | -                  | -  | -  | -                                       | 1,195,359                 | Fire  |
| 192,827                | -                  | -  | -  | -                                       | -                         | Library   |
| -                      | 182,876            | 1,112                                      | 73,792                                       | -                                       | -                         | Public works  |
| <u>192,827</u>         | <u>191,301</u>     | <u>10,752</u>                              | <u>130,021</u>                               | <u>3,545</u>                            | <u>1,197,776</u>          |   |
| 60,329                 | (162,113)          | 7,142                                      | 76,836                                       | 4,780                                   | (1,067,141)               | Excess (deficiency) of revenues over (under) expenditures |
|                        |                    |  |  |   |                           | <b>OTHER FINANCING SOURCES (USES):</b>                    |
| (10,000)               | -                  | -  | -  | -                                       | -                         | Transfers in  |
| (10,000)               | -                  | -  | -  | -                                       | -                         | Transfers out   |
| 50,329                 | (162,113)          | 7,142                                      | 76,836                                       | 4,780                                   | (1,067,141)               | Net change in fund balance                                |
| <u>235,215</u>         | <u>405,061</u>     | <u>6,358</u>                               | <u>298,221</u>                               | <u>17,507</u>                           | <u>(924,581)</u>          | Fund balances (deficits), beginning of year               |
| <u>\$ 285,544</u>      | <u>\$ 242,948</u>  | <u>\$ 13,500</u>                           | <u>\$ 375,057</u>                            | <u>\$ 22,287</u>                        | <u>\$ (1,991,722)</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, 2007

|  | Off-Site<br>Affordable<br>Housing | Housing<br>Assistance<br>Grants | Total Nonmajor<br>Special Revenue<br>Funds |
|--|-----------------------------------|---------------------------------|--|
| <b>REVENUES:</b>   |                                   |                                 |  |
| Taxes  | \$ -                              | \$ -                            | \$ 397,550                                 |
| Intergovernmental  | -                                 | 270,000                         | 5,255,032                                  |
| Charges for services   | -                                 | -                               | 783,538                                    |
| Licenses and permits   | 225,500                           | -                               | 410,401                                    |
| Investment earnings  | -                                 | -                               | (5,132)                                    |
| Miscellaneous  | -                                 | -                               | 52,262                                     |
| Total revenues   | <u>225,500</u>                    | <u>270,000</u>                  | <u>6,893,651</u>                           |
| <b>EXPENDITURES:</b>   |                                   |                                 |  |
| Current:   |                                   |                                 |  |
| Finance  | -                                 | -                               | 15,912                                     |
| Community development  | -                                 | 570,000                         | 1,145,578                                  |
| Parks, recreation and community services                     | -                                 | -                               | 441,043                                    |
| Police   | -                                 | -                               | 315,017                                    |
| Fire   | -                                 | -                               | 1,329,782                                  |
| Library  | -                                 | -                               | 299,846                                    |
| Public works   | -                                 | -                               | 4,833,182                                  |
|  | <u>-</u>                          | <u>570,000</u>                  | <u>8,380,360</u>                           |
| Excess (deficiency) of revenues over<br>(under) expenditures | <u>225,500</u>                    | <u>(300,000)</u>                | <u>(1,486,709)</u>                         |
| <b>OTHER FINANCING SOURCES (USES):</b>                       |                                   |                                 |  |
| Transfers in   | -                                 | -                               | 17,500                                     |
| Transfers out  | -                                 | -                               | (13,339)                                   |
|  | <u>-</u>                          | <u>-</u>                        | <u>4,161</u>                               |
| Net change in fund balance                                   | 225,500                           | (300,000)                       | (1,482,548)                                |
| Fund balances (deficits), beginning of year                  | <u>790,900</u>                    | <u>300,000</u>                  | <u>2,552,340</u>                           |
| Fund balances (deficits), end of year                        | <u>\$ 1,016,400</u>               | <u>\$ -</u>                     | <u>\$ 1,069,792</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, 2007

|  | Budgeted Amounts |                 | Actual<br>Amounts | Variance with<br>Final Budget |
|--|------------------|-----------------|-------------------|-------------------------------|
|  | Original         | Final           |                   |                               |
| <b>REVENUES:</b>                         |                  |                 |                   |                               |
| Charges for services                     | \$ 14,435        | \$ 14,435       | \$ 14,270         | \$ (165)                      |
| Investment earnings                      | -                | -               | 30                | 30                            |
| Miscellaneous                            | 1,553            | 1,553           | -                 | (1,553)                       |
| Total revenues                           | <u>15,988</u>    | <u>15,988</u>   | <u>14,300</u>     | <u>(1,688)</u>                |
| <b>EXPENDITURES:</b>                     |                  |                 |                   |                               |
| Current:                                 |                  |                 |                   |                               |
| Finance                                  | 2,200            | 3,058           | -                 | 3,058                         |
| Parks, recreation and community services | 13,785           | 13,780          | 11,681            | 2,099                         |
| Total expenditures                       | <u>15,985</u>    | <u>16,838</u>   | <u>11,681</u>     | <u>5,157</u>                  |
| Net change in fund balance               | <u>\$ 3</u>      | <u>\$ (850)</u> | 2,619             | <u>\$ 3,469</u>               |
| Fund balance, beginning of year          |                  |                 | <u>1,101</u>      |                               |
| Fund balance, end of year                |                  |                 | <u>\$ 3,720</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, 2007

|  | Budgeted Amounts |                 | Amount<br>Actuals | Variance with<br>Final Budget |
|--|------------------|-----------------|-------------------|-------------------------------|
|  | Original         | Final           |                   |                               |
| <b>REVENUES:</b>                         |                  |                 |                   |                               |
| Charges for services                     | \$ 26,700        | \$ 26,700       | \$ 26,586         | \$ (114)                      |
| Investment earnings                      | -                | -               | 3                 | 3                             |
| Miscellaneous                            | 945              | 945             | -                 | (945)                         |
| Total revenues                           | <u>27,645</u>    | <u>27,645</u>   | <u>26,589</u>     | <u>(1,056)</u>                |
| <b>EXPENDITURES:</b>                     |                  |                 |                   |                               |
| Current:                                 |                  |                 |                   |                               |
| Finance                                  | 1,200            | 1,613           | -                 | 1,613                         |
| Parks, recreation and community services | 21,638           | 21,668          | 25,548            | (3,880)                       |
| Public works                             | 4,804            | 4,843           | 2,577             | 2,266                         |
| Total expenditures                       | <u>27,642</u>    | <u>28,124</u>   | <u>28,125</u>     | <u>(1)</u>                    |
| Net change in fund balance               | <u>\$ 3</u>      | <u>\$ (479)</u> | (1,536)           | <u>\$ (1,057)</u>             |
| Fund balance, beginning of year          |                  |                 | <u>7,260</u>      |                               |
| Fund balance, end of year                |                  |                 | <u>\$ 5,724</u>   |                               |

**CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
GIBSON RANCH LANDSCAPE MAINTENANCE DISTRICT SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2007**

|  | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|--|-------------------------|------------------|---------------------------|---------------------------------------|
|  | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES:</b>                         |                         |                  |                           |                                       |
| Charges for services                     | \$ 472,476              | \$ 472,476       | 480,651                   | 8,175                                 |
| Investment earnings                      | 1,000                   | 1,000            | 9,201                     | 8,201                                 |
| Miscellaneous                            | 7,765                   | 7,765            | -                         | (7,765)                               |
| Total revenues                           | <u>481,241</u>          | <u>481,241</u>   | <u>489,852</u>            | <u>8,611</u>                          |
| <b>EXPENDITURES:</b>                     |                         |                  |                           |                                       |
| Current:                                 |                         |                  |                           |                                       |
| Finance                                  | 5,500                   | 7,369            | -                         | 7,369                                 |
| Parks, recreation and community services | 367,106                 | 367,691          | 339,470                   | 28,221                                |
| Public works                             | 59,372                  | 64,290           | 44,202                    | 20,088                                |
| Total expenditures                       | <u>431,978</u>          | <u>439,350</u>   | <u>383,672</u>            | <u>55,678</u>                         |
| Net change in fund balance               | <u>\$ 49,263</u>        | <u>\$ 41,891</u> | 106,180                   | <u>\$ 64,289</u>                      |
| Fund balance, beginning of year          |                         |                  | <u>305,577</u>            |                                       |
| Fund balance, end of year                |                         |                  | <u>\$ 411,757</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, 2007

|                                     | <u>Budgeted Amounts</u>  |                         | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|-------------------------------------|--------------------------|-------------------------|---------------------------|---------------------------------------|
|                                     | <u>Original</u>          | <u>Final</u>            |                           |                                       |
| <b>REVENUES:</b>                    |                          |                         |                           |                                       |
| Intergovernmental                   | <u>\$ 175,151</u>        | <u>\$ 175,151</u>       | <u>\$ 97,211</u>          | <u>\$ (77,940)</u>                    |
| <b>EXPENDITURES:</b>                |                          |                         |                           |                                       |
| Current:                            |                          |                         |                           |                                       |
| Community development               | <u>7,585</u>             | <u>113,377</u>          | <u>163,374</u>            | <u>(49,997)</u>                       |
| Net change in fund balance          | <u><u>\$ 167,566</u></u> | <u><u>\$ 61,774</u></u> | <u>(66,163)</u>           | <u><u>\$ (127,937)</u></u>            |
| Fund balance, beginning of year     |                          |                         | <u>9,501</u>              |                                       |
| Fund balance (deficit), end of year |                          |                         | <u><u>\$ (56,662)</u></u> |                                       |

CITY OF WOODLAND, CALIFORNIA  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 HOUSING MONITORING SPECIAL REVENUE FUND  
 YEAR ENDED JUNE 30, 2007

|                                 | <u>Budgeted Amounts</u> |                    | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---------------------------------|-------------------------|--------------------|---------------------------|---------------------------------------|
|                                 | <u>Original</u>         | <u>Final</u>       |                           |                                       |
| <b>REVENUES:</b>                |                         |                    |                           |                                       |
| Licenses and permits            | \$ 16,500               | \$ 16,500          | \$ 16,052                 | \$ (448)                              |
| Investment earnings             | -                       | -                  | 772                       | 772                                   |
| Miscellaneous                   | 286                     | 286                | 30,000                    | 29,714                                |
| Total revenues                  | <u>16,786</u>           | <u>16,786</u>      | <u>46,824</u>             | <u>30,038</u>                         |
| <b>EXPENDITURES:</b>            |                         |                    |                           |                                       |
| Current:                        |                         |                    |                           |                                       |
| Community development           | <u>13,477</u>           | <u>43,477</u>      | <u>33,204</u>             | <u>10,273</u>                         |
| Net change in fund balance      | <u>\$ 3,309</u>         | <u>\$ (26,691)</u> | 13,620                    | <u>\$ 40,311</u>                      |
| Fund balance, beginning of year |                         |                    | <u>16,860</u>             |                                       |
| Fund balance, end of year       |                         |                    | <u>\$ 30,480</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, 2007

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES:</b>                          |                         |                  |                           |                                       |
| Intergovernmental                         | \$ 1,150,064            | \$ 1,150,064     | \$ 1,136,369              | \$ (13,695)                           |
| Investment earnings                       | -                       | -                | 9,356                     | 9,356                                 |
| Total revenues                            | <u>1,150,064</u>        | <u>1,150,064</u> | <u>1,145,725</u>          | <u>(4,339)</u>                        |
| <b>EXPENDITURES:</b>                      |                         |                  |                           |                                       |
| Current:                                  |                         |                  |                           |                                       |
| Public works                              | <u>1,145,957</u>        | <u>1,145,957</u> | <u>1,144,750</u>          | <u>1,207</u>                          |
| Net change in fund balance                | <u>\$ 4,107</u>         | <u>\$ 4,107</u>  | 975                       | <u>\$ (3,132)</u>                     |
| Fund balance (deficit), beginning of year |                         |                  | <u>(10,494)</u>           |                                       |
| Fund balance (deficit), end of year       |                         |                  | <u>\$ (9,519)</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, 2007

|                                 | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---------------------------------|-------------------------|------------------|---------------------------|---------------------------------------|
|                                 | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES:</b>                |                         |                  |                           |                                       |
| Taxes                           | \$ 360,000              | \$ 360,000       | \$ 392,451                | \$ 32,451                             |
| Investment earnings             | -                       | -                | 646                       | 646                                   |
| Miscellaneous                   | 1,962                   | 1,962            | -                         | (1,962)                               |
| Total revenues                  | <u>361,962</u>          | <u>361,962</u>   | <u>393,097</u>            | <u>31,135</u>                         |
| <b>EXPENDITURES:</b>            |                         |                  |                           |                                       |
| Current:                        |                         |                  |                           |                                       |
| Police                          | 120,235                 | 120,235          | 117,561                   | 2,674                                 |
| Fire                            | 181,334                 | 181,334          | 134,423                   | 46,911                                |
| Total expenditures              | <u>301,569</u>          | <u>301,569</u>   | <u>251,984</u>            | <u>49,585</u>                         |
| Net change in fund balance      | <u>\$ 60,393</u>        | <u>\$ 60,393</u> | 141,113                   | <u>\$ 80,720</u>                      |
| Fund balance, beginning of year |                         |                  | <u>25,851</u>             |                                       |
| Fund balance, end of year       |                         |                  | <u>\$ 166,964</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, 2007**

|   | <u>Budgeted Amounts</u> |                   | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|-------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>      |                           |                                       |
| <b>REVENUES:</b>  |                         |                   |                           |                                       |
| Intergovernmental   | \$ 1,551,390            | \$ 1,551,390      | \$1,585,006               | \$ 33,616                             |
| Investment earnings                                       | -                       | -                 | 1,802                     | 1,802                                 |
| Miscellaneous   | 6,157                   | 6,157             | -                         | (6,157)                               |
| Total revenues  | <u>1,557,547</u>        | <u>1,557,547</u>  | <u>1,586,808</u>          | <u>29,261</u>                         |
| <b>EXPENDITURES:</b>                                      |                         |                   |                           |                                       |
| Current:  |                         |                   |                           |                                       |
| Public works  | <u>1,107,067</u>        | <u>1,151,642</u>  | <u>1,161,156</u>          | <u>(9,514)</u>                        |
| Excess (deficiency) of revenues over (under) expenditures | <u>450,480</u>          | <u>405,905</u>    | <u>425,652</u>            | <u>19,747</u>                         |
| <b>OTHER FINANCING USES:</b>                              |                         |                   |                           |                                       |
| Transfers out   | <u>-</u>                | <u>-</u>          | <u>(3,339)</u>            | <u>(3,339)</u>                        |
| Total other financing sources (uses)                      | <u>-</u>                | <u>-</u>          | <u>(3,339)</u>            | <u>(3,339)</u>                        |
| Net change in fund balance                                | <u>\$ 450,480</u>       | <u>\$ 405,905</u> | 422,313                   | <u>\$ 16,408</u>                      |
| Fund balance, beginning of year                           |                         |                   | <u>251,059</u>            |                                       |
| Fund balance, end of year                                 |                         |                   | <u>\$ 673,372</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, 2007

|   | <u>Budgeted Amounts</u> |                  | Actual<br>Amounts | Variance with<br>Final Budget |
|---|-------------------------|------------------|-------------------|-------------------------------|
|   | <u>Original</u>         | <u>Final</u>     |                   |                               |
| <b>REVENUES:</b>                          |                         |                  |                   |                               |
| Intergovernmental                         | \$ 131,000              | \$ 131,000       | \$ 67,498         | (63,502)                      |
| Investment earnings                       | -                       | -                | (337)             | (337)                         |
| Miscellaneous                             | 200                     | 200              | 539               | 339                           |
| Total revenues                            | <u>131,200</u>          | <u>131,200</u>   | <u>67,700</u>     | <u>(63,500)</u>               |
| <b>EXPENDITURES:</b>                      |                         |                  |                   |                               |
| Current:                                  |                         |                  |                   |                               |
| Library                                   | <u>149,731</u>          | <u>117,151</u>   | <u>107,019</u>    | <u>10,132</u>                 |
| Deficiency of revenues under expenditures | <u>(18,531)</u>         | <u>14,049</u>    | <u>(39,319)</u>   | <u>(53,368)</u>               |
| <b>OTHER FINANCING SOURCES:</b>           |                         |                  |                   |                               |
| Transfers in                              | <u>27,500</u>           | <u>27,500</u>    | <u>17,500</u>     | <u>(10,000)</u>               |
| Net change in fund balance                | <u>\$ 8,969</u>         | <u>\$ 41,549</u> | <u>(21,819)</u>   | <u>\$ (63,368)</u>            |
| Fund balance, beginning of year           |                         |                  | <u>15,825</u>     |                               |
| Fund balance (deficit), end of year       |                         |                  | <u>\$ (5,994)</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, 2007

|                                     | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|-------------------------------------|-------------------------|---------------------|---------------------------|---------------------------------------|
|                                     | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES:</b>                    |                         |                     |                           |                                       |
| Intergovernmental                   | \$ 932,051              | \$ 932,051          | \$ 991,764                | \$ 59,713                             |
| Investment earnings                 | -                       | -                   | 1,204                     | 1,204                                 |
| Miscellaneous                       | 6,297                   | 6,297               | 7,461                     | 1,164                                 |
| Total revenues                      | <u>938,348</u>          | <u>938,348</u>      | <u>1,000,429</u>          | <u>62,081</u>                         |
| <b>EXPENDITURES:</b>                |                         |                     |                           |                                       |
| Current:                            |                         |                     |                           |                                       |
| Public works                        | <u>1,229,051</u>        | <u>1,249,740</u>    | <u>1,145,130</u>          | <u>104,610</u>                        |
| Net change in fund balance          | <u>\$ (290,703)</u>     | <u>\$ (311,392)</u> | (144,701)                 | <u>\$ 166,691</u>                     |
| Fund balance, beginning of year     |                         |                     | <u>90,098</u>             |                                       |
| Fund balance (deficit), end of year |                         |                     | <u>\$ (54,603)</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, 2007

|                                 | <u>Budgeted Amounts</u> |                   | Actual<br>Amounts | Variance with<br>Final Budget |
|---------------------------------|-------------------------|-------------------|-------------------|-------------------------------|
|                                 | <u>Original</u>         | <u>Final</u>      |                   |                               |
| <b>REVENUES:</b>                |                         |                   |                   |                               |
| Charges for services            | \$ 17,000               | \$ 17,000         | \$ 13,618         | \$ (3,382)                    |
| Investment earnings             | -                       | -                 | 1,132             | 1,132                         |
| Total revenues                  | <u>17,000</u>           | <u>17,000</u>     | <u>14,750</u>     | <u>(2,250)</u>                |
| <b>EXPENDITURES:</b>            |                         |                   |                   |                               |
| Current:                        |                         |                   |                   |                               |
| Police                          | <u>16,064</u>           | <u>25,064</u>     | <u>25,064</u>     | -                             |
| Net change in fund balance      | <u>\$ 936</u>           | <u>\$ (8,064)</u> | (10,314)          | <u>\$ (2,250)</u>             |
| Fund balance, beginning of year |                         |                   | <u>43,532</u>     |                               |
| Fund balance, end of year       |                         |                   | <u>\$ 33,218</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, 2007

|                                 | Budgeted Amounts |               | Actual<br>Amounts | Variance with<br>Final Budget |
|---------------------------------|------------------|---------------|-------------------|-------------------------------|
|                                 | Original         | Final         |                   |                               |
| <b>REVENUES:</b>                |                  |               |                   |                               |
| Charges for services            | \$ 600           | \$ 600        | \$ 100            | \$ (500)                      |
| Investment earnings             | -                | -             | 156               | 156                           |
| Total revenues                  | <u>600</u>       | <u>600</u>    | <u>256</u>        | <u>(344)</u>                  |
| Net change in fund balance      | <u>\$ 600</u>    | <u>\$ 600</u> | 256               | <u>\$ (344)</u>               |
| Fund balance, beginning of year |                  |               | <u>4,940</u>      |                               |
| Fund balance, end of year       |                  |               | <u>\$ 5,196</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, 2007**

|                                 | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---------------------------------|-------------------------|------------------|---------------------------|---------------------------------------|
|                                 | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES:</b>                |                         |                  |                           |                                       |
| Intergovernmental               | \$ 100,000              | \$ 100,000       | \$ 103,328                | \$ 3,328                              |
| Investment earnings             | -                       | -                | 1,280                     | 1,280                                 |
| Total revenues                  | <u>100,000</u>          | <u>100,000</u>   | <u>104,608</u>            | <u>4,608</u>                          |
| <b>EXPENDITURES:</b>            |                         |                  |                           |                                       |
| Current:                        |                         |                  |                           |                                       |
| Police                          | <u>81,855</u>           | <u>81,855</u>    | <u>172,392</u>            | <u>(90,537)</u>                       |
| Net change in fund balance      | <u>\$ 18,145</u>        | <u>\$ 18,145</u> | <u>(67,784)</u>           | <u>\$ (85,929)</u>                    |
| Fund balance, beginning of year |                         |                  | <u>94,683</u>             |                                       |
| Fund balance, end of year       |                         |                  | <u>\$ 26,899</u>          |                                       |

CITY OF WOODLAND, CALIFORNIA  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
STATE LIBRARY PROGRAMS SPECIAL REVENUE FUND  
YEAR ENDED JUNE 30, 2007

|  | Budgeted Amounts   |                     | Actual<br>Amounts | Variance with<br>Final Budget |
|--|--------------------|---------------------|-------------------|-------------------------------|
|  | Original           | Final               |                   |                               |
| <b>REVENUES:</b>   |                    |                     |                   |                               |
| Intergovernmental  | \$ 105,000         | \$ 105,000          | \$ 245,218        | \$ 140,218                    |
| Investment earnings  | -                  | -                   | 7,398             | 7,398                         |
| Miscellaneous  | -                  | -                   | 540               | 540                           |
| Total revenues   | <u>105,000</u>     | <u>105,000</u>      | <u>253,156</u>    | <u>148,156</u>                |
| <b>EXPENDITURES:</b>   |                    |                     |                   |                               |
| Current:   |                    |                     |                   |                               |
| Library  | <u>125,761</u>     | <u>257,151</u>      | <u>192,827</u>    | <u>64,324</u>                 |
| Excess (deficiency) of revenues over<br>(under) expenditures | <u>(20,761)</u>    | <u>(152,151)</u>    | <u>60,329</u>     | <u>212,480</u>                |
| <b>OTHER FINANCING USES:</b>                                 |                    |                     |                   |                               |
| Transfers out  | <u>-</u>           | <u>-</u>            | <u>(10,000)</u>   | <u>(10,000)</u>               |
| Net change in fund balance                                   | <u>\$ (20,761)</u> | <u>\$ (152,151)</u> | 50,329            | <u>\$ 202,480</u>             |
| Fund balance, beginning of year                              |                    |                     | <u>235,215</u>    |                               |
| Fund balance, end of year                                    |                    |                     | <u>\$ 285,544</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, 2007

|  | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|--|-------------------------|---------------------|---------------------------|---------------------------------------|
|  | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES:</b>                         |                         |                     |                           |                                       |
| Charges for services                     | \$ 10,000               | \$ 10,000           | \$ 13,475                 | \$ 3,475                              |
| Investment earnings                      | 20,000                  | 20,000              | 15,713                    | (4,287)                               |
| Total revenues                           | <u>30,000</u>           | <u>30,000</u>       | <u>29,188</u>             | <u>(812)</u>                          |
| <b>EXPENDITURES:</b>                     |                         |                     |                           |                                       |
| Current:                                 |                         |                     |                           |                                       |
| Parks, recreation and community services | -                       | 675                 | 8,425                     | (7,750)                               |
| Public works                             | 5,787                   | 181,060             | 182,876                   | (1,816)                               |
| Total expenditures                       | <u>5,787</u>            | <u>181,735</u>      | <u>191,301</u>            | <u>(9,566)</u>                        |
| Net change in fund balance               | <u>\$ 24,213</u>        | <u>\$ (151,735)</u> | (162,113)                 | <u>\$ (10,378)</u>                    |
| Fund balance, beginning of year          |                         |                     | <u>405,061</u>            |                                       |
| Fund balance, end of year                |                         |                     | <u>\$ 242,948</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, 2007**

|  | <u>Budgeted Amounts</u> |                 | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|--|-------------------------|-----------------|---------------------------|---------------------------------------|
|  | <u>Original</u>         | <u>Final</u>    |                           |                                       |
| <b>REVENUES:</b>                         |                         |                 |                           |                                       |
| Charges for services                     | \$ 17,987               | \$ 17,987       | \$ 17,949                 | \$ (38)                               |
| Investment earnings                      | -                       | -               | (55)                      | (55)                                  |
| Miscellaneous                            | 1,040                   | 1,040           | -                         | (1,040)                               |
| Total revenues                           | <u>19,027</u>           | <u>19,027</u>   | <u>17,894</u>             | <u>(1,133)</u>                        |
| <b>EXPENDITURES:</b>                     |                         |                 |                           |                                       |
| Current:                                 |                         |                 |                           |                                       |
| Finance                                  | 1,000                   | 1,490           | -                         | 1,490                                 |
| Parks, recreation and community services | 14,737                  | 14,767          | 9,640                     | 5,127                                 |
| Public works                             | 1,080                   | 1,112           | 1,112                     | -                                     |
| Total expenditures                       | <u>16,817</u>           | <u>17,369</u>   | <u>10,752</u>             | <u>6,617</u>                          |
| Net change in fund balance               | <u>\$ 2,210</u>         | <u>\$ 1,658</u> | 7,142                     | <u>\$ 5,484</u>                       |
| Fund balance, beginning of year          |                         |                 | <u>6,358</u>              |                                       |
| Fund balance, end of year                |                         |                 | <u>\$ 13,500</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, 2007

|  | <u>Budgeted Amounts</u> |                  | Actual<br>Amounts | Variance with<br>Final Budget |
|--|-------------------------|------------------|-------------------|-------------------------------|
|  | <u>Original</u>         | <u>Final</u>     |                   |                               |
| <b>REVENUES:</b>                         |                         |                  |                   |                               |
| Charges for services                     | \$ 200,000              | \$ 200,000       | \$ 208,461        | \$ 8,461                      |
| Investment earnings                      | -                       | -                | (1,604)           | (1,604)                       |
| Miscellaneous                            | 2,075                   | 2,075            | -                 | (2,075)                       |
| Total revenues                           | <u>202,075</u>          | <u>202,075</u>   | <u>206,857</u>    | <u>4,782</u>                  |
| <b>EXPENDITURES:</b>                     |                         |                  |                   |                               |
| Current:                                 |                         |                  |                   |                               |
| Finance                                  | 9,000                   | 13,677           | 9,950             | 3,727                         |
| Parks, recreation and community services | 71,152                  | 71,242           | 46,279            | 24,963                        |
| Public works                             | 45,760                  | 46,912           | 73,792            | (26,880)                      |
| Total expenditures                       | <u>125,912</u>          | <u>131,831</u>   | <u>130,021</u>    | <u>1,810</u>                  |
| Net change in fund balance               | <u>\$ 76,163</u>        | <u>\$ 70,244</u> | 76,836            | <u>\$ 6,592</u>               |
| Fund balance, beginning of year          |                         |                  | <u>298,221</u>    |                               |
| Fund balance, end of year                |                         |                  | <u>\$ 375,057</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, 2007**

|                                 | Budgeted Amounts |                 | Actual<br>Amounts | Variance with<br>Final Budget |
|---------------------------------|------------------|-----------------|-------------------|-------------------------------|
|                                 | Original         | Final           |                   |                               |
| <b>REVENUES:</b>                |                  |                 |                   |                               |
| Charges for services            | \$ 12,581        | \$ 12,581       | \$ 8,428          | \$ (4,153)                    |
| Investment earnings             | -                | -               | (103)             | (103)                         |
| Total revenues                  | <u>12,581</u>    | <u>12,581</u>   | <u>8,325</u>      | <u>(4,256)</u>                |
| <b>EXPENDITURES:</b>            |                  |                 |                   |                               |
| Current:                        |                  |                 |                   |                               |
| Finance                         | -                | 3,040           | 3,545             | (505)                         |
| Net change in fund balance      | <u>\$ 12,581</u> | <u>\$ 9,541</u> | 4,780             | <u>\$ (4,761)</u>             |
| Fund balance, beginning of year |                  |                 | <u>17,507</u>     |                               |
| Fund balance, end of year       |                  |                 | <u>\$ 22,287</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, 2007

|   | <u>Budgeted Amounts</u> |                     | Actual<br>Amounts     | Variance with<br>Final Budget |
|---|-------------------------|---------------------|-----------------------|-------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                       |                               |
| <b>REVENUES:</b>                          |                         |                     |                       |                               |
| Taxes                                     | \$ -                    | \$ -                | \$ 5,099              | \$ 5,099                      |
| Licenses and permits                      | 231,300                 | 231,300             | 168,849               | (62,451)                      |
| Investment earnings                       | -                       | -                   | (57,035)              | (57,035)                      |
| Miscellaneous                             | 18,060                  | 18,060              | 13,722                | (4,338)                       |
| Total revenues                            | <u>249,360</u>          | <u>249,360</u>      | <u>130,635</u>        | <u>(118,725)</u>              |
| <b>EXPENDITURES:</b>                      |                         |                     |                       |                               |
| Current:                                  |                         |                     |                       |                               |
| Finance                                   | 3,100                   | 4,884               | 2,417                 | 2,467                         |
| Fire                                      | 1,205,420               | 1,232,054           | 1,195,359             | 36,695                        |
| Total expenditures                        | <u>1,208,520</u>        | <u>1,236,938</u>    | <u>1,197,776</u>      | <u>39,162</u>                 |
| Net change in fund balance                | <u>\$ (959,160)</u>     | <u>\$ (987,578)</u> | (1,067,141)           | <u>\$ (157,887)</u>           |
| Fund balance (deficit), beginning of year |                         |                     | <u>(924,581)</u>      |                               |
| Fund balance (deficit), end of year       |                         |                     | <u>\$ (1,991,722)</u> |                               |

## DEBT SERVICE FUNDS

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

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

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

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

**CITY OF WOODLAND, CALIFORNIA  
COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
JUNE 30, 2007**

|   | <u>2002 Lease<br/>Revenue Bonds</u> | <u>Woodland<br/>Redevelopment<br/>Agency<br/>1996 Tax<br/>Allocation Bonds</u> | <u>2005<br/>Capital Projects<br/>Lease Revenue<br/>Bonds</u> | <u>2005<br/>Wastewater<br/>Treatment<br/>Plant<br/>Revenue Bonds</u> | <u>Total Nonmajor<br/>Debt Service<br/>Funds</u> |
|---|-------------------------------------|--|--|--|--|
| <b>ASSETS</b>                           |                                     |  |  |  |  |
| Cash and investments                    | \$ 181,143                          | \$ 8,134   | \$ 688,640   | \$ 283,836   | \$ 1,161,753                                     |
| Cash and investments with fiscal agents | <u>761,054</u>                      | <u>189,405</u>   | <u>513</u>   | <u>-</u>   | <u>950,972</u>                                   |
| Total assets                            | <u>\$ 942,197</u>                   | <u>\$ 197,539</u>  | <u>\$ 689,153</u>  | <u>\$ 283,836</u>  | <u>\$ 2,112,725</u>                              |
| <b>FUND BALANCES</b>                    |                                     |  |  |  |  |
| Liabilities:                            |                                     |  |  |  |  |
| Accounts payable                        | <u>\$ 750</u>                       | <u>\$ 2,101</u>  | <u>\$ 1,050</u>  | <u>\$ 1,250</u>  | <u>\$ 5,151</u>                                  |
| Fund balances:                          |                                     |  |  |  |  |
| Reserved for debt service               | <u>941,447</u>                      | <u>195,438</u>   | <u>688,103</u>   | <u>282,586</u>   | <u>2,107,574</u>                                 |
| Total liabilities and fund balances     | <u>\$ 942,197</u>                   | <u>\$ 197,539</u>  | <u>\$ 689,153</u>  | <u>\$ 283,836</u>  | <u>\$ 2,112,725</u>                              |

CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES,  
 EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 2007

|   | 2002 Lease<br>Revenue Bonds | Woodland<br>Redevelopment<br>Agency<br>1996 Tax<br>Allocation Bonds | 2005<br>Capital Projects<br>Lease Revenue<br>Bonds | 2005<br>Wastewater<br>Treatment<br>Plant<br>Revenue Bonds | Total Nonmajor<br>Debt Service<br>Funds |
|---|-----------------------------|---|--|---|---|
| <b>REVENUES:</b>                          |                             |   |  |   |   |
| Investment earnings                       | \$ 42,012                   | \$ 8,210  | \$ 3,545   | \$ 694  | \$ 54,461                               |
| <b>EXPENDITURES:</b>                      |                             |   |  |   |   |
| Debt service:                             |                             |   |  |   |   |
| Principal                                 | 1,375,000                   | 55,000  | -  | -   | 1,430,000                               |
| Interest                                  | 1,078,840                   | 135,588   | 867,060  | 848,418   | 2,929,906                               |
| Total expenditures                        | 2,453,840                   | 190,588   | 867,060  | 848,418   | 4,359,906                               |
| Deficiency of revenues under expenditures | (2,411,828)                 | (182,378)   | (863,515)  | (847,724)   | (4,305,445)                             |
| <b>OTHER FINANCING SOURCES:</b>           |                             |   |  |   |   |
| Transfers in                              | 2,450,780                   | 192,000   | 1,150,745  | 844,968   | 4,638,493                               |
| Net change in fund balance                | 38,952                      | 9,622   | 287,230  | (2,756)   | 333,048                                 |
| Fund balance, beginning of year           | 902,495                     | 185,816   | 400,873  | 285,342   | 1,774,526                               |
| Fund balance, end of year                 | <u>\$ 941,447</u>           | <u>\$ 195,438</u>   | <u>\$ 688,103</u>                                  | <u>\$ 282,586</u>   | <u>\$ 2,107,574</u>                     |

CITY OF WOODLAND, CALIFORNIA  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 2002 LEASE REVENUE BONDS NONMAJOR DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 2007

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES:</b>                          |                         |                     |                           |                                       |
| Investment earnings                       | \$ -                    | \$ -                | \$ 42,012                 | \$ 42,012                             |
| <b>EXPENDITURES:</b>                      |                         |                     |                           |                                       |
| Debt service:                             |                         |                     |                           |                                       |
| Principal                                 | 2,450,780               | 2,450,780           | 1,375,000                 | (1,075,780)                           |
| Interest                                  | 3,500                   | 3,500               | 1,078,840                 | 1,075,340                             |
| Total expenditures                        | <u>2,454,280</u>        | <u>2,454,280</u>    | <u>2,453,840</u>          | <u>(440)</u>                          |
| Deficiency of revenues under expenditures | <u>(2,454,280)</u>      | <u>(2,454,280)</u>  | <u>(2,411,828)</u>        | <u>42,452</u>                         |
| <b>OTHER FINANCING SOURCES:</b>           |                         |                     |                           |                                       |
| Transfers in                              | <u>4,430,000</u>        | <u>4,430,000</u>    | <u>2,450,780</u>          | <u>(1,979,220)</u>                    |
| Net change in fund balance                | <u>\$ 1,975,720</u>     | <u>\$ 1,975,720</u> | 38,952                    | <u>\$ (1,936,768)</u>                 |
| Fund balance, beginning of year           |                         |                     | <u>902,495</u>            |                                       |
| Fund balance, end of year                 |                         |                     | <u>\$ 941,447</u>         |                                       |

CITY OF WOODLAND, CALIFORNIA  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 WOODLAND REDEVELOPMENT AGENCY  
 1996 TAX ALLOCATION BONDS NONMAJOR DEBT SERVICE FUNDS  
 YEAR ENDED JUNE 30, 2007

|   | <u>Budgeted Amounts</u> |                  | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>     |                           |                                       |
| <b>REVENUES:</b>                          |                         |                  |                           |                                       |
| Investment earnings                       | \$ -                    | \$ -             | \$ 8,210                  | \$ 8,210                              |
| <b>EXPENDITURES:</b>                      |                         |                  |                           |                                       |
| Debt service:                             |                         |                  |                           |                                       |
| Principal                                 | 185,815                 | 185,815          | 55,000                    | 130,815                               |
| Interest                                  | <u>3,000</u>            | <u>3,000</u>     | <u>135,588</u>            | <u>(132,588)</u>                      |
| Total expenditures                        | <u>188,815</u>          | <u>188,815</u>   | <u>190,588</u>            | <u>(1,773)</u>                        |
| Deficiency of revenues under expenditures | <u>(188,815)</u>        | <u>(188,815)</u> | <u>(182,378)</u>          | <u>6,437</u>                          |
| <b>OTHER FINANCING SOURCES:</b>           |                         |                  |                           |                                       |
| Transfers in                              | <u>192,000</u>          | <u>192,000</u>   | <u>192,000</u>            | <u>-</u>                              |
| Net change in fund balance                | <u>\$ 3,185</u>         | <u>\$ 3,185</u>  | 9,622                     | <u>\$ 6,437</u>                       |
| Fund balance, beginning of year           |                         |                  | <u>185,816</u>            |                                       |
| Fund balance, end of year                 |                         |                  | <u>\$ 195,438</u>         |                                       |

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**WOODLAND REDEVELOPMENT AGENCY**  
**2005 CAPITAL PROJECTS LEASE REVENUE BONDS NONMAJOR DEBT SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2007**

|   | <u>Budgeted Amounts</u> |                     | <u>Actual<br/>Amounts</u> | <u>Variance with<br/>Final Budget</u> |
|---|-------------------------|---------------------|---------------------------|---------------------------------------|
|   | <u>Original</u>         | <u>Final</u>        |                           |                                       |
| <b>REVENUES:</b>                          |                         |                     |                           |                                       |
| Investment earnings                       | \$ -                    | \$ -                | \$ 3,545                  | \$ 3,545                              |
| <b>EXPENDITURES:</b>                      |                         |                     |                           |                                       |
| Debt service:                             |                         |                     |                           |                                       |
| Interest                                  | 871,059                 | 871,059             | 867,060                   | 3,999                                 |
| Deficiency of revenues under expenditures | (871,059)               | (871,059)           | (863,515)                 | 7,544                                 |
| <b>OTHER FINANCING SOURCES (USE):</b>     |                         |                     |                           |                                       |
| Bond issuance                             | -                       | 20,390,000          | -                         | (20,390,000)                          |
| Transfer in                               | -                       | -                   | 1,150,745                 | 1,150,745                             |
| Transfer out                              | -                       | (19,925,734)        | -                         | 19,925,734                            |
| Total other financing sources (uses)      | -                       | 464,266             | 1,150,745                 | 686,479                               |
| Net change in fund balance                | <u>\$ (871,059)</u>     | <u>\$ (406,793)</u> | 287,230                   | <u>\$ 694,023</u>                     |
| Fund balance, beginning of year           |                         |                     | 400,873                   |                                       |
| Fund balance, end of year                 |                         |                     | <u>\$ 688,103</u>         |                                       |

**CITY OF WOODLAND, CALIFORNIA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**WOODLAND REDEVELOPMENT AGENCY**  
**2005 WASTEWATER TREATMENT PLANT REVENUE BONDS DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2007**

|  | Budgeted Amounts    |                     | Actual<br>Amounts | Variance with<br>Final Budget |
|--|---------------------|---------------------|-------------------|-------------------------------|
|  | Original            | Final               |                   |                               |
| <b>REVENUES:</b>   |                     |                     |                   |                               |
| Investment earnings  | \$ -                | \$ -                | \$ 694            | \$ 694                        |
| <b>EXPENDITURES:</b>   |                     |                     |                   |                               |
| Debt service:  |                     |                     |                   |                               |
| Interest   | 844,968             | 844,968             | 848,418           | (3,450)                       |
| Total expenditures   | 844,968             | 844,968             | 848,418           | (3,450)                       |
| Excess (deficiency) of revenues over<br>(under) expenditures | (844,968)           | (844,968)           | (847,724)         | (2,756)                       |
| <b>OTHER FINANCING SOURCES (USES):</b>                       |                     |                     |                   |                               |
| Bond issuance  | -                   | 17,510,507          | -                 | (17,510,507)                  |
| Transfers in   | -                   | 244,102             | 844,968           | 600,866                       |
| Transfers out  | -                   | (17,294,153)        | -                 | 17,294,153                    |
| Total other financing sources (uses)                         | -                   | 460,456             | 844,968           | 384,512                       |
| Net change in fund balance                                   | <u>\$ (844,968)</u> | <u>\$ (384,512)</u> | (2,756)           | <u>\$ 381,756</u>             |
| Fund balance, beginning of year                              |                     |                     | 285,342           |                               |
| Fund balance, end of year                                    |                     |                     | <u>\$ 282,586</u> |                               |

## CAPITAL PROJECTS FUNDS

**WOODLAND REDEVELOPMENT AGENCY CITY FUNDS** – accounts for all revenues and expenditures connected with the project remedy conditions contributing to blight and 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.

**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, 2007**

|  | Woodland<br>Redevelopment<br>Agency<br>City Funds | Park<br>Reserve     | Park in Lieu<br>Fees | Gibson Ranch<br>Capital Projects |
|--|---|---------------------|----------------------|----------------------------------|
| <b>ASSETS</b>                              |   |                     |                      |                                  |
| Cash and investments                       | \$ 1,303,426                                      | \$ 4,474,658        | \$ 910,973           | \$ 95,718                        |
| Accounts receivable                        | 363,768   | 910,065             | -                    | -                                |
| Long-term notes receivable                 | -   | -                   | -                    | 50,473                           |
| Advances to other funds                    | -   | -                   | -                    | -                                |
| <b>Total assets</b>                        | <u>\$ 1,667,194</u>                               | <u>\$ 5,384,723</u> | <u>\$ 910,973</u>    | <u>\$ 146,191</u>                |
| <b>LIABILITIES AND FUND BALANCES</b>       |   |                     |                      |                                  |
| Liabilities:                               |   |                     |                      |                                  |
| Accounts payable                           | \$ 20,021   | \$ 206,333          | \$ 33,627            | \$ -                             |
| Deposits                                   | -   | -                   | -                    | -                                |
| Deferred revenue                           | -   | 910,065             | -                    | 50,473                           |
| <b>Total liabilities</b>                   | <u>20,021</u>                                     | <u>1,116,398</u>    | <u>33,627</u>        | <u>50,473</u>                    |
| Fund balances:                             |   |                     |                      |                                  |
| Reserved for:                              |   |                     |                      |                                  |
| Encumbrances                               | 32,866  | 19,821              | 34,929               | -                                |
| Advances to other funds                    | -   | -                   | -                    | -                                |
| Unreserved, undesignated                   | 1,614,307   | 4,248,504           | 842,417              | 95,718                           |
| <b>Total fund balances</b>                 | <u>1,647,173</u>                                  | <u>4,268,325</u>    | <u>877,346</u>       | <u>95,718</u>                    |
| <b>Total liabilities and fund balances</b> | <u>\$ 1,667,194</u>                               | <u>\$ 5,384,723</u> | <u>\$ 910,973</u>    | <u>\$ 146,191</u>                |

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECT FUNDS  
 JUNE 30, 2007**

| <u>Water<br/>Development</u>  | <u>Storm<br/>Drain<br/>Development</u>                                   | <u>Total<br/>Nonmajor<br/>Capital<br/>Projects Funds</u>                            |  |
|---|--|---|--|
| \$ 107,804<br>381,236<br>-<br><u>2,286,342</u><br><br><u>\$ 2,775,382</u> | \$ 503,298<br>23,324<br>-<br><u>2,101,099</u><br><br><u>\$ 2,627,721</u> | \$ 7,395,877<br>1,678,393<br>50,473<br><u>4,387,441</u><br><br><u>\$ 13,512,184</u> | <b>ASSETS</b><br>Cash and investments<br>Accounts receivable<br>Long-term notes receivable<br>Advances to other funds<br><br>Total assets  |
| \$ 2,265<br>50,000<br><u>381,236</u><br><br><u>433,501</u>                | \$ 16,446<br>-<br><u>23,324</u><br><br><u>39,770</u>                     | \$ 278,692<br>50,000<br><u>1,365,098</u><br><br><u>1,693,790</u>                    | <b>LIABILITIES AND FUND BALANCES</b><br>Liabilities:<br>Accounts payable<br>Deposits<br>Deferred revenue<br><br>Total liabilities<br><br>Fund balances:<br>Reserved for:<br>Encumbrances<br>Advances to other funds<br>Unreserved, undesignated<br><br>Total fund balances |
| 263,872<br>2,286,342<br>(208,333)<br><u>2,341,881</u>                     | 127,421<br>2,101,099<br>359,431<br><u>2,587,951</u>                      | 478,909<br>4,387,441<br>6,952,044<br><u>11,818,394</u>                              | Total liabilities and fund balances  |
| <u>\$ 2,775,382</u>   | <u>\$ 2,627,721</u>  | <u>\$ 13,512,184</u>  |  |

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 YEAR ENDED JUNE 30, 2007**

|  | Woodland<br>Redevelopment<br>Agency<br>City Funds | Park<br>Reserve     | Park in Lieu<br>Fees | Gibson Ranch<br>Capital Projects |
|--|---|---------------------|----------------------|----------------------------------|
| <b>REVENUES:</b>   |   |                     |                      |                                  |
| Taxes  | \$ 1,339,204                                      | \$ -                | \$ -                 | \$ -                             |
| Intergovernmental  | 12  | -                   | -                    | -                                |
| Licenses and permits   | -   | 2,106,026           | 235,440              | -                                |
| Investment earnings  | 37,074  | 120,534             | (3,976)              | 2,873                            |
| Miscellaneous  | 1,244   | 32,247              | 315,782              | -                                |
| Total revenues   | <u>1,377,534</u>                                  | <u>2,258,807</u>    | <u>547,246</u>       | <u>2,873</u>                     |
| <b>EXPENDITURES:</b>   |   |                     |                      |                                  |
| Current:   |   |                     |                      |                                  |
| Community development  | 194,618   | -                   | -                    | -                                |
| Parks, recreation and community services                     | -   | 73,723              | 250,950              | -                                |
| Public works   | -   | 7,215,174           | 545,714              | -                                |
| Debt service:  |   |                     |                      |                                  |
| Principal  | 52,304  | -                   | -                    | -                                |
| Total expenditures   | <u>246,922</u>                                    | <u>7,288,897</u>    | <u>796,664</u>       | <u>-</u>                         |
| Excess (deficiency) of revenues over<br>(under) expenditures | <u>1,130,612</u>                                  | <u>(5,030,090)</u>  | <u>(249,418)</u>     | <u>2,873</u>                     |
| <b>OTHER FINANCING SOURCES (USES):</b>                       |   |                     |                      |                                  |
| Transfers in   | -   | 3,000,000           | -                    | -                                |
| Transfers out  | (192,000)   | (1,117,927)         | -                    | -                                |
| Total other financing sources (uses)                         | <u>(192,000)</u>                                  | <u>1,882,073</u>    | <u>-</u>             | <u>-</u>                         |
| Net change in fund balances                                  | 938,612   | (3,148,017)         | (249,418)            | 2,873                            |
| Fund balances, beginning of year                             | <u>708,561</u>                                    | <u>7,416,342</u>    | <u>1,126,764</u>     | <u>92,845</u>                    |
| Fund balances, end of year                                   | <u>\$ 1,647,173</u>                               | <u>\$ 4,268,325</u> | <u>\$ 877,346</u>    | <u>\$ 95,718</u>                 |

**CITY OF WOODLAND, CALIFORNIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 YEAR ENDED JUNE 30, 2007**

| Water<br>Development | Storm<br>Drain<br>Development | Total<br>Nonmajor<br>Capital<br>Projects Funds |
|----------------------|-------------------------------|--|
| \$ -                 | \$ -                          | \$ 1,339,204                                   |
| 14,470               | -                             | 14,482   |
| 968,168              | 93,866                        | 3,403,500                                      |
| (25,254)             | 18,796                        | 150,047  |
| -                    | 10,982                        | 360,255  |
| <u>957,384</u>       | <u>123,644</u>                | <u>5,267,488</u>                               |
| -                    | -                             | 194,618  |
| -                    | -                             | 324,673  |
| 600,487              | 340,289                       | 8,701,664                                      |
| -                    | -                             | 52,304   |
| <u>600,487</u>       | <u>340,289</u>                | <u>9,273,259</u>                               |
| <u>356,897</u>       | <u>(216,645)</u>              | <u>(4,005,771)</u>                             |
| -                    | -                             | 3,000,000                                      |
| (175,023)            | (161,113)                     | (1,646,063)                                    |
| <u>(175,023)</u>     | <u>(161,113)</u>              | <u>1,353,937</u>                               |
| 181,874              | (377,758)                     | (2,651,834)                                    |
| <u>2,160,007</u>     | <u>2,965,709</u>              | <u>14,470,228</u>                              |
| <u>\$ 2,341,881</u>  | <u>\$ 2,587,951</u>           | <u>\$ 11,818,394</u>                           |

**REVENUES:**

Taxes  
 Intergovernmental  
 Licenses and permits  
 Investment earnings  
 Miscellaneous

Total revenues

**EXPENDITURES:**

Current:

Community development  
 Parks, recreation and community services  
 Public works

Debt service:

Principal

Total expenditures

Excess (deficiency) of revenues over  
 under) expenditures

**OTHER FINANCING SOURCES (USES):**

Transfers in

Transfers out

Total other financing sources (uses)

Net change in fund balances

Fund balances, beginning of year

Fund balances, end of year

THIS PAGE LEFT INTENTIONALLY BLANK

## 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 (County). All activities necessary to provide such services are accounted for in this fund, includes, but is not limited to, administration, operations, capital improvements, maintenance, financing and related debt service, and billing and collection.

**PARKING** – accounts for the provision of parking control 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, includes, but is not limited to, administration, operations, capital improvements, maintenance, 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, include, but is not limited to, administration, operations, capital improvements, maintenance, and billing and collection.

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

**FIRE TRAINING CENTER** – accounts for the provision of the fire training facility as provided by the City of Woodland's Fire Department. All activities necessary to provide such services are accounted for in this fund, include, but is 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, 2007**

|  | <u>Wastewater<br/>Pretreatment</u> | <u>Parking</u> | <u>Recycling</u>    | <u>Construction<br/>&amp; Demolition<br/>Program</u> |
|--|------------------------------------|----------------|---------------------|--|
| <b>ASSETS</b>                                    |                                    |                |                     |  |
| Current assets:                                  |                                    |                |                     |  |
| Cash and investments                             | \$ 327,668                         | \$ -           | \$ 1,546,441        | \$ 118,868   |
| Accounts receivable                              | 33,643                             | -              | 26,730              | -  |
| Due from other funds                             | -                                  | -              | 68,000              | -  |
| Total current assets                             | <u>361,311</u>                     | <u>-</u>       | <u>1,641,171</u>    | <u>118,868</u>                                       |
| Noncurrent assets:                               |                                    |                |                     |  |
| Capital assets (net of accumulated depreciation) | <u>9,770</u>                       | <u>-</u>       | <u>14,804</u>       | <u>-</u>   |
| Total assets                                     | <u>371,081</u>                     | <u>-</u>       | <u>1,655,975</u>    | <u>118,868</u>                                       |
| <b>LIABILITIES</b>                               |                                    |                |                     |  |
| Current liabilities:                             |                                    |                |                     |  |
| Accounts payable                                 | 7,350                              | -              | 2,919               | 26,500   |
| Due to other funds                               | -                                  | -              | -                   | 68,000   |
| Compensated absences                             | <u>4,690</u>                       | <u>-</u>       | <u>923</u>          | <u>-</u>   |
| Total current liabilities                        | <u>12,040</u>                      | <u>-</u>       | <u>3,842</u>        | <u>94,500</u>  |
| Noncurrent liabilities:                          |                                    |                |                     |  |
| Compensated absences                             | <u>12,658</u>                      | <u>-</u>       | <u>6,380</u>        | <u>-</u>   |
| Total liabilities                                | <u>24,698</u>                      | <u>-</u>       | <u>10,222</u>       | <u>94,500</u>  |
| <b>NET ASSETS (DEFICITS)</b>                     |                                    |                |                     |  |
| Invested in capital assets, net of related debt  | 9,770                              | -              | 14,804              | -  |
| Unrestricted                                     | <u>336,613</u>                     | <u>-</u>       | <u>1,630,949</u>    | <u>24,368</u>  |
| Total net assets (deficits)                      | <u>\$ 346,383</u>                  | <u>\$ -</u>    | <u>\$ 1,645,753</u> | <u>\$ 24,368</u>                                     |

**CITY OF WOODLAND CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
JUNE 30, 2007**

| Fire<br>Training<br>Center | Cemetery           | Dubach<br>Park      | Youth<br>Program | Total<br>Nonmajor<br>Enterprise<br>Funds |  |
|----------------------------|--------------------|---------------------|------------------|--|--|
|                            |                    |                     |                  |  | <b>ASSETS</b>                                    |
|                            |                    |                     |                  |  | Current assets:                                  |
| \$ 101,457                 | \$ -               | \$ -                | \$ 1,130         | \$ 2,095,564                             | Cash and investments                             |
| 951                        | -                  | -                   | -                | 61,324                                   | Accounts receivable                              |
| -                          | -                  | -                   | -                | 68,000                                   | Due from other funds                             |
| <u>102,408</u>             | <u>-</u>           | <u>-</u>            | <u>1,130</u>     | <u>2,224,888</u>                         | Total current assets                             |
|                            |                    |                     |                  |  | Noncurrent assets:                               |
| -                          | -                  | -                   | -                | 24,574                                   | Capital assets (net of accumulated depreciation) |
| <u>102,408</u>             | <u>-</u>           | <u>-</u>            | <u>1,130</u>     | <u>2,249,462</u>                         | Total assets                                     |
|                            |                    |                     |                  |  | <b>LIABILITIES</b>                               |
|                            |                    |                     |                  |  | Current liabilities:                             |
| 4,779                      | 1,170              | 4,863               | -                | 47,581                                   | Accounts payable                                 |
| -                          | 29,505             | 425,452             | -                | 522,957                                  | Due to other funds                               |
| -                          | 545                | 112                 | -                | 6,270                                    | Compensated absences                             |
| <u>4,779</u>               | <u>31,220</u>      | <u>430,427</u>      | <u>-</u>         | <u>576,808</u>                           | Total current liabilities                        |
|                            |                    |                     |                  |  | Noncurrent liabilities:                          |
| 1,871                      | 8,737              | 1,247               | -                | 30,893                                   | Compensated absences                             |
| <u>6,650</u>               | <u>39,957</u>      | <u>431,674</u>      | <u>-</u>         | <u>607,701</u>                           | Total liabilities                                |
|                            |                    |                     |                  |  | <b>NET ASSETS (DEFICITS)</b>                     |
| -                          | -                  | -                   | -                | 24,574                                   | Invested in capital assets, net of related d     |
| <u>95,758</u>              | <u>(39,957)</u>    | <u>(431,674)</u>    | <u>1,130</u>     | <u>1,617,187</u>                         | Unrestricted                                     |
| <u>\$ 95,758</u>           | <u>\$ (39,957)</u> | <u>\$ (431,674)</u> | <u>\$ 1,130</u>  | <u>\$ 1,641,761</u>                      | 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, 2007**

|   | Wastewater<br>Pretreatment | Parking          | Recycling           | Construction &<br>Demolition<br>Program |
|---|----------------------------|------------------|---------------------|---|
| <b>OPERATING REVENUES:</b>              |                            |                  |                     |   |
| Charges for services                    | \$ 392,034                 | \$ -             | \$ 268,413          | \$ 76,250                               |
| Other                                   | -                          | -                | 16,241              | -                                       |
| Total operating revenues                | <u>392,034</u>             | <u>-</u>         | <u>284,654</u>      | <u>76,250</u>                           |
| <b>OPERATING EXPENSES:</b>              |                            |                  |                     |   |
| Personnel services                      | 205,934                    | -                | 134,156             | 51,577                                  |
| Utilities                               | 2,644                      | -                | 2,082               | -                                       |
| Office supplies and expenses            | 53,266                     | -                | 92,304              | 2,690                                   |
| Small tools and supplies                | 444                        | -                | -                   | -                                       |
| Contractual services                    | 18,555                     | -                | 26,070              | -                                       |
| Depreciation                            | 903                        | -                | 2,750               | -                                       |
| Equipment rental and maintenance        | 21,771                     | -                | 10,846              | -                                       |
| Total operating expenses                | <u>303,517</u>             | <u>-</u>         | <u>268,208</u>      | <u>54,267</u>                           |
| Operating income (loss)                 | <u>88,517</u>              | <u>-</u>         | <u>16,446</u>       | <u>21,983</u>                           |
| <b>NONOPERATING REVENUES:</b>           |                            |                  |                     |   |
| Investment earnings                     | 9,164                      | -                | 47,322              | 2,385                                   |
| Intergovernmental                       | -                          | -                | 41,083              | -                                       |
| Total nonoperating revenues             | <u>9,164</u>               | <u>-</u>         | <u>88,405</u>       | <u>2,385</u>                            |
| Income (loss) before transfers          | 97,681                     | -                | 104,851             | 24,368                                  |
| Transfers in                            | -                          | -                | -                   | -                                       |
| Transfers out                           | -                          | (1,904,168)      | -                   | -                                       |
| Change in net assets                    | 97,681                     | (1,904,168)      | 104,851             | 24,368                                  |
| Net assets (deficit), beginning of year | <u>248,702</u>             | <u>1,904,168</u> | <u>1,540,902</u>    | <u>-</u>                                |
| Net assets (deficit), end of year       | <u>\$ 346,383</u>          | <u>\$ -</u>      | <u>\$ 1,645,753</u> | <u>\$ 24,368</u>                        |

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS  
YEAR ENDED JUNE 30, 2007**

| Fire<br>Training<br>Center | Cemetery    | Dubach<br>Park | Youth<br>Program | Total<br>Nonmajor<br>Enterprise<br>Funds |   |
|----------------------------|-------------|----------------|------------------|--|---|
| \$ 372,233                 | \$ 109,530  | \$ 52,638      | \$ 1,130         | \$ 1,272,228                             | <b>OPERATING REVENUES:</b>              |
| -                          | -           | -              | -                | 16,241                                   | Charges for services                    |
| 372,233                    | 109,530     | 52,638         | 1,130            | 1,288,469                                | Other                                   |
|                            |             |                |                  |  | Total operating revenues                |
| 204,210                    | 233,041     | 70,654         | -                | 899,572                                  | <b>OPERATING EXPENSES:</b>              |
| -                          | 4,771       | 47,302         | -                | 56,799                                   | Personnel services                      |
| 59,792                     | 17,609      | 13,376         | -                | 239,037                                  | Utilities                               |
| 144                        | 1,519       | -              | -                | 2,107                                    | Office supplies and expenses            |
| 31,373                     | 4,633       | 34,955         | -                | 115,586                                  | Small tools and supplies                |
| -                          | -           | -              | -                | 3,653                                    | Contractual services                    |
| 5,460                      | 50,680      | 19,041         | -                | 107,798                                  | Depreciation                            |
| 300,979                    | 312,253     | 185,328        | -                | 1,424,552                                | Equipment rental and maintenance        |
|                            |             |                |                  |  | Total operating expenses                |
| 71,254                     | (202,723)   | (132,690)      | 1,130            | (136,083)                                | Operating income (loss)                 |
| 2,816                      | (820)       | 1,841          | -                | 62,708                                   | <b>NONOPERATING REVENUES:</b>           |
| -                          | -           | -              | -                | 41,083                                   | Investment earnings                     |
| 2,816                      | (820)       | 1,841          | -                | 103,791                                  | Intergovernmental                       |
|                            |             |                |                  |  | Total nonoperating revenues             |
| 74,070                     | (203,543)   | (130,849)      | 1,130            | (32,292)                                 | Income (loss) before transfers          |
| -                          | 200,000     | -              | -                | 200,000                                  | Transfers in                            |
| -                          | -           | -              | -                | (1,904,168)                              | Transfers out                           |
| 74,070                     | (3,543)     | (130,849)      | 1,130            | (1,736,460)                              | Change in net assets                    |
| 21,688                     | (36,414)    | (300,825)      | -                | 3,378,221                                | Net assets (deficit), beginning of year |
| \$ 95,758                  | \$ (39,957) | \$ (431,674)   | \$ 1,130         | \$ 1,641,761                             | Net assets (deficit), end of year       |

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2007**

|  | <u>Wastewater<br/>Pretreatment</u> | <u>Parking</u>      | <u>Recycling</u>    | <u>Construction &amp;<br/>Demolition</u> |
|--|------------------------------------|---------------------|---------------------|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                         |                                    |                     |                     |  |
| Receipts from customers and users                                    | \$ 384,561                         | \$ -                | \$ 276,068          | \$ 76,250                                |
| Payments to suppliers  | (92,519)                           | (14,905)            | (130,102)           | 23,810                                   |
| Payments to employees  | (199,249)                          | -                   | (133,349)           | (51,577)                                 |
| Net cash provided (used) by operating activities                     | <u>92,793</u>                      | <u>(14,905)</u>     | <u>12,617</u>       | <u>48,483</u>                            |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING<br/>ACTIVITIES:</b>          |                                    |                     |                     |  |
| Transfers in   | -                                  | -                   | -                   | -  |
| Transfers out  | -                                  | (6,289)             | -                   | -  |
| Interfund borrowings   | -                                  | -                   | (68,000)            | 68,000                                   |
| Payments received on advances to other funds                         | -                                  | -                   | 70,000              | -  |
| Operating grants received  | -                                  | -                   | 41,083              | -  |
| Net cash provided (used) by noncapital financing activities          | <u>-</u>                           | <u>(6,289)</u>      | <u>43,083</u>       | <u>68,000</u>                            |
| <b>CASH FLOWS FROM CAPITAL AND RELATED<br/>FINANCING ACTIVITIES:</b> |                                    |                     |                     |  |
| Acquisition of capital assets  | <u>(7,913)</u>                     | <u>-</u>            | <u>-</u>            | <u>-</u>                                 |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                         |                                    |                     |                     |  |
| Interest received  | <u>9,164</u>                       | <u>-</u>            | <u>47,322</u>       | <u>2,385</u>                             |
| Net increase (decrease) in cash and cash equivalents                 | 94,044                             | (21,194)            | 103,022             | 118,868                                  |
| Cash and cash equivalents, beginning of year                         | 233,624                            | 21,194              | 1,443,419           | -  |
| Cash and cash equivalents, end of year                               | <u>\$ 327,668</u>                  | <u>\$ -</u>         | <u>\$ 1,546,441</u> | <u>\$ 118,868</u>                        |
| <b>NONCASH INVESTING, CAPITAL AND<br/>FINANCING ACTIVITIES:</b>      |                                    |                     |                     |  |
| Transfer of capital assets to governmental activities                | <u>\$ -</u>                        | <u>\$ 1,897,879</u> | <u>\$ -</u>         | <u>\$ -</u>                              |

**CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2007**

| Fire<br>Training<br>Center | Cemetery    | Dubach<br>Park | Youth<br>Program | Total<br>Nonmajor<br>Enterprise<br>Funds |  |
|----------------------------|-------------|----------------|------------------|--|--|
| \$ 371,282                 | \$ 109,530  | \$ 52,638      | \$ 1,130         | \$ 1,271,459                             | <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                         |
| (101,962)                  | (85,179)    | (120,816)      | -                | (521,673)                                | Receipts from customers and users                                    |
| (213,113)                  | (233,936)   | (71,075)       | -                | (902,299)                                | Payments to suppliers  |
| 56,207                     | (209,585)   | (139,253)      | 1,130            | (152,513)                                | Payments to employees  |
|                            |             |                |                  |  | Net cash provided (used) by operating activities                     |
|                            |             |                |                  |  | <b>CASH FLOWS FROM NONCAPITAL FINANCING<br/>ACTIVITIES:</b>          |
| -                          | 200,000     | -              | -                | 200,000                                  | Transfers in   |
| -                          | -           | -              | -                | (6,289)                                  | Transfers out  |
| -                          | 10,405      | 137,412        | -                | 147,817                                  | Interfund borrowings   |
| -                          | -           | -              | -                | 70,000                                   | Payments received on advances to other funds                         |
| -                          | -           | -              | -                | 41,083                                   | Operating grants received  |
| -                          | 210,405     | 137,412        | -                | 452,611                                  | Net cash provided (used) by noncapital financing activities          |
|                            |             |                |                  |  | <b>CASH FLOWS FROM CAPITAL AND RELATED<br/>FINANCING ACTIVITIES:</b> |
| -                          | -           | -              | -                | (7,913)                                  | Acquisition of capital assets  |
|                            |             |                |                  |  | <b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>                         |
| 2,816                      | (820)       | 1,841          | -                | 62,708                                   | Interest received  |
| 59,023                     | -           | -              | 1,130            | 354,893                                  | Net increase (decrease) in cash and cash equivalents                 |
| 42,434                     | -           | -              | -                | 1,740,671                                | Cash and cash equivalents, beginning of year                         |
| <u>\$ 101,457</u>          | <u>\$ -</u> | <u>\$ -</u>    | <u>\$ 1,130</u>  | <u>\$ 2,095,564</u>                      | Cash and cash equivalents, end of year                               |
|                            |             |                |                  |  | <b>NONCASH INVESTING, CAPITAL AND<br/>FINANCING ACTIVITIES:</b>      |
| <u>\$ -</u>                | <u>\$ -</u> | <u>\$ -</u>    | <u>\$ -</u>      | <u>\$ 1,897,879</u>                      | Transfer of capital assets to governmental activities                |

CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
YEAR ENDED JUNE 30, 2007

|  | <u>Wastewater<br/>Pretreatment</u> | <u>Parking</u>     | <u>Recycling</u> | <u>Construction &amp;<br/>Demolition</u> |
|--|------------------------------------|--------------------|------------------|--|
| Reconciliation of operating income (loss) to net cash provided (used) by operating activities:       |                                    |                    |                  |  |
| Operating income (loss)  | \$ 88,517                          | \$ -               | \$ 16,446        | \$ 21,983                                |
| Adjustment to reconcile operating income to net cash flows provided (used ) by operating activities: |                                    |                    |                  |  |
| Depreciation   | 903                                | -                  | 2,750            | -  |
| Change in assets and liabilities:  |                                    |                    |                  |  |
| Accounts receivable  | (7,473)                            | -                  | (8,586)          | -  |
| Accounts payable   | 4,161                              | (14,905)           | 1,200            | 26,500                                   |
| Compensated absences   | 6,685                              | -                  | 807              | -  |
| Total adjustments  | <u>4,276</u>                       | <u>(14,905)</u>    | <u>(3,829)</u>   | <u>26,500</u>                            |
| Net cash provided (used) by operating activities   | <u>\$ 92,793</u>                   | <u>\$ (14,905)</u> | <u>\$ 12,617</u> | <u>\$ 48,483</u>                         |

CITY OF WOODLAND, CALIFORNIA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
YEAR ENDED JUNE 30, 2007

| Fire<br>Training<br>Center | Cemetery            | Dubach<br>Park      | Youth<br>Program | Total<br>Nonmajor<br>Enterprise<br>Funds |   |
|----------------------------|---------------------|---------------------|------------------|--|---|
|                            |                     |                     |                  |  | Reconciliation of operating income (loss) to net cash<br>provided (used) by operating activities:       |
| \$ 71,254                  | \$ (202,723)        | \$ (132,690)        | \$ 1,130         | \$ (136,083)                             | Operating income (loss)   |
|                            |                     |                     |                  |  | Adjustment to reconcile operating income to net cash<br>flows provided (used ) by operating activities: |
| -                          | -                   | -                   | -                | 3,653                                    | Depreciation  |
| (951)                      | -                   | -                   | -                | (17,010)                                 | Change in assets and liabilities:   |
| (5,193)                    | (5,967)             | (6,142)             | -                | (346)                                    | Accounts receivable   |
| (8,903)                    | (895)               | (421)               | -                | (2,727)                                  | Accounts payable  |
| (15,047)                   | (6,862)             | (6,563)             | -                | (16,430)                                 | Compensated absences  |
| <u>\$ 56,207</u>           | <u>\$ (209,585)</u> | <u>\$ (139,253)</u> | <u>\$ 1,130</u>  | <u>\$ (152,513)</u>                      | Total adjustments   |
|                            |                     |                     |                  |  | Cash flows provided (used) by operating activities  |

THIS PAGE LEFT INTENTIONALLY BLANK

## **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, 2007**

|  | Equipment<br>Service and<br>Repair | Benefits       | Self-<br>Insurance | Information<br>Systems | Total               |
|--|------------------------------------|----------------|--------------------|------------------------|---------------------|
| <b>ASSETS</b>                                      |                                    |                |                    |                        |                     |
| Current assets:                                    |                                    |                |                    |                        |                     |
| Cash and investments                               | \$ 1,509,088                       | \$ -           | \$ 645,905         | \$ 88,555              | \$ 2,243,548        |
| Accounts receivable                                | 12,166                             | -              | 15,458             | -                      | 27,624              |
| Due from other funds                               | 44,121                             | -              | -                  | -                      | 44,121              |
| Prepaid items and deposits                         | 685,374                            | 84,837         | -                  | -                      | 770,211             |
| Total current assets                               | <u>2,250,749</u>                   | <u>84,837</u>  | <u>661,363</u>     | <u>88,555</u>          | <u>3,085,504</u>    |
| Noncurrent assets:                                 |                                    |                |                    |                        |                     |
| Capital assets, net of<br>accumulated depreciation | 4,968,626                          | -              | -                  | 706,147                | 5,674,773           |
| Total assets                                       | <u>7,219,375</u>                   | <u>84,837</u>  | <u>661,363</u>     | <u>794,702</u>         | <u>8,760,277</u>    |
| <b>LIABILITIES</b>                                 |                                    |                |                    |                        |                     |
| Current liabilities:                               |                                    |                |                    |                        |                     |
| Accounts payable                                   | 132,832                            | 40,810         | 15,009             | 76,300                 | 264,951             |
| Due to other funds                                 | -                                  | 44,121         | -                  | -                      | 44,121              |
| Interest payable                                   | 43,309                             | -              | -                  | -                      | 43,309              |
| Compensated absences                               | 7,986                              | -              | -                  | 69                     | 8,055               |
| Capital lease obligations                          | 401,156                            | -              | -                  | -                      | 401,156             |
| Total current liabilities                          | <u>585,283</u>                     | <u>84,931</u>  | <u>15,009</u>      | <u>76,369</u>          | <u>761,592</u>      |
| Noncurrent liabilities:                            |                                    |                |                    |                        |                     |
| Compensated absences                               | 27,146                             | -              | 437                | 40,336                 | 67,919              |
| Capital lease obligations                          | 2,467,253                          | -              | -                  | -                      | 2,467,253           |
| Total noncurrent liabilities                       | <u>2,494,399</u>                   | <u>-</u>       | <u>437</u>         | <u>40,336</u>          | <u>2,535,172</u>    |
| Total liabilities                                  | <u>3,079,682</u>                   | <u>84,931</u>  | <u>15,446</u>      | <u>116,705</u>         | <u>3,296,764</u>    |
| <b>NET ASSETS</b>                                  |                                    |                |                    |                        |                     |
| Invested in capital assets,<br>net of related debt | 2,100,217                          | -              | -                  | 706,147                | 2,806,364           |
| Unrestricted                                       | 2,039,476                          | (94)           | 645,917            | (28,150)               | 2,657,149           |
| Total net assets                                   | <u>\$ 4,139,693</u>                | <u>\$ (94)</u> | <u>\$ 645,917</u>  | <u>\$ 677,997</u>      | <u>\$ 5,463,513</u> |

**CITY OF WOODLAND, CALIFORNIA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN FUND NET ASSETS  
YEAR ENDED JUNE 30, 2007**

|  | Equipment<br>Service and<br>Repair | Benefits         | Self-<br>Insurance | Information<br>Systems | Total               |
|--|------------------------------------|------------------|--------------------|------------------------|---------------------|
| <b>OPERATING REVENUES:</b>               |                                    |                  |                    |                        |                     |
| Billings to departments                  | \$ 2,677,923                       | \$ 4,098,527     | \$ 1,267,711       | \$ 1,238,350           | \$ 9,282,511        |
| Other                                    | 19,833                             | -                | 80,739             | -                      | 100,572             |
| Total operating revenues                 | <u>2,697,756</u>                   | <u>4,098,527</u> | <u>1,348,450</u>   | <u>1,238,350</u>       | <u>9,383,083</u>    |
| <b>OPERATING EXPENSES:</b>               |                                    |                  |                    |                        |                     |
| Personnel services                       | 528,025                            | -                | 21,640             | 549,365                | 1,099,030           |
| Utilities                                | 4,309                              | -                | -                  | 18,636                 | 22,945              |
| Office supplies and expenses             | 392,857                            | -                | 144                | 23,690                 | 416,691             |
| Small tools and supplies                 | 3,474                              | -                | -                  | -                      | 3,474               |
| Depreciation                             | 848,704                            | -                | -                  | 100,740                | 949,444             |
| Equipment rental and maintenance         | 316,346                            | -                | -                  | 360,276                | 676,622             |
| Insurance premiums and claims            | -                                  | 4,098,621        | 758,999            | -                      | 4,857,620           |
| Total operating expenses                 | <u>2,093,715</u>                   | <u>4,098,621</u> | <u>780,783</u>     | <u>1,052,707</u>       | <u>8,025,826</u>    |
| Operating income (loss)                  | <u>604,041</u>                     | <u>(94)</u>      | <u>567,667</u>     | <u>185,643</u>         | <u>1,357,257</u>    |
| <b>NONOPERATING REVENUES (EXPENSES):</b> |                                    |                  |                    |                        |                     |
| Interest expense                         | (107,060)                          | -                | -                  | (3,619)                | (110,679)           |
| Income (loss) before transfers           | 496,981                            | (94)             | 567,667            | 182,024                | 1,246,578           |
| Transfers in                             | 11,927                             | -                | -                  | 26,712                 | 38,639              |
| Change in net assets                     | 508,908                            | (94)             | 567,667            | 208,736                | 1,285,217           |
| Net assets, beginning of year            | <u>3,630,785</u>                   | <u>-</u>         | <u>78,250</u>      | <u>469,261</u>         | <u>4,178,296</u>    |
| Net assets, end of year                  | <u>\$ 4,139,693</u>                | <u>\$ (94)</u>   | <u>\$ 645,917</u>  | <u>\$ 677,997</u>      | <u>\$ 5,463,513</u> |

**CITY OF WOODLAND, CALIFORNIA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2007**

|  | Equipment<br>Service and<br>Repair | Benefits         | Self-<br>Insurance | Information<br>Systems | Total               |
|--|------------------------------------|------------------|--------------------|------------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                         |                                    |                  |                    |                        |                     |
| Receipts from customers  | \$ 2,802,310                       | \$ 4,098,527     | \$ 1,350,598       | \$ 1,238,350           | \$ 9,489,785        |
| Payments to suppliers  | (970,575)                          | -                | 6,485              | (416,347)              | (1,380,437)         |
| Payments to employees  | (521,560)                          | -                | (23,775)           | (537,575)              | (1,082,910)         |
| Insurance premiums and claims paid                                   | -                                  | (3,910,309)      | (758,999)          | -                      | (4,669,308)         |
| Net cash provided by operating activities                            | <u>1,310,175</u>                   | <u>188,218</u>   | <u>574,309</u>     | <u>284,428</u>         | <u>2,357,130</u>    |
| <b>CASH FLOWS FROM NONCAPITAL<br/>FINANCING ACTIVITIES:</b>          |                                    |                  |                    |                        |                     |
| Interfund borrowing  | -                                  | (188,218)        | -                  | -                      | (188,218)           |
| Transfers in   | 11,927                             | -                | -                  | 26,712                 | 38,639              |
| Payments made on advances from other funds                           | -                                  | -                | -                  | (70,000)               | (70,000)            |
| Net cash provided (used) by noncapital<br>financing activities       | <u>11,927</u>                      | <u>(188,218)</u> | <u>-</u>           | <u>(43,288)</u>        | <u>(219,579)</u>    |
| <b>CASH FLOWS FROM CAPITAL AND RELATED<br/>FINANCING ACTIVITIES:</b> |                                    |                  |                    |                        |                     |
| Acquisition of capital assets  | (321,416)                          | -                | -                  | (239,165)              | (560,581)           |
| Principal payments on long-term debt                                 | (510,961)                          | -                | -                  | -                      | (510,961)           |
| Interest paid  | (114,567)                          | -                | -                  | (3,619)                | (118,186)           |
| Net cash used by capital and related financing activities            | <u>(946,944)</u>                   | <u>-</u>         | <u>-</u>           | <u>(242,784)</u>       | <u>(1,189,728)</u>  |
| Net increase (decrease) in cash and cash equivalents                 | 375,158                            | -                | 574,309            | (1,644)                | 947,823             |
| Cash and cash equivalents, beginning of year                         | <u>1,133,930</u>                   | <u>-</u>         | <u>71,596</u>      | <u>90,199</u>          | <u>1,295,725</u>    |
| Cash and cash equivalents, end of year                               | <u>\$ 1,509,088</u>                | <u>\$ -</u>      | <u>\$ 645,905</u>  | <u>\$ 88,555</u>       | <u>2,243,548</u>    |
| <b>NONCASH INVESTING, CAPITAL AND<br/>FINANCING ACTIVITIES:</b>      |                                    |                  |                    |                        |                     |
| Capital assets acquired under capital leases                         | <u>\$ 1,422,000</u>                | <u>\$ -</u>      | <u>\$ -</u>        | <u>\$ -</u>            | <u>\$ 1,422,000</u> |

**CITY OF WOODLAND, CALIFORNIA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
YEAR ENDED JUNE 30, 2007**

|  | Equipment<br>Service and<br>Repair | Benefits          | Self-<br>Insurance | Information<br>Systems | Total               |
|--|------------------------------------|-------------------|--------------------|------------------------|---------------------|
| <b>RECONCILIATION OF OPERATING INCOME<br/>(LOSS) TO NET CASH PROVIDED<br/>BY OPERATING ACTIVITIES:</b> |                                    |                   |                    |                        |                     |
| Operating income (loss)  | \$ 604,041                         | \$ (94)           | \$ 567,667         | \$ 185,643             | \$ 1,357,257        |
| Adjustments to reconcile operating income (loss) to<br>net cash provided by operating activities:      |                                    |                   |                    |                        |                     |
| Depreciation   | 848,704                            | -                 | -                  | 100,740                | 949,444             |
| Changes in assets and liabilities:   |                                    |                   |                    |                        |                     |
| Accounts receivable  | 104,554                            | -                 | 49,833             | -                      | 154,387             |
| Due from other funds   | 188,218                            | -                 | -                  | -                      | 188,218             |
| Prepaid items and deposits   | (478,696)                          | 187,854           | -                  | -                      | (290,842)           |
| Accounts payable   | 36,889                             | 458               | 6,629              | (13,745)               | 30,231              |
| Deferred revenue   | -                                  | -                 | (47,685)           | -                      | (47,685)            |
| Due to other funds   | -                                  | -                 | -                  | -                      | -                   |
| Compensated absences   | 6,465                              | -                 | (2,135)            | 11,790                 | 16,120              |
| Total adjustments  | <u>706,134</u>                     | <u>188,312</u>    | <u>6,642</u>       | <u>98,785</u>          | <u>999,873</u>      |
| Net cash provided by operating activities  | <u>\$ 1,310,175</u>                | <u>\$ 188,218</u> | <u>\$ 574,309</u>  | <u>\$ 284,428</u>      | <u>\$ 2,357,130</u> |

THIS PAGE LEFT INTENTIONALLY BLANK

## 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, 2007

|   | East Main Reassessment District |                     |                       | Balance,<br>June 30, 2007 |
|---|---------------------------------|---------------------|-----------------------|---------------------------|
|   | Balance,<br>July 1, 2006        | Additions           | Deletions             |                           |
| <b>ASSETS:</b>                          |                                 |                     |                       |                           |
| Cash and investments                    | \$ 1,010,307                    | \$ 1,460,349        | \$ (1,282,962)        | \$ 1,187,694              |
| Cash and investments with fiscal agents | 889,204                         | 1,296,986           | (1,268,625)           | 917,565                   |
| Accounts receivable                     | 64,873                          | 64,713              | (64,873)              | 64,713                    |
| Total assets                            | <u>\$ 1,964,384</u>             | <u>\$ 2,822,048</u> | <u>\$ (2,616,460)</u> | <u>\$ 2,169,972</u>       |
| <b>LIABILITIES:</b>                     |                                 |                     |                       |                           |
| Due to assessment district bondholders  | <u>\$ 1,964,384</u>             | <u>\$ 2,822,048</u> | <u>\$ (2,616,460)</u> | <u>\$ 2,169,972</u>       |

|   | Beamer-Kentucky Assessment District |                   |                     | Balance,<br>June 30, 2007 |
|---|-------------------------------------|-------------------|---------------------|---------------------------|
|   | Balance,<br>July 1, 2006            | Additions         | Deletions           |                           |
| <b>ASSETS:</b>                          |                                     |                   |                     |                           |
| Cash and investments                    | \$ 95,090                           | \$ 369,791        | \$ (86,598)         | \$ 378,283                |
| Cash and investments with fiscal agents | 2,899                               | 65,226            | (68,125)            | -                         |
| Accounts receivable                     | 20,080                              | 17,844            | (20,080)            | 17,844                    |
| Total assets                            | <u>\$ 118,069</u>                   | <u>\$ 452,861</u> | <u>\$ (174,803)</u> | <u>\$ 396,127</u>         |
| <b>LIABILITIES:</b>                     |                                     |                   |                     |                           |
| Due to assessment district bondholders  | <u>\$ 118,069</u>                   | <u>\$ 452,861</u> | <u>\$ (174,803)</u> | <u>\$ 396,127</u>         |

|   | Gibson Ranch Community Facilities District |                     |                       | Balance,<br>June 30, 2007 |
|---|--|---------------------|-----------------------|---------------------------|
|   | Balance,<br>July 1, 2006                   | Additions           | Deletions             |                           |
| <b>ASSETS:</b>                          |  |                     |                       |                           |
| Cash and investments                    | \$ 1,374,687                               | \$ 1,423,392        | \$ (1,351,081)        | \$ 1,446,998              |
| Cash and investments with fiscal agents | 1,414,479                                  | 1,377,794           | (1,320,929)           | 1,471,344                 |
| Accounts receivable                     | 68,866                                     | 68,852              | (68,866)              | 68,852                    |
| Total assets                            | <u>\$ 2,858,032</u>                        | <u>\$ 2,870,038</u> | <u>\$ (2,740,876)</u> | <u>\$ 2,987,194</u>       |
| <b>LIABILITIES:</b>                     |  |                     |                       |                           |
| Due to assessment district bondholders  | <u>\$ 2,858,032</u>                        | <u>\$ 2,870,038</u> | <u>\$ (2,740,876)</u> | <u>\$ 2,987,194</u>       |

CITY OF WOODLAND, CALIFORNIA  
 AGENCY FUNDS  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 YEAR ENDED JUNE 30, 2007

|   | Spring Lake Community Facilities District |                     |                       |                           |
|---|---|---------------------|-----------------------|---------------------------|
|   | Balance,<br>July 1, 2006                  | Additions           | Deletions             | Balance,<br>June 30, 2007 |
| <b>ASSETS:</b>                          |   |                     |                       |                           |
| Cash and investments                    | \$ 1,428,433                              | \$ 2,462,950        | \$ (2,315,748)        | \$ 1,575,635              |
| Cash and investments with fiscal agents | 2,450,888                                 | 2,405,636           | (2,398,891)           | 2,457,633                 |
| Accounts receivable                     | 120,436                                   | 121,624             | (120,436)             | 121,624                   |
| Total assets                            | <u>\$ 3,999,757</u>                       | <u>\$ 4,990,210</u> | <u>\$ (4,835,075)</u> | <u>\$ 4,154,892</u>       |
| <b>LIABILITIES:</b>                     |   |                     |                       |                           |
| Deposits payable                        | <u>\$ 3,999,757</u>                       | <u>\$ 4,990,210</u> | <u>\$ (4,835,075)</u> | <u>\$ 4,154,892</u>       |

|                      | Recreation Contract      |                  |                    |                           |
|----------------------|--------------------------|------------------|--------------------|---------------------------|
|                      | Balance,<br>July 1, 2006 | Additions        | Deletions          | Balance,<br>June 30, 2007 |
| <b>ASSETS:</b>       |                          |                  |                    |                           |
| Cash and investments | \$ 21,582                | \$ 81,452        | \$ (85,595)        | \$ 17,439                 |
| Accounts receivable  | 1,930                    | 13,044           | (1,680)            | 13,294                    |
| Total assets         | <u>\$ 23,512</u>         | <u>\$ 94,496</u> | <u>\$ (87,275)</u> | <u>\$ 30,733</u>          |
| <b>LIABILITIES:</b>  |                          |                  |                    |                           |
| Accounts payable     | <u>\$ 23,512</u>         | <u>\$ 94,496</u> | <u>\$ (87,275)</u> | <u>\$ 30,733</u>          |

|   | Totals                   |                      |                        |                           |
|---|--------------------------|----------------------|------------------------|---------------------------|
|   | Balance,<br>July 1, 2006 | Additions            | Deletions              | Balance,<br>June 30, 2007 |
| <b>ASSETS:</b>                          |                          |                      |                        |                           |
| Cash and investments                    | \$ 3,930,099             | \$ 5,797,934         | \$ (5,121,984)         | \$ 4,606,049              |
| Cash and investments with fiscal agents | 4,757,470                | 5,145,642            | (5,056,570)            | 4,846,542                 |
| Accounts receivable                     | 276,185                  | 286,077              | (275,935)              | 286,327                   |
| Total assets                            | <u>\$ 8,963,754</u>      | <u>\$ 11,229,653</u> | <u>\$ (10,454,489)</u> | <u>\$ 9,738,918</u>       |
| <b>LIABILITIES:</b>                     |                          |                      |                        |                           |
| Accounts payable                        | \$ 23,512                | \$ 94,496            | \$ (87,275)            | \$ 30,733                 |
| Deposits payable                        | 3,999,757                | 4,990,210            | (4,835,075)            | 4,154,892                 |
| Due to assessment district bondholders  | 4,940,485                | 6,144,947            | (5,532,139)            | 5,553,293                 |
| Total liabilities                       | <u>\$ 8,963,754</u>      | <u>\$ 11,229,653</u> | <u>\$ (10,454,489)</u> | <u>\$ 9,738,918</u>       |

THIS PAGE LEFT INTENTIONALLY BLANK

## 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> |
|--|-------------|
| <b>Financial Trends</b><br><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>  | 117         |
| <b>Revenue Capacity</b><br><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>   | 124         |
| <b>Debt Capacity</b><br><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>   | 131         |
| <b>Demographic and Economic Information</b><br><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> | 136         |
| <b>Operating Information</b><br><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>                        | 139         |

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

CITY OF WOODLAND, CALIFORNIA  
NET ASSETS  
LAST FIVE FISCAL YEARS

|   | Fiscal Year          |                      |                      |                       |                       |
|---|----------------------|----------------------|----------------------|-----------------------|-----------------------|
|   | 2002-03              | 2003-04              | 2004-05              | 2005-06               | 2006-07               |
| 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        |
| Restricted                                      | 28,474,693           | 24,228,114           | 16,682,105           | 26,136,710            | 5,829,056             |
| Unrestricted                                    | 6,744,092            | 7,372,245            | 10,302,628           | 14,817,078            | 29,294,147            |
| 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> |
| 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        |
| Restricted                                      | -                    | -                    | 920,091              | 920,334               | -                     |
| Unrestricted                                    | 2,486,050            | 1,792,349            | 445,988              | 6,720,236             | 6,287,867             |
| 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> |
| 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        |
| Restricted                                      | 28,474,693           | 24,228,114           | 17,602,196           | 27,057,044            | 5,829,056             |
| Unrestricted                                    | 9,230,142            | 9,164,594            | 10,748,616           | 21,537,314            | 35,582,014            |
| 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> |

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

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

|  | Fiscal Year          |                      |                      |                      |                      |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
|  | 2002-03              | 2003-04              | 2004-05              | 2005-06              | 2006-07              |
| <b>Expenses</b>  |                      |                      |                      |                      |                      |
| <b>Governmental activities:</b>                        |                      |                      |                      |                      |                      |
| General government                                     | \$ 804,147           | \$ 846,549           | \$ 919,743           | \$ 1,818,344         | \$ 1,742,568         |
| Finance  | 880,704              | 459,971              | 329,476              | 1,248,282            | 1,174,837            |
| Community Development                                  | 2,698,530            | 3,552,412            | 3,809,587            | 3,030,976            | 4,430,029            |
| Parks, recreation and community services               | 3,697,090            | 3,554,470            | 3,877,823            | 4,193,574            | 5,438,284            |
| Police   | 10,025,791           | 10,270,280           | 10,660,799           | 12,676,703           | 13,959,212           |
| Fire   | 5,024,823            | 4,998,293            | 6,301,829            | 7,478,351            | 7,487,566            |
| Library  | 1,414,866            | 1,468,196            | 1,361,020            | 1,554,755            | 1,534,716            |
| Public Works   | 4,300,993            | 4,915,892            | 7,934,290            | 6,306,374            | 12,205,024           |
| Interest on long-term liabilities                      | 2,370,129            | 1,648,293            | 1,756,743            | 3,473,820            | 3,236,740            |
| <b>Total governmental activities expenses</b>          | <b>\$ 31,217,073</b> | <b>\$ 31,714,356</b> | <b>\$ 36,951,310</b> | <b>\$ 41,781,179</b> | <b>\$ 51,208,976</b> |
| <b>Business-type activities:</b>                       |                      |                      |                      |                      |                      |
| Water Utility  | \$ 3,479,614         | \$ 3,320,033         | \$ 3,050,253         | \$ 3,506,928         | \$ 4,600,289         |
| Sewer  | 4,925,883            | 4,151,316            | 4,366,121            | 5,062,366            | 6,353,032            |
| Storm Drain  | 920,303              | 617,485              | 799,882              | 939,832              | 1,282,399            |
| Wastewater Pretreatment                                | 285,794              | 327,334              | 289,252              | 270,541              | 303,517              |
| Parking  | 254,144              | 287,074              | 317,473              | 302,740              | -                    |
| Recycling  | 193,109              | 200,845              | 271,214              | 247,245              | 268,208              |
| Fire Training Center                                   | 35,364               | 69,306               | 311,730              | 384,161              | 300,979              |
| Cemetery   | 305,594              | 301,495              | 331,637              | 377,086              | 312,253              |
| Dubach Park  | -                    | -                    | 227,281              | 182,113              | 185,328              |
| Construction and Demolition                            | -                    | -                    | -                    | -                    | 54,267               |
| <b>Total business-type activities expenses</b>         | <b>10,399,805</b>    | <b>9,274,888</b>     | <b>9,964,843</b>     | <b>11,273,012</b>    | <b>13,660,272</b>    |
| <b>Total primary government expenses</b>               | <b>\$ 41,616,878</b> | <b>\$ 40,989,244</b> | <b>\$ 46,916,153</b> | <b>\$ 53,054,191</b> | <b>\$ 64,869,248</b> |
| <b>Program Revenues</b>                                |                      |                      |                      |                      |                      |
| <b>Governmental activities:</b>                        |                      |                      |                      |                      |                      |
| <b>Charges for Services:</b>                           |                      |                      |                      |                      |                      |
| General Government                                     | \$ 61,593            | \$ 58,251            | \$ 1,474,342         | \$ 1,969,990         | \$ 1,493,164         |
| Finance  | 201,774              | 5,293                | 10,854               | 585,890              | 351,557              |
| Community Development                                  | 1,927,047            | 1,473,717            | 2,141,304            | 3,179,126            | 1,893,850            |
| Parks, recreation and community services               | 379,080              | 944,727              | 652,359              | 8,510,365            | 4,983,490            |
| Police   | 629,922              | 504,030              | 713,486              | 1,503,740            | 1,304,712            |
| Fire   | 114,295              | 366,602              | 309,899              | 1,794,430            | 1,283,470            |
| Library  | 31,305               | 46,945               | 19,179               | 222,629              | 231,962              |
| Public Works   | 1,528,669            | 13,065,145           | 4,767,255            | 12,932,147           | 15,490,978           |
| Operating Grants and Contributions                     | 4,245,419            | 4,035,639            | 4,004,712            | 4,877,553            | 11,266,695           |
| Capital Grants and Contributions                       | 7,871,072            | 7,130,560            | 115,481              | 8,096,047            | 1,507,966            |
| <b>Total governmental activities program revenues</b>  | <b>\$ 16,990,176</b> | <b>\$ 27,630,909</b> | <b>\$ 14,208,871</b> | <b>\$ 43,671,917</b> | <b>\$ 39,807,844</b> |
| <b>Business-type activities:</b>                       |                      |                      |                      |                      |                      |
| <b>Charges for services:</b>                           |                      |                      |                      |                      |                      |
| Water  | \$ 3,554,666         | \$ 4,148,888         | \$ 4,364,072         | \$ 4,759,033         | \$ 5,589,013         |
| Sewer  | 4,408,855            | 5,119,334            | 5,520,842            | 6,589,670            | 7,832,929            |
| Storm Drain  | 172,800              | 174,219              | 176,943              | 318,737              | 179,500              |
| Wastewater Pretreatment                                | 353,157              | 379,679              | 394,310              | 388,346              | 392,034              |
| Parking  | 213,742              | 367,151              | 294,903              | 254,052              | -                    |
| Recycling  | 227,844              | 227,035              | 223,355              | 220,117              | 284,654              |
| Fire Training  | 72,432               | 66,343               | 294,013              | 387,025              | 372,233              |
| Cemetery   | 105,952              | 99,776               | 128,634              | 141,317              | 109,530              |
| Dubach Park  | -                    | -                    | 69,452               | 39,117               | 52,638               |
| Construction & Demolition                              | -                    | -                    | -                    | -                    | 76,250               |
| Youth Program  | -                    | -                    | -                    | -                    | 1,130                |
| Operating Grants and Contributions                     | 32,051               | 184,234              | 191,873              | 14,354               | 74,846               |
| Capital Grants and Contributions                       | -                    | 178,217              | -                    | -                    | -                    |
| <b>Total business-type activities program revenues</b> | <b>9,141,499</b>     | <b>10,944,876</b>    | <b>11,658,397</b>    | <b>13,111,768</b>    | <b>14,964,757</b>    |
| <b>Total primary government program revenues</b>       | <b>\$ 26,131,675</b> | <b>\$ 38,575,785</b> | <b>\$ 25,867,268</b> | <b>\$ 56,783,685</b> | <b>\$ 54,772,601</b> |

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

| (continued)                                    | Fiscal Year         |                      |                     |                      |                      |
|--|---------------------|----------------------|---------------------|----------------------|----------------------|
|  | 2002-03             | 2003-04              | 2004-05             | 2005-06              | 2006-07              |
| Net (expense)/revenue                          |                     |                      |                     |                      |                      |
| Governmental activities                        | \$ (14,179,081)     | \$ (4,077,346)       | \$ (22,742,438)     | \$ 1,890,738         | \$ (11,401,132)      |
| Business-type activities                       | (1,306,122)         | 1,663,887            | 1,693,554           | 1,838,816            | 1,304,485            |
| 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>  |
| 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        |
| Utility users tax (Measure H)                  | 3,529,072           | 3,737,578            | 4,162,525           | 4,262,703            | 2,828,924            |
| Other taxes                                    | 1,120,950           | 1,338,368            | 1,428,605           | 1,161,070            | 1,384,275            |
| Franchise fees                                 | 930,797             | 1,416,716            | 1,332,035           | 1,334,394            | 1,407,480            |
| Sales taxes                                    | 7,577,040           | 7,738,037            | 6,821,372           | 9,363,938            | 9,526,016            |
| 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            |
| Investment earnings                            | 484,019             | 407,370              | 785,219             | 1,780,863            | 1,597,591            |
| Gain from disposal of capital assets           | 166,760             | -                    | -                   | -                    | -                    |
| Miscellaneous                                  | 379,942             | 501,154              | 1,634,124           | 2,324,140            | 398,561              |
| Transfers                                      | (7,531,590)         | (181,000)            | (566,221)           | 304,438              | 2,286,855            |
| 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>    |
| Business-type activities:                      |                     |                      |                     |                      |                      |
| Investment earnings                            | 325,355             | 128,487              | 197,476             | 675,964              | 644,286              |
| Miscellaneous                                  | 53,981              | 138,003              | -                   | -                    | -                    |
| Transfers                                      | 7,531,590           | 181,000              | 566,221             | (304,438)            | (2,286,855)          |
| 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>   |
| 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>    |
| Change in net assets                           |                     |                      |                     |                      |                      |
| Governmental activities                        | \$ 2,118,378        | \$ 20,822,129        | \$ 6,885,917        | \$ 36,033,872        | \$ 23,210,421        |
| Business-type activities                       | 6,604,804           | 2,111,377            | 2,457,251           | 2,210,342            | (338,084)            |
| 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> |

(concluded)

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

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

|                                      | Fiscal Year          |                      |                      |                      |                      |
|--------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|                                      | 2002-03              | 2003-04              | 2004-05              | 2005-06              | 2006-07              |
| General Fund                         |                      |                      |                      |                      |                      |
| Reserved                             | \$ 319,302           | \$ 322,339           | \$ 546,620           | \$ 560,434           | \$ 688,203           |
| Unreserved                           | 2,574,929            | 3,551,472            | 4,276,718            | 5,711,433            | 6,487,552            |
| 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>  |
| All Other Governmental Funds         |                      |                      |                      |                      |                      |
| Reserved                             | \$ 7,953,823         | \$ 2,036,224         | \$ 14,700,024        | \$ 17,870,938        | \$ 21,923,165        |
| Unreserved, undesignated reported in |                      |                      |                      |                      |                      |
| Special revenue funds                | 2,017,211            | 3,108,660            | 2,077,758            | 3,459,176            | 1,632,068            |
| Capital projects fund                | 17,498,721           | 17,598,760           | 27,425,648           | 20,749,887           | (1,676,489)          |
| 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> |

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 FIVE FISCAL YEARS

|  | Fiscal Year       |                   |                   |                   |                   |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
|  | 2002-03           | 2003-04           | 2004-05           | 2005-06           | 2006-07           |
| Revenues                                 |                   |                   |                   |                   |                   |
| Taxes                                    | \$ 19,029,636     | \$ 20,700,343     | \$ 22,846,924     | \$ 25,325,017     | \$ 25,120,517     |
| Contribution from property owners        | -                 | 4,669,080         | 26,954,441        | -                 | -                 |
| Fines and penalties                      | 511,906           | 359,630           | 602,630           | 362,997           | 754,274           |
| Intergovernmental                        | 9,996,232         | 7,768,056         | 8,851,802         | 10,592,937        | 11,307,096        |
| Charges for services                     | 712,914           | 546,908           | 5,600,175         | 6,862,114         | 6,992,872         |
| Licenses, fees, and permits              | 2,393,155         | 3,016,263         | 7,756,794         | 26,542,591        | 24,136,416        |
| Investment earnings                      | 501,445           | 435,690           | 771,186           | 2,162,707         | 1,597,591         |
| 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         |
| Total revenues                           | <u>42,422,433</u> | <u>54,354,863</u> | <u>74,827,467</u> | <u>73,370,476</u> | <u>70,947,557</u> |
| Expenditures                             |                   |                   |                   |                   |                   |
| General government                       | 1,536,443         | 1,510,764         | 1,550,077         | 1,703,603         | 1,777,932         |
| Finance                                  | 1,219,519         | 934,871           | 1,182,689         | 1,455,400         | 1,378,111         |
| Community development                    | 2,884,956         | 2,467,624         | 6,118,975         | 3,836,385         | 5,241,028         |
| Parks, recreation and community services | 4,150,568         | 5,271,014         | 4,120,841         | 4,689,856         | 5,761,699         |
| Police                                   | 9,939,251         | 10,061,455        | 11,904,073        | 13,154,202        | 14,545,362        |
| Fire                                     | 5,230,687         | 5,713,030         | 6,616,713         | 8,059,303         | 8,131,827         |
| Library                                  | 1,405,864         | 1,383,889         | 1,353,616         | 1,642,125         | 1,726,632         |
| Public works                             | 21,516,993        | 26,763,664        | 35,391,914        | 55,347,083        | 47,405,561        |
| Total expenditures                       | <u>47,884,281</u> | <u>54,106,311</u> | <u>68,238,898</u> | <u>89,887,957</u> | <u>85,968,152</u> |

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

| (continued)   | Fiscal Year          |                       |                      |                     |                        |
|---|----------------------|-----------------------|----------------------|---------------------|------------------------|
|   | 2002-03              | 2003-04               | 2004-05              | 2005-06             | 2006-07                |
| Debt service:   |                      |                       |                      |                     |                        |
| Principal   | 1,200,677            | 3,206,992             | 3,523,352            | 10,784,363          | 8,340,472              |
| Interest and fiscal charges                                   | 1,764,221            | 1,575,091             | 1,689,995            | 2,307,672           | 3,064,393              |
| 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>      |
| Excess of revenues<br>over (under)<br>expenditures            | (8,426,746)          | (4,533,531)           | 1,375,222            | (29,609,516)        | (26,425,460)           |
| Other financing sources (uses)                                |                      |                       |                      |                     |                        |
| Proceeds sale of capital assets                               | 166,760              | -                     | -                    | -                   | -                      |
| Proceeds from long-term loans                                 | -                    | 1,000,000             | 2,281,897            | 1,097,858           | -                      |
| Bond issuance   | 33,215,000           | -                     | -                    | 27,600,021          | -                      |
| Transfers in  | 33,691,881           | 11,083,700            | 19,525,085           | 42,319,297          | 11,037,210             |
| Transfers out   | (39,906,068)         | (11,296,700)          | (20,097,149)         | (42,082,560)        | (10,686,869)           |
| Contribution from developer advances                          | -                    | -                     | 20,763,581           | -                   | 6,777,750              |
| Total other financing<br>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>       |
| Net change in<br>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> |
| Debt service as a<br>percentage of noncapital<br>expenditures | 6%                   | 8%                    | 7%                   | 13%                 | 20%                    |

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

| Fiscal<br>Year      | Property     | Sales<br>Taxes | Utility<br>Use Taxes | Motor<br>Vehicle<br>In-Lieu<br>Fees | Real<br>Property<br>Transfer<br>Tax | Occupancy<br>Tax | Other<br>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    |
| Change<br>2002-2007 | 74%          | 39%            | -100%                | 49%                                 | 109%                                | 29%              | -17%           | 40%           |

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

| Fiscal<br>Year | Real Property<br>Assessed/Market<br>Value | Business Property<br>Assessed/Market<br>Value | Total<br>Assessed/Market<br>Value | Percentage of<br>Increase in<br>Market Value | Total Direct<br>Tax Rate |
|----------------|---|---|-----------------------------------|--|--------------------------|
| 1997-98        | \$ 1,820,089,816                          | \$ 256,899,433                                | \$ 2,076,989,249                  | 5.5%   | 0%                       |
| 1998-99        | 1,944,888,415                             | 271,797,111                                   | 2,216,685,526                     | 6.7%   | 0%                       |
| 1999-00        | 2,036,020,154                             | 290,102,329                                   | 2,326,122,483                     | 4.9%   | 0%                       |
| 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        | 4,435,826,485                             | 231,464,657                                   | 4,667,291,142                     | 23.0%  | 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)

| Fiscal<br>Year | Overlapping Rates      |                           |                    |                               |  | Total   |
|----------------|------------------------|---------------------------|--------------------|-------------------------------|--|---------|
|                | City<br>Direct<br>Rate | Basic County<br>Wide Levy | School<br>District | Flood Control<br>Debt Service |  |         |
| 1997-98        | - %                    | 1.00 %                    | - %                | 0.023 %                       |  | 1.023 % |
| 1998-99        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 1999-00        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2000-01        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2001-02        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2002-03        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2003-04        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2004-05        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2005-06        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |
| 2006-07        | - %                    | 1.00 %                    | - %                | - %                           |  | 1.000 % |

## NOTES:

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

## SOURCE:

Yolo County's Assessor's Office

**CITY OF WOODLAND, CALIFORNIA  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND TEN YEARS AGO**

| Taxpayer                      | FY 2006-07             |      |   | FY 1996-97             |      |   |
|-------------------------------|------------------------|------|---|------------------------|------|---|
|                               | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total City Taxable Assessed Value |
| Walgreen Company              | \$ 118,536,436         | 1    | 23.75%  | \$ 56,738,181          | 1    | 20.26%  |
| Dayton Hundson Corporation    | 98,345,764             | 2    | 19.70%  | 38,200,370             | 3    | 13.64%  |
| Pacific Coast Producers       | 57,985,240             | 3    | 11.62%  | -                      |      | 0.00%   |
| Centex Homes                  | 43,204,084             | 4    | 8.66%   | -                      |      | 0.00%   |
| Reynen & Bardis               | 37,710,928             | 5    | 7.55%   | -                      |      | 0.00%   |
| Industrial Woodlands Owner    | 33,791,235             | 6    | 6.77%   | -                      |      | 0.00%   |
| County Fair Mall              | 29,936,131             | 7    | 6.00%   | 37,546,797             | 4    | 13.41%  |
| Payless Drug Stores Northwest | 28,893,982             | 8    | 5.79%   | 32,344,416             | 5    | 11.55%  |
| Autumn Run Investors          | 25,503,224             | 9    | 5.11%   | 10,564,661             | 10   | 3.77%   |
| TRT-DCT Hanson Way LP         | 25,246,592             | 10   | 5.05%   | -                      |      | 0.00%   |
| Woodland Biomass              | -                      |      | 0.00%   | 53,370,976             | 2    | 19.06%  |
| 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        | -                      |      |   | 12,097,999             | 8    | 4.32%   |
| PacificGulf Property          | -                      |      |   | 11,685,000             | 9    | 4.16%   |
| <b>Total</b>                  | <b>\$ 499,153,616</b>  |      | <b>100.00%</b>                                  | <b>\$ 280,078,990</b>  |      | <b>100.00%</b>                                  |

SOURCE: Yolo County Assessor's Secured Roll

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

| Fiscal<br>Year | Taxes Levied<br>for the<br>Fiscal Year | Collected within the<br>Fiscal Year of the Levy |                       | Collections<br>in Subsequent<br>Years | Total Collections to Date |                       |
|----------------|--|---|-----------------------|---------------------------------------|---------------------------|-----------------------|
|                |  | Amount  | Percentage<br>of Levy |                                       | Amount                    | Percentage<br>of Levy |
| 1997-98        | \$ 4,938,051                           | \$ 4,938,051                                    | 100%                  | \$ -                                  | \$ 4,938,051              | 100%                  |
| 1998-99        | 5,100,405                              | 5,100,405                                       | 100%                  | -                                     | 5,100,405                 | 100%                  |
| 1999-00        | 5,661,858                              | 5,661,868                                       | 100%                  | -                                     | 5,661,868                 | 100%                  |
| 2000-01        | 6,110,072                              | 6,110,072                                       | 100%                  | -                                     | 6,110,072                 | 100%                  |
| 2001-02        | 6,381,498                              | 6,381,498                                       | 100%                  | -                                     | 6,381,498                 | 100%                  |
| 2002-03        | 6,698,166                              | 6,698,166                                       | 100%                  | -                                     | 6,698,166                 | 100%                  |
| 2003-04        | 7,670,401                              | 7,670,401                                       | 100%                  | -                                     | 7,670,401                 | 100%                  |
| 2004-05        | 8,184,837                              | 8,184,837                                       | 100%                  | -                                     | 8,184,837                 | 100%                  |
| 2005-06        | 9,629,638                              | 9,629,638                                       | 100%                  | -                                     | 9,629,638                 | 100%                  |
| 2006-07        | 11,074,128                             | 11,074,128                                      | 100%                  | -                                     | 11,074,128                | 100%                  |

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 SIX FISCAL YEARS**

|                            | Fiscal Year         |                     |                     |                     |             |             |
|----------------------------|---------------------|---------------------|---------------------|---------------------|-------------|-------------|
|                            | 2001-02             | 2002-03             | 2003-04             | 2004-05             | 2005-06     | 2006-07     |
| Retail stores              | \$ 468,596          | \$ 513,656          | \$ 552,233          | \$ 585,904          | \$ -        | \$ -        |
| All other outlets          | 613,467             | 667,962             | 771,300             | 813,262             | -           | -           |
| <b>Total</b>               | <b>\$ 1,082,063</b> | <b>\$ 1,181,618</b> | <b>\$ 1,323,533</b> | <b>\$ 1,399,166</b> | <b>\$ -</b> | <b>\$ -</b> |
| City direct sales tax rate | 0.05%               | 0.05%               | 0.05%               | 0.05%               |             |             |

NOTES: (1) Taxable Sales data for fiscal year 2006 and 2007 is not yet available.

SOURCE: California State Board of Equalization

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

| <u>Fiscal<br/>Year</u> | <u>City<br/>Direct<br/>Rate</u> | <u>Overlapping Rate<br/><br/>Yolo<br/>County</u> |
|------------------------|---------------------------------|--|
| 1997-98                | -                               | 1.00%  |
| 1998-99                | -                               | 1.00%  |
| 1999-00                | -                               | 1.00%  |
| 2000-01                | 0.05%                           | 1.05%  |
| 2001-02                | 0.05%                           | 1.05%  |
| 2002-03                | 0.05%                           | 1.05%  |
| 2003-04                | 0.05%                           | 1.05%  |
| 2004-05                | 0.05%                           | 1.05%  |
| 2005-06                | 0.05%                           | 1.05%  |
| 2006-07                | 0.05%                           | 1.05%  |

## NOTES:

- (1) The City of Woodland tax rate was approved by Woodland citizens in 2006 and went into effect on October 1, 2006. The tax funds critical public improvements in City infrastructure, as well as construction of certain capital projects.
- (2) Any increases to the City direct tax rate must be approved by a majority vote of the citizens of Woodland.

## SOURCE:

California State Board of Equalization

**CITY OF WOODLAND, CALIFORNIA  
SALES TAX REVENUE PAYERS BY INDUSTRY  
CURRENT YEAR AND TEN YEARS AGO**

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

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 SIX FISCAL YEARS

| 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 |
| 2001-02     | \$ -                        | \$ 2,305,000         | \$ 1,085,000                  | \$ 2,201,763  | \$ -                     | \$ 1,610,045              | \$ -                        | \$ 12,352,334                 | \$ 19,554,142            | 0.03 %                        | \$ 388.21  |
| 2002-03     | 32,405,000                  | 2,260,000            | 835,000                       | 2,069,922     | -                        | 1,480,907                 | -                           | 5,777,250                     | 44,828,079               | 0.06                          | 878.93     |
| 2003-04     | 29,590,000                  | 2,215,000            | 570,000                       | 2,796,811     | 4,391,065                | 1,496,868                 | -                           | 5,293,668                     | 46,353,412               | 0.06                          | 882.60     |
| 2004-05     | 26,530,000                  | 2,165,000            | 290,000                       | 5,041,785     | 52,042,657               | 2,274,113                 | -                           | 4,770,085                     | 93,113,640               | 0.12                          | 1,744.29   |
| 2005-06     | 51,217,780                  | 2,115,000            | -                             | 6,102,092     | 45,016,350               | 1,957,370                 | 10,087,220                  | 4,216,501                     | 120,712,313              | 0.15                          | 2,278.79   |
| 2006-07     | 49,842,780                  | 2,060,000            | -                             | 5,723,798     | 45,338,422               | 2,868,409                 | 10,087,220                  | 3,622,917                     | 119,543,546              | 0.15                          | 2,211.31   |

NOTES: (1) Details regarding the City's outstanding debt can be found in Note 9 in the notes to the financial statements.  
(2) Refer to Table 18 for personal income and population data.

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

| Fiscal<br>Year | General<br>Bonded<br>Debt | Percentage of<br>Actual Taxable<br>Value of<br>Property | Per<br>Capita |
|----------------|---------------------------|---|---------------|
| 1997-98        | \$ 5,421,897              | 0.26%   | \$ 122        |
| 1998-99        | 4,984,179                 | 0.22%   | 109           |
| 1999-00        | 4,621,529                 | 0.20%   | 100           |
| 2000-01        | 4,731,635                 | 0.19%   | 94            |
| 2001-02        | 5,304,480                 | 0.20%   | 105           |
| 2002-03        | 39,050,829                | 1.37%   | 766           |
| 2003-04        | 36,668,679                | 1.20%   | 698           |
| 2004-05        | 36,300,898                | 1.09%   | 680           |
| 2005-06        | 61,392,242                | 1.62%   | 1,159         |
| 2006-07        | 60,494,987                | 1.30%   | 1,119         |

- 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, 2007**

| <u>Governmental Unit</u>          | <u>Debt<br/>Outstanding</u> | <u>Estimated<br/>Percentage<br/>Applicable <sup>a</sup></u> | <u>Estimated<br/>Share of<br/>Direct and<br/>Overlapping<br/>Debt</u> | <u>2006-07<br/>Assessed<br/>Valuation</u> | <u>Ratio to<br/>Assessed<br/>Valuation</u> |
|-----------------------------------|-----------------------------|---|---|---|--|
| Debt repaid with property taxes   |                             |   |   |   |  |
| City of Woodland                  | \$ -                        | 100.00%   | \$ -  | \$4,667,291,142                           | 0.000%                                     |
| Other debt                        |                             |   | <u>-</u>  |   |  |
| Subtotal, overlapping debt        |                             |   | -   |   |  |
| City direct debt                  |                             |   | <u>-</u>  |   |  |
| Total direct and overlapping debt |                             |   | <u><u>\$ -</u></u>  |   |  |

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

Legal Debt Margin Calculation for Fiscal Year 2006-2007

|                                      |                       |
|--------------------------------------|-----------------------|
| Assessed value                       | \$ 4,667,291,142      |
| Debt limit (3.75% of assessed value) | 175,023,418           |
| Debt applicable to limit             | -                     |
| Legal debt margin                    | <u>\$ 175,023,418</u> |

|   | Fiscal Year           |                       |                       |                       |                       |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|   | 2002-03               | 2003-04               | 2004-05               | 2005-06               | 2006-07               |
| Debt Limit  | \$ 114,813,186        | \$ 124,766,187        | \$ 141,445,268        | \$ 142,292,662        | 175,023,418           |
| Total net debt applicable to limit                                      | 835,000               | 570,000               | 290,000               | -                     | -                     |
| Assets in debt service fund<br>available for payment                    | 257,499               | 256,178               | 258,194               | -                     | -                     |
| Legal debt margin   | <u>\$ 114,235,685</u> | <u>\$ 124,452,365</u> | <u>\$ 141,413,462</u> | <u>\$ 142,292,662</u> | <u>\$ 175,023,418</u> |
| Total net debt applicable to the limit<br>as a percentage of debt limit | 0.73%                 | 0.46%                 | 0.21%                 | 0%                    | 0%                    |

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

SOURCE: Yolo County Assessor's Office.

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

| Fiscal<br>Year | Wastewater Revenue Bonds* |                                |                             |              |            |                          |                          |
|----------------|---------------------------|--------------------------------|-----------------------------|--------------|------------|--------------------------|--------------------------|
|                | Gross<br>Revenue          | Less:<br>Operating<br>Expenses | Net<br>Available<br>Revenue | Debt Service |            | Coverage Ratios          |                          |
|                |                           |                                |                             | Principal    | Interest   | Including<br>Demand Fees | Excluding<br>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%                 |

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

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

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

| Fiscal<br>Year | Population | Personal<br>Income | Per<br>Capita<br>Personal<br>Income | Unemployment<br>Rate |
|----------------|------------|--------------------|-------------------------------------|----------------------|
| 1997-98        | 44,450     | \$ 609,987,350     | \$ 13,723                           | 4.6%                 |
| 1998-99        | 45,600     | 614,414,400        | 13,474                              | 4.4%                 |
| 1999-00        | 46,300     | 658,524,900        | 14,223                              | 3.9%                 |
| 2000-01        | 50,600     | 705,870,000        | 13,950                              | 4.8%                 |
| 2001-02        | 50,370     | 712,080,690        | 14,137                              | 4.5%                 |
| 2002-03        | 51,003     | 741,430,611        | 14,537                              | 5.6%                 |
| 2003-04        | 52,519     | 777,333,719        | 14,801                              | 5.8%                 |
| 2004-05        | 53,382     | 800,463,090        | 14,995                              | 5.4%                 |
| 2005-06        | 52,972     | 792,302,204        | 14,957                              | 4.8%                 |
| 2006-07        | 54,060     | 810,737,820        | 14,997                              | 4.7%                 |

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

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

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

| Employer                      | 2007         |      |   | 2001         |      |   |
|-------------------------------|--------------|------|---|--------------|------|---|
|                               | Employees    | Rank | Percentage<br>of Total City<br>Employment | Employees    | Rank | Percentage<br>of Total City<br>Employment |
| Target Distribution Center    | 800          | 1    | 15.79%                                    |              |      |   |
| Walgreen Co., Distribution    | 659          | 2    | 13.01%                                    |              |      |   |
| Woodland Memorial Hospital    | 480          | 3    | 9.48%                                     |              |      |   |
| Woodland Clinic Medical       | 450          | 4    | 8.88%                                     |              |      |   |
| Silvercrest/Western Homes     | 303          | 5    | 5.98%                                     |              |      |   |
| Pacific Coast Producers       | 300          | 6    | 5.92%                                     |              |      |   |
| Fleetwood Homes of California | 255          | 7    | 5.03%                                     |              |      |   |
| Baker & Taylor Marketing Svcs | 250          | 8    | 4.94%                                     |              |      |   |
| Truck Accessories Group Inc.  | 180          | 9    | 3.55%                                     |              |      |   |
| Butterfield Electric Inc.     | 176          | 10   | 3.47%                                     |              |      |   |
| Skyline Homes                 | 165          | 11   | 3.26%                                     |              |      |   |
| Sherwin-Williams Co.          |              |      |   | 121          | 1    | 2.68%                                     |
| Sizzler                       |              |      |   | 103          | 2    | 2.28%                                     |
| Western Power Products Inc.   |              |      |   | 92           | 3    | 2.03%                                     |
| Valley Truck & Tractor        |              |      |   | 85           | 4    | 1.88%                                     |
| Baby Nutritional Care         |              |      |   | 80           | 5    | 1.77%                                     |
| Robert's Arco Main            |              |      |   | 73           | 6    | 1.61%                                     |
| Cache Creek Foods, LLC        |              |      |   | 64           | 7    | 1.42%                                     |
| Mac Go, Inc.                  |              |      |   | 55           | 8    | 1.22%                                     |
| Rafael's Family Restaurant    |              |      |   | 48           | 9    | 1.06%                                     |
| Total Top 20 Employers        | <u>5,065</u> |      | <u>79.31%</u>                             | <u>4,522</u> |      | <u>15.95%</u>                             |

Source: City Community Development Division.

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

| Function/Program                 | Full-time-Equivalent Employees as of June 30 |            |            |            |            |
|----------------------------------|--|------------|------------|------------|------------|
|                                  | 2003   | 2004       | 2005       | 2006       | 2007       |
| <b>Governmental Activities:</b>  |  |            |            |            |            |
| General government               | 40   | 40         | 42         | 40         | 39         |
| Public safety                    |  |            |            |            |            |
| Police                           | 88   | 91         | 95         | 94         | 97         |
| Fire                             | 45   | 48         | 58         | 62         | 62         |
| Public works                     | 71   | 76         | 89         | 89         | 91         |
| Recreation and parks             | 38   | 37         | 38         | 39         | 42         |
| Community development            | 16   | 19         | 19         | 21         | 28         |
| <b>Business-type activities:</b> |  |            |            |            |            |
| Water utility                    | 2  | 2          | 2          | 2          | 2          |
| Wastewater utility               | 7  | 7          | 7          | 7          | 7          |
| Parking                          | 1  | 1          | 1          | 1          | 1          |
| Storm water                      | 5  | 6          | 6          | 8          | 8          |
| <b>Total</b>                     | <b>313</b>                                   | <b>327</b> | <b>357</b> | <b>363</b> | <b>377</b> |

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

SOURCE: Various City departments.

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

| Function/Program                                     | Fiscal Year |          |          |          |          |
|--|-------------|----------|----------|----------|----------|
|  | 2002-03     | 2003-04  | 2004-05  | 2005-06  | 2006-07  |
| <b>Governmental Activities:</b>                      |             |          |          |          |          |
| General government                                   |             |          |          |          |          |
| Building permits issued                              | 1,961       | 1,998    | 1,996    | 2,151    | 1,922    |
| Building inspections conducted                       | 6,958       | 8,183    | 9,621    | 12,483   | 12,876   |
| Public safety  |             |          |          |          |          |
| Police   |             |          |          |          |          |
| Physical arrests                                     | 2,656       | 2,372    | 3,255    | 3,177    | 3,429    |
| Traffic violations                                   | 2,124       | 3,665    | 5,942    | 5,754    | 5,977    |
| Fire   |             |          |          |          |          |
| Emergency responses                                  | 4,104       | 4,160    | 4,072    | 4,171    | 4,285    |
| Fires extinguished                                   | 266         | 292      | 262      | 260      | 293      |
| Inspections  | 2,464       | 2,398    | 2,986    | 2,157    | 2,748    |
| Public works   |             |          |          |          |          |
| Street resurfacing (miles)                           | 9.8         | 11.4     | 13.4     | 13.7     | 12.53    |
| Potholes repaired                                    | 922         | 981      | 963      | 984      | 4,049    |
| Recreation and parks                                 |             |          |          |          |          |
| Athletic field permits issued                        | 69          | 73       | 84       | 96       | 106      |
| Community center admissions                          | -           | -        | -        | -        | -        |
| Senior center participants                           | 71,490      | 72,919   | 74,377   | 75,864   | 76,774   |
| <b>Business-type Activities:</b>                     |             |          |          |          |          |
| Water utility  |             |          |          |          |          |
| Number of customers                                  | 13,069      | 13,069   | 13,689   | 13,689   | 13,986   |
| New connections                                      | 250         | -        | 620      | -        | -        |
| Water main breaks                                    | 44          | 32       | 30       | 33       | 30       |
| Average daily consumption<br>(per consumer)          | 306         | 306      | 306      | 305      | 250      |
| Wastewater utility                                   |             |          |          |          |          |
| Average daily sewage treatment<br>(per consumer/ton) | 0.17%       | 0.25%    | 0.26%    | 0.28%    | 0.27%    |
| Parking  |             |          |          |          |          |
| Number of lots                                       | 14          | 15       | 16       | 17       | 17       |
| Average annual maintenance                           | \$13,486    | \$16,545 | \$15,830 | \$22,962 | \$23,243 |
| Storm water  |             |          |          |          |          |
| Storm sewer miles                                    | 88          | 88       | 90       | 97       | 110      |
| Average Daily Flows (mgd)                            | 6.6         | 6.6      | 6.77     | 6.6      | 6.3      |

SOURCE: Various City departments

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

| Function/Program                       | Fiscal Year   |               |               |               |               |
|--|---------------|---------------|---------------|---------------|---------------|
|  | 2002-03       | 2003-04       | 2004-05       | 2005-06       | 2006-07       |
| <b>Governmental Activities:</b>        |               |               |               |               |               |
| General government                     |               |               |               |               |               |
| Public safety                          |               |               |               |               |               |
| Police                                 |               |               |               |               |               |
| Stations                               | 1             | 1             | 1             | 1             | 1             |
| Vehicular patrol units                 | -             | -             | 20            | 20            | 23            |
| Fire                                   |               |               |               |               |               |
| Stations                               | 3             | 3             | 3             | 3             | 3             |
| Public works                           |               |               |               |               |               |
| Streets (miles)                        | 167           | 167           | 167           | 183.6         | 198.0         |
| Streetlights                           | 2,755         | 2,755         | 2,855         | 3,800         | 3,299         |
| Traffic signals                        | 55            | 55            | 55            | 57            | 59            |
| Recreation and parks                   |               |               |               |               |               |
| Parks - Number of developed acres      | 176.99        | 176.99        | 176.99        | 178.19        | 179.60        |
| Number of parks                        | 29            | 29            | 29            | 29            | 29            |
| Number of swimming facilities          | 2             | 2             | 2             | 2             | 2             |
| Number of community recreation centers | -             | -             | -             | -             | 1             |
| Number of senior centers               | 1             | 1             | 1             | 1             | 1             |
| Number of bike lanes                   | 60            | 60            | 60            | 60            | 62            |
| <b>Business-type Activities:</b>       |               |               |               |               |               |
| Water utility                          |               |               |               |               |               |
| Number of water connections            | 13,069        | 13,069        | 13,689        | 13,689        | 13,986        |
| Billions of gallons sold               | 5,183,290,853 | 5,336,239,594 | 4,976,962,505 | 5,118,798,895 | 5,119,152,092 |
| Wastewater utility                     |               |               |               |               |               |
| Number of sewer connections            | 13,069        | 13,069        | 13,689        | 13,689        | 13,986        |
| Plant treatment capacity (MGD)         | 7.8           | 7.8           | 7.8           | 7.8           | 7.8           |
| Plant flow capacity (annual avg)       | 6.7           | 6.8           | 6.7           | 6.7           | 6.7           |
| Parking                                |               |               |               |               |               |
| Number of lots                         | 14            | 15            | 16            | 17            | 17            |
| Municipal transit                      |               |               |               |               |               |
| Revenue service miles                  | N/A           | N/A           | N/A           | N/A           | N/A           |
| Storm Water                            |               |               |               |               |               |
| Miles                                  | 88            | 88            | 90            | 97            | 110           |

NOTES: N/A = Not available

SOURCE: Various City departments.

THIS PAGE LEFT INTENTIONALLY BLANK