## CITY OF LIVE OAK, STATE OF CALIFORNIA COMPREHENSIVE ANNUAL FINANCIAL REPORT

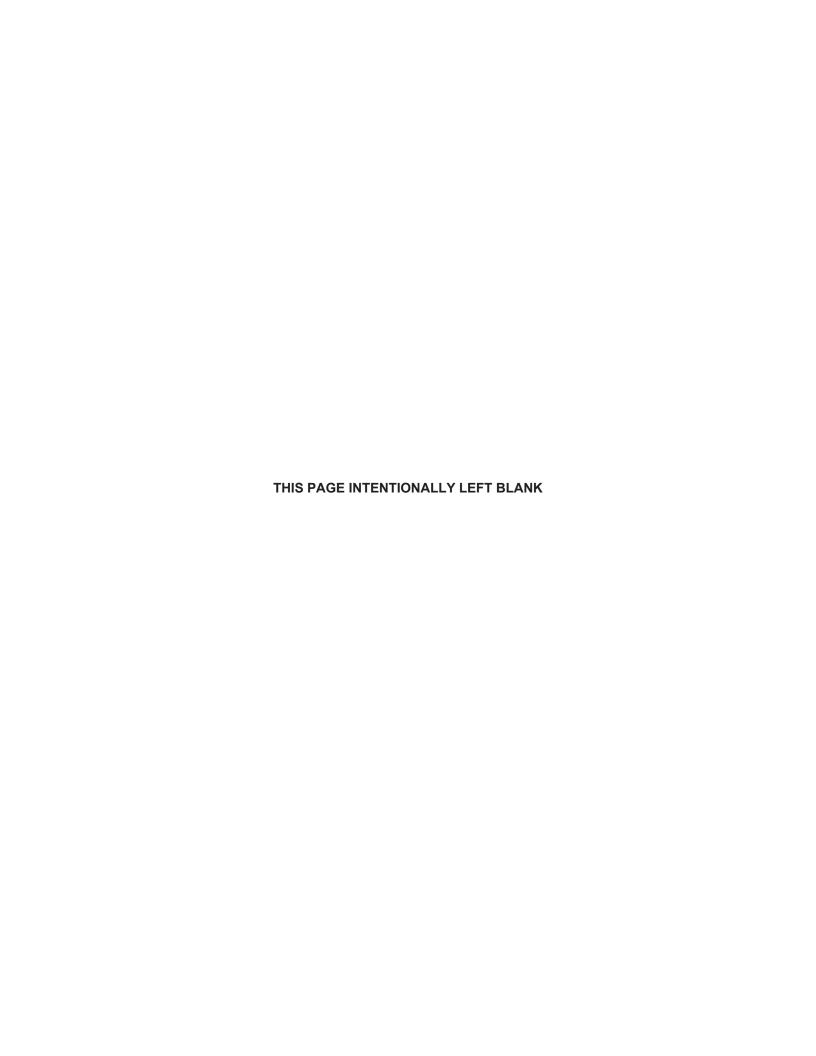
Fiscal Year Ended June 30, 2019



PREPARED BY THE FINANCE DEPARTMENT

# CITY OF LIVE OAK, CALIFORNIA COMPREHENSIVE ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2019

PREPARED BY THE FINANCE DEPARTMENT



#### COMPREHENSIVE ANNUAL FINANCIAL REPORT

#### FOR THE FISCAL YEAR ENDED JUNE 30, 2019

#### TABLE OF CONTENTS

INTRODUCTORY SECTION (Unaudited)	Page <u>Number</u>
Transmittal Letter	i
Government Finance Officers Association Certificate of Achievement	iv
FINANCIAL SECTION	
INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS (Required Supplementary Information)	5
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements: Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements: Balance Sheet – Governmental Funds	18
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	21
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	22
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	24
Statement of Net Position – Proprietary Funds	25
Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds	26
Statement of Cash Flows – Proprietary Funds	27
Statement of Fiduciary Net Position – Private Purpose Trust Fund	28
Statement of Changes in Fiduciary Net Position – Private Purpose Trust Fund	29
Notes to Basic Financial Statements	20

#### COMPREHENSIVE ANNUAL FINANCIAL REPORT

#### FOR THE FISCAL YEAR ENDED JUNE 30, 2019

#### TABLE OF CONTENTS

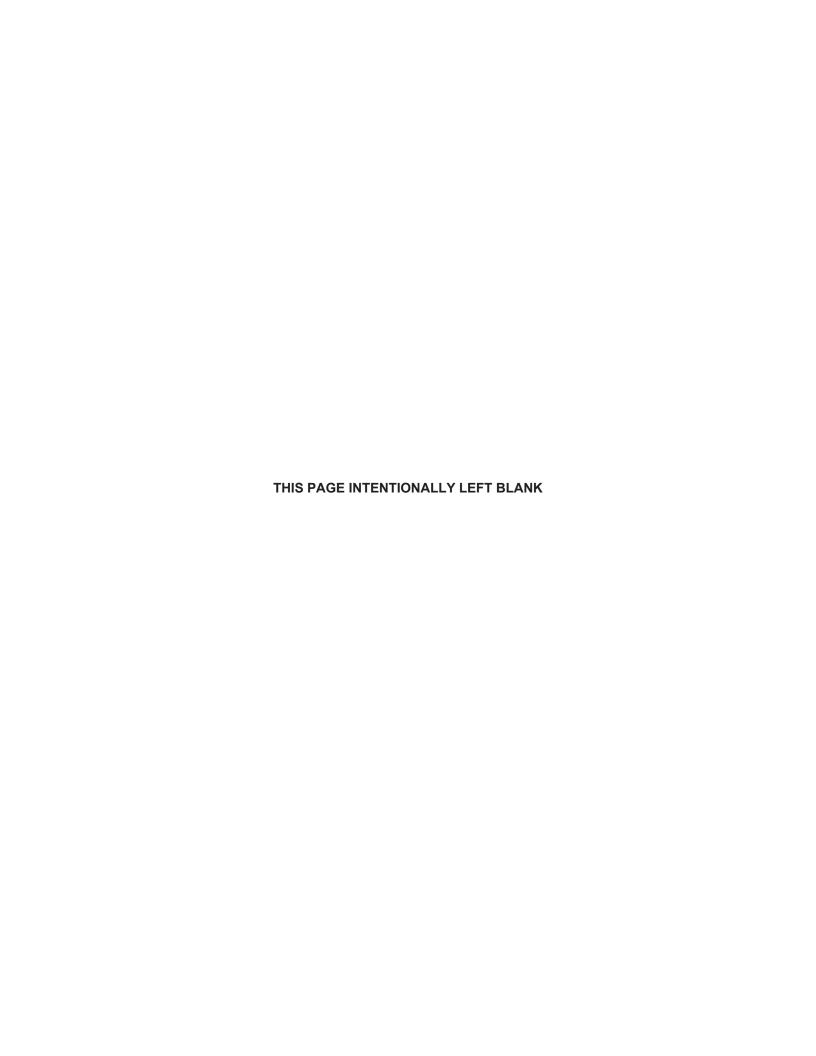
	Page Number
FINANCIAL SECTION (CONTINUED)	Number
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)	
Budgetary Comparison Schedule by Department - General Fund	69 70 71
Schedule of Changes in the Net OPEB Asset and Related Ratios	73
SUPPLEMENTARY INFORMATION	
Nonmajor Governmental Funds:	
Special Revenue Funds Narrative Summary	75
Combining Balance Sheet	78
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	86
Budgetary Comparison Schedules	0.4
Streets and Roads Traffic Safety	
COPS	
Sidewalk Improvement	
Street Lighting	
Mello Roos CFD 92-1	99
Fire Benefit Assessment	
Mello Roos CFD 2004-1 Fire	
Mello Roos CFD 2004-1 Police	-
Mello Roos CFD 2004-1 Animal Services	
Mello Roos CFD 2004-1 Street Lighting  Mello Roos CFD 2004-1 Parks/Recreation/Pool	104
Mello Roos CFD 2004-1 Farks/Recleation/Fool	
Parks and Recreation Impact Fees	
Community Center Impact Fees	
Public Works Impact Fees	
General Government Impact Fees	
Police Impact Fees	
Fire Impact Fees	112
Signal Impact Fees	113

#### COMPREHENSIVE ANNUAL FINANCIAL REPORT

#### FOR THE FISCAL YEAR ENDED JUNE 30, 2019

#### TABLE OF CONTENTS

	Page
FINANCIAL SECTION (CONTINUED)	<u>Number</u>
Flood Control Impact Fees	114
Storm Drain Connection Fees	
13-CDBG-8933 Skate Park	116
Transportation	
Capital Improvement Projects	118
Nonmajor Proprietary Funds:	
Combining Statement of Net Position	119
Combining Statement of Revenues, Expenditures and Changes in	400
Net Position	120
Combining Statement of Cash Flows	121
STATISTICAL SECTION (UNAUDITED)	
Narrative Summary	123
Financial Trend Information:	
Net Position by Component – Last Ten Fiscal Years	125
Changes in Net Position – Last Ten Fiscal years	126
Fund Balances of Governmental Funds – Last Ten Fiscal Years	128
Changes in Fund Balances of Governmental Funds – Last Ten Fiscal Years	129
Revenue Capacity Information:	
Assessed Value and Actual Value of Taxable Property – Last Ten Fiscal Years	130
Property Tax Rates – All Overlapping Governments – Last Ten Fiscal Years	131
Principal Property Tax Payers – Current Year and Four Years Ago	
Property Tax Levies and Collections – Last Ten Fiscal Years	133
Debt Capacity Information:	
Ratios of Outstanding Debt by Type – Last Ten Fiscal Years	
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	
Direct and Overlapping Bonded Debt	
Computation of Legal Bonded Debt Margin	137
Demographic and Economic Information:	
Demographic and Economic Statistics – Last Ten Calendar Years	
Principal Employers – Current Year and Four Years Ago	139
Operating Information:	
Full-Time and Part-Time City Government Employees – Last Ten Fiscal Years	
Operating Indicators – Last Ten Fiscal Years	
Capital Asset Statistics – Last Ten Fiscal Years	
Sales Value History – Last Ten Years	143





December 10, 2019

To the Honorable Mayor, City Council and Citizens of Live Oak:

#### COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE CITY OF LIVE OAK

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the City of Live Oak for the fiscal year ended June 30, 2019. Although addressed to the City's governing body and its citizens, the CAFR is intended also to provide relevant financial information to creditors, investors, and other interested parties. This transmittal letter provides a summary of City of Live Oak finances, services, achievements and economic prospects for readers without a technical background. Those wishing a more detailed discussion of the City's financial results should refer to Management's Discussion and Analysis (MD&A) contained in the Financial Section of the CAFR.

Management takes sole responsible for the accuracy of the information contained in this report, the adequacy of its disclosures, and the fairness of its presentation. To provide a reasonable basis for making this representation, the City has established a system of internal controls designed to protect City assets from loss, to identify and record transactions accurately, and to compile the information necessary to produce financial statements in conformity with generally accepted accounting principles.

The City contracted with Lance, Soll & Lunghard, CPAs, a firm of Certified Public Accountants licensed to practice in the State of California, to perform the annual independent audit. The goal of the audit is to obtain reasonable, but not absolute assurance that the financial statements are free of material misstatements and are fairly presented in conformity with the generally accepted accounting principles (GAAP). The City auditors have issued an unmodified opinion that the City's financial statements for fiscal year ended June 30, 2019. This conclusion is the most favorable kind and is presented as the component of the financial section of this report.

#### REPORTING ENTITY

The City of Live Oak is a growing, rural community located on the Highway 99 corridor 60 miles north of Sacramento at the north end of Sutter County. Incorporated in 1947 and named for the oak forest that once dominated the landscape, Live Oak is rooted strongly in agriculture, surrounded on all sides by bountiful agriculture production including peaches, nuts, rice, and other crops. Live Oak has grown to a population of 8,500 residents and comprises of 3.1 square miles.

The City is a full-service general law city that operates under a Council-Manager form of government. The City's five Council Members are elected at large and serve four year terms. The elections are staggered every two years, with three seats open in one election and two seats open in the next election. The Mayor and Vice-Mayor are elected by the City Council to serve one-year terms. The City Council appoints a City Manager to implement its policies and directives. All of the City departments operate under the supervision of the City Manager.

The City provides a full range of municipal services, including police and fire protection, street and park maintenance, community development, building inspection, code enforcement, recreation programs, finance, grants and general administration. The City also operates a municipal pool, water treatment plant and a new waste water treatment facility.

At one time a major hub for shipping produce, Live Oak is still linked to transportation with both the Union Pacific Railroad tracks and Highway 99 running north and south through the community. The world's smallest mountain range, the Sutter Buttes, is seven miles west of the city providing magnificent views of this natural attraction. The Feather River flows quietly less than two miles to the east.

The Live Oak City Council has responded to recent growth with significant policy accomplishments including adoption of a new 2030 General Plan, new zoning ordinance, building design guidelines, water/sewer/storm drain master plans and a streetscape design master plan for the Highway 99 corridor. Over 300 acres of highway frontage zoned for business growth was annexed in 2011. A state-of-the-art wastewater treatment plant was completed in 2012 ensuring adequate capacity for expected growth. The newly renovated Live Oak Depot, an icon of the community's historic link to the railroad, anchors the downtown core. New renovated parks provide recreational opportunities for Live Oak residents. Live Oak is poised as one of the nicest rural communities in the northern Sacramento Valley.

#### ECONOMIC CONDITION AND OUTLOOK

Property taxes, sales taxes, general taxes and assessments received by the City's governmental funds for the most recent two years reflect steady improvement. These two recent years restore the City's core revenue base to what it was received in the peak year of FY 2007-08. However, new home construction and commercial expansion remains stagnant in Live Oak and the surrounding area. In time, the City hopes to benefit from the economic growth being experienced in the rest of the State of California.

In recent years, the City has leveraged various grant sources in funding significant public improvements projects including the City's new soccer park, sheriff and fire station rehabilitation and recent expansion of its bike/pedestrian trail system. Such projects add to the existing community assets and provides for new facilities for the betterment of public services being delivered to the City's residents.

#### SIGNIFICANT EVENTS AND ACCOMPLISHMENTS

Highlights of activities and accomplishments for the fiscal year ended June 30, 2019 include the following:

- Continued construction of the Underground Utility project
- Continued planning and design for the infrastructure improvements at Highway 99 and major crossroads
- Continued construction of the new municipal water well
- Continued construction of the Pennington Road water main project
- Completed construction of the Pennington Road reconstruction project

#### FINANCIAL INFORMATION

The City's management staff is responsible for establishing and maintaining internal controls that safeguard the assets of the government from loss, theft, or misuse and allow the compilation of adequate accounting data for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed its likely benefits and that the evaluation of costs and benefits is subject to management estimates and judgments.

#### **Budgetary Controls**

The City maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the majority of the funds are included in the annual appropriated budget. In administering the budget, the City Manager shall have the authority to provide each department with sufficient funding to meet its needs so long as a decision to vary from approved appropriations does not exceed, except in the case of emergencies, the total resources estimated to be available to the affected municipal fund at the time of the decision. If necessary, staff recommends budgetary changes during periodic financial status reports to the City Council.

The City continues to meet its responsibility for sound financial management as demonstrated by the statements and schedules included in the financial section of this report.

#### AWARD AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate for Excellence in Financial Reporting to the City of Live Oak for its comprehensive annual financial report for the fiscal year ended June 30, 2018. This award recognizes the City's conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirement and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this CAFR represents the culmination of a concerted team effort by the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. In addition, staff in all City departments should be recognized for their timely and positive response to the requests for detailed information necessary to prepare the annual audit. The role of Lance, Soll & Lunghard, CPAs, should also be acknowledged as a significant contribution.

Finally, we wish to express our sincere appreciation to the Mayor and City Council for providing policy direction and a firm foundation of support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

Aaron Palmer City Manager Joe Aguilar Director of Finance



Government Finance Officers Association

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

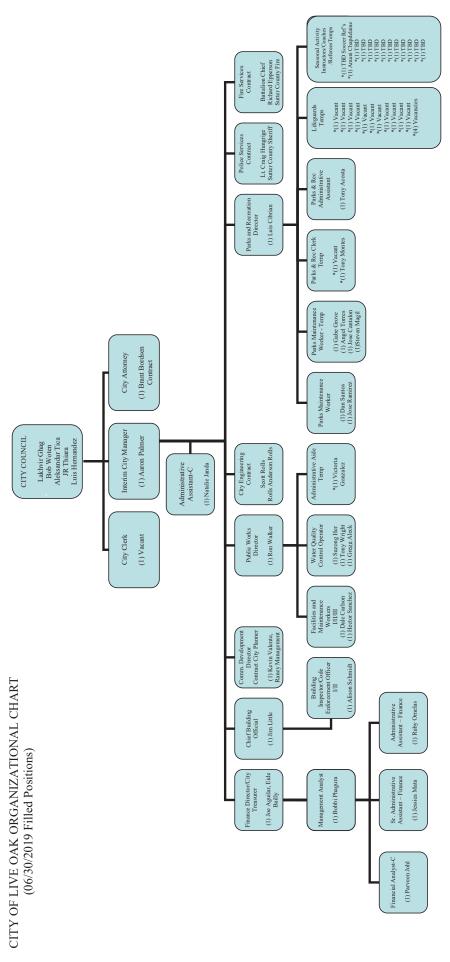
# City of Live Oak California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

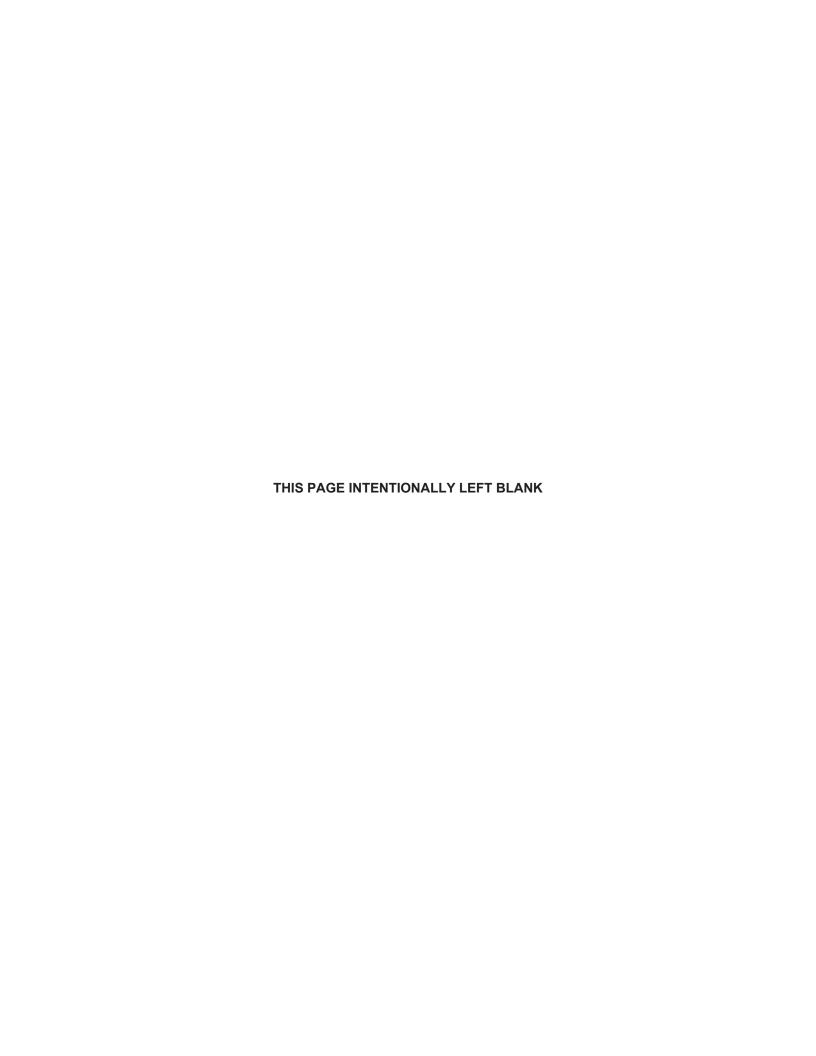
June 30, 2018

Christopher P. Morrill

Executive Director/CEO



\*Scheduled Part-Time





#### INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council City of Live Oak, California

#### **Report on the Financial Statements**

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 City of Live Oak California, (the City) as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

#### Management's Responsibility for the Financial Statements

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

#### Auditor's Responsibility

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

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

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





To the Honorable Mayor and Members of the City Council City of Live Oak, California

#### **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 Live Oak, California, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Other Matters

#### Required Supplementary Information

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

#### Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary 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 nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.



To the Honorable Mayor and Members of the City Council City of Live Oak, California

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

#### Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2019 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Sacramento, California December 10, 2019

Lance, Soll & Lunghard, LLP

THIS PAGE INTENTIONALLY LEFT BLANK

#### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

The following discussion provides readers of the City of Live Oak, California's (City) financial statements a narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2019. This document should be read in conjunction with the accompanying Letter of Transmittal and basic financial statements, which follows this section.

#### FINANCIAL HIGHLIGHTS

The City's assets and deferred outflows exceeded its liabilities and deferred inflows by \$81,411,211 as of June 30, 2019, an increase of \$10,231,107 from the prior year. Of the \$10,231,107 increase,
\$10,422,971 was due to a prior period adjustment (see page 41 for restatement of net position),
resulting in an actual decrease of \$191,864 from the prior year.
The City's governmental funds reported a combined fund balance of \$7,897,962, a decrease of
\$429,493 from the prior year.
General Fund revenues of \$3,682,462 were \$825,685 higher than the prior year.
General Fund expenditures of \$3,980,059 represented an increase of \$940,494 over the prior year.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of a series of financial statements, commonly referred to as the City's Basic Financial Statements. Management's Discussion and Analysis introduces these statements and includes two different views of the City's financial activities and position: (1) Government-Wide Financial Statements provide information about the activities of the City as a whole and present a longer-term view of the City's finances; (2) Fund Financial Statements provide detailed information about the individual functions of City government, telling how services were financed in the short-term as well as what remains for future spending.

Each set of statements presents the City's finances in a distinct way. To assist the reader in understanding the differences between them, a brief discussion of each follows, including the relationship of these statements to each other and the significant differences in the information they provide.

#### **Government-Wide Financial Statements**

The government-wide financial statements provide a broad overview of City finances in a manner similar to private sector business. These statements separate the City's activities into two areas:

**Governmental Activities** – these services are principally supported by taxes and intergovernmental revenues. Most of the City's basic services are considered to be governmental activities including public safety, community development, public works, parks and recreation, and general administration.

**Business-Type Activities** – these services rely upon user fees and charges to help cover all or most of their costs. The City's water and wastewater systems are reported here. Unlike governmental activities, these services are supported by charges supported by users based on the amount of the service they use.

The two statements can be generally described as follows:

**The Statement of Net Position** presents information on all the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs regardless of the timing of related cash flows.

Notably, these statements differ from the fund financial statements in that they include all assets of the City (including infrastructure) and all liabilities (including long-term debt) and exclude certain interfund receivables, payables and other interfund activity. For additional reference, reconciliation between the two is provided on pages 21 and 24 of this report.

#### **Fund Financial Statements**

The fund financial statements provide detailed information about each of the City's most significant funds – not the City as a whole. Management establishes funds to help control and manage money for purposes. The City uses three types of funds: governmental, proprietary and fiduciary.

Governmental Funds – most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. This information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship between governmental activities (reported in the statement of net position and the statement of activities) and the governmental funds in reconciliation at the bottom of the fund financial statements.

**Proprietary Funds** – when the City charges customers for services it provides, whether outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds provide the same type of information as shown in the government-wide financial statements (i.e., business-type activities), only in more detail. The City uses enterprise funds to account for its water and sewer operations; in addition, the City uses enterprise funds to account for water and sewer connection fees.

**Fiduciary Funds** – the City is the trustee, or fiduciary, for certain funds held on behalf of external parties. The City's fiduciary activities are reported in a separate statement of fiduciary net position. These activities are excluded from the City's other financial statements because the resources of the funds are not available to support the City's own programs. The City is responsible for ensuring that the assets reported in these funds are used for the intended purposes.

#### NOTES TO BASIC FINANCIAL STATEMENTS

The notes 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 the following required supplementary information: budgetary comparisons for the City's General Fund and major funds as well as a description of the City's accounting policies with regard to the annual budget. The City also reports certain schedules related to the net pension liability and net OPEB asset.

#### FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE STATEMENTS

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

#### Following is a summary of net position:

	As of June 30, 2019		As of June 30, 2018			
	Governmental	Business-type		Governmental	Business-type	
	Activities	Activities	Totals	Activities	Activities	Totals
Current and other assets	\$ 22,592,231	\$ 4,735,482	\$ 27,327,713	\$ 22,566,618	\$ 4,428,234	\$ 26,994,852
Capital assets, net	29,311,045	34,718,995	64,030,040	29,244,551	35,538,054	64,782,605
Total assets	51,903,276	39,454,477	91,357,753	51,811,169	39,966,288	91,777,457
Deferred Outflows	284,431	384,405	668,836	338,104	476,987	815,091
Current and other liabilities	1,198,388	465,794	1,664,182	1,042,942	556,541	1,599,483
Long term liabilties	1,370,765	7,425,989	8,796,754	1,521,832	7,738,954	9,260,786
Total liabilities	2,569,153	7,891,783	10,460,936	2,564,774	8,295,495	10,860,269
Deferred Inflows	69,187	85,255	154,442	80,968	48,236	129,204
Net Position						
Net investment in capital assets	28,831,714	28,082,900	56,914,614	28,377,393	28,647,690	57,025,083
Restricted	3,706,829	540,108	4,246,937	3,980,298	341,832	4,322,130
Unrestricted	17,010,824	3,238,836	20,249,660	17,145,840	3,110,022	20,255,862
Total Net Position, restated	\$ 49,549,367	\$ 31,861,844	\$ 81,411,211	\$ 49,503,531	\$ 32,099,544	\$ 81,603,075

Net position represents the difference between the City's resources and its obligations. At June 30, 2019, the largest portion of the City's total net position, 70 percent, reflects the net investment in capital assets. This component of net position, which reflects the total amount of funds used to acquire those assets less any outstanding debt used for such acquisition, was \$57 million at June 30, 2019. These capital assets are used by the City to provide services to the citizens.

Overall, the net position for the governmental portion of the City funds has improved due to both operating results and increase contributions from operating and capital grants. The net position of the business-type activities decreased from the prior year due to a decreasing position in capital assets.

Restricted net position of \$4.2 million represents resources subject to external restrictions as to how they may be used. Unrestricted net position of \$20.2 million represents amounts that may be used to meet the City's ongoing obligations to its residents, businesses, customers, and creditors.

#### Following is a summary of changes in net position:

	As	of June 30, 2019		As of June 30, 2018		
	Governmental	Business-type		Governmental	Business-type	
	Activities	Activities	Totals	Activities	Activities	Totals
Revenues:						
Program revenues:						
Charges for services	\$ 643,255 \$	3,368,335 \$	4,011,590	\$ 4,343,786	\$ 3,212,263 \$	7,556,049
Operating grants and contributions	1,146,628	-	1,146,628	277,728	-	277,728
Capital grants and contributions	100,156	-	100,156	100,745	864,919	965,664
General revenues:						
Property taxes	1,867,354	-	1,867,354	1,470,113	-	1,470,113
Sales taxes	427,506	-	427,506	358,667	-	358,667
Franchise taxes	232,801	-	232,801	-	-	-
Other taxes*	1,058,557	-	1,058,557	750,153	-	750,153
Motor vehicle in lieu - unrestricted	328,139	-	328,139	-	-	-
Use of money and property*	42,769	77,888	120,657	120,425	50,063	170,488
Other miscellaneous*	265,241	-	265,241	322,717	-	322,717
Transfers*	(577,087)	577,087	-	1,556,000	(1,556,000)	-
Total revenues	5,535,319	4,023,310	9,558,629	9,300,334	2,571,245	11,871,579
Expenses:						
General government	990,360	-	990,360	990,032	-	990,032
Public safety	2,006,236	-	2,006,236	1,984,144	-	1,984,144
Community Development	966,937	-	966,937	1,828,608	-	1,828,608
Culture and recreation	1,071,086	-	1,071,086	926,952	-	926,952
Public ways and facilities	429,642	-	429,642	1,579,362	-	1,579,362
Interest on long term debt	25,222	-	25,222	5,952	-	5,952
Water	-	1,335,960	1,335,960	-	1,300,029	1,300,029
Sewer	-	2,925,050	2,925,050	-	2,898,819	2,898,819
Total expenses	5,489,483	4,261,010	9,750,493	7,315,050	4,198,848	11,513,898
Change in net position	45,836	(237,700)	(191,864)	1,985,284	(1,627,603)	357,681
Net Position - Beginning	39,080,560	32,099,544	71,180,104	37,056,656	33,830,878	70,887,534
Prior Period adjustment	10,422,971	-	10,422,971	38,620	(103,731)	(65,111)
Net Position - Ending	\$ 49,549,367 \$	31,861,844 \$	81,411,211	\$ 39,080,560	\$ 32,099,544 \$	71,180,104

#### **Governmental Activities:**

The City's governmental activities increased the City's restated net position by \$45,836. Revenues were \$5.5 million which represented a decrease of \$3,765,015 or 40 percent, and expenditures were \$5.5 million which represented a decrease of \$1,825,567 or 25 percent. Governmental activities highlights include the following:

Taxes provided \$3.6 million or 65 percent of the total governmental activities revenue of the City. This amount is an increase of \$1,007,285 from the prior year. The increase in revenue was due to a one-time receipt of property tax money and interest held by the County and a significant increase in excise tax collected.

Charges for services, operating grants and capital grants provided \$1.9 million or 34 percent of the total governmental-activities revenue of the City. This amount is a decrease of \$2,832,220 from the prior year.

The following table summarizes the budget to actual results for the City's General Fund. Overall the actual expenses for the year were slightly more than budgeted. However, the more detailed information shows unexpected budgeted expenditures that resulted from the accounting treatment of the City participating in a joint facility agreement for a shared animal shelter with the neighboring city of Yuba City and the County of Sutter.

			As o	f June 30, 2019			
	Ori	Original Budget		Final Budget		Actual Amounts	
General government	\$	714,000	\$	764,000	\$	809,623	
Public safety		1,575,100		1,575,100		1,500,105	
Public ways and facilities		46,000		46,000		39,840	
Culture and recreation		601,200		601,200		628,283	
Community development		834,700		1,134,700		218,604	
Capital outlay		-		-		634,968	
Debt service		149,962		149,962		148,636	
Transfers out		-		-		19,762	
	\$	3,920,962	\$	4,270,962	\$	3,999,821	

#### **Business Type Activities**

Business-type activities decreased the City's net position by \$237,700. Revenues were \$3.4 million which represented a decrease of \$708,847 due to decrease in capital grants and contributions. Business type activities highlights include the following:

Charges for services provided \$3.4 million or 84 percent of the total business type activities revenue of the City.

Service revenues are not keeping up with depreciation expenses especially in the Water Fund. The net position of investment in capital assets continues to shrink as previously mentioned.

#### FINANCIAL ANALYSIS OF THE FUND STATEMENTS

The City uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operation in more detail than the government-wide statements. The City's governmental funds provide information on near-term inflows, outflows and balances of spendable resources. The City's governmental funds reported combined fund balances at June 30, 2019 of \$7,897,962. The General Fund decreased by \$317,359 and other Governmental Funds decreased by \$112,134. Within the governmental funds, the decrease in fund balance was attributable a decrease in the receipt of charges for services.

#### **Analysis of Major Governmental Funds**

#### **General Fund**

General Fund revenues totaled \$3,682,462 in fiscal year 2018-19, an increase of \$825,685 over last year. General Fund expenditures totaled \$3,980,059 in fiscal year 2018-19, an increase of \$940,494 over last year.

At the end of fiscal year 2019, the fund balance for the City's General Fund was \$4,670,321 a decrease of \$317,359 over last year. The fund balance in General Fund comprised of \$2,578,832 committed fund balance and \$2,076,221 unassigned fund balance. The committed fund balance increased from last year by \$30,093, while the unassigned fund balance decreased \$351,363.

#### **Program Income**

Program income fund revenues totaled \$72,345 in fiscal year 201819, a decrease of \$167,934 due to less program activity. Program income expenditures totaled \$16,897, an increase of \$7,830. At the end of fiscal year 2019 the Program income fund balance was \$427,927 a change of \$55,448.

#### **Capital Improvement Project**

The capital improvement fund accounts for major City capital improvement projects. The fund is budgeted on a project length basis and therefore is not comparable on an annual basis. Revenue and transfers in received in fiscal year 2019 of \$12,998 included funding for miscellaneous parks and recreation, streets and roads, and water enterprise projects. Expenditures totaled \$346,543 in fiscal year 2019.

#### **Other Governmental Funds**

These funds are presented in aggregate on the face of the fund financial statements and individually in the Supplementary Information.

#### **Analysis of Major Enterprise Funds**

#### Water

The water fund is financed and operated in a manner similar to that of a private business. Net position of the water fund increased \$2,211,783 in fiscal year 2019. Overall, operating revenues increased \$1,357 (1%) due to a slow recovery from the statewide drought from prior years. In addition, operating expenses decreased to \$1,291,760 annually, down \$144,784 representing (8%) over the prior year. As of June 30, 2019, the fund's net position went from \$6,741,288 in 2018 to \$8,953,071 in 2019 representing an increase of \$2,211,783. At present, the water charges are not recapturing funding for depreciation. Related to this fact includes the fund's invested equity in capital assets going from \$6,736,216 in 2018 to \$9,106,857 in 2019. The fund is reporting a deficit in unrestricted net position in the amount of (153,786) at the close of fiscal year 2019. Due to the age of the water system infrastructure, significant investments will be required in future years to update water lines and equipment.

#### Sewer

The sewer fund is financed and operated in a manner similar to that of a private business. Net position of the sewer fund decreased to \$2,656,259 (11%) in fiscal year 2019. As of June 30, 2019, the fund's net position totaled \$22,368,665 of which \$18,976,043 remains invested in capital assets net of related debt. The fund's unrestricted net position was \$3,3392,622 at the close of fiscal year 2019. Overall, operating revenues remained fairly constant at \$2,289,788 with an increase of \$24,684 over the prior year. Operating expenses totaled \$2,840,921 for the year, an 8% increase of \$212,089 over the prior year. Non-operating items did not significantly change from the previous year. Due to the age of the sewer system infrastructure, significant investments will be required in future years to update sewer lines and equipment.

#### CAPITAL ASSET AND DEBT ADMINISTRATION

The City records all of its capital assets including infrastructure. At the end of 2019, the City had invested \$64.7 million in a broad range of capital assets, including park facilities, streets and roads improvements, and water well construction. Additional detailed information on the City's capital assets is presented in Note 4 to the financial statements on pages 45 through 47.

The financial statements summarize the City's accounting policies regarding capital assets in Note 1 Section i of the note disclosures.

#### Following is a summary of capital assets:

	Balance at June 30, 2019		Balance at June 30, 2018	
Governmental Activities		une 30, 2019		inc 30, 2016
Land	\$	6,584,996	\$	6,584,996
Construction in progress		1,169,151		963,365
Buildings and improvements		7,561,067		7,561,067
Equipment		4,545,472		3,852,922
Infrastructure		22,199,263		22,058,947
Less: Accumulated depreciation		(12,748,904)		(11,776,746)
Governmental Activities Capital Assets (net)	\$	29,311,045	\$	29,244,551
Business-type Activities				
Land	\$	233,241	\$	233,241
Construction in progress		2,971,207		2,344,994
Buildings and improvements		38,641		38,641
Equipment		1,585,929		1,585,929
Infrastructure		47,731,996		47,731,996
Less: Accumulated depreciation		(17,842,019)		(16,396,747)
Business-type Activities Capital Assets (net)	\$	34,718,995	\$	35,538,054

At June 30, 2019, major construction in progress included:

#### Completed projects:

- Pennington East road rehabilitation
- Sewer dewatering press

#### **Governmental Activities**

New and on-going projects for this fiscal year:

- City signage
- Pennington West road improvements
- PG&E Utility Undergrounding Rule 20A along Highway 99
- Highway 99 lane expansion

#### **Business-type Activities**

New and on-going projects for this fiscal year:

- Water Well #7 with filtration system
- Pennington Road Water Main
- "P" Street sewer lift station
- Water Well #8 with filtration system
- East side water storage tank

#### **Long-term Debt:**

At June 30, 2018 and 2019 the City had \$7.9 million and \$7.4 million respectively in long-term debt outstanding. The City made all scheduled repayments on existing debt on time. Additional detailed information about the City's total long-term liabilities is presented in Note 7 to the financial statements.

As of June 30, 2019, the City's debt consisted of:

#### **Governmental Activities Debt:**

2012 City of Yuba City/County of Sutter joint facility animal shelter loan due 2023 2018 Fire Engine Lease $-3.570\%$ due 2025	\$ 264,413 479,331
Total Governmental Activities Debt	<u>\$ 743,744</u>
Business-type Activities Debt:	
2003 USDA COP's for Wastewater Treatment Plant Expansion – 4.25% due 7/2043 2006 USDA COP's for Water Meter Project – 4.25% due 7/2044 2009 SWRCB State Revolving Fund Wastewater Plant – 1% 30Year Term	\$ 810,000 1,040,000 4,786,095
Total Governmental Activities Debt	\$ 6,636,095
Total Outstanding Debt	\$ 7,379,839

#### ECONOMIC FACTORS AND NEXT YEARS BUDGET

The City experienced significant decreases in property taxes, assessments and building fees, its largest General Fund revenue source, over the past several years. This trend began to decline in fiscal year 2008/2009 as the value of properties declined significantly over the next four years and new housing construction decreased significantly. Assessed property values began increasing over the recent two years moving from \$375 million in 2018 to \$401 million in 2019.

As the local economy continues to improve, the City constantly manages its finances related to growth and infrastructure improvements. In the year just ended, KB Homes neared completion of 97 single family homes in the Pennington Ranch portion of the City. The City expects additional homes to be built as developers hold some active subdivision maps. In 2018, the City entered into a 3 year labor agreement covering most of its full-time employees. The agreement sets reasonable staff compensation through June

2021. The City expects moderate increases related to PERS pension costs, health insurance and workers compensation insurance.

In July 2019, he City adopted its 2019-20 fiscal budget and expects to watch its spending closely as the City continues to rebound financially. The General Fund portion of the budget appropriated \$3.86 million as the City balances the increasing needs and costs for staffing with new revenue as the demand for City Services continues to grow.

The City continued to review and update various fees in fiscal year 2018-19. The City's development impact fees were updated in 2010-2011. Fee adjustments are necessary to ensure that the costs of providing services are matched closer to the fee revenues charged for providing these services.

#### 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 or need additional financial information, contact the City Finance Department, 9955 Live Oak Blvd, Live Oak, California 95953, (530) 695-2112.

THIS PAGE INTENTIONALLY LEFT BLANK

## STATEMENT OF NET POSITION JUNE 30, 2019

	Governmental	Primary Government Business-Type Activities	Total
Assets:	Activities	Activities	IOlai
Cash and investments	\$ 8,022,675	\$ 4,194,909	\$ 12,217,584
Receivables:			
Accounts, net	112,820	498,843	611,663
Notes and loans	13,087,367	-	13,087,367
Accrued interest	46,223	18,222	64,445
Prepaid costs	19,827	14,952	34,779
Due from other governments	1,196,727	-	1,196,727
Noncurrent:	400 500	0.550	445.440
Net OPEB asset	106,592	8,556	115,148
Capital assets not being depreciated Capital assets, net of depreciation	7,754,147 21,556,898	3,204,448 31,514,547	10,958,595 53,071,445
Total Assets	51,903,276	39,454,477	91,357,753
Deferred Outflows of Resources:			
Deferred pension related items	266,958	383,003	649,961
Deferred OPEB related items	17,473	1,402	18,875
Total Deferred Outflows of Resources	284,431	384,405	668,836
	204,431	304,403	000,030
Liabilities: Current:			
Accounts payable	671,714	104,478	776,192
Retention payable	63,578	- · · · · -	63,578
Salaries and benefits payable	27,570	18,019	45,589
Accrued interest	7,130	39,313	46,443
Deposits payable	183,438	12,911	196,349
Unearned revenue	101,263	<u>-</u>	101,263
Compensated absences	17,763	34,962	52,725
Bonds, notes, and capital leases	125,932	256,111	382,043
Noncurrent:			
Compensated absences	38,327	20,738	59,065
Bonds, notes, and capital leases	617,812	6,379,984	6,997,796
Net pension liability	714,626	1,025,267	1,739,893
Total Liabilities	2,569,153	7,891,783	10,460,936
Deferred Inflows of Resources:	50.045	04.405	442.070
Deferred pension related items Deferred OPEB related items	58,845 10,342	84,425 830	143,270 11,172
Total Deferred Inflows			
of Resources	69,187	85,255	154,442
Net Position:			
Net investment in capital assets	28,831,714	28,082,900	56,914,614
Restricted for:			
Public safety	419,771	-	419,771
Public ways and facilities	1,882,010	-	1,882,010
Community development	1,194,328	-	1,194,328
Culture and recreation	210,720	-	210,720
Capital projects	-	540,108	540,108 20,249,660
Unrestricted	17,010,824	3,238,836	20,249.000

		es		
	Expenses	Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants
Functions/Programs				
Primary Government:				
Governmental Activities:				
General government	\$ 990,360	\$ 427,673	\$ -	\$ -
Public safety	2,006,236	4,230	111,221	-
Community development	966,937	115,139	624,250	25,943
Culture and recreation	1,071,086	56,343	-	-
Public ways and facilities	429,642	39,870	411,157	74,213
Interest on long-term debt	25,222			
<b>Total Governmental Activities</b>	5,489,483	643,255	1,146,628	100,156
Business-Type Activities:				
Water	1,335,960	879,586	-	-
Sewer	2,925,050	2,289,788	-	-
Water Connection	<u>-</u>	109,333	-	-
Sewer Connection		89,628		
Total Business-Type Activities	4,261,010	3,368,335		
Total Primary Government	\$ 9,750,493	\$ 4,011,590	\$ 1,146,628	\$ 100,156

#### **General Revenues:**

Taxes:

Property taxes, levied for general purpose

Sales taxes

Franchise taxes

Other taxes

Motor vehicle in lieu - unrestricted

Use of money and property

Other

#### **Transfers**

## Total General Revenues and Transfers

Change in Net Position

Net Position at Beginning of Year

Restatement of Net Position

Net Position at Beginning of Year, as restated

**Net Position at End of Year** 

Net (Expenses) Revenues and Changes in Net Position Primary Government						
	Governmental Business-Type Activities Activities					Total
	(562,687) 1,890,785) (201,605) 1,014,743) 95,598	\$	- - - -	\$	(562,687) (1,890,785) (201,605) (1,014,743) 95,598	
	(25,222)		-		(25,222)	
(	3,599,444)		-		(3,599,444)	
	- - -		(456,374) (635,262) 109,333 89,628		(456,374) (635,262) 109,333 89,628	
			(892,675)		(892,675)	
(	3,599,444)		(892,675)		(4,492,119)	
	1,867,354 427,506 232,801 1,058,557 328,139 42,769 265,241 (577,087)		- - - - 77,888 - 577,087		1,867,354 427,506 232,801 1,058,557 328,139 120,657 265,241	
	3,645,280		654,975		4,300,255	
	45,836		(237,700)		(191,864)	
3	9,080,560		32,099,544		71,180,104	
	0,422,971				10,422,971	
4	9,503,531		32,099,544		81,603,075	
\$ 4	9,549,367	\$	31,861,844	\$	81,411,211	

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2019

00112 00, 2010		Special Revenue Fund
Acceptan	General	Program Income
Assets: Cash and investments	\$ 4,239,631	\$ 419,340
Receivables:	Ψ 4,200,001	ψ +10,040
Accounts	69,190	_
Accrued interest	24,694	8,587
Notes and loans	101,402	12,300,076
Due from other funds	493,839	-
Prepaid items	15,268	-
Due from other governments	114,937	
Total Assets	\$ 5,058,961	\$ 12,728,003
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities: Accounts payable Retention payable Salaries and benefits payable Deposits payable Due to other funds Unearned revenues	\$ 257,707 - 25,357 4,174 -	\$ -
Total Liabilities	287,238	
Deferred Inflows of Resources:		
Unavailable revenues	-	-
Deferred loan payments	101,402	12,300,076
Total Deferred Inflows of Resources	101,402	12,300,076
Fund Balances:	45,000	
Nonspendable	15,268	407.007
Restricted Committed	2,578,832	427,927
Unassigned	2,076,032	-
•		
Total Fund Balances	4,670,321	427,927
Total Liabilities, Deferred Inflows of		
Resources, and Fund Balances	\$ 5,058,961	\$ 12,728,003

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2019

,	Capital Projects Fund Capital Improvement Project					
			Other Governmental Funds		Total Governmental Funds	
Assets: Cash and investments	\$	61,088	\$	3,302,616	\$	8,022,675
Receivables:	Ψ	01,000	Ψ	0,002,010	Ψ	0,022,010
Accounts		-		43,630		112,820
Accrued interest		-		12,942		46,223
Notes and loans		-		685,889		13,087,367
Due from other funds		45,000		4.550		538,839
Prepaid items  Due from other governments		23,200		4,559 1,058,590		19,827 1,196,727
Total Assets	\$	129,288	\$	5,108,226	\$	23,024,478
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities: Accounts payable Retention payable Salaries and benefits payable Deposits payable Due to other funds Unearned revenues  Total Liabilities  Deferred Inflows of Resources: Unavailable revenues Deferred loan payments	\$	104,241 - - - - - - - 104,241 23,200 -	\$	309,766 63,578 2,213 179,264 538,839 101,263 <b>1,194,923</b> 429,547 685,889	\$	671,714 63,578 27,570 183,438 538,839 101,263 <b>1,586,402</b> 452,747 13,087,367
Total Deferred Inflows of Resources		23,200		1,115,436		13,540,114
Fund Balances: Nonspendable Restricted Committed Unassigned		- - - 1,847		4,559 3,278,902 - (485,594)		19,827 3,706,829 2,578,832 1,592,474
Total Fund Balances		1,847		2,797,867		7,897,962
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	129,288	\$	5,108,226	\$	23,024,478

THIS PAGE INTENTIONALLY LEFT BLANK

## RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION JUNE 30, 2019

Fund balances of governmental funds		\$ 7,897,962
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets net of depreciation are not included as financial resources in governmental fund activity		29,311,045
Long-term debt and compensated absences that are not included in the governmental fund activity: Bonds, notes, and capital leases Compensated absences Net pension liability	\$ (743,744) (56,090) (714,626)	(1,514,460)
Accrued interest due on long-term debt is not reported in the governmental funds		(7,130)
Net OPEB asset is not included in the governmental funds		106,592
Deferred inflows related to OPEB are not included in the governmental funds		(10,342)
Deferred outflows related to OPEB are not included in the governmental funds		17,473
Revenues reported as unavailable revenue in the governmental funds do not provide current financial resources but are recognized in the statement of activities		452,747
Principal and Interest on deferred loans reported as unavailable revenue in the in the governmental funds and recognized in the statement of activities		13,087,367
Deferred inflows related to pension related items are not included in the governmental funds		(58,845)
Deferred outflows related to pension related items are not included in the governmental funds		266,958
Net Position of Governmental Activities		\$ 49,549,367

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2019

		Special Revenue Fund
	General	Program Income
Revenues: Taxes and assessments Licenses and permits Fines and forfeitures	\$ 2,744,777 394,950	\$ - - -
Use of money and property Intergovernmental Charges for services Other revenue	198,900 4,790 88,701 250,344	7,504 64,841 - -
Total Revenues	3,682,462	72,345
Expenditures: Current:		
General government	809,623	-
Public safety Public ways and facilities	1,500,105 39,840	-
Culture and recreation	628,283	-
Community development	218,604	16,897
Capital outlay Debt service:	634,968	, -
Principal	123,414	-
Interest	25,222	<u> </u>
Total Expenditures	3,980,059	16,897
Excess (Deficiency) of Revenues Over (Under) Expenditures	(297,597)	55,448
Other Financing Sources (Uses):		
Transfers in Transfers out	(19,762)	- -
Net Change in Fund Balances	(317,359)	55,448
Fund Balances, Beginning of Year	4,987,680	372,479
Fund Balances, End of Year	\$ 4,670,321	\$ 427,927

#### STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2019

	Capital Projects Fund Capital Improvement Project	Other Governmental Funds	Total Governmental Funds
Revenues:	•		<b>A</b> 0.500.040
Taxes and assessments	\$ -	\$ 841,441	\$ 3,586,218
Licenses and permits Fines and forfeitures	-	4,230	394,950 4,230
Use of money and property	-	53,551	4,230 259,955
Intergovernmental	12,998	1,037,126	1,119,755
Charges for services	-	8,008	96,709
Other revenue	-	60,488	310,832
Total Revenues	12,998	2,004,844	5,772,649
Forman differences			
Expenditures: Current:			
General government	_	97,058	906,681
Public safety	_	383,240	1,883,345
Public ways and facilities	_	932,303	972,143
Culture and recreation	-	135,677	763,960
Community development	-	199,174	434,675
Capital outlay	346,543	111,191	1,092,702
Debt service:			
Principal	-	-	123,414
Interest			25,222
Total Expenditures	346,543	1,858,643	6,202,142
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	(333,545)	146,201	(429,493)
Other Financing Sources (Uses):			
Other Financing Sources (Uses): Transfers in	442,490	320	442,810
Transfers out	(320)	(422,728)	(442,810)
	, ,	(:==,:=0)	(1.2,0.0)
Net Change in Fund Balances	108,625	(276,207)	(429,493)
Fund Balances, Beginning of Year	(106,778)	3,074,074	8,327,455
Fund Balances, End of Year	\$ 1,847	\$ 2,797,867	\$ 7,897,962

# RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2019

Net changes in fund balances - total governmental funds		\$ (429,493)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.  Capital outlay  Depreciation	\$ 1,066,782 (1,000,288)	66,494
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.  Principal repayments		123,414
Interest expense not recorded in the governmental fund statements because it did not require the use of current financial resources.		1,049
Compensated absences 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.		(238)
OPEB expenses reported in the statement of activities do not require the use of current financial resources, except for contributions, and therefore are not reported as expenditures in the governmental funds.		3,664
Revenues reported as unavailable revenue in the governmental funds and recognized in the statement of activities. These are included in the intergovernmental revenues in the governmental fund activity.		339,757
Pension expenses reported in the statement of activities do not require the use of current financial resources, except for contributions, and therefore are not reported as expenditures in the governmental funds.		 (58,811)
Change in Net Position of Governmental Activities		\$ 45,836

## STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2019

,734,070 219,696 16,372 7,950 ,978,088 4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701 237,040	Other Enterprise Funds  \$ 339,713  198,96  1,434  540,108	498,843 18,222 14,952 4,726,926 - 8,556 3,204,448 31,514,547 - 34,727,551 39,454,477 - 383,003 1,402 - 384,405
219,696 16,372 7,950 ,978,088 4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701	198,96° 1,434 <b>540,10</b> 8	498,843 18,222 14,952 3 4,726,926 - 8,556 3,204,448 31,514,547 - 34,727,551 39,454,477 - 383,003 - 1,402 - 384,405
219,696 16,372 7,950 ,978,088 4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701	198,96° 1,434 <b>540,10</b> 8	498,843 18,222 14,952 4,726,926 - 8,556 3,204,448 31,514,547 - 34,727,551 39,454,477 - 383,003 1,402 - 384,405
16,372 7,950 ,978,088 4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701	540,108	18,222 14,952 4,726,926 - 8,556 3,204,448 31,514,547 - 34,727,551 39,454,477 - 383,003 1,402 - 384,405
16,372 7,950 ,978,088 4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701	540,108	18,222 14,952 4,726,926 - 8,556 3,204,448 31,514,547 - 34,727,551 39,454,477 - 383,003 1,402 - 384,405
7,950 ,978,088 4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701	540,108	14,952 4,726,926 - 8,556 3,204,448 31,514,547 - 34,727,551 39,454,477 - 383,003 1,402 - 384,405
4,278 505,559 ,066,579 ,576,416 ,554,504 236,339 701		3,556 3,204,448 31,514,547 34,727,551 39,454,477 383,003 1,402 384,405
505,559 ,066,579 ,576,416 ,554,504 236,339 701	540,108	3,204,448 31,514,547 34,727,551 39,454,477 383,003 1,402 384,405
505,559 ,066,579 ,576,416 ,554,504 236,339 701	540,108	3,204,448 31,514,547 34,727,551 39,454,477 383,003 1,402 384,405
,066,579 ,576,416 ,554,504 236,339 701	540,108	31,514,547 34,727,551 39,454,477 383,003 1,402 384,405
,576,416 ,554,504 236,339 701	540,108	34,727,551 39,454,477 383,003 1,402 384,405
<b>,554,504</b> 236,339 701	540,108	39,454,477 - 383,003 - 1,402 - 384,405
236,339	540,108	- 383,003 - 1,402 - <b>384,405</b>
701		- 1,402 - 384,405
701		- 1,402 - 384,405
		384,405
237,040		
		10.1.1==
		404.4==
		1011-
68,742		- 104,478
10,276		- 18,019
17,213		- 39,313
9,122		- 12,911
22,760		- 34,962
216,111		256,111
344,224		465,794
10.500		00.700
13,500		- 20,738
,379,984 632,660		- 6,379,984 - 1,025,267
,026,144		- 7,425,989
		- 7,891,783
		_
52 096		- 84,425
		- 830
415		- 85,255
415 <b>52,511</b>		
		- 28,082,900
52,511		
52,511	540,108	3 540,108
52,511	540,108	3,238,836
	52,096 415 52,511	52,096 415 52,511 3,976,043

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2019

	Business-Type Activities - Enterprise Funds							
	Water	Sewer	Other Enterprise Funds	Totals				
Operating Revenues: Sales and service charges	\$ 879,586	\$ 2,289,788	\$ 198,961	\$ 3,368,335				
Total Operating Revenues	879,586	2,289,788	198,961	3,368,335				
Operating Expenses:								
Salaries and benefits	423,258	615,662	-	1,038,920				
Administration	25,173	56,999	-	82,172				
Power	161,652	182,767	-	344,419				
Insurance	27,305	102,702	-	130,007				
Supplies  Respire and extension	35,983	400.000	-	35,983				
Repair and extension	49,904	192,282	-	242,186				
Professional services	191,434 335,540	508,038 1,109,732	-	699,472				
Depreciation expense Other expense	41,511	72,739		1,445,272 114,250				
Total Operating Expenses	1,291,760	2,840,921		4,132,681				
Operating Income (Loss)	(412,174)	(551,133)	198,961	(764,346)				
Nonconstitut Berennes (Francos)								
Nonoperating Revenues (Expenses): Interest revenue	1,975	68,098	7,815	77 000				
Interest revenue  Interest expense	(44,200)	(84,129)	-	77,888 (128,329)				
Total Nonoperating								
Revenues (Expenses)	(42,225)	(16,031)	7,815	(50,441)				
Income (Loss) Before Capital Contributions	(454,399)	(567,164)	206,776	(814,787)				
Capital contributions	577,087			577,087				
Changes in Net Position	122,688	(567,164)	206,776	(237,700)				
Net Position:								
Peginning of Ficeal Veer as								
Beginning of Fiscal Year, as previously reported	6,741,288	25,024,924	333,332	32,099,544				
Restatements	2,089,095	(2,089,095)						
Beginning of Fiscal Year, as restated	8,830,383	22,935,829	333,332	32,099,544				
End of Fiscal Year	\$ 8,953,071	\$ 22,368,665	\$ 540,108	\$ 31,861,844				

#### STATEMENT OF CASH FLOWS PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2019

	Business-Type Activities - Enterprise Funds						s	
		Motor		Cower	E	Other nterprise		Totalo
Cash Flows from Operating Activities: Cash received from customers and users Cash paid to suppliers for goods and services Cash paid to employees for services Cash payments to others	\$	883,857 (542,728) (402,253)	\$	2,280,950 (1,081,480) (639,692)	\$	Funds - - - (41,786)		Totals  3,164,807 (1,624,208) (1,041,945) (41,786)
Net Cash Provided (Used) by Operating Activities		(61,124)		559,778		(41,786)		456,868
Cash Flows from Capital and Related Financing Activities: Acquisition and construction of capital assets Principal paid on capital debt Interest paid on capital debt		- (40,000) (45,050)	_	(49,126) (214,269) (84,767)		- - -		(49,126) (254,269) (129,817)
Net Cash Used by Capital and Related Financing Activities		(85,050)		(348,162)				(433,212)
Cash Flows from Investing Activities: Interest received		2,116		63,621		10,689		76,426
Net Cash Provided by Investing Activities		2,116		63,621		10,689		76,426
Net Increase (Decrease) in Cash and Cash Equivalents		(144,058)		275,237		(31,097)		100,082
Cash and Cash Equivalents at Beginning of Year		265,184		3,458,833		370,810		4,094,827
Cash and Cash Equivalents at End of Year	\$	121,126	\$	3,734,070	\$	339,713	\$	4,194,909
Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities: Operating income (loss)	\$	(412,174)	\$	(551,133)	\$	198,961	\$	(764,346)
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: Depreciation Changes in pension related items Changes in OPEB related items (Increase) decrease in accounts receivable (Increase) decrease in prepaid costs Increase (decrease) in accounts payable Increase (decrease) in due to other governments Increase (decrease) in salaries and benefits payable Increase (decrease) in deposits payable Increase (decrease) in compensated absences  Total Adjustments Net Cash Provided (Used) by Operating Activities	\$	335,540 41,293 (150) 5,171 (1,888) (33,051) - 1,416 (900) 3,619 351,050 (61,124)	\$	1,109,732 29,023 (150) (7,133) (2,836) (20,116) - 533 (1,705) 3,563 1,110,911 559,778	\$	(198,961) - (41,786) - - (240,747) (41,786)		1,445,272 70,316 (300) (200,923) (4,724) (53,167) (41,786) 1,949 (2,605) 7,182 1,221,214 456,868
Non-Cash Investing, Capital, and Financing Activities: Non-cash contributed capital assets	\$	577,087	\$	-	\$	-	\$	577,087

# STATEMENT OF FIDUCIARY NET POSITION PRIVATE PURPOSE TRUST FUND SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF LIVE OAK JUNE 30, 2019

	Private Purpose T Fund	
Assets:		
Cash and investments	\$ 29,	376
Total Assets	\$ 29,	376
Liabilities:		
Due to other governments	\$ 29,	376
Total Liabilities	\$ 29,	376
Net Position:		
Held in trust	\$	
Total Net Position	\$	

# STATEMENT OF CHANGES IN FIDUCIARY NET POSITION PRIVATE PURPOSE TRUST FUND SUCCESSOR AGENCY TO THE REDEVELOPMENT AGENCY OF THE CITY OF LIVE OAK YEAR ENDED JUNE 30, 2019

	Private- Purpose Trust Fund
Additions:	\$ -
Total Additions	
Deductions:	\$ -
Total Deductions	
Changes in Net Position	_
Net Position - Beginning of the Year	<u> </u>
Net Position - End of the Year	\$ -

THIS PAGE INTENTIONALLY LEFT BLANK

#### Note 1: Summary of Significant Accounting Policies

#### a. Financial Reporting Entity

The City operates under a Council form of government and provides the following services: public safety, highways and streets, health and sanitation, culture-recreation, public improvements, planning and zoning, general administrative services, and water and sewer.

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

Reporting for component units on the City's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the City's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the government.

For financial reporting purposes, the City's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the City Council. Separate financial statements for the City of Live Oak Public Improvement Corporation are not issued.

#### **Blended Component Units**

City of Live Oak Public Improvement Corporation (Corporation)

The Corporation, established August 18, 1987, was formed to assist the City in the financing of real or personal property for the benefit of the City of Live Oak. The Corporation is the lessor for the City's Farmers Home Administration Loan, the City's 2004 Certificates of Participation, and the City's 2003 Certificates of Participation and makes debt service payments on behalf of the City. The City Council is the governing body of the Corporation and because its financial and operational relationship with the City is closely integrated, the Corporation's loans payable are reported in the governmental activities, certificates of participation in the water and sewer enterprise funds and certificates of participation in the sewer enterprise fund financial statements.

Joint Agencies

The City is a participant in Small Cities Organized Risk Effort (SCORE), the purpose of which is for member-cities to share in the administrative costs of providing liability and workers' compensation insurance. SCORE is composed of 19 member-cities and is governed by a board of directors appointed by the member-cities. Complete financial information can be obtained from the SCORE offices in San Francisco, California. The City is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards Board.

The City is a participant in California Joint Powers Risk Management Authority (CJPRMA), the purpose of which is to provide excess coverage for its members. The CJPRMA is governed by a board of directors representing its member-cities. Complete financial information can be obtained from the claims administrator at 3201 Doolan Road, Suite 285, Livermore, California 94551. The City is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards Board.

#### b. Basis of Presentation

The statement of net position and statement of activities display information on all of the nonfiduciary activities of the City and its blended component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the City's business-type activities 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 1) charges paid by the recipients of goods and services offered by the program, 2) operating grants and contributions and 3) capital grants and contributions. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The fund financial statements provide information about the City's funds, including blended component units. Funds are organized into three major categories: governmental, proprietary and fiduciary. The emphasis is placed on major funds within the governmental and proprietary categories; each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

The City reports the following major governmental funds:

- The General fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the City that are not accounted for through other funds. For the City, the General Fund includes such activities as public safety, community development, and recreation and culture services.
- The Program Income fund is a special revenue fund used to account for revenues and expenditures related to HOME, CDBG and EDBG program income. Funding comes primarily from program income from federal grants.
- The Capital Improvement Project fund is a capital projects fund used to account for revenues and expenditures for capital projects.

The City reports the following proprietary funds:

- The Water fund is an enterprise fund used to account for activity related to providing customers with water service and billing for services provided by the City.
- The Sewer fund is an enterprise fund used to account for activity related to providing customers with sewer service and billing for services provided by the City.

The City reports the following additional fund types:

 The Private Purpose Trust fund accounts for property held under other trust arrangement under which principal and income benefit individuals, private organizations, or other governments. Private purpose trust funds include the Successor Agency to the Redevelopment Agency of the City of Live Oak.

#### c. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements, and donations. Under the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are considered susceptible to accrual and are recognized as revenue when their receipt occurs within sixty days after the end of the fiscal year. Expenditures are generally 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 payment is due. General capital assets 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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally 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 enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary funds include trust funds and agency funds. The City's private purpose trust fund is recorded using the economic resources measurement focus and the accrual basis of accounting.

#### d. Non-Current Governmental Assets/Liabilities

Non-current governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide statement of net position.

#### e. Cash and Cash Equivalents

For purposes of the accompanying Statement of Cash Flows, the City considers all highly liquid investments with an original maturity of three months or less and amounts held in the City's investment pool to be cash and cash equivalents.

#### f. Investments

The City pools cash and investments of all funds. Each fund's share in this pool is displayed in the accompanying financial statements as cash and investments.

Investment transactions are recorded on the trade date. The fair value of investments is determined annually. Investments in nonparticipating interest-earning investment contracts are reported at cost; short term investments are reported at amortized cost, investments in Local Agency Investment Fund, an external pool, are reported at amortized cost which approximates fair value, and the fair value of all other investments are obtained by using quotations obtained from independent published sources or by the safekeeping institution. The fair value represents the amount the City could reasonably expect to receive for an investment in a current sale between a willing buyer and seller.

Income from pooled investments is allocated to the individual funds based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Income from non-pooled investments is recorded based on the specific investments held by the fund.

#### g. Receivables

Receivables for governmental activities consist mainly of accounts, interest, taxes, intergovernmental, and notes and loans. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

Receivables for enterprise funds consist mainly of user fees and interest. Management records an allowance for doubtful accounts based on actual customer balances that the City Council has approved to be written off. At June 30, 2019, the allowance for doubtful accounts was \$1,299.

#### h. Other Assets

#### 1. Inventory

Governmental fund inventories are recorded as expenditures at the time inventory is purchased rather than when consumed. Records are not maintained of inventory and supplies on hand, although these amounts are not considered material.

#### 2. Prepaid Items

Payments made for services that will benefit periods beyond June 30, 2019, are recorded as prepaid items under both the accrual and modified accrual basis of accounting. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased. The City records both prepaid costs for expenditures/expenses paid for services that will benefit future periods and prepaid insurance for the net investment in a joint powers self-insurance agency.

#### i. Capital Assets

Capital assets, including public domain (infrastructure such as roads, bridges, sidewalks, sewer and similar items) are defined by the City as assets with a cost greater than \$5,000 (\$10,000 for enterprise funds) for assets other than infrastructure and \$75,000 for infrastructure and an estimated useful life of more than two years. Capital assets are recorded at historical cost or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their acquisition value at the date of donation.

Capital assets used in operations are depreciated or amortized using the straight-line method over the assets estimated useful life in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

Depreciable Asset	Years
Equipment	3-25
Structures and improvements	5-50
Infrastructure	20-75

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

#### j. Property Tax

Sutter 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.

Property taxes are levied on a fiscal year (July 1 - June 30). The secured property tax assessments are due on November 1 and February 1 and become delinquent after December 10 and April 10, respectively. The unsecured property tax assessments are due on August 1 and become delinquent after August 31. Property taxes become a lien on the property effective January 1 of the preceding year.

The City recognizes property taxes when the individual installments are due, provided they are collected within 60 days after year-end.

#### k. Interfund Transactions

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

Loans reported as receivables and payables are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances." Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not in spendable form.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and therefore are not eliminated in the process of preparing the government-wide statement of activities.

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are reflected as expenditures or expenses in the reimbursing fund and reductions to expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between funds are netted as part of the reconciliation to the government-wide presentation.

#### I. Unearned Revenue

Under the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. When assets are recognized in connection with a transaction before the earnings process is complete, those assets are offset by a corresponding liability for unearned revenue.

#### m. 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.

#### n. Pensions

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

#### o. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has two items which qualify for reporting in this category. These items relate to outflows from changes in the net pension liability and the net OPEB asset and are reportable on the Statement of Net Position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has three types of items which qualify for reporting in this category. One item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues for receivables that have not been received within the period of availability. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second and third items relate to inflows from changes in the net pension liability and net OPEB asset and are reportable on the Statement of Net Position.

#### Note 1: Summary of Significant Accounting Policies (Continued)

#### p. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### q. Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's plan (OPEB Plan), the assets of which are held by the California Employers' Retiree Benefit Trust (CERBT), and additions to/deductions from the OPEB Plan's fiduciary net position have been determined by an independent actuary. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date June 30, 2017 Measurement Date June 30, 2018

Measurement Period July 1, 2017 to June 30, 2018

#### r. Net Position

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2019, fund balance for governmental funds is made up of the following:

Nonspendable fund balance - amounts that cannot be spent because they are
either (a) not in spendable form, or (b) legally or contractually required to be
maintained intact. The "not in spendable form" criterion includes items that are not
expected to be converted to cash, for example: inventories and prepaid amounts.

- Restricted fund balance amounts with constraints placed on their use that are
  either (a) externally imposed by creditors, grantors, contributors, or laws or
  regulations of other governments; or (b) imposed by law through constitutional
  provisions or enabling legislation. Restrictions may effectively be changed or lifted
  only with the consent of resource providers
- Unrestricted net position all other net position that does not meet the definition
  of "restricted" or "net investment in capital assets."

#### **Net Position Restricted by Enabling Legislation**

The government-wide Statement of Net Position reports \$4,248,784 of restricted net position, of which \$1,363,266 is restricted by enabling legislation.

#### **Net Position Flow Assumption**

When a government funds outlays for a particular purpose from both restricted and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted net position are available, it is considered that restricted resources are used first, followed by the unrestricted resources.

#### s. Fund Balance

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2019, fund balance for governmental funds is made up of the following:

- Nonspendable fund balance amounts that cannot be spent because they are
  either: (a) not in spendable form, or (b) legally or contractually required to be
  maintained intact. The "not in spendable form" criterion includes items that are not
  expected to be converted to cash, for example: inventories and prepaid amounts.
- Restricted fund balance amounts with constraints placed on their use that are
  either: (a) externally imposed by creditors, grantors, contributors, or laws or
  regulations of other governments; or (b) imposed by law through constitutional
  provisions or enabling legislation. Restrictions may effectively be changed or lifted
  only with the consent of resource providers.
- Committed fund balance amounts that can only be used for the specific purposes determined by formal action of the City's highest level of decision-making authority. The City Council is the highest level of decision-making authority for the City that can, by adoption of an ordinance commit fund balance. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.

#### Note 1: Summary of Significant Accounting Policies (Continued)

- **Assigned fund balance** amounts that are constrained by the City's intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose.
- Unassigned fund balance the residual classification for the City's General fund
  that includes all amounts not contained in the other classifications. In other funds,
  the unassigned classification is used only if expenditures incurred for specific
  purposes exceed the amounts restricted, committed, or assigned to those
  purposes.

#### **Fund Balance Flow Assumption**

When a government funds outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance), a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted fund balance are available, it is considered that restricted fund balance is depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

#### Note 2: Stewardship, Compliance and Accountability

#### a. Restatement of Net Position

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the City reports these changes as restatements of beginning net position. The impact of and reasons for the restatements on the net position on the financial statements as previously reported are presented below:

	Governmental Activities (1)	Water Fund (2) Sewer Fund (2		Business-type Activities (2)
Net Position, June 30, 2018, as previously reported	\$ 39,080,560	\$ 6,741,288	\$ 25,024,924	\$ 32,099,544
Restatements	10,422,971	2,089,095	(2,089,095)	
Net Position, July 1, 2018, as restated	\$ 49,503,531	\$ 8,830,383	\$ 22,935,829	\$ 32,099,544

- (1) A prior period adjustment was due to remove deferred inflows related to deferred housing loans in conformance with GASB Statements 63 and 65.
- (2) A prior period adjustment was required to properly correct capitalized costs that were recorded in the incorrect fund in prior years.

#### b. Deficit Fund Balance/Net Position

The following non-major special revenue funds had a deficit fund balance:

The 14-HOME-9274 fund had a fund balance deficit of \$3,945, which is expected to be eliminated in the future through grant reimbursements.

The Mello Roos CFD 2004-1 Fire fund had a fund balance deficit of \$2,769, which is expected to be eliminated in the future through special assessment revenues.

The Mello Roos CFD 2004-1 Street Lighting fund had a fund balance deficit of \$11,650, which is expected to be eliminated in the future through special assessment revenues.

The Storm Drain Connection Fees fund had a fund balance deficit of \$26,540, which is expected to be eliminated in the future through connection fees.

The 13-CDBG-8933 Skate Park fund had a fund balance deficit of \$430,713, which is expected to be eliminated in the future through grant reimbursements.

The 16-HOME-11532 fund had a fund balance deficit of \$6,710, which is expected to be eliminated in the future through grant reimbursements.

The 16-HOME-11380 fund had a fund balance deficit of \$3,267, which is expected to be eliminated in the future through grant reimbursements.

#### Note 3: Cash and Investments

#### a. Financial Statement Presentation

As of June 30, 2019, the City's cash and investments are reported in the financial statements as follows:

Governmental activities	\$ 8,022,675
Business-Type activities	4,194,909
Private Purpose Trust	29,376
Total Cash and Investments	\$ 12,246,960

As of June 30, 2019, the City's cash and investments consisted of the following:

Cash: Cash on hand	\$ 1,020
Deposits (less outstanding checks)	3,054,011
Total Cash	3,055,031
Investments:	
Certificate of Deposit	31,000
LAIF	8,583,670
Money Market Funds	577,259
Total Investments	9,191,929
Total Cash and Investments	\$ 12,246,960

#### b. Cash

At year end, the carrying amount of the City's cash deposits (including amount in checking accounts and money market accounts) was \$3,054,011 and the bank balance was \$3,147,521. The difference between the bank balance and the carrying amount represents outstanding checks and deposits in transit. In addition, the City had cash on hand of \$1,020.

Custodial Credit Risk for Deposits - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The City's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the City's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits more than the \$250,000 insured amount are collateralized.

#### Note 3: Cash and Investments (Continued)

#### c. Investments

Pursuant to Section 53646 of the Government Code, the City prepares an investment policy annually and presents it to the City Council for review and approval. The investment policy provides the basis for the management of a prudent, conservative investment program. Funds are invested to provide the maximum security of principal with secondary emphasis on achieving the highest return, while meeting daily cash flow needs. All investments are made in accordance with the Government Code and, in general, the investment policy is more restrictive than state law.

Under the provisions of the City's investment policy the City may invest or deposit in the following:

U.S. Government Obligations

U.S. Government Agencies and Instrumentalities Securities

Repurchase Agreements

Banker's Acceptances

Commercial Paper

Medium-Term Corporate Notes

Certificates of Deposit

Negotiable Certificates of Deposit

Local Agency Investment Fund (LAIF)

California Pooled Investment Authority

Money Market Mutual Funds

Fair Value Measurements - The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

Level 1: Quoted prices for identical investments in active markets;

Level 2: Observable inputs other than quoted market prices; and,

Level 3: Unobservable inputs.

The City's position in external investment pools is, in itself, regarded as a type of investment, and looking through to the underlying investments of the pool is not appropriate. Therefore, the City's investment in external investment pools is not recognized in the three-tiered fair value hierarchy described above.

#### Note 3: Cash and Investments (Continued)

At June 30, 2019, the City had the following recurring fair value measurements.

					Level		
Investment Type	Fa	air Value	1		2	3	
Certificate of Deposit	\$	31,000	\$	-	\$ 31,000	\$ 	_
Uncategorized							
Money Market Funds		577,259					
Local Agency Investment Funds (LAIF)	8	3,583,670					
Total Investments Measured at Amortized Cost		9,160,929					
Total Investments	\$ 9	9,191,929					

Interest Rate Risk - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. To limit exposure to fair value losses resulting from increases in interest rates, the City's investment policy limits investment maturities to a term appropriate to the need for funds so as to permit the City to meet all projected obligations. Any investments that mature more than five years from the date of purchase cannot occur without prior approval of the City Council.

At June 30, 2019, the City had the following investments all of which had a maturity of 5 years or less:

		 Maturities	
	Interest		Fair
Investment Type	Rates	0-1 Year	Value
Certificate of Deposit	Variable	\$ 31,000	\$ 31,000
Local Agency Investment Fund (LAIF)	Variable	8,583,670	8,583,670
Money Market Funds	Variable	 577,259	577,259
Total Investments		\$ 9,191,929	\$ 9,191,929

Credit Risk - 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. The City's investment policy sets specific parameters by type of investment to be met at the time of purchase. As of June 30, 2019, the City investments were all pooled with the State of California Local Agency Investment Fund which is not rated by a nationally recognized statistical rating organization.

Custodial Credit Risk - Custodial credit risk for investments is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the City's investment policy requires that all of its managed investments be held in safekeeping by a third-party bank trust department.

#### Note 3: Cash and Investments (Continued)

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. The City's investment policy contains limitations on the amount that can be invested in any one issuer. As of June 30, 2019, the City investments were all pooled with the State of California Local Agency Investment Fund which holds a diversified portfolio of high-quality investments.

#### d. Investment in External Investment Pools

The City of Live Oak maintains an investment in the State of California Local Agency Investment Fund (LAIF), managed by the State Treasurer. This fund is not registered with the Securities and Exchange Commission as an investment company but is required to invest according to California State Code. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. At June 30, 2019, the City's investment in LAIF valued at amortized cost was \$8,583,670 and is the same as the value of the pool shares. There are no restrictions on withdrawal of funds. The total amount invested by all public agencies in LAIF on that day was \$105.6 billion. Of that amount, 99.17 percent is invested in non-derivative financial products and 0.83 percent in structured notes and asset-backed securities.

#### Note 4: Capital Assets

Capital assets activity for the year ended June 30, 2019, was as follows:

#### **Governmental Activities**

Governmental activities		Balance at ine 30, 2018	 - - - - - - - - - - - - - - - - - - -	_	Additions	Ret	tirements	Balance at ine 30, 2019
Capital assets not being depreciated Land	\$	6,584,996	\$	\$		\$		\$ 6,584,996
Construction-in-progress	Ψ	963,365	 (140,316)	<u>Ψ</u>	346,102	Ψ	_	 1,169,151
Total capital assets not being								
depreciated		7,548,361	(140,316)		346,102			7,754,147
Capital assets being depreciated								
Buildings and improvements		7,561,067	-		-		-	7,561,067
Equipment		3,852,922	-		720,680		28,130	4,545,472
Infrastructure		22,058,947	 140,316		-			 22,199,263
Total capital assets being								
depreciated		33,472,936	 140,316		720,680		28,130	 34,305,802
Less accumulated depreciation								
Buildings and improvements		(1,469,216)	_		(262,831)		_	(1,732,047)
Equipment		(2,794,227)	-		(200, 151)		28,130	(2,966,248)
Infrastructure		(7,513,303)			(537,306)			 (8,050,609)
Total accumulated depreciation		(11,776,746)		_	(1,000,288)		28,130	 (12,748,904)
Capital assets being depreciated, net		21,696,190	 140,316		(279,608)		_	21,556,898
	\$	29,244,551	\$ _	\$	66,494	\$	-	\$ 29,311,045

#### Note 4: Capital Assets (Continued)

#### **Business-Type Activities**

	Balance				Balance		
	Ju	ne 30, 2018	Additions		June 30, 2019		
Capital assets, not being depreciated:							
Land	\$	233,241	\$	-	\$	233,241	
Construction in progress		2,344,994		626,213		2,971,207	
Total capital assets, not being depreciated		2,578,235		626,213		3,204,448	
Capital assets, being depreciated:							
Buildings and improvements		38,641		-		38,641	
Equipment		1,585,929		-		1,585,929	
Infrastructure		47,731,996		-		47,731,996	
Total capital assets, being depreciated		49,356,566		-		49,356,566	
Less accumulated depreciation for:							
Buildings and improvements		(38,641)		-		(38,641)	
Equipment		(1,293,565)		(47,099)		(1,340,664)	
Infrastructure		(15,064,541)	(	1,398,173)		(16,462,714)	
Total accumulated depreciation		(16,396,747)	(	1,445,272)		(17,842,019)	
Total capital assets being depreciated, net		32,959,819	(	1,445,272)		31,514,547	
Business-Type activities capital assets, net	\$	35,538,054	\$	(819,059)	\$	34,718,995	

#### Depreciation

Depreciation expense was charged to governmental functions as follows:

General Government Public safety	\$ 54,865 115.657
Community development	530,225
Culture and recreation	297,585
Public ways and facilities	 1,956
Total Depreciation Expense - Governmental Functions	\$ 1,000,288
Depreciation expense was charged to business-type functions as follows:	
Water Sewer	\$ 335,540 1,109,732
Total Depreciation Expense - Business-Type Functions	\$ 1,445,272

#### Note 4: Capital Assets (Continued)

#### **Construction in Progress**

Construction in progress for governmental activities and business-type activities relate primarily to work performed on the following projects:

	 Balance
Governmental Activities	
Parks and Recreation	
Rec Trail Segment 4	\$ 95,614
City Signs	 107,911
Total Parks and Recreation	203,525
Streets & Roads	
Underground Utility	886,285
Pennington Road Project	79,341
Total Streets & Roads	965,626
Total Governmental Activities	\$ 1,169,151
Business-type Activities	
Water Enterprise	
Well #7	2,406,374
Pennington Water Main	259,809
Total Water Enterprise	 2,666,183
Sewer Enterprise	
Dewatering project	293,763
Security gate	11,261
Total Sewer Enterprise	305,024
Total Business-type Activities	\$ 2,971,207

#### Note 5: Interfund Transactions

#### **Due To/From Other Funds**

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due to and due from balances as of June 30, 2019:

Due from other funds	Due to other funds	 Amount
General Fund	Other Governmental Funds	\$ 493,839
Capital Improvement Project	Other Governmental Funds	45,000
		\$ 538,839

#### **Transfers**

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations and re-allocations of special revenues. The following are the interfund transfers for fiscal year ended June 30, 2019:

Transfers In	Transfer Out	 Amount
Capital Improvement Project	General Fund	\$ 19,762
Capital Improvement Project	Other Governmental Funds	422,728
Other Governmental Funds	Capital Improvement Project	 320
		\$ 442,810
		 ,

Additionally, a transfer of capital assets was made by governmental activities to business-type activities in the amount of \$577,087.

### NOTES TO FINANCIAL STATEMENTS (CONTINUED) JUNE 30, 2019

#### Note 6: Loans Receivable

At June 30, 2019, the City had the following loans receivable, including principal and accrued interest:

#### **Governmental Activities**

Loan Type		Principal		Interest		Total
CDBG Housing Rehab	\$	462,000	\$	116,433	\$	578,433
CDBG First Time Home Buyer		474,000		205,874		679,874
CDBG Public Improvements		680,800		-		680,800
EDBG Business Assistance		35,309		23		35,332
HOME Owner Occupied Rehab		1,399,472		105,439		1,504,911
HOME First Time Home Buyer		163,162		68,999		232,161
HOME Housing New Construction		7,440,657		745,947		8,186,604
HOME Program Income Housing New Construction		59,343		10,116		69,459
HOME Program Income First Time Home Buyer		155,113		58,086		213,199
HOME Program Income Owner Occupied Rehab		93,679		25,624		119,303
City Loan First Time Home Buyer		75,000		26,402		101,402
Impact Fees Housing New Construction		667,349		18,540		685,889
Total	\$	11,705,884	\$	1,381,483	\$	13,087,367

A total of \$13,087,367 was recorded as loans receivable at June 30, 2019. These represent low interest notes principal portion to finance multi-family and single-family construction and rehabilitation projects, home buyer assistance for low income families, as well as business start-up costs. Loan terms are 15 to 55 years with interest rates at 0.00 to 5.00 percent. The primary source of funding for these loans comes from grants from the federal Community Development Block Grant (CDBG) and Home Investment Partnerships (HOME) programs. The CDBG and HOME grants contain monitoring requirements to ensure grant compliance. These requirements are reflected in the loan agreements. Due to the terms of the loans, offsetting deferred inflows of resources of \$12,300,076 have been established in the Governmental Funds Balance Sheet for the housing and business loan principal and interest payments.

### NOTES TO FINANCIAL STATEMENTS (CONTINUED) JUNE 30, 2019

#### Note 7: Long-Term Liabilities

#### **Debt Service Requirements**

The following is a summary of changes in long-term liabilities for the year ended June 30, 2019:

	.lur	Balance ne 30, 2018	Re	etirements	.lu	Balance ne 30, 2019	Dι	Amounts ue Within One Year
Type of Indebtedness	- 001	10 00, 2010	retirents		- 041	110 00, 2010		710 1001
Governmental Activities								
Direct Placements:								
City of Yuba City Loan	\$	317,295	\$	(52,882)	\$	264,413	\$	52,882
Capital Lease: Fire engine		549,863		(70,532)		479,331		73,050
Total Governmental Activities	\$	867,158	\$	(123,414)	\$	743,744	\$	125,932
Business-Type Activities								
Direct Placements:								
State Department of Water								
Resources revolving fund loan	\$	4,970,364	\$	(184, 269)	\$	4,786,095	\$	186,111
Certificates of Participation		1,920,000		(70,000)		1,850,000		70,000
Total Business-Type Activities	\$	6,890,364	\$	(254,269)	\$	6,636,095	\$	256,111

For business-type activities, all debt is accounted for in the proprietary fund where the liability occurred.

#### Note 7: Long-Term Liabilities (Continued)

Individual issues of debt payable outstanding at June 30, 2019, are as follows:

#### **Governmental Activities**

Direct placement loan:

City of Yuba City loan dated, August 2012 in the amount of \$528,825, payable in semi-annual installments of \$26,156 to \$26,728 with an interest rate of 0.228% and a maturity of September 1, 2023. The loan was used to provide funding to the Sutter Animal Services Authority. In the event of default, the City will forfeit all rights and interest in the Animal Control Facility.

Total Loans 264,413

264,413

479,331

4,786,095

810,000

1,040,000

#### Direct placement capital lease:

The City entered into a lease purchase agreement with US Bancorp Government Leasing and Finance Inc. in January 2018. Using the lease proceeds, the City purchased a fire engine from Ferrara Rev Group for \$549,863. The fire engine was delivered to the City in September 2018 and went into service at that time. The lease arrangement goes out seven years at an interest rate of 3.57% with annual payments commencing in January 2019. The lease is an obligation of the City's General Fund and is accounted for as a long term general liability of the City.

Total Capital Leases 479,331

Total Governmental Activities \$ 743,744

#### **Business-Type Activities**

Direct placement loan:

State Department of Water Resources loan, dated February 26, 2010 in the amount of \$6,040,511, payable in annual installments of \$175,812 to \$231,656 with an interest rate of 1.00% and maturity of June 30, 2042. The loan was used to finance wastewater treatment plant upgrade project.

Total Loans 4,786,095

#### Direct Placement Certificates of Participation:

2003 Certificates of Participation, dated January 1, 2004 in the amount of \$1,269,025, payable in annual installments of \$30,000 to \$39,025 with an interest rate of 4.25% and maturity of July 1, 2043. The certificates were used to finance a wastewater improvement project. The certificates are backed by a pledge of net revenues of the wastewater fund.

2005 Certificates of Participation, dated January 1, 2006 in the amount of \$1,441,000, payable in annual installments of \$1,000 to \$40,000 with an interest rate of 4.25% and maturity of July 1, 2044. The certificates were used to finance a water meter installation and improvement project. The certificates are backed by a pledge of net revenues of the waste fund.

Total Certificates of Participation 1,850,000

Total Business-Type Activities \$ 6,636,095

#### Note 7: Long-Term Liabilities (Continued)

As of June 30, 2019, the City was not in compliance with the rate covenant for their 2005 Water Fund COPs. The target coverage ratio of operating revenues to operating expenses is 110% and the City had a ratio of 94.68%.

The following are schedules of debt payment requirements of governmental activities and business-type activities to maturity for long-term debt.

#### **Governmental Activities**

Year Ended			l	_oans				
June 30,	F	Principal		Principal Interest		Interest		Total
2020	\$	52,882	\$	573	\$	53,455		
2021		52,882		452		53,334		
2022		52,882		332		53,214		
2023		52,882		211		53,093		
2024		52,885		90		52,975		
Total	\$	264,413	\$	1,658	\$	266,071		

Year Ended			Fir	e Engine	
June 30,	Principal		I	nterest	Total
2020	\$ 73,050		\$	17,112	\$ 90,162
2021	75,658			14,504	90,162
2022	78,359			11,803	90,162
2023	81,156			9,006	90,162
2024	84,054			6,109	90,163
2025	87,054			3,108	90,162
Total	\$ 479,331		\$	61,642	\$ 540,973

#### **Business-Type Activities**

Year Ended		Loans	
June 30,	Principal	Interest	Total
2020 2021 2022 2023 2024 2025-2029	\$ 186,111 187,972 189,852 191,751 193,668 997,781	\$ 47,861 46,000 44,120 42,222 40,304 172,080	\$ 233,972 233,972 233,972 233,973 233,972 1,169,861
2030-2034	1,048,680	121,183	1,169,863
2035-2039	1,102,171	67,690	1,169,861
2040-2042	688,109	13,808	701,917
Total	\$ 4,786,095	\$ 595,268	\$ 5,381,363

#### Note 7: Long-Term Liabilities (Continued)

#### **Business-Type Activities**

Year Ended	Certificates of Participation						
June 30,	Principal	Interest	Total				
2020 2021 2022 2023 2024 2025-2029 2030-2034	\$ 70,000 70,000 70,000 70,000 70,000 365,000 365,000	\$ 77,138 74,163 71,188 68,213 65,238 279,969 202,406	\$ 147,138 144,163 141,188 138,213 135,238 644,969 567,406				
2035-2039 2040-2044	365,000 365,000	124,844 47,281	489,844 412,281				
2045-2049	40,000	850	40,850				
Total	\$ 1,850,000	\$ 1,011,290	\$ 2,861,290				

#### Note 8: Compensated absences

A summary of the changes in compensated absences for the year ended June 30, 2019 is as follows:

	_	Balance e 30, 2018 Additions		Re	Reductions Ju		Balance June 30, 2019		Due in One Year	
Governmental Activities	\$	55,852	\$	26,078	\$	25,840	\$	56,090	\$	17,763
Business-Type activities		48,518		24,040		16,858		55,700		34,962
Total Primary Government	\$	104,370	\$	50,118	\$	42,698	\$	111,790	\$	52,725

#### Note 9: Fund Balances

The fund balances for all major and non-major governmental funds as of June 30, 2019, were distributed as follows:

	General	Program Income	Capital Improvement Project	Go	Other overnmental Funds		Total
Nonspendable: Prepaid costs	\$ 15,268	\$ _	\$ -	\$	4,559	\$	19,827
Subtotal	15,268	 		_	4,559	_	19,827
Restricted For:							
Developer Deposits	_	_	_		3.254		3,254
Street maintenance and	_	-	_		370,144		370,144
Law enforcement services	-	-	_		239,632		239,632
Sidewalk improvement	-	-	-		17,768		17,768
Street lighting	-	-	-		115,961		115,961
Mello Roos	-	-	-		222,008		222,008
Fire protection services	-	-	-		11,334		11,334
Impact fees	-	-	-		902,987		902,987
Community development	-	427,927	-		581,537		1,009,464
Transportation	-	-	-		814,277		814,277
Subtotal		427,927			3,278,902		3,706,829
Committed to:							
General reserve	866,300	-	-		_		866,300
City/County major fire	24,745	-	-		-		24,745
Equipment replacement	105,296	-	-		-		105,296
Info technology	105,294	-	-		-		105,294
PERS retirement	325,548	-	-		-		325,548
Health insurance	279,804	-	-		-		279,804
OPEB	186,214	-	-		-		186,214
Capital facilities	685,631	-	-		-		685,631
Subtotal	2,578,832		_		-		2,578,832
Unassigned	2,076,221	_	1,847		(485,594)		1,592,474
Totals	\$ 4,670,321	\$ 427,927	\$ 1,847	\$	2,797,867	\$	7,897,962

#### **Fund Balance Policy**

The City Council adopted the City of Live Oak Fund Balance Policy in 2011. The policy establishes procedures for reporting fund balance classifications, establishes prudent reserve requirements and establishes a hierarchy of fund balance expenditures. The policy also provides for a measure of financial protection for the City against unforeseen circumstances and to comply with GASB Statement No. 54.

Included in the City's adopted budget each year are the City's Budget Policies. The Budget Policies state that the City will maintain a minimum General Fund general reserve equal to 30 percent of the General Fund's appropriations. This is considered Live Oak's "Healthy Cities Reserve".

#### Note 10: Pension Plan

#### a. General Information about the Pension Plan

#### Plan Description

All qualified permanent and probationary employees are eligible to participate in the City of Live Oak Miscellaneous cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plan are established by State statute and Local Government resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

At the measurement date, the City had 14 employees participating in the Miscellaneous "Classic" Plan and 11 employees participating in the Miscellaneous PEPRA Plan.

#### Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plans' provisions and benefits in effect at the measurement date, are summarized as follows:

PEPRA

		PEPRA
	Miscellaneous	Miscellaneous
	Rate Plan	Rate Plan
	Prior to	On or after
Hire date	January 1, 2013*	January 1, 2013
Benefit formula	2.7% @ 55	2% @ 62
Benefit vesting schedule	5 years of service	5 years of service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 67	52 - 67
Monthly benefits, as a % of eligible compensation	2.000% - 2.700%	1.000% - 2.500%
Required employee contribution rates	8.000%	6.250%
Required employer contribution rates	25.570%	6.781%

<sup>\*</sup>Closed to new member entrants

#### Note 10: Pension Plan (Continued)

#### **Contribution Description**

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through the CalPERS' annual actuarial valuation process. For public agency cost-sharing plans covered by either the Miscellaneous or Safety risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

In regard to the "Classic" Plan employees, 7 of them were employed by the City prior to 2014 and the City pays the employee portion of the contributions for these individuals as of the balance sheet date.

The contributions that will be recognized as a reduction to the net pension liability for each plan in fiscal year 2020 are \$242,734.

### b. Pension Liabilities, Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2019, the City reported a liability of \$1,739,893 for its proportionate share of the net pension liability of the Plan. The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2018, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The City's proportionate share of the net pension liability for the Miscellaneous risk pool rate plan was 0.04617%, which was a decrease of 0.00012% from its proportion measured as of June 30, 2017.

#### Note 10: Pension Plan (Continued)

For the year ended June 30, 2019, the City recognized pension expense of \$367,052. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources	
Pension contributions made subsequent to measurement date	\$	242,734	\$	-
Changes in assumptions		198,367		(48,616)
Difference between expected and actual experiences		66,761		(22,718)
Differences between actual contributions and the proportionate share of contributions		84,677		-
Net difference between projected and actual earnings on pension plan investments		8,602		-
Adjustment due to difference in proportions		48,820		(71,936)
Total	\$	649,961	\$	(143,270)

\$242,734 reported as deferred outflows of resources related to contributions made subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Period Ended		Deferred			
June 30	Outflows/(Inflows)				
2019	\$	208,719			
2020		127,838			
2021		(56,950)			
2022		(15,650)			
	\$	263,957			

#### Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ended June 30, 2018, (the measurement date), the total pension liability was determined by rolling forward the June 30, 2017, total pension liability. The June 30, 2017 and the June 30, 2018, total pension liabilities were based on the following actuarial methods and assumptions:

#### Note 10: Pension Plan (Continued)

Actuarial Cost Method Entry Age Normal in accordance with the

requirements of GASB Statement No. 68

**Actuarial Assumptions** 

Discount Rate 7.15% Inflation 2.50%

Salary Increases Varies by Entry Age and Service

Mortality Rate Table (1) Derived using CalPERS' Membership Data

for all Funds

Post Retirement Benefit Contract COLA up to 2.00% until

Increase Purchasing Power Protection Allowance

Floor on Purchasing Power applies, 2.50 %

thereafter

The mortality table used in the June 30, 2017 valuation was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using the Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website at: <a href="https://www.calpers.ca.gov/docs/forms-publications/calpers-experience-study-2017.pdf">https://www.calpers.ca.gov/docs/forms-publications/calpers-experience-study-2017.pdf</a>

#### Change of Assumptions

In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017.

#### **Discount Rate**

The discount rate used to measure the total pension liability was 7.15 percent. To determine whether the municipal bond rate should be used in the calculation of the discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. The tests revealed the assets would not run out. Therefore, the current 7.15 percent discount rate is appropriate, and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.15 percent is applied to all plans in the Public Employees' Retirement Fund (PERF). The cash flows used in the testing were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS website under the GASB 68 section.

#### Long-term Expected Rate of Return

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

#### Note 10: Pension Plan (Continued)

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses. The expected real rates of return by asset class are as followed:

	New Strategic	Real Return	Real Return
Asset Class	Allocation	Years 1 - 10 (1)	Years 11+ (2)
Global Equity	50.0%	4.80%	5.98%
Global Fixed Income	28.0	1.00	2.62
Inflation Sensitive	0.0	0.77	1.81
Private Equity	8.0	6.30	7.23
Real Estate	13.0	3.75	4.93
Liquidity	1.0	0%	(0.92)
	100%		

- (1) An expected inflation of 2.00% used for this period.
- (2) An expected inflation of 2.92% used for this period.

### Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

Discount Rate - 1%		Curi	rent Discount Rate	Discount Rate +1%		
(6.15%)			(7.15%)	(8.15%)		
\$	2.648.364	\$	1.739.893	\$	989.966	

#### Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

# NOTES TO FINANCIAL STATEMENTS (CONTINUED) JUNE 30, 2019

# Note 11: Other Postemployment Benefits (OPEB)

# Plan Description

The City contributes to California Public Employees Retirement System (CalPERS), an agent multiple-employer defined benefit postemployment healthcare plan administrator ("the Retiree Health Plan"). An employee is eligible for lifetime medical benefits under the Plan, along with his/her spouse at the time of retirement, if he or she retires from the City under CalPERS. The retiree receives a benefit of \$128 per month from the City. Payments cease at age 65 when the retiree is eligible for Medicare.

# **Employees Covered**

As of the June 30, 2017 actuarial valuation, the following current and former employees were covered by the benefit terms under the Retiree Health Plan:

Active	21
Inactive employees or beneficiaries currently receiving benefits	7
Inactive employees entitled to, but not yet receiving benefits	0
Total	28

#### **Contributions**

The Retiree Health Plan and its contribution requirements are established by Memoranda of Understanding with the applicable employee bargaining units and may be amended by agreements between the City and the bargaining units. The annual contribution is based on the actuarially determined contribution. For the year ended June 30, 2019, the City's cash contributions were \$18,875 in total payments, which will be recognized as an increase to the net OPEB asset.

# NOTES TO FINANCIAL STATEMENTS (CONTINUED) JUNE 30, 2019

# Note 11: Other Postemployment Benefits (OPEB) (Continued)

#### **Net OPEB Asset**

The City's net OPEB asset was measured as of June 30, 2018 and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation dated June 30, 2017 to determine the June 30, 2018 total OPEB liability, based on the following actuarial methods and assumptions:

6

Contribution Policy Pre-funded through CERBT with Strategy 1

asset allocation

Discount Rate and Long-Term 6.75% at June 30, 2018 Rate of Return on Investments 6.75% at June 30, 2017

Plan assets projected to be sufficient to pay all

benefits from trust. No crossover date.

General Inflation 2.75% per annum

Mortality, Retirement, Disability, Terminations CalPERS 1997-2015 Experience Study.

Mortality Improvement Mortality projected fully generational with Scale

MP-17

Medical Trend Non-Medicare - 7.5% for 2019, decreasing to an

ultimate rate of 4.0% in 2076 and later years Medicare - 6.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years

Municipal Bond Rate N/A

Participation at Retirement 50% if active medical coverage

0% if waived

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

		Long-term
	Target	expected real
Asset Class	Allocation	rate of return
Global Equity	57.00%	4.82%
Fixed Income	27.00%	1.47%
TIPS	5.00%	1.29%
Commodities	3.00%	0.84%
REITs	8.00%	3.76%
Total	100.00%	

# Note 11: Other Postemployment Benefits (OPEB) (Continued)

#### Discount Rate

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

# Changes in the Net OPEB Asset

The changes in the net OPEB asset for the Retiree Health Plan are as follows:

	Increase(Decrease)					
	Total OPEB Liability			iduciary Net Position	Net OPEB (Asset)	
Balance at June 30,2018 (measurement date 6/30/17)	\$	253,076	\$	367,526	\$	(114,450)
Changes recognized over the measurement period:						
Service Cost		24,215		-		24,215
Interest		18,226		-		18,226
Contributions - employer*		-		14,578		(14,578)
Net investment income		-		29,243		(29,243)
Benefit payments		(14,578)		(14,578)		-
Adminstrative expenses		-		(682)		682
Net Changes		27,863		28,561		(698)
Balance at June 30, 2019						
(measurement date 06/30/2018)	\$	280,939	\$	396,087	\$	(115,148)

# Sensitivity of the Net OPEB Asset to Changes in the Discount Rate

The following presents the net OPEB asset of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018:

				Current		
	1%	Decrease	Dis	count Rate	1%	Increase
	(	5.75%)		(6.75%)		(7.75%)
Net OPEB Asset	\$	(79,328)	\$	(115,148)	\$	(144,737)

# Note 11: Other Postemployment Benefits (OPEB) (Continued)

# Sensitivity of the Net OPEB Asset to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB asset of the City if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018:

	Current Healthcare					
		1% Decrease	Co	ost Trent Rates		1% Increase
Net OPEB Asset	\$	(152,130)	\$	(115,148)	\$	(69,216)

## **OPEB Plan Fiduciary Net Position**

CalPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained directly from the CalPERS website.

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

For the fiscal year ended June 30, 2019, the City recognized OPEB expense of \$14,911. As of fiscal year ended June 30, 2019, the City reported deferred outflows of resources related to OPEB from the following sources:

	 esources	red Inflows of lesources
OPEB contributions subsequent to measurement date	\$ 18,875	\$ -
Net difference between projected and actual earnings on OPEB plan investments	-	11,172
Total	\$ 18,875	\$ 11,172

The \$18,875 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2018 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2020. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as OPEB expense as follows:

		Deferred		
Fis	scal Year Ended June 30	Outflo	ows/(Inflows)	
	2020	\$	(3,427)	
	2021		(3,427)	
	2022		(3,428)	
	2023		(890)	
		\$	(11,172)	

# Note 12: Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The City has joined together with other municipalities to participate in Small Cities Organized Risk Effort (SCORE) for general liability, vehicle liability, and errors and omissions purposes. SCORE is a public entity risk pool which serves as a common risk management and insurance program for member cities. The City pays an annual premium to SCORE for its insurance coverage. The agreements with SCORE provide that they will be self-sustaining through member premiums and will reinsure through commercial companies for excess coverage.

The City continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years. There is no claims liability to be reported based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

## Note 13: Redevelopment Successor Agency and City Note Receivable

The City of Live Oak established the Live Oak Redevelopment Agency and its only project area in 2006. The City and Redevelopment Agency entered into a cooperation agreement whereby the Agency intends to reimburse the City for costs associated to the formation of the Agency and its project area. The City incurred \$356,849 of formation costs and the cooperation agreement called for the amount to be reimbursed over a 10-year term with a 3 percent simple interest rate. Repayment was to be made from future redevelopment tax increment revenues.

In 2008 the City and surrounding region experienced a significant downturn in property values and the project area did not produce any tax increment revenue for the next three years. Therefore, no payments were made by the Redevelopment Agency to the City in that time frame. Due to the lack of tax increment, the Redevelopment Agency did not incur any further expenses on redevelopment functions other than meeting the ordinary compliance requirements.

In June 2011 the State of California passed legislation dissolving all redevelopment agencies including the Live Oak Redevelopment Agency. The State dissolution action was re-affirmed by the State Supreme Court in January 2012 resulting in the termination of all redevelopment activities and the dissolving of the Live Oak Redevelopment Agency. Upon its dissolution, the Redevelopment Agency had no assets and one liability (the City cooperation agreement).

The State dissolution action created the Live Oak Successor Agency whose sole purpose was to manage and/or resolve all redevelopment related assets and debts until 2017, at which time a County-wide entity will inherit such duties from that time forward. Recent processing and approval of the Successor Agency's "Recognized Obligation Payment Schedule" ("ROPS") indicates an amount of \$440,330 (includes interest charges) for the outstanding amount for the City cooperation agreement and \$7,500 for administrative costs. The City accounts for the activities of the Successor Agency as a Private-Purpose Trust Fund. The Successor Agency fund recorded a liability due to other government agencies of \$447,830 as an amount due to the City of Live Oak as of June 30, 2015. The Successor Agency Trust also recorded a special item - reinstatement of loan payable in the same amount.

# Note 13: Redevelopment Successor Agency and City Note Receivable (Continued)

In fiscal year 2014-15, the City's General Fund recorded an asset for the receivable and related revenue in the amount of \$447,830 as an amount due from the Successor Agency Trust for the cooperation agreement associated with the formation costs. The General fund also recorded a special item - reinstatement of loan receivable in the same amount. This loan receivable is shown as a nonspendable in the fund balance of the General fund since the City expects the amount to be paid back over several years by the Successor Agency.

However, in November 2015, the State of California Department of Finance informed the City and its Redevelopment Successor Agency of its intention to dissolve the Successor Agency. Recently amended statutes indicate that any Successor Agency that has not been allocated property tax revenue prior to February 1, 2012, the Agency shall, no later than November 1, 2015 submit to the Oversight Board a request to formally dissolve the Agency.

The Agency received its first increment in August 2015, however, detail from the Sutter County Auditor-Controller indicates amounts provided to the Live Oak Redevelopment Successor Agency include apportionments of monies from prior years including money prior to February 1, 2012.

The action to dissolve the Successor Agency is still considered to be in dispute by the City. However, there is a significant probability that the City may not be able to reverse the State's action to dissolve the Successor Agency. Therefore, the City has chosen to restate the receivable to zero as of the balance sheet date.

## Note 14: Other Information

#### a. Commitments

The following material construction commitments existed at June 30, 2019:

		Exp	enditures to		
	Contract	C	late as of	Remaining	
Project Name	Amount	June 30, 2019		Commitments	
Prop 84 Well #7	\$ 2,253,559	\$	1,278,320	\$	975,239
Pennington Rd East Rehab, 13-CDBG	1,951,284		729,349		1,221,935

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the appreciable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

# Note 14: Other Information (Continued)

# b. Development Agreements

KB Homes Development Agreement

In July 2017, the City of Live Oak and KB Homes agreed upon various arrangements for the prospective development. The 2017 agreement with KB Homes resolved previous reimbursement arrangements stemming from KB Homes incurring the costs of building the City's largest water storage facility in 2012. The 2017 agreement provides that the City not assess its water connection, sewer connection fees and general development impact fees upon the 97 prospective single family homes to be built by KB Homes in Pennington Ranch Phase IV. As of June 30, 2019, there are no financial effects upon the City stemming from the development arrangements with KB Homes.

Sutter County (Annexation and Sphere of Influence Development Arrangements with City)

In September 2008 the City of Live Oak and the County of Sutter agreed upon various arrangements for prospective development for land annexed by the City and for development governed by the County for properties within the City's sphere of influence. These arrangements include land use planning, property tax sharing, sales tax sharing, public safety services, development impact fees and regional transportation. The arrangements are memorialized in City Resolution 46-2008 and Sutter County Resolution 08-069.

At the end of each fiscal year, the Sutter County Auditor-Controller reconciles the property tax allocations subject to the development arrangements and distributes the adjusting amounts due to City and County. Any amounts due to the City for each fiscal year are shown as a receivable as of the balance sheet date in conformity with the City's revenue recognition practices.

At the end of each fiscal year, the City calculates the amount of sales tax due to the County based upon the agreed upon development arrangements. The sales taxes subject to the development arrangements are accounted for in the City's general Fund. As of June 30, 2019, the City recorded a liability of zero of sales tax due to the County of Sutter.

As of June 30, 2019, there are no financial effects upon the City stemming from the development arrangements with the County of Sutter other than the aforementioned amounts.

#### c. Contingent Liability (Premier Homes Reimbursement Agreement)

In August 2008 the City of Live Oak entered into a reimbursement agreement with Premier Homes whereby the housing developer agreed to increase the size of sewer mains and drainage facilities for other prospective development near and adjacent to their development along Larkin Road. The City agreed to forward sewer connection and drainage impact fees to Premier Homes as that development occurred. The reimbursement period for the agreement ends on July 1, 2018.

## Note 14: Other Information (Continued)

The City collected \$41,786 in sewer connection fees for development along Larkin Road and that amount is recorded as a liability due to Premier Homes as of June 30, 2018. Premier Homes contended that additional money may be due under the provisions of the agreement. In March 2019, the City paid Premier Homes \$163,125 in total to settle the final resolution of the reimbursement agreement. The additional \$121,339 came from the City's drainage impact funds. No further liabilities from the agreement are noted as of June 30, 2019.

# d. Acquisition and Fee Deferral Loan Agreement Live Oak Pacific Associates (Kristen Court Apartments)

The City of Live Oak entered into an acquisition and fee deferral loan agreement with Live Oak Pacific Associates (Kristen Court Apartments) in November 2015. The transaction deferred the payment of acquisition costs (\$293,000) for a portion of land and certain development impact fees (\$374,349) due to the City. The City obtained two promissory notes (one for each amount) which bearing simple interest at 3% and maturing in 55 years. As called for in the agreement, interest began accruing upon the close out of the construction loan in December 2016.

The loan agreement provides that interest payments be limited to a portion of "Residual Receipts" as prescribed with their annual accounting of operations. The City received its first interest payments from the project in July 2018. Any unpaid interest over the life of the loan is due and payable at the maturity of the promissory note. The City accounts for the receipt of the note receivable and unpaid interest as a general governmental asset and records the receipt of interest payments as current revenue in the year it is received.

As of June 30, 2019 the City has not yet received any interest payments from the residual receipts. As of June 30, 2019 the outstanding balances for the principal and interest on the notes were as follows:

	Principal	Interest
Acquisition Note	\$293,000	\$23,198
Developer Fee Note (drainage portion)	\$94,349	\$7,628
Developer Fee Note (fire facility portion)	\$280,000	\$22,637

# BUDGETARY COMPARISON SCHEDULE BY DEPARTMENT GENERAL FUND YEAR ENDED JUNE 30, 2019

	Budget /	Amounts	Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	\$4,987,680	\$ 4,987,680	\$ 4,987,680	\$ -
Resources (Inflows):	, , ,	. , ,		
Taxes	2,310,848	2,367,848	2,744,777	376,929
Licenses and permits	328,700	328,700	394,950	66,250
Intergovernmental	5,900	5,900	4,790	(1,110)
Charges for services	97,300	97,300	88,701	(8,599)
Use of money and property	72,400	72,400	198,900	126,500
Other revenue	848,700	848,700	250,344	(598,356)
Amounts Available for Appropriations	8,651,528	8,708,528	8,670,142	(38,386)
Charges to Appropriation (Outflow):				
General government				
City Council	131,800	131,800	91,945	39,855
Adminstrative Services	307,100	307,100	410,233	(103,133)
Finance Services	203,300	253,300	207,915	45,385
City Attorney	71,800	71,800	75,110	(3,310)
Non-Departmental	,	,000	24,420	(24,420)
Public safety			,	(= :, :==)
Building Inspection	233,500	233,500	186,340	47,160
Police Services	792,100	792,100	760,131	31,969
Animal Control Services	44,800	44,800	53,153	(8,353)
Fire Services	504,700	504,700	500,481	4,219
Community development	33.,.33	00.,.00	000,.0.	.,
Community Development	292,000	292,000	196,524	95,476
Economic Development	542,700	842,700	22,080	820,620
Culture and recreation	0 :=,: 00	0.2,.00	,000	0_0,0_0
Park Operations	204,700	204,700	200,305	4,395
Recreation Services	205,700	205,700	247,781	(42,081)
Pool Operations	135,400	135,400	78,404	56,996
Facility Maintainence	55,400	55,400	101,793	(46,393)
Public ways and facilities		,	,	( -,,
Engineering	46,000	46,000	39,840	6,160
Capital outlay	-	-	634,968	(634,968)
Debt service:			,	(551,555)
Principal retirement	123,532	123,532	123,414	118
Interest and fiscal charges	26,430	26,430	25,222	1,208
Transfers out			19,762	(19,762)
Total Charges to Appropriations	3,920,962	4,270,962	3,999,821	271,141
Budgetary Fund Balance, June 30	\$4,730,566	\$ 4,437,566	\$ 4,670,321	\$ 232,755

# BUDGETARY COMPARISON SCHEDULE PROGRAM INCOME YEAR ENDED JUNE 30, 2019

	Budget / Original	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 372,479	\$ 372,479	\$ 372,479	\$ -
Resources (Inflows):				
Intergovernmental	120,000	120,000	64,841	(55, 159)
Use of money and property	1,000	1,000	7,504	6,504
Amounts Available for Appropriations	493,479	493,479	444,824	(48,655)
Charges to Appropriation (Outflows):				,
Community development	121,000	121,000	16,897	104,103
Total Charges to Appropriations	121,000	121,000	16,897	104,103
Budgetary Fund Balance, June 30	\$ 372,479	\$ 372,479	\$ 427,927	\$ 55,448

### CITY OF LIVE OAK COST SHARING MULTIPLE EMPLOYER BENEFIT PLAN SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AS OF JUNE 30, 2019

	2015	2016	2017	2018	2019
Miscellaneous Plan Plan's Proportion of the Net Pension Liability	0.01965%	0.05069%	0.04705%	0.04629%	0.04617%
Plan's Proportionate Share of the Net Pension Liability	\$ 1,222,792	\$ 1,390,791	\$ 1,634,430	\$ 1,824,719	\$ 1,739,893
Plan's Covered Payroll	\$ 1,126,901	\$ 961,817	\$ 1,091,598	\$ 1,108,151	\$ 1,152,712
Plan's Proportionate Share of the Net Pension Liability as Percentage of Covered Payroll	108.51%	144.60%	149.73%	164.66%	150.94%
The Pension Plan's (PERF-C) Fiduciary Net Position as a Percentage of the Total Pension Liability	79.82%	78.40%	74.06%	73.31%	75.26%

#### Notes to Schedule:

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

<u>Changes of Assumptions:</u> In 2019, demographic assumptions and inflation rates were cahanged in accordance with the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. In 2018, the discount rate reduced from 7.65 percent to 7.15 percent. In 2017, there were no changes. In 2016, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense.) In 2015, amount reported were based on the 7.5 percent discount rate.

(1) Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only five years are shown.

	2015	2016	2017	2018	2019
Miscellaneous Plan Actuarially Determined Contribution Contribution in Relation to the Actuarially Determined Contribution Contribution Deficiency (Excess)	\$ 212,735 (212,735) \$ -	\$ 219,352 (219,352) \$ -	\$ 234,653 (234,653) \$ -	\$ 246,864 (246,864) \$ -	\$ 242,734 (242,734) \$ -
Covered Payroll	\$ 961,817	\$ 1,091,598	\$ 1,108,151	\$ 1,152,712	\$ 911,603
Contributions as a Percentage of Covered-Employee Payroll	22.12%	20.09%	21.18%	21.42%	26.63%

<sup>(1)</sup> Historical information is required only for measurement for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only five years are shown.

#### Note to Schedule:

Valuation Date: June 30, 2016

Methods and assumptions used to determine contribution rates:

Actuarial cost method Entry age normal

Amortization method/period Level percent payroll/closed

Asset valuation method Market value Inflation 2.75%

Salary increases 3.30% to 14.20%

Payroll growth 3.00%

Investment rate of return 7.375% net of pension plan investment and administrative

expenses; includes inflation

Retirement age The probabilities of retirement are based on the 2010

CalPERS Experience Study for the period from 1997 to

2007.

Mortality The probabilities of retirement are based on the 2010

CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and post-retirement mortality rates include 5 years of projected mortality improvement using

Scale AA published by the Society of Actuaries.

# SCHEDULE OF CHANGES IN THE NET OPEB ASSET AND RELATED RATIOS AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

T		2018		2019
Total OPEB Liability Service cost	\$	23,510	\$	24,215
Interest on the total OPEB liability	·	16,459	•	18,226
Benefit payments		(14,428)		(14,578)
Net change in total OPEB liability		25,541		27,863
Total OPEB liability - beginning		227,535		253,076
Total OPEB liability - ending (a)	\$	253,076	\$	280,939
Plan Fiduciary Net Position				
Contribution - employer	\$	14,428	\$	14,578
Net investment income		35,119		29,243
Benefit payments		(14,428)		(14,578)
Administrative expense		(178)		(682)
Net change in plan fiduciary net position		34,941		28,561
Plan fiduciary net position - beginning	\$	332,585	\$	367,526
Plan fiduciary net position - ending (b)	Ф_	367,526	Ф	396,087
Net OPEB Liability/(Assets) - ending (a) - (b)	\$	(114,450)	\$	(115,148)
Plan fiduciary net position as a percentage of the total OPEB liability		145.22%		140.99%
Covered-employee payroll	\$	1,011,920	\$	1,200,174
Net OPEB liability as a percentage of covered-employee payroll		-11.31%		-9.59%

<sup>(1)</sup> Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation, therefore only two years are shown.

Notes to Schedule: None.

Changes in assumptions: None.

# SCHEDULE OF OPEB CONTRIBUTIONS AS OF JUNE 30, FOR THE LAST TEN FISCAL YEARS (1)

	2018	2019
Actuarially Determined Contribution Contribution in Relation to the Actuarially Determined Contributions	\$ 32,072 (14,578)	\$ 18,498 (18,875)
Contribution Deficiency (Excess)	\$ 17,494	\$ (377)
Covered-employee payroll	\$ 1,200,174	\$ 913,598
Contributions as a percentage of covered-employee payroll	1.21%	2.07%

(1) Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2018 was the first year of implementation, therefore only two years are shown.

#### Notes to Schedule:

\*Actuarial methods and assumptions used to set the actuarially determined contribution for Fiscal Year 2019 were from the June 30, 2017 actuarial valuation.

#### Methods and assumptions used to determine contributions:

Actuarial Cost Method Entry Age Normal

Amortization Valuation Method/Period Level percent of payroll over a closed rolling 20-year period

Asset Valuation Method Market value Inflation 2.75% Discount Rate 6.75%

Medical Trend Non-Medicare - 7.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076

Medicare - 6.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076

Mortality CalPERS 1997-2015 experience study

Mortality Improvement Post-retirement mortality projected fully generation with Scale MP-2017

# NOTES TO REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED) YEAR ENDED JUNE 30, 2019

## Note 1: Budgetary Basis of Accounting

Formal budgetary integration is employed as a management control device during the year. The City presents a comparison of annual budgets to actual results for the City's General Fund and Special Revenue funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

The following procedures are performed by the City in establishing the budgetary data reflected in the financial statements:

- (1) In May of each year, the Finance Department is to submit to the City Council a recommended operating budget for the fiscal year commencing the following July 1. The operating budget includes recommended expenditures and estimated revenues.
- (2) Public hearings are to be conducted at City Hall to obtain taxpayer comments. Generally by the first of July, after adjustment as appropriate by the City Council, the budget is to be legally enacted through council motion.
- (3) Council approval is required for transfers between funds, or for an increase in total appropriations. Therefore, the level of budgetary responsibility is by total appropriations; however, for report purposes, this level has been expanded to a functional basis (General Government, Public Safety, etc.).
- (4) All unused appropriations for budgeted amounts lapse at the end of the year.

Annual appropriated budgets are not adopted for certain funds established to meet or satisfy a specific purpose. For the fiscal year ended June 30, 2019, the following funds did not have annual appropriated budgets.

14-HOME-9274 Developer Deposits State Grant Fund 11-HOME-7661 16-HOME-11532 16-HOME-11380

The City does not use encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation.

#### NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenues that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. Nonmajor special revenue funds used by the City are listed below:

#### 14-HOME-9274

This fund is used to account for HOME grant revenues and expenditures.

#### **Developer Deposits**

The Developer Deposits fund is used to account for developer deposits.

#### **Streets and Roads**

The Streets and Roads fund is used to account for gas tax revenue allocations received from the State. Funds received are restricted to expenditures for street maintenance, traffic safety, and construction.

## **Traffic Safety**

This fund is used to account for court fines collected on the City's account for moving violations.

# **COPS**

This fund is used to account for special police revenue received under the Citizens Options for Public Safety for frontline law enforcement services.

#### Sidewalk Improvement

This fund is used to account for monies to be used for sidewalk improvements.

### **Street Lighting**

This fund is used to account for monies to be used for various street lighting districts. This assessment district excludes property within the CFD 2004-1 services district.

#### Mello Roos CFD 92-1

This fund is used to account for special assessment revenue received to finance the purchase, construction, expansion or rehabilitation of sites and structures for general government, police, fire, parks, recreation, streets, schools and other governmental facilities. The revenues received are shared with the Live Oak Unified School District receiving 2/3 of the annual assessments received.

#### Fire Benefit Assessment

This fund is used to account for special assessment revenue received for the purposes of fire protection services. This assessment district excludes property within the CFD 2004-1 services district.

### Mello Roos CFD 2004-1 Fire

This fund is used to account for special assessment revenue received for the purposes of fire protection services.

#### NONMAJOR SPECIAL REVENUE FUNDS

#### Mello Roos CFD 2004-1 Police

This fund is used to account for special assessment revenue received for the purposes of police protection services.

#### Mello Roos CFD 2004-1 Animal Services

This fund is used to account for special assessment revenue received for the purposes of animal protection services.

#### Mello Roos CFD 2004-1 Street Lighting

This fund is used to account for special assessment revenue received for the purposes of street lighting services.

#### Mello Roos CFD 2004-1 Parks/Recreation/Pool

This fund is used to account for special assessment revenue received for the purposes of parks and pool maintenance and recreation programs.

# Mello Roos CFD 2004-1 Storm Drain

This fund is used to account for special assessment revenue received for the purposes of storm drain maintenance and improvements.

# Parks & Recreation Impact Fees

This fund is used to account for development impact fees received for the purposes of expansion and construction of parks and recreation facilities.

#### **Community Center Impact Fees**

This fund is used to account for development impact fees received for the purposes of expansion and construction of community centers.

# **Public Works Impact Fees**

This fund is used to account for development impact fees received for the expansion and construction of public works/crop yard facilities and equipment.

#### **General Government Impact Fees**

This fund is used to account for development impact fees received for the expansion and construction of general government administration facilities and equipment.

# **Police Impact Fees**

This fund is used to account for development impact fees received for the expansion and construction of public safety police facilities and equipment.

#### NONMAJOR SPECIAL REVENUE FUNDS

# **Fire Impact Fees**

This fund is used to account for development impact fees received for the expansion and construction of public safety fire facilities and equipment.

### **Signal Impact Fees**

This fund is used to account for development impact fees received for the expansion and construction of signals.

### **Flood Control Impact Fees**

This fund is used to account for development impact fees received for the expansion and construction of storm drainage facilities.

#### **State Grant**

This fund is used to account for revenues and expenditures related to state grants.

#### **Storm Drain Connection Fees**

This fund is used to account for the capacity and connection fees received for the rehabilitation, expansion and construction of storm drainage facilities.

#### 13-CDBG-8933 Skate Park

This fund is used to account for CDBG grant funds used for public improvements for the skate park. Funding comes from the 13-CDBG-8933 grant revenues.

#### 11-HOME-7661

This fund is used to account for HOME grant funds used to make loans to residents for the purposes of housing rehabilitation and down payment assistance for first time home buyers.

# **Transportation**

This fund is used to account for monies received through the Transportation Development Act (TDA) tax and surface Transportation Development Program (STP).

#### 16-HOME-11532

This fund is used to account for HOME grant funds used for the Kristen Court Phase 2 project.

#### 16-HOME-11380

This fund is used to account for HOME grant funds used for the Owner Occupied Rehab Loan Program.

		Special Revenue Funds								
	14-HOME-9274	Developer Deposits	Streets and Roads		Traffic Safety					
Assets: Cash and investments	\$ -	\$ 181,751	\$	371,669	\$	2,011				
Receivables: Accounts Notes and loans	Ψ -	-	Ψ	-	Ψ	-				
Interest	<del>-</del>	- 767		1,688		4				
Prepaid items	-	-		523		-				
Due from other governments	<u> </u>			32,245						
Total Assets	<u> </u>	\$ 182,518	\$	406,125	\$	2,015				
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities:										
Accounts payable	\$ -	\$ -	\$	33,245	\$	415				
Retention payable	-	-		-		-				
Salaries and benefits payable	=	-		2,213		-				
Unearned revenues Deposits payable	_	179,264		-		-				
Due to other funds	3,945									
Total Liabilities	3,945	179,264		35,458		415				
Deferred Inflows of Resources: Unavailable revenues	_	_		_		_				
Deferred loan payments										
Total Deferred Inflows of Resources					-					
Fund Balances:										
Nonspendable	-	- 2.054		523		4 000				
Restricted Unassigned	(3,945)	3,254		370,144		1,600				
•										
Total Fund Balances	(3,945)	3,254		370,667		1,600				
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 182,518	\$	406,125	\$	2,015				

				Special Rev	enue l	Funds		
		COPS		idewalk provement	Stre	eet Lighting	Mello Roos CF 92-1	
Assets: Cash and investments	\$	340,569	\$	17,694	\$	118,176	\$	135,808
Receivables: Accounts Notes and loans	<b>*</b>	-	Ψ	-	Ψ	-	Ψ	1,139
Interest		1,498		75		453		722
Prepaid items		-		-		4 504		1,534
Due from other governments					-	1,524	-	
Total Assets	\$	342,067	\$	17,769	\$	120,153	\$	139,203
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities:								
Accounts payable Retention payable	\$	1,172 -	\$	-	\$	4,191 -	\$	-
Salaries and benefits payable Unearned revenues		- 101,263		-		-		-
Deposits payable		-		-		_		_
Due to other funds								45,000
Total Liabilities		102,435				4,191		45,000
Deferred Inflows of Resources: Unavailable revenues		-		-		-		-
Deferred loan payments								
Total Deferred Inflows of Resources				-				
Fund Balances:								4.504
Nonspendable Restricted		239,632		17,769		- 115,962		1,534 92,669
Unassigned		-		-		-		-
Total Fund Balances		239,632		17,769		115,962		94,203
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	¢	342,067	¢	17 760	¢	120,153	¢	139,203
Resources, and rund balances	\$	342,007	\$	17,769	\$	120,133	\$	135,203

				Special Rev	enue F	unds		
		Fire Benefit Mello Roos CFD Assessment 2004-1 Fire				Roos CFD	Mello Roos CFD 2004-1 Animal Services	
Assets: Cash and investments	\$	7,663	\$		\$		\$	
Receivables: Accounts Notes and loans	Ψ	3,654	Ψ	1,788	Ψ	4,849	Ψ	282
Interest		17		-		-		-
Prepaid items		-		-		2,502		-
Due from other governments					-			
Total Assets	\$	11,334	\$	1,788	\$	7,351	\$	282
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities:								
Accounts payable	\$	-	\$	-	\$	-	\$	-
Retention payable		-		-		-		-
Salaries and benefits payable		-		-		-		-
Unearned revenues		-		-		-		-
Deposits payable Due to other funds		-		4,557		2,640		84
Total Liabilities				4,557		2,640		84
Deferred Inflows of Resources: Unavailable revenues								
Deferred loan payments		-		-		-		-
• •	-							
Total Deferred Inflows of Resources								
Fund Balances:						0.500		
Nonspendable Restricted		11,334		-		2,502 2,209		198
Unassigned		11,334		(2,769)		2,209		190
Chassighted	-		-	(2,100)	-		-	
Total Fund Balances		11,334		(2,769)		4,711		198
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$	11,334	\$	1,788	\$	7,351	\$	282
1103041063, and I und Dalances	Ψ	11,004	Ψ	1,700	Ψ	7,001	Ψ	202

				Special Rev	enue F	unds		
A	Mello Ro 2004-1 S Lighti	Street	Mello Roos CFD 2004-1 Parks/Recreation /Pool		Mello Roos CFD 2004-1 Storm Drain		Re	Parks & creation pact Fees
Assets: Cash and investments	\$	_	\$	3,035	\$	122,410	\$	43,088
Receivables: Accounts	<b>*</b>	-	Ψ	2,216	Ψ	-	Ψ	-
Notes and loans Interest		-		19		503		182
Prepaid items		_		-		505 -		102
Due from other governments		292		<u> </u>		292	-	
Total Assets	\$	292	\$	5,270	\$	123,205	\$	43,270
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities:								
Accounts payable	\$	2,405	\$	1,405	\$	138	\$	_
Retention payable	*	-,	Ψ	-,	Ψ	-	Ψ	_
Salaries and benefits payable		-		-		-		-
Unearned revenues		-		-		-		-
Deposits payable Due to other funds		9,537						
Total Liabilities		11,942		1,405		138		
Deferred Inflows of Resources:								
Unavailable revenues		-		-		-		-
Deferred loan payments								
Total Deferred Inflows of Resources						<u> </u>		<u> </u>
Fund Balances:								
Nonspendable		-		-		-		-
Restricted	/	-		3,865		123,067		43,270
Unassigned		11,650)	-					
Total Fund Balances	(	11,650)		3,865		123,067		43,270
Total Liabilities, Deferred Inflows of	¢	202	¢	E 270	¢	422 205	¢	42 270
Resources, and Fund Balances	\$	292	\$	5,270	\$	123,205	\$	43,270

	Special Revenue Funds								
		ommunity iter Impact Fees		Public Works Impact Fees		General Government Impact Fees		Police Impact Fees	
Assets: Cash and investments	\$	205,985	\$	11,139	\$	329,596	\$	152,017	
Receivables: Accounts	Ψ	203,903	Ψ	-	Ψ	329,390	Ψ	132,017	
Notes and loans		-		-		-		-	
Interest		870		47		1,391		642	
Prepaid items		-		-		-		-	
Due from other governments		-		-				-	
Total Assets	\$	206,855	\$	11,186	\$	330,987	\$	152,659	
Liabilities, Deferred Inflows of Resources, and Fund Balances:									
Liabilities:									
Accounts payable	\$	-	\$	-	\$	-	\$	-	
Retention payable		-		-		-		-	
Salaries and benefits payable		-		-		-		-	
Unearned revenues		-		-		-		-	
Deposits payable Due to other funds		<u>-</u>		<u> </u>		<u>-</u>		<u>-</u>	
Total Liabilities									
Deferred Inflows of Resources:									
Unavailable revenues		-		-		-		-	
Deferred loan payments									
Total Deferred Inflows of Resources									
Fund Balances:									
Nonspendable		-		-		-		-	
Restricted Unassigned		206,855 -		11,186 -		330,987 -		152,659 -	
Total Fund Balances		206,855		11,186		330,987		152,659	
Total Liabilities, Deferred Inflows of									
Resources, and Fund Balances	\$	206,855	\$	11,186	\$	330,987	\$	152,659	

				Special Rev	enue F	unds		
	Fi 	re Impact Fees	Sigi	Signal Impact Fees		Flood Control Impact Fees		tate Grant Fund
Assets: Cash and investments	\$	102,250	\$	53,065	\$	2,050	\$	686,759
Receivables:	Ψ	102,200	Ψ	33,003	Ψ	2,000	Ψ	000,700
Accounts		<del>-</del>		-		-		-
Notes and loans		287,779		- 004		-		-
Interest Prepaid items		432		224		9		_
Due from other governments		_		-		-		396,589
Total Assets	\$	390,461	\$	53,289	\$	2,059	\$	1,083,348
Liabilities, Deferred Inflows of Resources, and Fund Balances:								
Liabilities:								
Accounts payable	\$	-	\$	-	\$	-	\$	241,106
Retention payable		-		-		-		63,578
Salaries and benefits payable		-		-		-		-
Unearned revenues Deposits payable		-		-		-		-
Due to other funds								
Total Liabilities								304,684
Deferred Inflows of Resources:								
Unavailable revenues		-		-		-		205,555
Deferred loan payments		287,779						
Total Deferred Inflows of Resources		287,779						205,555
Fund Balances:								
Nonspendable		-		-		-		-
Restricted		102,682		53,289		2,059		573,109
Unassigned				-		-		
Total Fund Balances		102,682		53,289		2,059		573,109
Total Liabilities, Deferred Inflows of	•	000.464	•	E0 000	•	0.050	•	4 000 045
Resources, and Fund Balances	<u>\$</u>	390,461	\$	53,289	\$	2,059	\$	1,083,348

		Special	Revenue F	unds				
	Storm Drain Connection 13-CDBG-8933 Fees Skate Park			1OME-7661	Trai	Transportation		
Assets:	•	•	•	0.000	•	100.055		
Cash and investments Receivables:	\$ -	\$	- \$	6,826	\$	409,055		
Accounts	29,702		_	_		_		
Notes and loans	398,110		_	_		_		
Interest	-		_	_		3,399		
Prepaid items	-		_	_				
Due from other governments		213,01	5			403,656		
Total Assets	\$ 427,812	\$ 213,01	5 \$	6,826	\$	816,110		
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities:								
Accounts payable	\$ -	\$ 22,64	1 \$	_	\$	1,833		
Retention payable	Ψ - -	ψ 22,04	- Ψ	_	Ψ	1,000		
Salaries and benefits payable	-		_	_		_		
Unearned revenues	-		-	-		_		
Deposits payable	-		-	-		-		
Due to other funds	56,242	408,07	2			-		
Total Liabilities	56,242	430,71	3			1,833		
Deferred Inflows of Resources:								
Unavailable revenues	-	213,01	5	-		-		
Deferred loan payments	398,110	_						
Total Deferred Inflows of Resources	398,110	213,01	5					
Fund Balances:								
Nonspendable	-		-	-		-		
Restricted	-		-	6,826		814,277		
Unassigned	(26,540)	(430,71	3)			-		
Total Fund Balances	(26,540)	(430,71	3)	6,826		814,277		
Total Liabilities, Deferred Inflows of	¢ 407.040		<b>.</b> .	0.000	•	040.440		
Resources, and Fund Balances	\$ 427,812	\$ 213,01	5 \$	6,826	\$	816,110		

	Special Re	venue Funds					
	16-HOME-11532	16-HOME-11532 16-HOME-11380					
Assets: Cash and investments	Φ.	Φ.	Φ.	0.000.040			
Cash and investments Receivables:	\$ -	\$ -	\$	3,302,616			
Accounts	-	-		43,630			
Notes and loans	-	-		685,889			
Interest	-	-		12,942			
Prepaid items Due from other governments	- 7,710	3,267		4,559 1,058,590			
Due nom other governments		3,201		1,030,330			
Total Assets	\$ 7,710	\$ 3,267	\$	5,108,226			
Liabilities, Deferred Inflows of Resources, and Fund Balances: Liabilities:							
Accounts payable	\$ 36	\$ 1,179	\$	309,766			
Retention payable	-	-		63,578			
Salaries and benefits payable	-	-		2,213			
Unearned revenues Deposits payable	- -	-		101,263 179,264			
Due to other funds	6,674	2,088		538,839			
Total Liabilities	6,710	3,267		1,194,923			
Deferred Inflows of Resources:							
Unavailable revenues	7,710	3,267		429,547			
Deferred loan payments	<del>-</del>	. <u>-</u>		685,889			
Total Deferred Inflows of Resources	7,710	3,267		1,115,436			
Fund Balances: Nonspendable	_	_		4,559			
Restricted	-	-		3,278,902			
Unassigned	(6,710)	(3,267)		(485,594)			
Total Fund Balances	(6,710)	(3,267)		2,797,867			
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 7,710	\$ 3,267	\$	5,108,226			
and i did building	<del>+ 1,710</del>	- 0,201		3,100,220			

	Special Revenue Funds					
	14-HOME-9274	Developer Deposits	Streets and Roads	Traffic Safety		
Revenues: Taxes and assessments	\$ -	\$ -	\$ -	\$ -		
Fines and forfeitures	φ -	φ - -	φ - -	4,230		
Use of money and property	-	1,668	5,824	6		
Intergovernmental	-	· -	331,214	-		
Charges for services	-	-	8,008	-		
Other revenue	6,924	<u> </u>	15,282			
Total Revenues	6,924	1,668	360,328	4,236		
Expenditures:						
Current:						
General government	-	-	-	-		
Public safety	-	-	-	1,400		
Public ways and facilities Culture and recreation	-	-	170,841	-		
Community development	6,924	-	-	-		
Capital outlay						
Total Expenditures	6,924		170,841	1,400		
Excess (Deficiency) of Revenues						
Over (Under) Expenditures		1,668	189,487	2,836		
Other Financing Sources (Uses):						
Transfers in	-	-	-	-		
Transfers out		<u> </u>	(39,980)			
Total Other Financing Sources						
(Uses)			(39,980)			
Net Change in Fund Balances		1,668	149,507	2,836		
Fund Balances, Beginning of Year	(3,945)	1,586	221,160	(1,236)		
Fund Balances, End of Year	\$ (3,945)	\$ 3,254	\$ 370,667	\$ 1,600		

	Special Revenue Funds						
	COPS	Sidewalk Improvement	Street Lighting	Mello Roos CFD 92-1			
Revenues: Taxes and assessments	\$ -	\$ -	\$ 54,832	\$ 132,930			
Fines and forfeitures	<b>a</b> -	<b>5</b> -	\$ 54,632	\$ 132,930			
Use of money and property	6,123	318	1,850	2,997			
Intergovernmental	111,221	-	-	-			
Charges for services Other revenue	-	-	- 1,775	-			
Other revenue			1,775	<del></del>			
Total Revenues	117,344	318	58,457	135,927			
Expenditures:							
Current:							
General government Public safety	30	_	-				
Public ways and facilities	-	-	53,678	_			
Culture and recreation	-	-	-	-			
Community development Capital outlay	- 111,191	-	-	154,386			
Capital outlay				<del></del>			
Total Expenditures	111,221		53,678	154,386			
Excess (Deficiency) of Revenues							
Over (Under) Expenditures	6,123	318	4,779	(18,459)			
Other Financing Sources (Uses):							
Transfers in	-	-	-	-			
Transfers out							
Total Other Financing Sources (Uses)							
Net Change in Fund Balances	6,123	318	4,779	(18,459)			
Fund Balances, Beginning of Year	233,509	17,451	111,183	112,662			
Fund Balances, End of Year	\$ 239,632	\$ 17,769	\$ 115,962	\$ 94,203			

	Special Revenue Funds					
	Fire Benefit Assessment	Mello Roos CFD 2004-1 Fire	Mello Roos CFD 2004-1 Police	Mello Roos CFD 2004-1 Animal Services		
Revenues: Taxes and assessments Fines and forfeitures Use of money and property Intergovernmental Charges for services Other revenue	\$ 121,582 28 	· -	\$ 265,516 - - - - -	\$ 15,431 - - - - -		
Total Revenues	121,610	97,906	265,516	15,431		
Expenditures: Current: General government Public safety Public ways and facilities Culture and recreation Community development Capital outlay	116,719 	97,058	- 255,935 - - - -	9,156 - - - - -		
Total Expenditures	116,719	97,058	255,935	9,156		
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,891	848	9,581	6,275		
Other Financing Sources (Uses): Transfers in Transfers out		. <u>.</u>				
Total Other Financing Sources (Uses)		<u> </u>				
Net Change in Fund Balances	4,891	848	9,581	6,275		
Fund Balances, Beginning of Year	6,443	(3,617)	(4,870)	(6,077)		
Fund Balances, End of Year	\$ 11,334	\$ (2,769)	\$ 4,711	\$ 198		

	Special Revenue Funds							
	Mello Roos CFD 2004-1 Street Lighting		Mello Roos CFD 2004-1 Parks/Recreation /Pool		2004-1 Mello Roos Parks/Recreation CFD 2004-1		Parks & Recreation Impact Fees	
Revenues: Taxes and assessments	\$	15,963	\$	121,318	\$	15,963	\$	
Fines and forfeitures	φ	13,803	φ	121,316	φ	13,903	φ	-
Use of money and property		11		39		2,085		771
Intergovernmental		-		-		-		-
Charges for services Other revenue		-		-		-		-
Other revenue								
Total Revenues		15,974		121,357		18,048		771
Expenditures: Current: General government								
Public safety		-		-		-		-
Public ways and facilities		31,836		-		6,852		-
Culture and recreation		-		135,677		-		-
Community development Capital outlay		-		-		-		-
Total Expenditures		31,836		135,677		6,852		
Excess (Deficiency) of Revenues								
Over (Under) Expenditures		(15,862)		(14,320)		11,196		771
Other Financing Sources (Uses): Transfers in		_		_		_		_
Transfers out		-		-				_
Total Other Financing Sources (Uses)								
Net Change in Fund Balances		(15,862)		(14,320)		11,196		771
Fund Balances, Beginning of Year		4,212		18,185		111,871		42,499
Fund Balances, End of Year	\$	(11,650)	\$	3,865	\$	123,067	\$	43,270

	Special Revenue Funds				
	Community Center Impact Fees	Public Works Impact Fees	General Government Impact Fees	Police Impact Fees	
Revenues: Taxes and assessments Fines and forfeitures Use of money and property Intergovernmental Charges for services Other revenue	\$ - 3,688 - -	\$ - 199 - -	\$ - 5,901 - -	\$ - - 2,723 - - -	
Total Revenues	3,688	199	5,901	2,723	
Expenditures: Current: General government Public safety Public ways and facilities Culture and recreation Community development Capital outlay  Total Expenditures  Excess (Deficiency) of Revenues Over (Under) Expenditures	3,688		5,901	2,723	
Other Financing Sources (Uses): Transfers in Transfers out		-		<u> </u>	
Total Other Financing Sources (Uses)					
Net Change in Fund Balances	3,688	199	5,901	2,723	
Fund Balances, Beginning of Year	203,167	10,987	325,086	149,936	
Fund Balances, End of Year	\$ 206,855	\$ 11,186	\$ 330,987	\$ 152,659	

	Special Revenue Funds				
	Fire Impact Fees		Flood Control Impact Fees	State Grant Fund	
Revenues: Taxes and assessments	\$ -	\$ -	\$ -	\$ -	
Fines and forfeitures Use of money and property	1,489	3,333	37	-	
Intergovernmental	1,409	3,333	-	191,034	
Charges for services Other revenue	-	-	-	-	
		·			
Total Revenues	1,489	3,333	37	191,034	
Expenditures:					
Current: General government	_	_	_	-	
Public safety	-	-	-		
Public ways and facilities Culture and recreation	-	-	-	543,425 -	
Community development	-	-	-	-	
Capital outlay	-	· <u> </u>			
Total Expenditures				543,425	
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	1,489	3,333	37	(352,391)	
Other Financing Sources (Uses):					
Transfers in Transfers out	-	-	-	-	
Total Other Financing Sources (Uses)					
Net Change in Fund Balances	1,489	3,333	37	(352,391)	
Fund Balances, Beginning of Year	101,193	49,956	2,022	925,500	
Fund Balances, End of Year	\$ 102,682	\$ 53,289	\$ 2,059	\$ 573,109	

	Special Revenue Funds				
	Storm Drain Connection Fees	13-CDBG-8933 Skate Park	11-HOME-7661	Transportation	
Revenues: Taxes and assessments	\$ -	\$ -	\$ -	\$ -	
Fines and forfeitures	-	-	-	-	
Use of money and property	1,094	-	-	13,367	
Intergovernmental Charges for services	-	-	-	403,657	
Other revenue	29,702	1,425			
Total Revenues	30,796	1,425		417,024	
Expenditures:					
Current: General government					
Public safety	-	-	-	-	
Public ways and facilities	121,339	-	-	4,332	
Culture and recreation	-		-	-	
Community development Capital outlay		27,368		<u> </u>	
Total Expenditures	121,339	27,368		4,332	
Excess (Deficiency) of Revenues					
Over (Under) Expenditures	(90,543)	(25,943)		412,692	
Other Financing Sources (Uses):					
Transfers in Transfers out	-	-	-	320 (382,748)	
Transiers out				(362,746)	
Total Other Financing Sources (Uses)				(382,428)	
Net Change in Fund Balances	(90,543)	(25,943)		30,264	
Fund Balances, Beginning of Year	64,003	(404,770)	6,826	784,013	
Fund Balances, End of Year	\$ (26,540)	\$ (430,713)	\$ 6,826	\$ 814,277	

	Special Rev		
Paramera	16-HOME- 11532	16-HOME- 11380	Total Governmental Funds
Revenues: Taxes and assessments Fines and forfeitures Use of money and property Intergovernmental Charges for services Other revenue	\$ - - - - - 5,380	\$ - - - - -	\$ 841,441 4,230 53,551 1,037,126 8,008 60,488
Total Revenues	5,380		2,004,844
Expenditures: Current: General government Public safety Public ways and facilities Culture and recreation Community development Capital outlay  Total Expenditures  Excess (Deficiency) of Revenues Over (Under) Expenditures  Other Financing Sources (Uses):	7,836 - 7,836 - (2,456)	2,660 2,660 (2,660)	97,058 383,240 932,303 135,677 199,174 111,191 1,858,643
Transfers out  Transfers out			320 (422,728)
Total Other Financing Sources (Uses)			(422,408)
Net Change in Fund Balances	(2,456)	(2,660)	(276,207)
Fund Balances, Beginning of Year	(4,254)	(607)	3,074,074
Fund Balances, End of Year	\$ (6,710)	\$ (3,267)	\$ 2,797,867

# BUDGETARY COMPARISON SCHEDULE STREETS AND ROADS YEAR ENDED JUNE 30, 2019

	Budget /	Amounts	Actual	Variance with Final Budget Positive		
	Original	Final	Amounts	(Negative)		
Budgetary Fund Balance, July 1	\$ 221,160	\$ 221,160	\$ 221,160	\$ -		
Resources (Inflows):						
Intergovernmental	365,700	365,700	331,214	(34,486)		
Charges for services	8,000	8,000	8,008	8		
Use of money and property	2,700	2,700	5,824	3,124		
Other revenue	10,500	10,500	15,282	4,782		
Amounts Available for Appropriations	608,060	608,060	581,488	(26,572)		
Charges to Appropriation (Outflows):						
Public ways and facilities	145,400	482,400	170,841	311,559		
Transfers out	-	-	39,980	(39,980)		
Total Charges to Appropriations	145,400	482,400	210,821	271,579		
Budgetary Fund Balance, June 30	\$ 462,660	\$ 125,660	\$ 370,667	\$ 245,007		

# BUDGETARY COMPARISON SCHEDULE TRAFFIC SAFETY YEAR ENDED JUNE 30, 2019

	Budget Amounts Original Final			 Actual mounts	Variance wit Final Budge Positive (Negative)		
Budgetary Fund Balance, July 1	\$	(1,236)	\$	(1,236)	\$ (1,236)	\$	-
Resources (Inflows):							
Use of money and property		-		-	6		6
Fines and forfeitures		3,500		3,500	4,230		730
Amounts Available for Appropriations		2,264		2,264	3,000		736
Charges to Appropriation (Outflows):							
Public safety		2,800		2,800	1,400		1,400
Total Charges to Appropriations		2,800		2,800	1,400		1,400
Budgetary Fund Balance, June 30	\$	(536)	\$	(536)	\$ 1,600	\$	2,136

### BUDGETARY COMPARISON SCHEDULE COPS YEAR ENDED JUNE 30, 2019

		Amounts	Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	\$ 233,509	\$ 233,509	\$ 233,509	\$ -
Resources (Inflows):				
Intergovernmental	100,000	100,000	111,221	11,221
Use of money and property	2,100	2,100	6,123	4,023
Amounts Available for Appropriations	335,609	335,609	350,853	15,244
Charges to Appropriation (Outflows):				
Public safety	100,100	100,100	30	100,070
Capital outlay	-	-	111,191	(111,191)
Total Charges to Appropriations	100,100	100,100	111,221	(11,121)
Budgetary Fund Balance, June 30	\$ 235,509	\$ 235,509	\$ 239,632	\$ 4,123

### BUDGETARY COMPARISON SCHEDULE SIDEWALK IMPROVEMENT YEAR ENDED JUNE 30, 2019

		Budget /	Amou	nts	1	Actual	Fina	ance with al Budget ositive
	C	riginal		Final	Aı	mounts	(N	egative)
Budgetary Fund Balance, July 1	\$	17,451	\$	17,451	\$	17,451	\$	-
Resources (Inflows):								
Use of money and property		-		-		318		318
Amounts Available for Appropriations		17,451		17,451		17,769		318
Charges to Appropriation (Outflows):								
Capital outlay		17,300		17,300		-		17,300
Total Charges to Appropriations		17,300		17,300		-		17,300
Budgetary Fund Balance, June 30	\$	151	\$	151	\$	17,769	\$	17,618

### BUDGETARY COMPARISON SCHEDULE STREET LIGHTING YEAR ENDED JUNE 30, 2019

	Budget A	Amounts	Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	\$ 111,183	\$ 111,183	\$ 111,183	\$ -
Resources (Inflows):				
Taxes and assessments	57,000	57,000	54,832	(2,168)
Use of money and property	1,000	1,000	1,850	850
Other revenue	1,800	1,800	1,775	(25)
Amounts Available for Appropriations	170,983	170,983	169,640	(1,343)
Charges to Appropriation (Outflows):				
Public ways and facilities	158,400	158,400	53,678	104,722
Total Charges to Appropriations	158,400	158,400	53,678	104,722
Budgetary Fund Balance, June 30	\$ 12,583	\$ 12,583	\$ 115,962	\$ 103,379

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 92-1 YEAR ENDED JUNE 30, 2019

	Budget /	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 112,662	\$ 112,662	\$ 112,662	\$ -
Resources (Inflows):		·	,	
Taxes and assessments	128,000	128,000	132,930	4,930
Use of money and property	1,100	1,100	2,997	1,897
Amounts Available for Appropriations	241,762	241,762	248,589	6,827
Charges to Appropriation (Outflows):				
Community development	154,100	154,100	154,386	(286)
Total Charges to Appropriations	154,100	154,100	154,386	(286)
Budgetary Fund Balance, June 30	\$ 87,662	\$ 87,662	\$ 94,203	\$ 6,541

### BUDGETARY COMPARISON SCHEDULE FIRE BENEFIT ASSESSMENT YEAR ENDED JUNE 30, 2019

	Bud Origin	lget Ar		nts Final	_	Actual mounts	Fina Po	ance with Il Budget ositive egative)
Budgetary Fund Balance, July 1		43	\$	6.443	\$	6.443	\$	-
Resources (Inflows):	ψ 0,	10	Ψ	0, 110	Ψ	0,110	Ψ	
Taxes and assessments	118,0	00		118,000		121,582		3,582
Use of money and property	2	00		200		28		(172)
Amounts Available for Appropriations	124,6	43		124,643		128,053		3,410
Charges to Appropriation (Outflows):				,				
Public safety	118,2	00		118,200		116,719		1,481
Total Charges to Appropriations	118,2	00		118,200		116,719		1,481
Budgetary Fund Balance, June 30	\$ 6,4	43	\$	6,443	\$	11,334	\$	4,891

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 2004-1 FIRE YEAR ENDED JUNE 30, 2019

	Bud Origina	get Amo	ounts Final	_	Actual mounts	Fina P	ance with al Budget ositive egative)
Budgetary Fund Balance, July 1	\$ (3,6	17) \$	(3,617)	\$	(3,617)	\$	-
Resources (Inflows):							
Taxes and assessments	100,0	00	100,000		97,906		(2,094)
Use of money and property	1	00	100		-		(100)
Amounts Available for Appropriations	96,4	83	96,483		94,289		(2,194)
Charges to Appropriation (Outflows):	-						
General government	99,4	00	99,400		97,058		2,342
Total Charges to Appropriations	99,4	00	99,400		97,058		2,342
Budgetary Fund Balance, June 30	\$ (2,9	17) \$	(2,917)	\$	(2,769)	\$	148

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 2004-1 POLICE YEAR ENDED JUNE 30, 2019

	C	Budget <i>I</i> Original	Amou	ints Final	-	Actual mounts	Fina	ance with al Budget ositive egative)
Budgetary Fund Balance, July 1	\$	(4,870)	\$	(4,870)	\$	(4,870)	\$	
Resources (Inflows):								
Taxes and assessments		271,000		271,000		265,516		(5,484)
Use of money and property		100		100		-		(100)
Amounts Available for Appropriations		266,230		266,230		260,646		(5,584)
Charges to Appropriation (Outflows):								
Public safety		270,600		270,600		255,935		14,665
Total Charges to Appropriations		270,600		270,600		255,935		14,665
Budgetary Fund Balance, June 30	\$	(4,370)	\$	(4,370)	\$	4,711	\$	9,081

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 2004-1 ANIMAL SERVICES YEAR ENDED JUNE 30, 2019

	Budget /	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ (6,077)	\$ (6,077)	\$ (6,077)	\$ -
Resources (Inflows):				
Taxes and assessments	15,700	15,700	15,431	(269)
Amounts Available for Appropriations	9,623	9,623	9,354	(269)
Charges to Appropriation (Outflows):				
Public safety	10,000	10,000	9,156	844
Total Charges to Appropriations	10,000	10,000	9,156	844
Budgetary Fund Balance, June 30	\$ (377)	\$ (377)	\$ 198	\$ 575

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 2004-1 STREET LIGHTING YEAR ENDED JUNE 30, 2019

	 Budget /	nts Final	 Actual nounts	Fina	ince with I Budget ositive egative)
Budgetary Fund Balance, July 1	\$ 4,212	\$ 4,212	\$ 4,212	\$	-
Resources (Inflows):					
Taxes and assessments	16,300	16,300	15,963		(337)
Use of money and property	200	200	11		(189)
Amounts Available for Appropriations	20,712	 20,712	20,186		(526)
Charges to Appropriation (Outflows):		 -			
Public ways and facilities	31,100	31,100	31,836		(736)
Total Charges to Appropriations	31,100	31,100	31,836		(736)
Budgetary Fund Balance, June 30	\$ (10,388)	\$ (10,388)	\$ (11,650)	\$	(1,262)

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 2004-1 PARKS/RECREATION/POOLS YEAR ENDED JUNE 30, 2019

		Budget <i>I</i> ginal	Amou	nts Final	_	Actual mounts	Fina P	ance with al Budget ositive egative)
Budgetary Fund Balance, July 1	\$ 1	8,185	\$	18,185	\$	18,185	\$	-
Resources (Inflows):								
Taxes and assessments	12	24,000		124,000		121,318		(2,682)
Use of money and property		-		-		39		39
Amounts Available for Appropriations	14	12,185		142,185		139,542		(2,643)
Charges to Appropriation (Outflows):	-							, , , , ,
Culture and recreation	12	24,000		124,000		135,677		(11,677)
Total Charges to Appropriations	12	24,000		124,000		135,677		(11,677)
Budgetary Fund Balance, June 30	\$ 1	18,185	\$	18,185	\$	3,865	\$	(14,320)

### BUDGETARY COMPARISON SCHEDULE MELLO ROOS CFD 2004-1 STORM DRAIN YEAR ENDED JUNE 30, 2019

	Budget / Original	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 111,871	\$ 111,871	\$ 111,871	\$ -
Resources (Inflows):				
Taxes and assessments	16,300	16,300	15,963	(337)
Use of money and property	1,100	1,100	2,085	985
Amounts Available for Appropriations	129,271	129,271	129,919	648
Charges to Appropriation (Outflows):				
Public ways and facilities	129,200	129,200	6,852	122,348
Total Charges to Appropriations	129,200	129,200	6,852	122,348
Budgetary Fund Balance, June 30	\$ 71	\$ 71	\$ 123,067	\$ 122,996

### BUDGETARY COMPARISON SCHEDULE PARKS & RECREATION IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget Original	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 42,499	\$ 42,499	\$ 42,499	\$ -
Resources (Inflows):				
Taxes and assessments	5,400	5,400	-	(5,400)
Use of money and property	200	200	771	571
Amounts Available for Appropriations	48,099	48,099	43,270	(4,829)
Charges to Appropriation (Outflows):				
Culture and recreation	42,000	42,000	-	42,000
Total Charges to Appropriations	42,000	42,000	-	42,000
Budgetary Fund Balance, June 30	\$ 6,099	\$ 6,099	\$ 43,270	\$ 37,171

### BUDGETARY COMPARISON SCHEDULE COMMUNITY CENTER IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget / Original	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 203,167	\$ 203,167	\$ 203,167	\$ -
Resources (Inflows):				
Taxes and assessments	1,700	1,700	-	(1,700)
Use of money and property	1,600	1,600	3,688	2,088
Amounts Available for Appropriations	206,467	206,467	206,855	388
Charges to Appropriation (Outflows):				
Culture and recreation	202,000	202,000	-	202,000
Total Charges to Appropriations	202,000	202,000		202,000
Budgetary Fund Balance, June 30	\$ 4,467	\$ 4,467	\$ 206,855	\$ 202,388

### BUDGETARY COMPARISON SCHEDULE PUBLIC WORKS IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget Amounts Original Final			_	Actual mounts	Variance with Final Budget Positive (Negative)		
Budgetary Fund Balance, July 1	\$	10,987	\$	10,987	\$	10,987	\$	-
Resources (Inflows):								
Licenses and permits		1,300		1,300		-		(1,300)
Use of money and property		100		100		199		99
Amounts Available for Appropriations		12,387		12,387		11,186		(1,201)
Charges to Appropriation (Outflows):								
Capital outlay		10,900		10,900		-		10,900
Total Charges to Appropriations		10,900		10,900				10,900
Budgetary Fund Balance, June 30	\$	1,487	\$	1,487	\$	11,186	\$	9,699

### BUDGETARY COMPARISON SCHEDULE GENERAL GOVERNMENT IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget /	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 325,086	\$ 325,086	\$ 325,086	\$ -
Resources (Inflows):				
Taxes and assessments	2,280	2,280	-	(2,280)
Use of money and property	2,600	2,600	5,901	3,301
Amounts Available for Appropriations	329,966	329,966	330,987	1,021
Charges to Appropriation (Outflows):				
General government	325,200	325,200	-	325,200
Total Charges to Appropriations	325,200	325,200		325,200
Budgetary Fund Balance, June 30	\$ 4,766	\$ 4,766	\$ 330,987	\$ 326,221

### BUDGETARY COMPARISON SCHEDULE POLICE IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget Original	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 149,936	\$ 149,936	\$ 149,936	\$ -
Resources (Inflows):	,	,	,	•
Taxes and assessments	1,250	1,250	_	(1,250)
Use of money and property	1,200	1,200	2,723	1,523
Amounts Available for Appropriations	152,386	152,386	152,659	273
Charges to Appropriation (Outflows):				
Public safety	149,000	149,000	-	149,000
Total Charges to Appropriations	149,000	149,000	-	149,000
Budgetary Fund Balance, June 30	\$ 3,386	\$ 3,386	\$ 152,659	\$ 149,273

### BUDGETARY COMPARISON SCHEDULE FIRE IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget /	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 101,193	\$ 101,193	\$ 101,193	\$ -
Resources (Inflows):				
Taxes and assessments	3,450	3,450	-	(3,450)
Use of money and property	800	800	1,489	689
Amounts Available for Appropriations	105,443	105,443	102,682	(2,761)
Charges to Appropriation (Outflows):				
Public safety	100,700	100,700	-	100,700
Total Charges to Appropriations	100,700	100,700		100,700
Budgetary Fund Balance, June 30	\$ 4,743	\$ 4,743	\$ 102,682	\$ 97,939

### BUDGETARY COMPARISON SCHEDULE SIGNAL IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget Amounts Original Final		Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 49,9	56 \$ 49,956	\$ 49,956	\$ -
Resources (Inflows):				
Charges for services	6,10	00 6,100	-	(6,100)
Use of money and property	4,00	00 4,000	3,333	(667)
Amounts Available for Appropriations	60,0	60,056	53,289	(6,767)
Charges to Appropriation (Outflows):				
Public safety	1,20	00 1,200	-	1,200
Total Charges to Appropriations	1,20	00 1,200		1,200
Budgetary Fund Balance, June 30	\$ 58,8	56 \$ 58,856	\$ 53,289	\$ (5,567)

### BUDGETARY COMPARISON SCHEDULE FLOOD CONTROL IMPACT FEES YEAR ENDED JUNE 30, 2019

	Budget Amounts Original Final			-	Actual nounts	Variance with Final Budget Positive (Negative)		
Budgetary Fund Balance, July 1	\$	2,022	\$	2,022	\$	2,022	\$	-
Resources (Inflows):	•	,	·	,	·	,		
Use of money and property		-		-		37		37
Amounts Available for Appropriations		2,022		2,022		2,059		37
Charges to Appropriation (Outflows):								
Public safety		2,000		2,000		-		2,000
Total Charges to Appropriations		2,000		2,000		-		2,000
Budgetary Fund Balance, June 30	\$	22	\$	22	\$	2,059	\$	2,037

### BUDGETARY COMPARISON SCHEDULE STORM DRAIN CONNECTION FEES YEAR ENDED JUNE 30, 2019

		Amounts	Actual	Variance with Final Budget Positive
	<u>Original</u>	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	\$ 64,003	\$ 64,003	\$ 64,003	\$ -
Resources (Inflows):				
Use of money and property	700	700	1,094	394
Other revenue	7,900	7,900	29,702	21,802
Amounts Available for Appropriations	72,603	72,603	94,799	22,196
Charges to Appropriation (Outflows):				
Public ways and facilities	81,000	126,000	121,339	4,661
Total Charges to Appropriations	81,000	126,000	121,339	4,661
Budgetary Fund Balance, June 30	\$ (8,397)	\$ (53,397)	\$ (26,540)	\$ 26,857

### BUDGETARY COMPARISON SCHEDULE 13 CDBG-8933 SKATE PARK YEAR ENDED JUNE 30, 2019

	Budget A	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ (404,770)	\$ (404,770)	\$ (404,770)	\$ -
Resources (Inflows):				
Intergovernmental	562,200	562,200	-	(562,200)
Other revenue	-	-	1,425	1,425
Amounts Available for Appropriations	157,430	157,430	(403,345)	(560,775)
Charges to Appropriation (Outflows):				
Community development	562,200	562,200	27,368	534,832
Total Charges to Appropriations	562,200	562,200	27,368	534,832
Budgetary Fund Balance, June 30	\$ (404,770)	\$ (404,770)	\$ (430,713)	\$ (25,943)

### BUDGETARY COMPARISON SCHEDULE TRANSPORTATION YEAR ENDED JUNE 30, 2019

	Budget /	Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Budgetary Fund Balance, July 1	\$ 784,013	\$ 784,013	\$ 784,013	\$ -
Resources (Inflows):	,	,		
Intergovernmental	409,100	409,100	403,657	(5,443)
Use of money and property	4,200	4,200	13,367	9,167
Transfers in	-	-	320	320
Amounts Available for Appropriations	1,197,313	1,197,313	1,201,357	4,044
Charges to Appropriation (Outflows):				
Public ways and facilities	15,600	15,600	4,332	11,268
Capital outlay	827,000	1,597,000	-	1,597,000
Transfers out	-	-	382,748	(382,748)
Total Charges to Appropriations	842,600	1,612,600	387,080	1,225,520
Budgetary Fund Balance, June 30	\$ 354,713	\$ (415,287)	\$ 814,277	\$ 1,229,564

### BUDGETARY COMPARISON SCHEDULE CAPITAL IMPROVEMENT PROJECT YEAR ENDED JUNE 30, 2019

	Budget A	Amounts	Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Budgetary Fund Balance, July 1	\$ (106,778)	\$ (106,778)	\$ (106,778)	\$ -
Resources (Inflows):				
Intergovernmental	-	-	12,998	12,998
Transfers in	-	925,000	442,490	(482,510)
Amounts Available for Appropriations	(106,778)	818,222	348,710	(469,512)
Charges to Appropriation (Outflows):				
Capital outlay	1 -	925,000	346,543	578,457
Transfers out	-	-	320	(320)
Total Charges to Appropriations	-	925,000	346,863	578,137
Budgetary Fund Balance, June 30	\$ (106,778)	\$ (106,778)	\$ 1,847	\$ 108,625

# COMBINING STATEMENT OF NET POSITION NON-MAJOR PROPRIETARY FUNDS JUNE 30, 2019

	B	Business-Type Activities - Enterprise Funds					
Acceptan	_ Cc	Water onnection				Totals	
Assets: Current:							
Cash and investments Receivables:	\$	305,445	\$	34,268	\$	339,713	
Accounts		109,333		89,628		198,961	
Accrued interest		1,289		145		1,434	
Total Assets	\$	416,067	\$	124,041	\$	540,108	
Net Position:		446.067		124.041		E40 400	
Restricted for capital projects		416,067		124,041		540,108	
Total Net Position	\$	416,067	\$	124,041	\$	540,108	

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION NON-MAJOR PROPRIETARY FUNDS YEAR ENDED JUNE 30, 2019

_	Business-Typ	oe Activities - Enter	prise Funds
	Water Connection	Sewer Connection	Totals
Operating Revenues: Sales and service charges	\$ 109,333	\$ 89,628	\$ 198,961
Total Operating Revenues	109,333	89,628	198,961
Operating Income	109,333	89,628	198,961
Nonoperating Revenues: Interest revenue	6,296	1,519	7,815
Total Nonoperating Revenues	6,296	1,519	7,815
Changes in Net Position	115,629	91,147	206,776
Net Position:			
Beginning of Fiscal Year	300,438	32,894	333,332
End of Fiscal Year	\$ 416,067	\$ 124,041	\$ 540,108

	Business-1	ype Activit	ies - Enter	orise	Funds
Cook Floure from Operation Activities	Water Connection		ewer ection		Totals
Cash Flows from Operating Activities: Cash payments to others			(41,786)	-	(41,786)
Net Cash Used by Operating Activities			(41,786)		(41,786)
Cash Flows from Investing Activities: Interest received	7,989		2,700		10,689
Net Cash Provided by Investing Activities	7,989		2,700		10,689
Net Increase (Decrease) in Cash and Cash Equivalents	7,989		(39,086)		(31,097)
Cash and Cash Equivalents at Beginning of Year	297,456		73,354		370,810
Cash and Cash Equivalents at End of Year	\$ 305,445	\$	34,268	\$	339,713
Reconciliation of Operating Income to Net Cash Used by Operating Activities:	400,000	•	00.000	•	100.004
Operating income	\$ 109,333	\$	89,628	\$	198,961
Adjustments to reconcile operating income (loss) net cash provided (used) by operating activities: (Increase) decrease in accounts receivable Increase (decrease) in due to other governments	(109,333)		(89,628) (41,786)		(198,961) (41,786)
Total Adjustments	(109,333)		(131,414)		(240,747)
Net Cash Used by Operating Activities	\$ -	\$	(41,786)	\$	(41,786)

THIS PAGE INTENTIONALLY LEFT BLANK

### STATISTICAL SECTION

This part of the City's 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 says about the City's overall financial health.

### **Financial Trends**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

### **Revenue Capacity**

These schedules contain information to help the reader assess the City's most significant local revenue source, property taxes.

### **Debt Capacity**

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.

### **Demographic and Economic Information**

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.

### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

THIS PAGE INTENTIONALLY LEFT BLANK

CITY OF LIVE OAK
Net Position by Component
Last Ten Fiscal Years
(full accrual basis of accounting)

	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
Governmental Activites Net investment in capital assets Restricted Unrestricted	25,091,826 4,442,014 4,242,057	26,297,382 4,353,031 4,024,456	26,710,539 10,859,158 4,757,333	24,859,451 10,932,658 4,487,549	25,177,065 10,503,214 4,737,305	26,423,155 12,167,030 4,485,329	27,103,387 4,272,612 4,280,849	28,265,740 3,345,863 5,445,053	28,377,393 3,980,298 6,722,869	28,831,714 3,706,829 17,010,824
Total governmental activities net position	33,775,897	34,674,869	42,327,030	40,279,658	40,417,584	43,075,514	35,656,848	37,056,656	39,080,560	49,549,367
Business-type Activities Net investment in capital assets Restricted Unrestricted	23,752,860 149,094 3,809,714	25,362,569 765,294 1,710,380	24,238,464 2,208,655 1,211,917	32,253,055 2,189,552 2,441,509	31,055,100 2,107,725 2,837,663	29,831,525 2,228,397 2,263,256	28,599,846 2,401,678 2,554,799	28,727,091 1,343,421 3,760,366	28,647,690 341,832 3,110,022	28,082,900 540,108 3,238,836
Total business-type activities net position	27,711,668	27,838,243	27,659,036	36,884,116	36,000,488	34,323,178	33,556,323	33,830,878	32,099,544	31,861,844
Primary Government Net investment in capital assets Restricted Unrestricted	48,844,686 4,591,108 8,051,771	51,659,951 5,118,325 5,734,836	50,949,003 13,067,813 5,969,250	57,112,506 13,122,210 6,929,058	56,232,165 12,610,939 7,574,968	56,254,680 14,395,427 6,748,585	55,703,233 6,674,290 6,835,648	56,992,831 4,689,284 9,205,419	57,025,083 4,322,130 9,832,891	56,914,614 4,246,937 20,249,660
Total primary government net position	61,487,565	62,513,112	990,986,066	77,163,774	76,418,072	77,398,692	69,213,171	70,887,534	71,180,104	81,411,211

Source: CAFR

CITY OF LIVE OAK
Changes in Net Position
Last Ten Fiscal Years
(full accrual basis of accounting)

	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
Expenses Covermental Activities: General government Public safety Public ways and facilities Culture and recreation Community development Interest on long-term debt	466,702 1,698,799 695,187 477,418 439,633 6,305	476,146 1,835,998 858,822 524,675 388,380 16,556	384,156 1,727,176 844,453 515,775 606,085 4,908	412,935 1,692,570 775,399 503,341 589,673 4,160	399,590 1,744,005 1,178,326 496,495 517,636 3,348	543,796 1,635,797 1,418,607 544,100 620,114 3,748	519,223 2,235,826 1,196,682 609,869 2,474,188 2,584	699,781 2,033,209 2,031,089 833,110 2,060,694	990,032 1,984,144 1,579,362 926,952 1,828,608 5,952	990,360 2,006,236 429,642 1,071,086 966,937 25,222
Total Governmental Activities Expenese	3,784,044	4,100,577	4,082,553	3,978,078	4,339,400	4,766,162	7,038,372	7,658,403	7,315,050	5,489,483
Busines-type Activities: Water Sewer	1,317,033	1,274,430	1,267,180	1,342,609 2,694,727	1,381,185	1,404,692 2,633,340	1,275,640 2,704,970	1,306,471 2,724,674	1,300,029 2,898,819	1,335,960 2,925,050
Total Business-type Activities Expenese	2,640,892	2,936,326	2,882,039	4,037,336	3,925,640	4,038,032	3,980,610	4,031,145	4,198,848	4,261,010
Total Primary Government Expenese	6,424,936	7,036,903	6,964,592	8,015,414	8,265,040	8,804,194	11,018,982	11,689,548	11,513,898	9,750,493
Program Revenues Governmental Activities: Charges for services: General government Public safety Public ways and facilities Culture and recreation Community development Operating grants and contributions Capital grants and contributions	63,838 363,492 474,204 139,756 184,538 744,348	67,433 355,367 474,353 150,378 233,189 1,466,831 257,902	455,738 384,574 410,929 146,573 147,962 4,358,608	76.244 388.263 344.981 170.061 151.284 1,385,431 564,161	70,805 378,725 343,482 16,631 178,503 1,004,975 402,859	76.876 408.070 426.434 252.394 14,641 1,977,712 2,152,350	83,748 398,570 973,516 185,432 320,667 2,793,371 1,690,492	366,660 4,057 233,355 64,221 1,055,642 1,857,982 1,295,923	492,972 2,728 1,781,220 61,744 2,005,122 277,728	427,673 4,230 39,870 56,343 111,139 1,146,628
Total Govermental Activities Program Revenues	2,122,752	3,005,453	6,001,976	3,080,425	2,541,980	5,438,477	6,445,796	4,877,840	4,722,259	1,890,039
Busines-type Activities: Charges for services: Water Sewer Water Connections Sewer Connections Sewer Activities	1,040,934	1,050,211	844,900	902,570	850,832 2,179,286	882,743	878,199	809,830 2,243,244 15,270 9,053	878,229 2,265,104 68,930	879,586 2,289,788 109,333 89,628
Operating grants and contributions Capital grants and contributions			84,247	10,161,065			23,000	1,027,513	864,919	
Total Business-type Activities Program Revenues	2,813,270	3,088,136	2,792,842	13,245,444	3,030,118	3,123,992	3,192,282	4,104,910	4,077,182	3,368,335
Total Primary Government Program Revenues	4,936,022	6,093,589	8,794,818	16,325,869	5,572,098	8,562,469	9,638,078	8,982,750	8,799,441	5,258,374

Source: CAFR

CITY OF LIVE OAK
Changes in Net Position
Last Ten Fiscal Years
(full accrual basis of accounting)

(b)	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
ret (tx.pense) revenues (1) Governmental Activities Busines-type activities	(1,661,292)	(1,095,124) 151,810	1,919,423 (89,197)	(897,653) 9,208,108	(1,797,420) (895,522)	672,315 (914,040)	(592,576) (788,328)	(2,780,563) 73,765	(2,592,791) (121,666)	(3,599,444) (892,675)
Total Primary Governmental Net Expense	(1,488,914)	(943,314)	1,830,226	8,310,455	(2,692,942)	(241,725)	(1,380,904)	(2,706,798)	(2,714,457)	(4,492,119)
General Revenues and Other Changes in Net Position Governmental Activities: Taxes:										
Property taxes Sales and use taxes	1,498,092	1,221,589	1,250,494	1,239,301	1,241,319	1,382,229	1,383,175	1,476,356	1,470,113	1,867,354
Franchise taxes	136,247	138,306	135,517	136,868	139,766	155,071	166,356		-	232,801
Property taxes	11,451	10,688	11,301	9,114	12,837	8,290	11,536			
Othertaxes		•	•			,	,	716,398	750,153	1,058,557
Motor vehicle in lieu - unrestricted			•							328,139
Use of money and property			1 (			1 0		87,766	120,425	42,769
Grants and contributions - unrestricted	28,895	44,502	6,840	4,792	4,145	80,806	34,609			
Interest and investment carnings	109,954	97,386	79,828	75,530	73,827	79,218	113,073			
Miscellaneous	20,,018	231,104	72,393	120,433	109,330	04,888	71/,0/0	541 664		- 206
Other		- 52	- 102 000	(090,920)				241,664	1 550,000	265,241
I ransfers	(491,328)	55,178	103,898	(3/8,280)		- 447 020		72,000	1,356,000	(/%0,//¢)
Special item Extraordinary gain			378,280			447,830				
		100			6		0	0	1000	000
l otal Governmental Activities	1,/36,48/	1,994,096	2,281,001	1,4/0,683	1,935,346	2,481,418	2,223,906	3,172,564	4,578,075	3,645,280
Busines-type Activities: Use of money and property	,			1				28,460	50,063	77,888
Interest and investment earnings	39,313	23,298	13,411	10,974	10,221	13,448	21,309			
Other	14,209	4,045	, ,	0,66,6	6/0/1	1,934	+01 -	-		
Transfers	491,328	(53,178)	(103,898)					(25,000)	(1,556,000)	577,087
Total Busines-Type Activities	544,850	(25,235)	(90,010)	16,972	11,894	15,382	21,473	4,127	(1,505,937)	654,975
Total Primary Government	2,281,337	1,968,861	2,190,991	1,487,655	1,947,240	2,496,800	2,245,379	3,176,691	3,072,138	4,300,255
Change in Net Position Governmental Activities Busines-type activities	75,195 717,228	898,972 126,575	4,200,424 (179,207)	573,030 9,225,080	137,926 (883,628)	3,153,733 (898,658)	1,631,330 (766,855)	392,001 77,892	1,985,284 (1,627,603)	45,836 (237,700)
Total Primary Government	792,423	1,025,547	4,021,217	9,798,110	(745,702)	2,255,075	864,475	469,893	357,681	(191,864)

Source: CAFR

Note: (1) Net expense is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program.

CITY OF LIVE OAK
Fund Balance - Govermental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
General Fund Reserved Unreserved	17,245 4,143,909			1 1	1 1	1 1	1 1	1 1	1 1	
Nonspendable Committed Unassigned		379,300 2,481,928 1,526,655	2,487,180 1,918,069	2,510,279 1,985,378	2,514,883 2,037,092	451,274 2,519,197 2,227,090	8,115 2,525,652 2,230,647	10,661 2,534,045 2,075,899	11,357 2,548,739 2,427,584	15,268 2,578,832 2,076,221
Total General Fund	4,161,154	4,387,883	4,405,249	4,495,657	4,551,975	5,197,561	4,764,414	4,620,605	4,987,680	4,670,321
All Other Governmental Funds Unreserved, reported in: Special revenue funds Capital project funds	4,424,769 (209,921)	1 1	1 1		1 1	1 1	1 1	1 1	1 1	1 1
Nonspendable Restricted Unassigned		172,530 4,180,501 (386,273)	- 10,859,158 (4,439)	10,923,658 (346,316)	10,503,214 (49,787)	484 11,975,628 (411,087)	330 4,272,282 (1,270,688)	4,712 3,345,863 (1,840,637)	3,983 3,874,348 (538,556)	4,559 3,706,829 (483,747)
Total All Other Governmental Funds	4,214,848	3,966,758	10,854,719	10,577,342	10,453,427	11,565,025	3,001,924	1,509,938	3,339,775	3,227,641

Source: CAFR
Note: The City implemented GASB 54 for fiscal year June 30, 2011 under which fund balances are reported as nonspendable, restricted, committed, assigned and unassigned as compared to reserved and unreserved.

128

# CITY OF LIVE OAK Changes in Fund Balances - Govermental Funds Last Ten Fiscal Years (modified accrual basis of accounting)

2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
2.540,100	2.613.913	2.485.312	2.863.851	2.220.317	2.352.464	2.411.650	2.518.134	2.578.933	3.586.218
562 834	549 275	522 378	394 624	451 881	482 426	646.258	450 120	557 939	394 950
6 977	5.751	0.6420	6.721	6 867	3 504	6 935	4 057	902.0	4 230
100 064	70,70	0/0,7	70,750	10,007	010.05	112,022	770,1	30,700	350.050
109,934	1 440 700	10,999	1111 557	12,07	017,67	113,073	007,700	120,423	239,933
/04,323	1,449,768	4,217,447	1,141,556	1,5/5,066	4,113,525	5,853,305	3,443,320	4,248,576	1,119,755
79,370	105,240	60,727	133,467	80,882	258,513	228,685	103,286	115,920	60/,96
276,604	231,104	92,395	120,453	169,350	64,888	217,676	558,732	324,639	310,832
4,280,107	5,052,437	7,465,128	4,739,031	4,578,190	7,356,428	7,807,642	7,165,415	7,949,160	5,772,649
									Ī
							000	100	
411,815	412,141	327,197	367,720	347,258	514,8/1	488,652	688,906	165,759	906,681
1,611,660	1,725,374	1,641,963	1,602,027	1,6/0,16/	1,585,506	2,148,112	1,914,124	1,867,994	1,883,345
256,301	414,164	372,854	275,526	678,801	923,626	735,070	1,472,836	997,626	972,143
383,213	423,889	409,879	397,262	386,469	432,264	501,979	725,565	789,094	763,960
439,633	388,380	606,085	589,673	517,636	627,037	2,482,059	2,041,715	1,956,524	434,675
10,000	11,000	11,000	12,000	13,000	66,342	67,461	68,581	54,146	123,414
6,305	16,556	4,908	4,160	3,348	3,748	2,584	520	5,952	25,222
1,933,071	1,908,002	1,119,830	1,167,335	1,038,108	2,422,505	1,866,084	1,909,114	1,329,178	1,092,702
5,051,998	5,299,506	4,493,716	4,415,703	4,654,787	6,575,899	8,292,001	8,821,361	7,858,111	6,202,142
(771,891)	(247,069)	2,971,412	323,328	(76,597)	780,529	(484,359)	(1,655,946)	91,049	(429,493)
2,110,306 (2,601,634)	1,918,195 (1,865,017)	4,664,414 (4,560,516)	1,123,115 (1,501,395)	993,112 (993,112)	528,825 5,033,468 (5,033,468)	615,014 (615,014)	1,470,949 (1,445,949)	2,491,184 (409,587) 549,863	442,810 (442,810)
(491,328)	53,178	103,898	(378,280)		528,825	ı	25,000	2,631,460	
1 1		378,280			447,830		(4,849)	1 1	
	(193,891)	3,453,590	(54,952)	(76,597)	1,757,184	(484,359)	(1,635,795)	2,722,509	(429,493)
0.53%	0.82%	0.47%	0.50%	0.45%	1.72%	1.10%	1.01%	0.93%	3.00%
	2.0007 2.544 560 1.010 1.0	2.540,100 2.61 2.540,100 2.61 56,284 54 6,922 109,954 54 79,370 11,460 2.56,301 44 4,280,107 5,02 4,280,107 5,02 4,280,107 5,02 5,051,998 5,23 5,051,998 5,23 (491,328) (1,86 (491,328) 5,23 (491,328) 5,23 (491,328) 6,39 (491,328) 6,39 (491	2,540,100 2,613,913 2,48 56,925 3,751 10,954 4,217 5,524 10,954 97,386 704,323 1,449,768 4,219,604 1,218,104 6,256,301 4,44,164 33,32,13 4,288,104 6,395,301 1,100 1,000 1	2,540,100 2,613,913 2,485,312 2,885,312 5,541,100 2,613,913 2,485,312 2,885,213 8,5751 9,870 100,554 97,386 42,17447 1,144 70,324 97,386 42,17447 1,144 70,376 105,240 60,777 11,144 70,000 1,000 11,0	2.540,100         2.613,913         2.485,312         2.863,851         2.223           2.540,100         2.613,913         2.485,312         2.863,851         2.223           562,834         549,275         52378         394,624         45,213           100,954         97,386         76,999         78,339         77           100,954         97,386         76,999         78,339         77           79,370         105,240         60,727         113,467         8           276,604         1,725,374         1,641,663         1,602,027         1,67           4,280,107         5,052,437         7,465,128         4,739,031         4,57           4,280,107         5,052,437         7,465,128         4,739,031         4,57           1,611,600         17,000         11,000         12,045,33         1,67           1,93,071         1,908,002         1,119,83         4,415,703         4,66           5,051,998         5,299,506         4,493,716         4,415,703         4,66           7,71,891         (247,069)         2,971,412         323,328         (7           7,036         1,93,891         3,453,590         (7,501,395)         (99           1	2.540,100         2619/2011         2011/2012         2012/2013         2014/2014           2.540,100         2,613,913         2,485,312         2,863,851         2,220,317         2,35           56,2834         5,492,75         5,2378         34,624         451,881         48           56,2834         5,492,75         5,23,78         3,4624         451,881         48           106,954         97,386         7,6999         78,339         73,827         4,111         4,114,556         1,575,066         4,111         4,114,556         1,575,066         4,111         4,114,556         1,575,066         4,11         4,11,449,768         4,217,447         1,141,556         1,575,066         4,11         4,11         4,11,41         32,31         4,278,190         7,35         4,11         4,11,41         32,31         4,278,190         7,35         4,11         4,11,64         372,854         275,256         6,78,801         92         2,35         1,464         372,854         275,526         6,78,801         92         3,348         4,499,879         397,262         386,469         43         439,633         388,389         606,085         589,673         51,636         6,57         6,57         6,57         6,37         6,37<	2.540,1010         2.613.913         2.485.312         2.863.851         2.220.317         2.352.464         2.41           2.540,100         2.613.913         2.485.312         2.863.851         2.220.317         2.352.464         2.41           5.623.4         5.9273         3.542         451.881         448.2426         6.44           6.928.4         5.573         7.6899         78.359         73.887         719.218         11           109.954         4.947.86         7.6999         78.359         73.887         719.218         11           109.954         4.947.86         4.217.447         1,141.556         1.575.666         4,111.532         3.89           704.323         1.449.768         4.217.447         1,141.556         1.808.82         64.888         258.513         3.89           79.370         1.93.347         1.60.027         1.33.447         80.882         258.513         3.88           4.180         1.725.374         1.641.963         1.60.027         1.585.506         4,1481         4.578.190         7.356.428         7.38           4.280,107         5.052.437         7.465.128         4.739.031         4.578.190         7.356.428         7.36           4.1000	2.540,100         2016/2011         2016/2017         2.032,40         2411.66         251           2.540,100         2.613,913         2.485,312         2.863,831         2.220,317         2.324,44         2411.66         251           2.540,100         2.50,100         2.51,813         2.823,317         2.824,44         2411.66         251           2.520,213         2.848,313         2.848,318         2.834,49         4.78,39         7.835         4.58         4.536         4.113,473         3.834         4.58         4.538,13         3.833,46         4.411,50         2.51         4.58,13         3.833,48         4.58         4.58         4.58         4.58         4.58         4.58         4.58         4.58         3.99         4.58         4.58         4.78         4.58         4.78	25.60,031

Source: CAFR

## CITY OF LIVE OAK Assessed Value and Estimated Actual Value of Taxable Property Last Ten Fiscal Years

Fiscal Year	Secured	Unsecured	SBE Nonunitary	Taxable Assessed Value	% Change	Direct Rate
2009/2010	323,245,981	5,607,852	66,680	328,920,513	-12.49%	1.000%
2010/2011	288,107,715	5,141,917	66,680	293,316,312	-10.82%	1.000%
2011/2012	274,962,151	5,101,648	66,680	280,130,479	-4.50%	1.000%
2012/2013	272,426,872	5,096,684	2,004	277,525,560	-0.93%	1.000%
2013/2014	279,374,003	4,610,118	2,004	283,986,125	2.33%	1.000%
2014/2015	315,429,043	5,473,874	2,004	320,904,921	13.00%	1.000%
2015/2016	330,917,725	5,238,525	2,004	336,158,254	4.75%	1.000%
2016/2017	352,823,047	4,561,387	2,439	357,386,873	6.32%	1.000%
2017/2018	370,589,936	4,492,172	2,439	375,084,547	4.95%	1.000%
2018/2019	396,454,875	5,009,256	2,439	401,466,570	7.03%	1.000%

### Notes:

In 1978, the voters of the State of California passed Proposition 13 which limited property taxes to a maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property tax may be increased by an "inflation factor" (limited to a maximum increase of 2%). With few exceptions, property is only reassessed at the time that it is sold to a new owner. At that point, the new assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data currently available with respect to the actual market value of the taxable property and is subject to the limitations described above.

**Source:** Assessor's Office, County of Sutter HDL Coren & Cone

CITY OF LIVE OAK
Property Tax Rates - All Overlapping Governments
Last Ten Fiscal Years

	2009/2010	2010/2011	2011/2012	2012/2013	Fiscal Year 2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
City of Live Oak General purpose		1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Property tax in lieu of vehicle license fees							,			
Debt service										
	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Live Oak Unified School District	0.059	0.073	0.076	0.081	0.082	0.074	0.073	0.065	0.372	0.114
Yuba Community College District	0.018	0.015	0.025	0.025	0.027	0.025	0.025	0.026	0.073	0.030
Special Districts										
-	1.076	1.087	1.101	1.106	1.110	1.099	1.098	1.091	1.445	1.144

(1) The above tax rates are applied per \$100 of assessed valuation.

(2) In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of school district bonds.

Source: Assessor's Office, County of Sutter Muni

## CITY OF LIVE OAK Principal Property Tax Payers Current Year and Ten Years Ago

	F	iscal Year	2018/2019
Taxpayer	Taxa Asses Val	ssed	Percent of Total City Taxable Assessed Value
Corrections Corp of America	\$ 7,23	73,865	1.83%
9000 Larkin Road LLC	4,30	07,291	1.16%
D and K Estates LLC	4,27	75,840	1.15%
Millennium Farms LLC	3,86	53,120	1.04%
Rilco-Edwards LLC	3,23	32,080	0.87%
Jaswant S Saprai	2,71	18,079	0.73%
KB Home Sacramento Inc	2,57	79,622	0.70%
H and S Energy LLC	2,50	05,765	0.68%
Sunsweet Grower	2,25	54,878	0.61%
Live Oak Apartments	2,2	11,387	0.60%
	\$ 35,22	21,927	9.38%

Total City of Live Oak assessed property valuation Fiscal Year 2018/19

\$ 396,454,875

		Fiscal Year	2011/2012
Taxpayer		Taxable Assessed Value	Percent of Total City Taxable Assessed Value
CCA Properties of America	\$	6,447,071	2.30%
Tower Energy Group Corporation	<b>~</b>	3,428,889	1.22%
Auburn Manor Holding Corporation		3,392,115	1.21%
Sunsweet Dryers		2,502,236	0.89%
KB Homes Sacramento		2,107,000	0.75%
Jaswant S. Saprai		2,054,567	0.73%
L and R Gas and Food Inc		1,857,477	0.66%
Melton Family Trust		1,468,553	0.52%
RBC Real Estate Finance Inc		1,440,099	0.51%
Millennium Farms LLC		1,303,354	0.47%
	\$	26,001,361	9.28%
Total City of Live Oak assessed property valuation Fis	scal Year 2011/	12	\$ 280,130,479

Noto:

Data pertaining to fiscal year 2010/2009 and prior is not available, the latest prior year available is fiscal year 2011/2012.

# CITY OF LIVE OAK Property Tax Levies and Collections Last Ten Fiscal Years

Collections within the

	_	Fiscal Year o	of the Levy	_	Total Collecti	ions to Date
Fiscal Year	Taxes Levied for the Fiscal Year	Amount	Percent of Levy	Collections in Subsequent Years	Amount	Percent of Levy
2009/2010	515,671	515,671	100.00%	-	515,671	100.00%
2010/2011	465,337	465,337	100.00%	-	465,337	100.00%
2011/2012	412,894	412,894	100.00%	-	412,894	100.00%
2012/2013	459,780	459,780	100.00%	-	459,780	100.00%
2013/2014	446,754	446,754	100.00%	-	446,754	100.00%
2014/2015	519,978	519,978	100.00%	-	519,978	100.00%
2015/2016	526,346	526,346	100.00%	-	526,346	100.00%
2016/2017	592,035	592,035	100.00%	-	592,035	100.00%
2017/2018	616,549	616,549	100.00%	6,672	623,221	100.00%
2018/2019	649,914	649,914	100.00%	8,119	658,033	100.00%

**Source:** Auditor-Controller's Office, County of Sutter Finance Department, City of Live Oak (GL).

#### Notes

Auditor-Controller's Office, County of Sutter for Billed and Unpaid tax for Collection in Subsequent Yrs Taxes Levied for the FY is 100% of the Secured Property Taxes which can be found on the GL 10-4-0000-4101

Ratios of Outstanding Debt by Type Last Ten Fiscal Years CITY OF LIVE OAK

Fiscal Year	Loans	Capital Leases	Total	Loans	Bonds	Certificates of Participation	Capital Leases	Total	Total Primary Government	Percentage of Person Income (1)	Percentage of Assessed Value (2)	Per Capita (1)
2009/2010	92,000	•	92,000	1,531,863	131,000	2,430,000	ı	4,092,863	4,184,863	3.10%	1.27%	493
2010/2011	81,000		81,000	10,593,503	107,000	2,370,000	ı	13,070,503	13,151,503	9.47%	4.48%	1,588
2011/2012	70,000		70,000	15,201,959	82,000	2,310,000	ı	17,593,959	17,663,959	13.03%	6.31%	2,142
2012/2013	58,000	ı	28,000	5,874,728	55,000	2,250,000	309,641	8,489,369	8,547,369	5.81%	3.08%	1,025
2013/2014	45,000	ı	45,000	5,689,373	27,000	2,190,000	245,690	8,152,063	8,197,063	5.30%	2.89%	696
2014/2015	507,483	ı	507,483	5,512,294	ı	2,130,000	180,453	7,822,747	8,330,230	5.71%	2.60%	981
2015/2016	440,022	1	440,022	5,333,446	ı	2,060,000	113,903	7,507,349	7,947,371	5.33%	2.36%	935
2016/2017	371,441		371,441	5,152,808	ı	1,990,000	46,015	7,188,823	7,560,264	5.04%	2.12%	829
2017/2018	317,295	549,863	867,158	4,970,364	ı	1,920,000	ı	6,890,364	7,757,522	4.51%	2.07%	883
2018/2019	264,413	479,331	743,744	4,786,095	ı	1,850,000		6,636,095	7,379,839	4.70%	1.84%	841

<sup>(1)</sup> See Demographic and Economic Statistic schedule for personal income and population data. (2) See Assessed Value and Estimated Actual Value of Taxable Property schedule for property value data.

Source: City of Live Oak Annual Financial Reports

n/a - information is not available

# CITY OF LIVE OAK Ratios of General Bonded Debt Outstanding Last Ten Fiscal Years

General Bonded Debt Outstanding

	L	Cot Outstanding				
Fiscal Year	General Obligation Bonds	Pension Obligation Bonds	Total	Percent of Assessed Value	Population	Per Capita
2009/2010	92,000	-	92,000	0.02%	8,483	11
2010/2011	81,000	-	81,000	0.03%	8,281	10
2011/2012	70,000	-	70,000	0.02%	8,247	8
2012/2013	58,000	-	58,000	0.02%	8,341	7
2013/2014	45,000	-	45,000	0.02%	8,461	5
2014/2015	507,483	-	507,483	0.16%	8,488	60
2015/2016	440,022	-	440,022	0.13%	8,500	52
2016/2017	371,441	-	371,441	0.10%	8,800	42
2017/2018	317,295	-	317,295	0.08%	8,781	36
2018/2019	264,413	-	264,413	0.07%	8,771	30

**Source:** Assessor's Office, County of Sutter Finance Department, City of Live Oak Hdl Coren & Cone

### CITY OF LIVE OAK Direct and Overlapping Bonded Debt As of June 30, 2019

City Assessed Valuation		\$ 400,417,039	
Adjusted Assessed Valuation		\$ 400,417,039	
	Percent Applicable	Outstanding Debt une 30, 2019	Estimated Share of Overlapping Debt
OVERLAPPING TAX AND ASSESSMENT DEBT: Live Oak Unified School District Yuba Commuinty College District Sutter Butte Flood Control Agency Assessment District Total Overlapping Tax and Assessment Debt	45.832% 1.272% 4.298% _	\$ 21,820,000 160,906,106 85,560,000 268,286,106	\$ 10,000,542 2,046,726 3,677,369 15,724,637
OVERLAPPING GENERAL FUND OBLIGATION DEBT: Sutter County Office of Education Certificates of Participations Yuba Community College District General Fund Obligations Live Oak Unified School District Certificates of Participation Sutter County Certificates of Participations Live Oak Cemetery District	4.167% 1.272% 45.832% 4.167% 100.000%	\$ 4,875,000 17,056,249 4,005,221 455,000	203,141 216,955 1,835,673 18,960
<b>Total Overlapping General Fund Obligation Debt</b>		 26,391,470	 2,274,729
Total Overlapping Debt		 294,677,576	 17,999,366
DIRECT GENERAL FUND OBLIGATION DEBT: Fire Engine Lease Animal Shelter Loan	100.000% 100.000%	479,331 264,413	 479,331 264,413
Total Direct Debt		 743,744	 743,744
Total Combined Debt		\$ 295,421,320	\$ 18,743,110
RATIOS TO 2018/2019 ASSESSED VALUATION: Total Overlapping Tax and Assessment Debt		4.50%	3.93%
RATIOS TO ADJUSTED ASSESSED VALUATION: Combined Direct Debt (\$0,000,000) Combined Total Debt	0.000% 0.000%		
STATE SCHOOL BUILDING AID REPAYABLE AS OF 06/30/19	\$ -		

Note: Overlapping governments are those that coincide, at least in part, within the geographic boundaries of the City of Live Oak. This schedule estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account.

The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value. Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded capital lease obligations.

Source: Auditor-Controller's Office, County of Sutter

Yuba Community College Live Oak Unified School District Sutter-Butte Flood Control Agency Finance Department, City of Live Oak

## CITY OF LIVE OAK Computation of Legal Bonded Debt Margin June 30, 2019

Secured Property Assessed Value, Net of Exempt Real Property	\$ 401,466,570
Bonded debt limit (3.75% of assessed value) (a)	\$ 15,054,996
Less debt subject to limit:	
Total water certificates of participation at 06/30/19 Total sewer certificates of participation at 06/30/19 Total sewer revenue bonds at 06/30/19	 (1,040,000) (810,000)
Legal debt margin	\$ 13,204,996

(a) California Government Code Section 43605 sets the debt limit at 15%. The Code section was enacted prior to the change in basing assessed value at full market value when it was previously 25% of market value. Thus, the limit shown as 3.75% is one-fourth the limit to account for the adjustment of showing assessed valuation at full cash value.

**Source:** Assessor's Office, County of Sutter Finance Department, City of Live Oak

Hdl Coren & Cone

Notes:

Certificate of participation can be found in long term debt

### CITY OF LIVE OAK Demographic and Economic Statistics Last Ten Fiscal Years

		Personal	Income	Taxable	Per Capita Taxable	Average
Calendar Year	Danulation	Total	Don Conito	Assessed Valuation	Property Values	Unemployment Rate
Year	Population	(in thousands)	Per Capita	valuation	values	Rate
2010	8,483	135,127	15,929	328,920,513	38,774	33.3%
2011	8,281	138,935	16,778	293,316,312	35,420	33.2%
2012	8,247	135,517	16,432	280,130,479	33,968	31.3%
2013	8,341	147,192	17,647	277,525,560	33,272	25.9%
2014	8,461	154,611	18,273	283,986,125	33,564	24.5%
2015	8,488	145,773	17,174	320,904,921	37,807	14.3%
2016	8,500	149,192	17,552	336,158,254	39,548	6.9%
2017	8,800	149,859	17,029	357,386,873	40,612	8.00%
2018	8,781	171,819	19,567	375,084,547	42,715	7.60%
2019	8,771	156,957	17,895	401,466,570	45,772	4.30%

Note: Data pertaining to personal income is not readily available, thus the City used taxable assessed values to calculate per capita taxable property values. Data pertaining to personal income for calendar year 2016, and 2017 is not readily available, thus the City provided an average using data from the last three years.

The California Department of Finance demographics estimates now incorporate 2010 Census counts as the benchmark.

- 1.) Population Projections are provided by the California Department of Finance Projections.
- 2.) Income Data is provided by the U.S. Census Bureau, 2010 American Community Survey.
- 3.) Unemployment Data is provided by the EDD's Bureau of Labor Statistics Department.

#### Source:

Avenu Insights & Analytics 2017-18 and prior, previously published CAFR Report Munis Report

#### CITY OF LIVE OAK Principal Employers 2019

Employer	2018-2019 Number of Employees	Percent of Total Employment	2012-2013 Number of Employees
Live Oak Unified School District	261	6.69%	170
Wilbur Packing CO Inc	170	4.36%	
River Valley Care Center	161	4.13%	
City of Live Oak	30	0.77%	120
E-Center Head Start - Yuba-Sutter	28	0.72%	26
Dollar General Market	24	0.62%	
Tower Supermarket	11	0.28%	13
United States Post Office	11	0.28%	12
Live Oak Pharmacy	6	0.15%	6
Live Oak Medical Clinic	6	0.15%	
Total	708	18.15%	347
Total City Employment (1)	3,900		

**Note:** Data pertaining to fiscal year 2010/2009 and prior is not available, the latest prior year available is fiscal year 2012/2013.

Source: City of Live Oak

Avenu Insights & Analytics

(1) Employment Development Department, State of California

Munis Report

CITY OF CITY OF LIVE OAK
Full-Time and Part-Time City Government Employees
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
City Council	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
City Manager	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
City Clerk's Office	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Administration	1.00	1.00	1.00	1.00	1.00	1.00	1.00	٠	1.00	1.00
Finance/Administrative Services	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Community Development	1.00	1.00	1.00	1.00	1.00	,		,	1	•
Public Works	8.00	00.6	8.00	00.6	00.6	5.00	7.00	10.00	7.00	7.00
Parks and Recreation	7.00	7.00	7.00	7.00	7.00	10.00	8.00	7.00	6.00	6.00
Building	2.00	1.00	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00
Total Full-Time Equivalent Employees	30.00	30.00	29.00	30.00	30.00	29.00	29.00	30.00	30.00	30.00

Source: Finance Department, City of Live Oak

CITY OF LIVE OAK Operating Indicators Last Ten Fiscal Years

	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
Business Licenses: Annual Business License One Time License	147	156	148	140	286	135	129	137	132	119
Environment and Utilities: Gallons of wastewater treated per year (in millions)	235	282	210	258	223	225	218	380	251	384
Fire - Within City Limits Fires per year	18	20	26	41	47	22	21	19	16	87
Emergency medical calls per year	529	544	530	603	509	236	738	682	829	716
Hazardous materials incidents per year	4	4	9	12	5	4	7	14	16	5
Non-emergency service calls per year Fire - Outside City Limits Within County	125	124	137	136	192	275	78	275	271	85
Fires per year		•	•	•	•	47	42	36	19	45
Emergency medical calls per year	•	•	•	•	•	154	155	156	181	105
Hazardous materials incidents per year	•	•	•	•	•	4	12	6	8	1
Non-emergency service calls per year	1	•	•	•	1	66	112	104	113	99
Police										
911 calls per year	1,528	1,363	1,485	845	1,401	1,432	1,965	1,998	1862	1491
Cases investigated per year	989	867	400	826	930	563	919	969	744	1153
Arrests per year	244	175	193	186	202	92	123	121	124	213
Building Permits Building permits issued per year New building and alteration valuation	\$ 5,644,595	141 \$ 6,157,812	155 \$ 7,621,784	110 \$ 1,892,973	147 \$ 2,188,866	200 \$ 6,525,489	279 \$ 9,442,021	241 \$ 9,442,021	210	313 \$ 23,059,905

Source: City of Live Oak, Finance/Building Depts Sutter County Sheriff Sutter County Fire

CITY OF LIVE OAK Capital Asset Statistics Last Ten Fiscal Years

	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019
Enviroment and Utilities Miles of municipal sewer mains	24.9	24.9	24.9		24.9	24.9	25.6	25.6	25.6	25.6
Maximum daily capacity (gallons per day)	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
Miles of water mains	30.4	30.4	30.4		30.4	30.4	31.5	31.5	31.5	31.5
Water wells	4	4	4	4	4	4	4	4	5	5
Water storage tanks	1	1	-	1	1	1	1	1	1	1
Fire										
Full-time staffed positions	4	4	4	4	4	4	4	9	9	9
Volunteer stations	_	-		_	1	1	1	1	1	1
Police										
Stations	1	1	1	1	-	1	1	1	1	1
Vehicles and motorcycles	10	10	10	10	10	10	10	10	10	10
Community Development										
Miles of municipal roadways	25.61	25.61	26.84	28.44	28.44	28.44	29.50	29.50	29.50	29.50
Park sites	7	8	8	8	8	8	8	8	8	8

Source: City of Live Oak Public Works Sutter County Fire Dept Sutter County Sheriff Dept

#### CITY OF LIVE OAK Sales Value History Last Ten Years

Calendar Year	Full Value Sales	Average Price	Median Price	Median % Change
2010	118	130,284	130,000	-0.76%
2011	122	119,775	120,000	-7.69%
2012	117	123,261	130,000	8.33%
2013	91	133,709	138,000	6.15%
2014	100	155,175	159,000	15.22%
2015	97	181,232	190,000	19.50%
2016	96	186,047	196,000	3.16%
2017	89	211,315	213,000	8.67%
2018	86	220,087	223,250	4.81%
2019	62	237,597	240,500	7.73%

**Source:** Assessor's Office, County of Sutter Finance Department, City of Live Oak Hdl Coren & Cone THIS PAGE INTENTIONALLY LEFT BLANK