

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

*For the Fiscal Year Ended
June 30, 2014*



*Prepared by the
Finance Department*

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**City of Live Oak,
California**

**Comprehensive Annual
Financial Report**

**For the Year Ended
June 30, 2014**

Prepared by the Finance Department

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CITY OF LIVE OAK
Comprehensive Annual Financial Report
For the Year Ended June 30, 2014

Table of Contents

	Page
INTRODUCTORY SECTION	
Transmittal Letter.	i-iii
Government Finance Officer’s Association Certificate of Achievement.	iv
List of Officials.	v
Organizational Chart.	vi
FINANCIAL SECTION	
Independent Auditor’s Report.	1-3
Management’s Discussion and Analysis (Required Supplementary Information - Unaudited).	4-12
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position.	13
Statement of Activities.	14
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet.	15
Reconciliation of the Governmental Fund Balance Sheet to the Government- Wide Statement of Net Position - Governmental Activities.	16
Statement of Revenues, Expenditures, and Changes in Fund Balances	17
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities - Governmental Activities.	18
Proprietary Funds:	
Statement of Net Position.	19
Statement of Revenues, Expenses, and Changes in Net Position.	20
Statement of Cash Flows	21-22
Notes to Basic Financial Statements.	23-45
Required Supplementary Information (Unaudited):	
Schedule of Funding Progress - Other Postemployment Benefits.	46
Budgetary Comparison Schedule - General Fund.	47-48
Budgetary Comparison Schedule - Streets and Roads.	49
Budgetary Comparison Schedule - Program Income.	50
Note to Budgetary Comparison Schedules.	51

CITY OF LIVE OAK
Comprehensive Annual Financial Report
For the Year Ended June 30, 2014

Table of Contents

	Page
FINANCIAL SECTION (CONTINUED)	
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Funds:	
Special Revenue Funds:	
Narrative Summary.	52-54
Combining Balance Sheet.	55-57
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.	58-60
Budgetary Comparison Schedules:	
Transportation.	61
Traffic Safety Fund.	62
COPS.	63
Sidewalk Improvement.	64
Street Lighting.	65
Mello Roos CFD 92-1.	66
Fire Benefit Assessment.	67
Mello Roos CFD 2004-1 Fire.	68
Mello Roos CFD 2004-1 Police.	69
Mello Roos CFD 2004-1 Animal Services.	70
Mello Roos CFD 2004-1 Street Lighting	71
Mello Roos CFD 2004-1 Parks/Recreation/Pool	72
Mello Roos CFD 2004-1 Storm Drain	73
Parks & Recreation Impact Fees.	74
Community Center Impact Fees.	75
Public Works Impact Fees.	76
General Government Impact Fees.	77
Police Impact Fees.	78
Fire Impact Fees.	79
Flood Control Impact Fees.	80
Storm Drain Connection Fees.	81
11-PTEC-7632.	82
13-CDBG-8933 Skate Park.	83
10-HOME-6349 Maple Park.	84
11-HOME-7661.	85

CITY OF LIVE OAK
Comprehensive Annual Financial Report
For the Year Ended June 30, 2014

Table of Contents

	Page
STATISTICAL SECTION (UNAUDITED)	
Narrative Summary.	86
Financial Trend Information:	
Net Position by Component - Last Ten Fiscal Years.	87
Changes in Net Position - Last Ten Fiscal Years.	88-89
Fund Balances - Governmental Funds - Last Ten Fiscal Years.	90
Changes in Fund Balances - Governmental Funds - Last Ten Fiscal Years	91
Revenue Capacity Information:	
Assessed Value and Estimated Actual Value of Taxable Property - Last Ten Fiscal Years.	92
Property Tax Rates - All Overlapping Governments - Last Ten Fiscal Years.	93
Principal Property Taxpayers - Current Year and Two Years Ago.	94
Property Tax Levies and Collections - Last Ten Fiscal Years.	95
Debt Capacity Information:	
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years.	96
Direct and Overlapping Bonded Debt.	97
Computation of Legal Bonded Debt Margin.	98
Demographic and Economic Information:	
Demographic and Economic Statistics - Last Ten Calendar Years.	99
Principal Employers - Current Year and Two Years Ago.	100
Operating Information:	
Full-Time and Part-Time City Government Employees - Last Ten Fiscal Years.	101
Operating Indicators - Last Ten Fiscal Years.	102
Capital Asset Statistics - Last Ten Fiscal Years.	103
Sales Value History - Last Ten Years.	104

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INTRODUCTORY SECTION

- **Letter of Transmittal**
- **Government Finance Officer's Association
Certificate of Achievement**
- **City Officials**
- **Organizational Chart**

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February 24, 2015

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 July 1, 2013 through June 30, 2014. 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.

The City of Live Oak's management is solely responsible for the accuracy of the information contained in this report, the adequacy of its disclosures, and the fairness of its presentation. We believe this CAFR to be complete and reliable in all material respects. 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 Smith & Newell, CPAs, a firm of Certified Public Accountants licensed to practice in the State of California, to perform the annual independent audit. The auditors expressed an opinion that the City's financial statements for fiscal year 2013-14 are fairly stated and in compliance with accounting principles generally accepted in the United States. This conclusion is the most favorable kind and is commonly known as an "unqualified" or "clean" opinion. The independent auditor's report is included in 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 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

The City's revenue base continues to recover from the 2008 economic downturn. 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, 2014 include the following:

- Completed Memorial Park improvements
- Completed the construction on the Recreation Trail Phase 3
- Completed the design on the Recreation Trail Phase 4
- Completed design and began construction on the Live Oak Soccer Park/Storm Basin
- Completed the design and began the rehabilitation of the Public Safety/Fire Station
- Completed engineering analysis of historic downtown infrastructure
- Began study into a downtown reinvestment plan
- Initial planning and design for the infrastructure improvements at Highway 99 and major crossroads
- Provided additional HOME loans to citizens
- Welcomed new businesses along the Highway 99 corridor

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. Expenditure activities for certain funds are not considered during the annual budget process due to their reliance on revenues received. 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. This means that the expenditures cannot legally exceed the amount appropriated by the City Council. 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

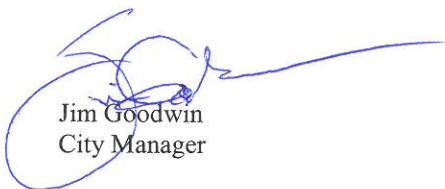
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate for Excellence in Financial Reporting to the City of Live Oak for its comprehensive annual financial report for the fiscal year ended June 30, 2013. This award recognizes the City's conformance with 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 Smith & Newell, 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,



Jim Goodwin
City Manager



Joe Aguilar
Director of Finance

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Government Finance Officers Association

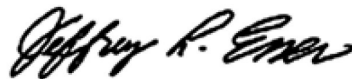
**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Live Oak
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013



Executive Director/CEO

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CITY OF LIVE OAK
City Officials
For the Year Ended June 30, 2014

Elected Officials

Diane Hodges. Mayor
Lakhvir S. Ghag. Vice-Mayor
Gary Baland. Member
Steve Alvarado. Member
Jason M. Banks. Member

Appointed Officials

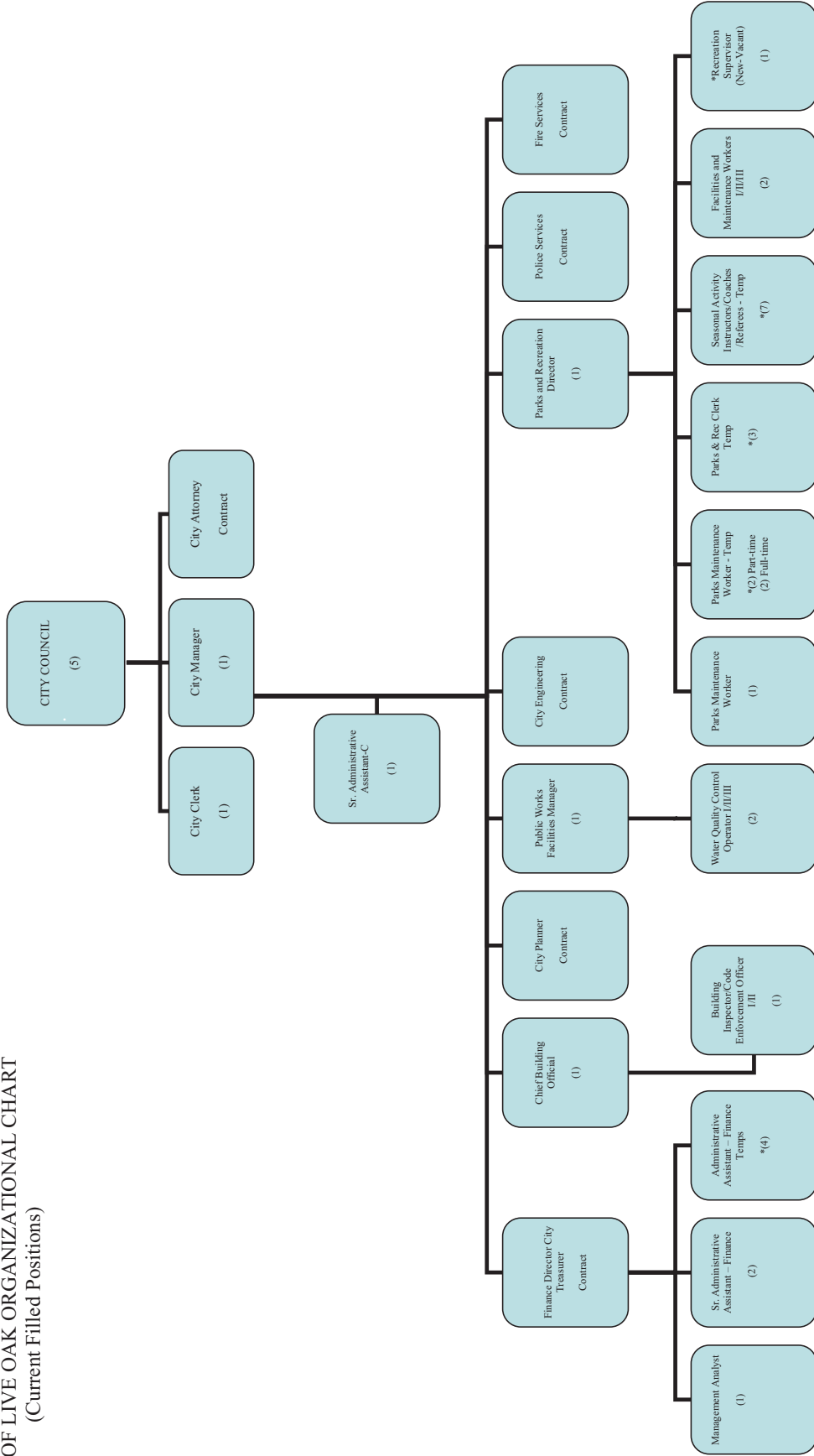
Melissa Dempsey. City Clerk
Joe Aguilar. City Treasurer

Executive Team

Jim Goodwin. City Manager
Joe Aguilar. Finance Director/Asst. City Manager
Jan Meyer. Parks & Recreation Director
Jim Little. Chief Building Official
Ron Walker. Public Works Facilities Manager
Brant Bordsen. City Attorney
Bruce Nash and Scott Rolls. City Engineer
Angela Spain. City Planner
Butah Uppal. Lieutenant Sutter County Sheriff
Rick Martin. Captain Sutter County Fire

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CITY OF LIVE OAK ORGANIZATIONAL CHART
(Current Filled Positions)



*Scheduled Part-Time

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FINANCIAL SECTION

- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Required Supplementary Information**
- **Combining and Individual Fund Statements and Schedules**

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of Live Oak
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 the City of Live Oak, California (City), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

To the Honorable Mayor and
Members of the City Council
City of Live Oak
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 as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 1Q to the financial statements, in 2014, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 70. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Schedule of Funding Progress, and budgetary comparison information as listed in the table of contents 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 and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

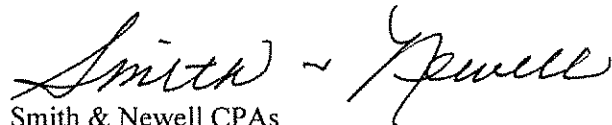
The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

To the Honorable Mayor and
Members of the City Council
City of Live Oak
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 February 24, 2015 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

A handwritten signature in cursive script that reads "Smith & Newell". The signature is written in black ink and is positioned above the printed name of the firm.

Smith & Newell CPAs
Yuba City, California
February 24, 2015

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**Management's Discussion and Analysis
(Unaudited)**

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal year 2013-14 is the eleventh year that the City of Live Oak is required to issue financial statements in the format prescribed by the provisions of Governmental Accounting Standards Board Statement 34 (GASB 34). GASB 34 requires the City to provide this overview of its financial activities for the fiscal year and should be read in conjunction with the City's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

Entity-wide:

- The City's total net position was \$76,418,072 as of June 30, 2014. Of this total, \$40,417,584 was governmental net position and \$36,000,488 was business-type net position.
- Entity-wide governmental revenues include program revenues of \$2,541,980 and general revenues of \$1,935,346 for a total of \$4,477,326.
- Entity-wide Governmental expenses were \$4,339,400.
- Entity-wide Business-type program, interest and other revenues were \$3,042,012 while Business-type expenses were \$3,925,640.

Fund Level:

- Governmental fund balance decreased to \$15,005,402 in fiscal year 2014, down \$76,597 from the prior year.
- Governmental fund revenues decreased to \$4,578,190 in fiscal year 2014, down \$160,841 from the prior year. This decrease was from taxes and assessments.
- Governmental fund expenditures increased to \$4,654,787 in fiscal year 2014, up \$239,084 from the prior year.

General Fund:

- General fund revenues of \$2,178,795 were \$93,696 higher than the prior year.
- General fund expenditures of \$2,118,554 represented an increase of \$173,449 over the prior year.
- Other Financing Sources used \$3,923 in fiscal year 2014 changed from \$49,586 compared with the prior year.
- General fund balance of \$4,551,975 as of June 30, 2014 compared favorably with fiscal year 2013's fund balance of \$4,495,657.

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.

Within the framework of these activities, a Statement of Net Position and a Statement of Activities report information about the City as a whole. These statements include all assets and liabilities of the City (i.e., infrastructure and long-term debt) and use the accrual basis of accounting in which all the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

The two statements can be generally described as follows:

The Statement of Net Position presents information on all the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether 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 as prescribed by GASB Statement No. 34. For additional reference, reconciliation between the two is provided on pages 16 and 18 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 particular purposes. There are two categories of funds: governmental and proprietary.

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.

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 special revenue funds as well as a description of the City's accounting policies with regard to the annual budget.

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, 2014			As of June 30, 2013		
	Governmental Activities	Business-type Activities	Totals	Governmental Activities	Business-type Activities	Totals
Current and other assets	\$ 16,508,753	\$ 5,148,637	\$ 21,657,390	\$ 16,586,024	\$ 4,804,113	\$ 21,390,137
Capital assets	25,222,065	39,207,163	64,429,228	24,917,451	40,742,423	65,659,874
Total assets	<u>41,730,818</u>	<u>44,355,800</u>	<u>86,086,618</u>	<u>41,503,475</u>	<u>45,546,536</u>	<u>87,050,011</u>
Long term liabilities	102,842	8,220,787	8,323,629	108,714	8,557,763	8,666,477
Other liabilities	1,210,392	134,525	1,344,917	1,115,103	104,657	1,219,760
Total liabilities	<u>1,313,234</u>	<u>8,355,312</u>	<u>9,668,546</u>	<u>1,223,817</u>	<u>8,662,420</u>	<u>9,886,237</u>
Net position:						
Net investment in capital assets	25,177,065	31,055,100	56,232,165	24,859,451	32,253,055	57,112,506
Restricted	10,503,214	2,107,725	12,610,939	10,932,658	2,189,552	13,122,210
Unrestricted	4,737,305	2,837,663	7,574,968	4,487,549	2,441,509	6,929,058
Total Net Position	<u>\$ 40,417,584</u>	<u>\$ 36,000,488</u>	<u>\$ 76,418,072</u>	<u>\$ 40,279,658</u>	<u>\$ 36,884,116</u>	<u>\$ 77,163,774</u>

Net position represents the difference between the City's resources and its obligations. At June 30, 2014, the largest portion of the City's total net position, 74 percent, reflects the investment in capital assets, less related debt outstanding. 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 \$56.2 million at June 30, 2014. These capital assets are used by the City to provide services to the citizens.

Although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net position of \$12.6 million represents resources subject to external restrictions as to how they may be used. Unrestricted net position of \$7.5 million represents amounts that may be used to meet the City's ongoing obligations to its residents, businesses, customers, and creditors. The governmental activities net position increased by \$137,926, which was a less than 1 percent change.

The business-type activities net position decreased by \$883,628, approximately 2 percent. This decrease in net position is primarily attributable to a decrease in capital grants and contributions.

Following is a summary of changes in net position:

	As of June 30, 2014			As of June 30, 2013		
	Governmental Activities	Business-type Activities	Totals	Governmental Activities	Business-type Activities	Totals
Revenues:						
Program revenues:						
Charges for services	\$ 1,134,146	\$ 3,030,118	\$ 4,164,264	\$ 1,130,833	\$ 3,084,379	\$ 4,215,212
Operating grants and contributions	1,004,975	-	1,004,975	1,385,431	-	1,385,431
Capital grants and contributions	402,859	-	402,859	564,161	10,161,065	10,725,226
General revenues:						
Property taxes	1,241,319	-	1,241,319	1,239,301	-	1,239,301
Sales taxes	294,102	-	294,102	262,905	-	262,905
Franchise taxes	139,766	-	139,766	136,868	-	136,868
Property transfer taxes	12,837	-	12,837	9,114	-	9,114
Grants and contributions	4,145	-	4,145	4,792	-	4,792
Interest and investment earnings	73,827	10,221	84,048	75,530	10,974	86,504
Miscellaneous	169,350	1,673	171,023	120,453	5,998	126,451
Total revenues	<u>4,477,326</u>	<u>3,042,012</u>	<u>7,519,338</u>	<u>4,929,388</u>	<u>13,262,416</u>	<u>18,191,804</u>
Expenses:						
General government	399,590	-	399,590	412,935	-	412,935
Public safety	1,744,005	-	1,744,005	1,692,570	-	1,692,570
Public ways and facilities	1,178,326	-	1,178,326	775,399	-	775,399
Culture and recreation	496,495	-	496,495	503,341	-	503,341
Community development	517,636	-	517,636	589,673	-	589,673
Interest on long term debt	3,348	-	3,348	4,160	-	4,160
Water	-	1,381,185	1,381,185	-	1,342,609	1,342,609
Sewer	-	2,544,455	2,544,455	-	2,694,727	2,694,727
Total expenses	<u>4,339,400</u>	<u>3,925,640</u>	<u>8,265,040</u>	<u>3,978,078</u>	<u>4,037,336</u>	<u>8,015,414</u>
Excess - before transfers	137,926	(883,628)	(745,702)	951,310	9,225,080	10,176,390
Transfers	-	-	-	(378,280)	-	(378,280)
Change in net position	<u>137,926</u>	<u>(883,628)</u>	<u>(745,702)</u>	<u>573,030</u>	<u>9,225,080</u>	<u>9,798,110</u>
Net Position - Beginning	40,279,658	36,884,116	77,163,774	42,327,030	27,659,036	69,986,066
Prior Period adjustment	-	-	-	(2,620,402)	-	(2,620,402)
Net Position - Ending	<u>\$ 40,417,584</u>	<u>\$ 36,000,488</u>	<u>\$ 76,418,072</u>	<u>\$ 40,279,658</u>	<u>\$ 36,884,116</u>	<u>\$ 77,163,774</u>

Governmental Activities:

The City's governmental activities increased the City's net position by \$137,926. Revenues were \$4.4 million which represented a decrease of \$452,062 or 9 percent and expenses were \$4.3 million which represented an increase of \$361,322 or 9 percent. Governmental activities highlights include the following:

Taxes provided \$1,688,024 or 38 percent of the total governmental activities revenue of the City. This amount is an increase of \$39,836 from the prior year.

Charges for services and operating grants and contributions provided \$2,139,121 or 48 percent of the total governmental activities revenue of the City. This amount is a decrease of \$377,143 from the prior year.

The following table shows the cost of each of the City's major programs and the net cost of the programs. The net cost is the total cost less fees and other direct revenue generated by the activities. The net cost reflects the financial burden that was placed on the City's taxpayers by each of these programs. Following is a summary of net cost of government activities:

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
General government	\$ 399,590	\$ (325,468)
Public safety	1,744,005	(1,346,648)
Public ways and facilities	1,178,326	391,464
Culture and recreation	496,495	(333,864)
Community development	517,636	(179,556)
Interest on long term debt	3,348	(3,348)
Totals	<u>\$ 4,339,400</u>	<u>\$ (1,797,420)</u>

Business Type Activities

The City's business type activities decreased the City's net position by \$883,628. Revenues were \$3,042,012 which represented a decrease of \$10,220,404 primarily due a one-time use of capital grants amounting to \$10,036,438. Business type activities highlights include the following:

Charges for services provided \$3,030,118 or 99 percent of the total business type activities revenue of the City. This amount is a decrease of \$54,261 from the prior year.

In the prior year capital grants and contributions provided a one-time influx of revenue totaling \$10,036,428. The City did not receive any capital grants and contributions for Business Type Activities for the most recent year.

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, 2014 of \$15,005,402, a decrease of \$76,597 over the previous fiscal year. The General fund increased by \$56,318 and other Governmental funds decreased by \$132,915. The General fund increase was due an increase of revenues. Within the Governmental funds, the decrease in fund balance was attributable to a decrease in the receipt of intergovernmental revenues.

Analysis of Major Governmental Funds:

General Fund

General fund revenues totaled \$2,178,795 in fiscal year 2013-14, an increase of \$93,696 over last year. The increase was primarily caused by an increase in licenses, permits, and franchise revenues that was \$57,413 over the prior year. The grouping of Other Revenues was also up \$48,329.

General fund expenditures totaled \$2,118,554 in fiscal year 2013-14, an increase of \$173,449 over last year. The increase primarily occurred in Public Safety (up \$191,675) and Community Development (up \$47,643).

At the end of fiscal year 2014, the fund balance for the City's General fund was \$4,551,975, an increase of \$56,318 over last year. General fund balance was comprised of \$2,514,883 which is committed and \$2,037,092 which is unassigned.

Streets and Roads

Streets and Roads fund revenues totaled \$860,454, an increase of \$110,931 over the prior year, and expenditures were \$142,031, an increase of \$128,549 over the prior year. At the end of fiscal year 2014, total fund balance decreased by \$142,740 primarily because of operating transfers out to the Capital Improvement Project fund.

Program Income

Program Income fund revenues totaled \$52,976 in fiscal year 2013-14, an increase of \$27,358 due to an increase in loan payments to the City. Program Income expenditures totaled \$122,908, an increase of \$44,142 due to a rental new construction project. At the end of fiscal year 2014 the Program Income fund balance was \$7,104,511, a decrease of \$69,932. The decrease was due to the increase in program income loan activity.

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 2014 of \$1,465,011 included funding for the Elm St signal, memorial park, Pennington road, soccer park, substation rehabilitation and downtown reinvestment plan projects. Expenditures totaled \$1,179,262 in fiscal year 2014, an increase of \$449,988 over the prior year.

Other Governmental Funds

These funds are not presented separately in the Basic Financial Statements, but are individually presented as Supplemental 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 System fund decreased \$444,460 in fiscal year 2014. Overall, operating revenues decreased by \$29,958 and operating expenses increased by \$38,476. As of June 30, 2014, the fund's net position was \$8,990,941, with \$8,290,756 net investment in capital assets and \$66,302 restricted for debt service. Only \$633,883 of the fund's net position was unrestricted at the close of fiscal year 2014. Due to the age of the water system infrastructure, significant investments will be required in future years to update water lines and equipment.

Water Connection

The Water Connection fund is used to account for water connection fees for the Water fund. Net position of the Water Connection fund decreased \$82,392 in fiscal year 2014. There were no operating revenues in the recent year end close; interest income was \$1,896, a decrease of \$650 and transfers to the Water fund were \$84,288, an increase of \$100.

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 \$357,341 in fiscal year 2014. Overall, operating revenues increased by \$5,136 and operating expenses decreased by \$109,195. Non-operating expenses decreased by \$41,077 and non-operating revenues increased by \$227. As of June 30, 2014, the fund's net position was \$25,940,861, with \$22,764,344 net investment in capital assets and \$972,737 restricted for debt service. Only \$2,203,780 of the fund's net position was unrestricted at the close of fiscal year 2014. Due to the age of the sewer system infrastructure, significant investments will be required in future years to update sewer lines and equipment.

Sewer Connection

The Sewer Connection fund is used to account for sewer connection fees for the Sewer fund. Net position of the Sewer Connection fund increased by \$565 in fiscal year 2014. There were no operating revenues in the recent year end close; interest income was \$565, a decrease of \$101 and there were no transfers to the Sewer fund.

CAPITAL ASSET AND DEBT ADMINISTRATION

GASB 34 requires the City to record all its capital assets including infrastructure, which was not recorded in prior years. In fiscal year 2004, the City recorded the cost of its infrastructure assets. The accumulated depreciation on these assets was recorded based on their original acquisition dates. At the end of 2014, the City had invested \$64.4 million in a broad range of capital assets, including police and fire equipment, buildings, park facilities, roads and water and sewer lines and treatment facilities. Additional detailed information on the City's capital assets is presented in Note 4 to the financial statements.

Following is a summary of capital assets:

	Balances at <u>June 30, 2014</u>	Balances at <u>June 30, 2013</u>
Governmental Activities		
Land (not being depreciated)	\$ 6,564,957	\$ 6,564,957
Construction in progress (not being depreciated)	2,241,304	1,355,599
Buildings and improvements	1,297,500	1,297,500
Equipment	3,721,674	3,710,861
Infrastructure	20,167,265	20,025,675
Less: Accumulated depreciation	<u>(8,770,635)</u>	<u>(8,037,141)</u>
Governmental Activities Capital Assets, net	<u>\$ 25,222,065</u>	<u>\$ 24,917,451</u>
Business-Type Activities		
Land (not being depreciated)	\$ 210,241	\$ 210,241
Structures and improvements	2,344,231	2,344,231
Equipment	658,463	602,204
Infrastructure	46,257,676	46,257,676
Less: Accumulated depreciation	<u>(10,263,448)</u>	<u>(8,671,929)</u>
Business-Type Activities Capital Assets, Net	<u>\$ 39,207,163</u>	<u>\$ 40,742,423</u>

At June 30, 2014, major construction in progress included:

Governmental Activities:

- Police Substations improvement project in progress.
- Fire Substation improvement project in progress.
- Community Trail Segment 3 project in progress.
- Community Trail Segment 4 project in progress.
- Soccer Park project in progress.

Business-type Activities:

- None.

Long-term Debt:

At June 30, 2013 and 2014 respectively, the City had \$8.6 million and \$8.3 million 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, 2014, the City's debt consisted of:

Governmental Activities Debt:

1987 USDA Rural Development Loan for City Hall Acquisition – 6.5% due 11/2016	\$ 45,000
2014 Compensated Absences	<u>57,842</u>
Total Governmental Activities Debt	<u>\$ 102,842</u>

Business-type Activities Debt:

1992 USDA Bonds for Waterwater Treatment – 5.0% due 5/2015	\$ 27,000
2003 USDA Bonds for Wastewater Treatment Plant Expansion – 4.25% due 7/2043	960,000
2006 USDA Bonds for Water Meter Project – 4.25% due 7/2044	1,230,000
2009 SWRCB State Revolving Fund Wastewater Plant – 1% 30Year Term	5,689,374
2013 Capital Lease for Sewer Vactor Truck – 1.99% 5 Year Term	245,689
2014 Compensated Absences	<u>68,724</u>
Total Business-type Activities Debt	<u>\$ 8,220,787</u>
Total Outstanding Debt	<u>\$ 8,323,629</u>

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 past four years and new housing construction has decreased significantly and is expected to stay weak for several years into the future. Assessed property values have decreased approximately 33% from 2009 to 2013, but we expect future trends for property values to stabilize and level out over the next few years.

When the local economy begins to improve, the City will face significant challenges related to the future growth, annexations and infrastructure needs. The new general plan was adopted in 2010 and the related master facilities plans were completed in fiscal year 2011-2012. In fiscal year 2013-2014 a new 20,000 square foot grocery/dry goods store opened for business, the largest commercial development in the history of the City.

Personnel related costs are expected to decrease by not filling vacant positions until revenues can justify filling vacant positions or creating new positions. There will be moderate increases related to PERS retirement benefits for employees and increasing health and worker's compensation insurance costs.

The City balanced the 2013-14 General fund budget using available fund balance, and expects to spend some General fund reserves each year for the next few years. The City will have to balance increasing needs and costs for staffing with revenue as the demand for City services continues to grow. The General fund operating budget (total budget net of capital purchase) for 2013-2014 appropriates \$2.7 million.

The City continued to review and update various fees in fiscal year 2013-14. 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.

Major projects that were budgeted for 2013-14 included the completion of the Elm street traffic signal, community trail segments 3, and the Pennington road west reconstruction project.

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, CA. 95953, (530) 695-2112.

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Basic Financial Statements

- **Government-Wide Financial Statements**

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CITY OF LIVE OAK
Statement of Net Position
June 30, 2014

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Cash and investments	\$ 8,984,368	\$ 4,735,151	\$ 13,719,519
Restricted cash and investments	-	31,000	31,000
Receivables:			
Accounts, net	24,622	303,663	328,285
Interest	4,353	2,408	6,761
Taxes	71,477	-	71,477
Intergovernmental	299,722	-	299,722
Loans receivable	7,042,304	-	7,042,304
Net OPEB asset	81,907	76,415	158,322
Capital assets:			
Non-depreciable	8,806,261	210,241	9,016,502
Depreciable, net	16,415,804	38,996,922	55,412,726
Total capital assets	<u>25,222,065</u>	<u>39,207,163</u>	<u>64,429,228</u>
Total Assets	<u>41,730,818</u>	<u>44,355,800</u>	<u>86,086,618</u>
LIABILITIES			
Accounts payable	486,917	107,195	594,112
Salaries and benefits payable	14,214	12,238	26,452
Deposits payable	179,280	15,092	194,372
Unearned revenue	529,981	-	529,981
Long-term liabilities:			
Due within one year	53,525	372,454	425,979
Due in more than one year	49,317	7,848,333	7,897,650
Total Liabilities	<u>1,313,234</u>	<u>8,355,312</u>	<u>9,668,546</u>
NET POSITION			
Net investment in capital assets	25,177,065	31,055,100	56,232,165
Restricted for:			
Public safety	691,062	-	691,062
Public ways and facilities	2,163,015	-	2,163,015
Culture and recreation	218,303	-	218,303
Community development	7,430,834	-	7,430,834
Capital projects	-	1,068,686	1,068,686
Debt service	-	1,039,039	1,039,039
Unrestricted	4,737,305	2,837,663	7,574,968
Total Net Position	<u>\$ 40,417,584</u>	<u>\$ 36,000,488</u>	<u>\$ 76,418,072</u>

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

CITY OF LIVE OAK
Statement of Activities
For the Year Ended June 30, 2014

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
General government	\$ 399,590	\$ 70,805	\$ 3,317	\$ -
Public safety	1,744,005	378,725	-	18,632
Public ways and facilities	1,178,326	343,482	842,081	384,227
Culture and recreation	496,495	162,631	-	-
Community development	517,636	178,503	159,577	-
Interest on long-term debt	3,348	-	-	-
Total Governmental Activities	4,339,400	1,134,146	1,004,975	402,859
Business-type activities:				
Water	1,381,185	850,832	-	-
Sewer	2,544,455	2,179,286	-	-
Total Business-Type Activities	3,925,640	3,030,118	-	-
Total	\$ 8,265,040	\$ 4,164,264	\$ 1,004,975	\$ 402,859

General revenues:

Taxes:
 Property taxes
 Sales and use taxes
 Franchise taxes
 Property transfer taxes
Grants and contributions - unrestricted
Interest and investment earnings
Miscellaneous

Total General Revenues

Change in Net Position

Net Position - Beginning

Net Position - Ending

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

**Net (Expense) Revenue and
Changes in Net Position**

Governmental Activities	Business- Type Activities	Total
\$ (325,468)	\$ -	\$ (325,468)
(1,346,648)	-	(1,346,648)
391,464	-	391,464
(333,864)	-	(333,864)
(179,556)	-	(179,556)
(3,348)	-	(3,348)
<u>(1,797,420)</u>	<u>-</u>	<u>(1,797,420)</u>
-	(530,353)	(530,353)
-	(365,169)	(365,169)
-	(895,522)	(895,522)
<u>(1,797,420)</u>	<u>(895,522)</u>	<u>(2,692,942)</u>
1,241,319	-	1,241,319
294,102	-	294,102
139,766	-	139,766
12,837	-	12,837
4,145	-	4,145
73,827	10,221	84,048
169,350	1,673	171,023
<u>1,935,346</u>	<u>11,894</u>	<u>1,947,240</u>
137,926	(883,628)	(745,702)
<u>40,279,658</u>	<u>36,884,116</u>	<u>77,163,774</u>
<u>\$ 40,417,584</u>	<u>\$ 36,000,488</u>	<u>\$ 76,418,072</u>

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Basic Financial Statements

- **Fund Financial Statements**

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CITY OF LIVE OAK
Balance Sheet
Governmental Funds
June 30, 2014

	<u>General</u>	<u>Streets and Roads</u>	<u>Program Income</u>	<u>Capital Improvement Project</u>
ASSETS				
Cash and investments	\$ 4,602,592	\$ 534,916	\$ 62,090	\$ 536,706
Receivables:				
Accounts	22,445	2,177	-	-
Interest	2,337	359	117	-
Taxes	71,477	-	-	-
Intergovernmental	4,690	67,477	-	156,324
Due from other funds	301	-	-	-
Loans receivable	-	-	7,042,304	-
	<u>-</u>	<u>-</u>	<u>7,042,304</u>	<u>-</u>
Total Assets	<u>\$ 4,703,842</u>	<u>\$ 604,929</u>	<u>\$ 7,104,511</u>	<u>\$ 693,030</u>
LIABILITIES				
Accounts payable	\$ 132,181	\$ 11,250	\$ -	\$ 146,743
Salaries and benefits payable	13,836	378	-	-
Deposits payable	5,850	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	436,074
	<u>-</u>	<u>-</u>	<u>-</u>	<u>436,074</u>
Total Liabilities	<u>151,867</u>	<u>11,628</u>	<u>-</u>	<u>582,817</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	-	-	-	156,324
	<u>-</u>	<u>-</u>	<u>-</u>	<u>156,324</u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>156,324</u>
FUND BALANCES				
Restricted	-	593,301	7,104,511	-
Committed	2,514,883	-	-	-
Unassigned	2,037,092	-	-	(46,111)
	<u>4,551,975</u>	<u>593,301</u>	<u>7,104,511</u>	<u>(46,111)</u>
Total Fund Balances (Deficits)	<u>4,551,975</u>	<u>593,301</u>	<u>7,104,511</u>	<u>(46,111)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,703,842</u>	<u>\$ 604,929</u>	<u>\$ 7,104,511</u>	<u>\$ 693,030</u>

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

Other Governmental Funds	Totals
\$ 3,248,064	\$ 8,984,368
-	24,622
1,540	4,353
-	71,477
71,231	299,722
-	301
-	7,042,304
<u>\$ 3,320,835</u>	<u>\$ 16,427,147</u>
\$ 196,743	\$ 486,917
-	14,214
173,430	179,280
301	301
93,907	529,981
<u>464,381</u>	<u>1,210,693</u>
<u>54,728</u>	<u>211,052</u>
<u>54,728</u>	<u>211,052</u>
2,805,402	10,503,214
-	2,514,883
(3,676)	1,987,305
<u>2,801,726</u>	<u>15,005,402</u>
<u>\$ 3,320,835</u>	<u>\$ 16,427,147</u>

CITY OF LIVE OAK
Reconciliation of the Governmental Fund Balance
Sheet to the Government-Wide Statement of
Net Position - Governmental Activities
June 30, 2014

Total Fund Balance - Total Governmental Funds	\$ 15,005,402
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	25,222,065
The net OPEB asset is not an available resource and, therefore, is not reported in the funds.	81,907
Other long term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the governmental funds.	211,052
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Loans payable	(45,000)
Compensated absences	(57,842)
Net Position of Governmental Activities	<u>\$ 40,417,584</u>

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

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CITY OF LIVE OAK
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2014

	<u>General</u>	<u>Streets and Roads</u>	<u>Program Income</u>	<u>Capital Improvement Project</u>
REVENUES				
Taxes and assessments	\$ 1,538,738	\$ -	\$ -	\$ -
Licenses, permits and franchises	325,900	-	-	-
Fines and forfeitures	-	-	-	-
Use of money	65,344	1,565	453	-
Intergovernmental	17,163	842,082	52,523	494,322
Charges for services	80,882	-	-	-
Other revenues	150,768	16,807	-	-
Total Revenues	<u>2,178,795</u>	<u>860,454</u>	<u>52,976</u>	<u>494,322</u>
EXPENDITURES				
Current:				
General government	218,261	-	-	-
Public safety	1,308,946	-	-	-
Public ways and facilities	6,868	142,031	-	151,967
Culture and recreation	287,593	-	-	-
Community development	269,725	-	122,908	-
Debt service:				
Principal	13,000	-	-	-
Interest	3,348	-	-	-
Capital outlay	10,813	-	-	1,027,295
Total Expenditures	<u>2,118,554</u>	<u>142,031</u>	<u>122,908</u>	<u>1,179,262</u>
Excess of Revenues Over (Under) Expenditures	<u>60,241</u>	<u>718,423</u>	<u>(69,932)</u>	<u>(684,940)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	18,500	3,923	-	970,689
Transfers out	(22,423)	(865,086)	-	-
Total Other Financing Sources (Uses)	<u>(3,923)</u>	<u>(861,163)</u>	<u>-</u>	<u>970,689</u>
Net Change in Fund Balances	56,318	(142,740)	(69,932)	285,749
Fund Balances (Deficits) - Beginning	<u>4,495,657</u>	<u>736,041</u>	<u>7,174,443</u>	<u>(331,860)</u>
Fund Balances (Deficits) - Ending	<u>\$ 4,551,975</u>	<u>\$ 593,301</u>	<u>\$ 7,104,511</u>	<u>\$ (46,111)</u>

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

Other Governmental Funds	Totals
\$ 681,579	\$ 2,220,317
125,981	451,881
6,867	6,867
6,465	73,827
168,976	1,575,066
-	80,882
1,775	169,350
<hr/>	<hr/>
991,643	4,578,190
128,997	347,258
361,221	1,670,167
377,935	678,801
98,876	386,469
125,003	517,636
-	13,000
-	3,348
-	1,038,108
<hr/>	<hr/>
1,092,032	4,654,787
(100,389)	(76,597)
-	993,112
(105,603)	(993,112)
<hr/>	<hr/>
(105,603)	-
(205,992)	(76,597)
3,007,718	15,081,999
<hr/>	<hr/>
\$ 2,801,726	\$ 15,005,402
<hr/>	<hr/>

CITY OF LIVE OAK
Reconciliation of the Statement of Revenues, Expenditures,
And Changes in Fund Balances of Governmental Funds to the
Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2014

Net Change in Fund Balances - Total Governmental Funds	\$ (76,597)
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 cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Expenditures for capital outlay	1,038,108
Less current year depreciation	(733,494)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Principal retirements	13,000
Some revenues reported in the statement of activities will not be collected for several months after the City's year end and do not provide current financial resources and therefore are not reported as revenues in the governmental funds.	
Change in unavailable revenues	(100,864)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in compensated absences	(7,128)
Change in OPEB asset	4,901
	137,926
Change in Net Position of Governmental Activities	\$ 137,926

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

CITY OF LIVE OAK
Statement of Net Position
Proprietary Funds
June 30, 2014

	Business-Type Activities - Enterprise Funds				Totals
	Water	Water Connection	Sewer	Sewer Connection	
ASSETS					
Current Assets:					
Cash and investments	\$ 645,377	\$ 812,515	\$ 3,021,627	\$ 255,632	\$ 4,735,151
Restricted cash and investments	-	-	31,000	-	31,000
Receivables:					
Accounts, net	93,996	-	209,667	-	303,663
Interest	320	410	1,549	129	2,408
Total Current Assets	739,693	812,925	3,263,843	255,761	5,072,222
Noncurrent Assets:					
Net OPEB asset	31,497	-	44,918	-	76,415
Capital assets:					
Non-depreciable	32,707	-	177,534	-	210,241
Depreciable, net	9,488,049	-	29,508,873	-	38,996,922
Total Noncurrent Assets	9,552,253	-	29,731,325	-	39,283,578
Total Assets	10,291,946	812,925	32,995,168	255,761	44,355,800
LIABILITIES					
Current Liabilities:					
Accounts payable	39,670	-	67,525	-	107,195
Salaries and benefits payable	4,773	-	7,465	-	12,238
Deposits payable	5,349	-	9,743	-	15,092
Compensated absences payable	21,213	-	21,925	-	43,138
Loans payable	-	-	177,079	-	177,079
Bonds payable	-	-	27,000	-	27,000
Certificates of participation	30,000	-	30,000	-	60,000
Capital leases	-	-	65,237	-	65,237
Total Current Liabilities	101,005	-	405,974	-	506,979
Noncurrent Liabilities:					
Compensated absences payable	-	-	25,586	-	25,586
Loans payable	-	-	5,512,295	-	5,512,295
Certificates of participation	1,200,000	-	930,000	-	2,130,000
Capital leases	-	-	180,452	-	180,452
Total Noncurrent Liabilities	1,200,000	-	6,648,333	-	7,848,333
Total Liabilities	1,301,005	-	7,054,307	-	8,355,312
NET POSITION					
Net investment in capital assets	8,290,756	-	22,764,344	-	31,055,100
Restricted for capital projects	-	812,925	-	255,761	1,068,686
Restricted for debt service	66,302	-	972,737	-	1,039,039
Unrestricted	633,883	-	2,203,780	-	2,837,663
Total Net Position	\$ 8,990,941	\$ 812,925	\$ 25,940,861	\$ 255,761	\$ 36,000,488

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

CITY OF LIVE OAK
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds				Totals
	Water	Water Connection	Sewer	Sewer Connection	
OPERATING REVENUES					
Charges for services	\$ 850,832	\$ -	\$ 2,179,286	\$ -	\$ 3,030,118
Other revenue	275	-	1,398	-	1,673
Total Operating Revenues	851,107	-	2,180,684	-	3,031,791
OPERATING EXPENSES					
Salaries and benefits	384,099	-	712,898	-	1,096,997
Administration	21,537	-	42,476	-	64,013
Power	142,975	-	151,943	-	294,918
Insurance	23,228	-	48,815	-	72,043
Supplies	49,341	-	19,625	-	68,966
Repair and extension	82,138	-	102,145	-	184,283
Professional services	94,977	-	211,126	-	306,103
Depreciation	492,608	-	1,098,911	-	1,591,519
Other expense	35,994	-	49,293	-	85,287
Total Operating Expenses	1,326,897	-	2,437,232	-	3,764,129
Operating Income (Loss)	(475,790)	-	(256,548)	-	(732,338)
NON-OPERATING REVENUES (EXPENSES)					
Interest income	1,330	1,896	6,430	565	10,221
Interest expense	(54,288)	-	(107,223)	-	(161,511)
Total Non-Operating Revenues (Expenses)	(52,958)	1,896	(100,793)	565	(151,290)
Income (Loss) Before Transfers	(528,748)	1,896	(357,341)	565	(883,628)
Transfers in	84,288	-	-	-	84,288
Transfers out	-	(84,288)	-	-	(84,288)
Change in Net Position	(444,460)	(82,392)	(357,341)	565	(883,628)
Total Net Position - Beginning	9,435,401	895,317	26,298,202	255,196	36,884,116
Total Net Position - Ending	\$ 8,990,941	\$ 812,925	\$ 25,940,861	\$ 255,761	\$ 36,000,488

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

CITY OF LIVE OAK
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds				Totals
	Water	Water Connection	Sewer	Sewer Connection	
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers	\$ 855,044	\$ -	\$ 2,185,618	\$ -	\$ 3,040,662
Payments to suppliers	(452,664)	-	(593,267)	-	(1,045,931)
Payments to employees	(382,690)	-	(718,779)	-	(1,101,469)
Net Cash Provided (Used) by Operating Activities	<u>19,690</u>	<u>-</u>	<u>873,572</u>	<u>-</u>	<u>893,262</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES					
Transfers from other funds	84,288	-	-	-	84,288
Transfers to other funds	-	(84,288)	-	-	(84,288)
Net Cash Provided (Used) by Non- Capital Financing Activities	<u>84,288</u>	<u>(84,288)</u>	<u>-</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	(31,022)	-	(25,237)	-	(56,259)
Principal paid on debt	(30,000)	-	(307,305)	-	(337,305)
Interest paid on debt	(54,288)	-	(107,223)	-	(161,511)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(115,310)</u>	<u>-</u>	<u>(439,765)</u>	<u>-</u>	<u>(555,075)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	1,378	1,989	6,372	579	10,318
Net Cash Provided (Used) by Investing Activities	<u>1,378</u>	<u>1,989</u>	<u>6,372</u>	<u>579</u>	<u>10,318</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(9,954)	(82,299)	440,179	579	348,505
Balances - Beginning	655,331	894,814	2,612,448	255,053	4,417,646
Balances - Ending	<u>\$ 645,377</u>	<u>\$ 812,515</u>	<u>\$ 3,052,627</u>	<u>\$ 255,632</u>	<u>\$ 4,766,151</u>

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

Continued (Page 1 of 2)

CITY OF LIVE OAK
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds				Totals
	Water	Water Connection	Sewer	Sewer Connection	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ (475,790)	\$ -	\$ (256,548)	\$ -	\$ (732,338)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	492,608	-	1,098,911	-	1,591,519
Decrease (increase) in:					
Accounts receivable	3,839	-	4,618	-	8,457
OPEB asset	(1,885)	-	(2,688)	-	(4,573)
Increase (decrease) in:					
Accounts payable	(2,474)	-	32,156	-	29,682
Salaries and benefits payable	1,067	-	(1,295)	-	(228)
Deposits payable	98	-	316	-	414
Compensated absences	2,227	-	(1,898)	-	329
Net Cash Provided (Used) by Operating Activities	\$ 19,690	\$ -	\$ 873,572	\$ -	\$ 893,262

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

Continued (Page 2 of 2)

Basic Financial Statements

- **Notes to Basic Financial Statements**

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CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of City of Live Oak (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. 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 it is 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 - 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 debt is reported as loans payable in the governmental activities, certificates of participation in the water enterprise fund and certificates of participation in the sewer enterprise fund financial statements.

Discretely Presented Component Units

There are no component units of the City which meet the criteria for discrete presentation.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Reporting Entity (Continued)

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. The SCORE is composed of 18 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

Government-Wide Financial Statements

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.

Fund Financial Statements

The fund financial statements provide information about the City's funds, including blended component units. Funds are organized into two major categories: governmental and proprietary. 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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

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 Streets and Roads fund is a special revenue fund 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. Funding comes primarily from gas tax revenues.
- 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 major proprietary funds:

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

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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting and Measurement Focus (Continued)

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 accrued when their receipt occurs within thirty 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 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.

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, Cash Equivalents and 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. Interest from pooled investments is allocated to the various funds based on average balances of the funds entitled to receive interest. Interest is allocated on the basis of average month end cash balance amounts for each fund as a percentage of the total balance.

Investments are reported in the accompanying balance sheet at fair value which is determined using selected bases annually. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Cash deposits are reported at carrying amount which reasonably estimates fair value. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

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

F. Restricted Cash and Investments

Restricted assets in the proprietary funds represent cash and investments of \$31,000 held in the Sewer fund that was held as restricted for repayment of the Rural Economic Development Infrastructure Program loan, which was retired during the current year.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Receivables

Receivables for governmental activities consist mainly of accounts, interest, taxes, and intergovernmental. 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, 2014, the allowance for doubtful accounts was \$2,219.

H. Other Assets

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.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

I. Loans Receivable

For the purpose of the governmental fund financial statements, special revenue fund expenditures relating to long-term loans receivable arising from mortgage subsidy programs are charged to operations upon funding and the loans receivable are recorded. The balance of the long-term receivable includes loans that may be forgiven if certain terms and conditions of the loans are met. The City reported \$7,042,304 in loans receivable as of June 30, 2014.

J. 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 estimated fair market value at the date of donation.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets (Continued)

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:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	3-25 years
Structures and improvements	5-50 years
Infrastructure	20-75 years

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.

K. 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 30 days after year-end.

L. 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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Interfund Transactions (Continued)

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.

M. 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.

N. 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.

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. At June 30, 2014, the City did not have any deferred outflows of resources.

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 only one type of item, which arises only under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues for receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Q. Implementation of Governmental Accounting Standards Board Statements (GASB)

The following Governmental Accounting Standards Board (GASB) Statement has been implemented, if applicable to the City of Live Oak, in the current financial statements.

Statement No. 70, Accounting and Financial Reporting for Nonexchange Financial Guarantees. This statement improves accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees.

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Balance/Net Position

The following major governmental fund had a deficit fund balance:

The Capital Improvement Project fund had a fund balance deficit of \$46,111, which is expected to be eliminated in the future through intergovernmental revenues.

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

The 13-CDBG-8933 Skate Park fund had a fund balance deficit of \$3,676, which is expected to be eliminated in the future through intergovernmental revenues.

NOTE 3: CASH AND INVESTMENTS

A. Financial Statement Presentation

As of June 30, 2014, the City's cash and investments are reported in the financial statements as follows:

Governmental activities	\$ 8,984,368
Business-Type activities	<u>4,766,151</u>
Total Cash and Investments	<u><u>\$ 13,750,519</u></u>

As of June 30, 2014, the City's cash and investments consisted of the following:

Cash:	
Cash on hand	\$ 1,020
Deposits (less outstanding checks)	<u>921,470</u>
Total Cash	<u>922,490</u>
Investments:	
LAIF	<u>12,828,029</u>
Total Investments	<u>12,828,029</u>
Total Cash and Investments	<u><u>\$ 13,750,519</u></u>

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

B. Cash

At year end, the carrying amount of the City's cash deposits (including amount in checking accounts and money market accounts) was \$921,470 and the bank balance was \$1,291,161. 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.

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 & Instrumentalities
- 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

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 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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

As of June 30, 2014, the City had the following investments all of which had a maturity of 5 years or less:

Investment Type	Interest Rates	Maturities		Fair Value	Weighted Average Maturity (Years)
		0-1 year	1-5 years		
Local Agency Investment Fund (LAIF)	Variable	\$12,828,029	\$ -	\$ 12,828,029	-
Total Investments		\$12,828,029	\$ -	\$ 12,828,029	-

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, 2014, 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 for Investments- 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 securities owned by the City shall be held in safekeeping by a third party bank trust department. Custodial credit risk does not apply to a local government's indirect investments in securities through use of mutual funds or government investment pools.

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, 2014, 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

Investment in Local Agency Investment Fund - The City of Live Oak is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code and is managed by the Treasurer of the State of California. The Local Investment Advisory Board (LAIF Board) has oversight responsibility for LAIF. The LAIF Board consists of five members as designated by State statute.

Investments in LAIF are available on demand and are stated at amortized cost, which approximates fair value. The fair value of the City's position in the pool is the same as the value of the pooled shares. At June 30, 2014 the City's investment position in LAIF was \$12,828,029. The total amount invested by all public agencies in LAIF on that day was \$64,846,169,129. Of that amount, 98.14% is invested in non-derivative financial products and 1.86% in structured notes and asset-backed securities.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 4: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2014, was as follows:

Governmental Activities

	Balance				Balance
	July 1, 2013	Additions	Retirements	Transfers	June 30, 2014
Capital assets, not being depreciated:					
Land	\$ 6,564,957	\$ -	\$ -	\$ -	\$ 6,564,957
Construction in progress	<u>1,355,599</u>	<u>1,027,295</u>	<u>-</u>	<u>(141,590)</u>	<u>2,241,304</u>
Total Capital Assets, Not Being Depreciated	<u>7,920,556</u>	<u>1,027,295</u>	<u>-</u>	<u>(141,590)</u>	<u>8,806,261</u>
Capital assets, being depreciated:					
Buildings and improvements	1,297,500	-	-	-	1,297,500
Equipment	3,710,861	10,813	-	-	3,721,674
Infrastructure	<u>20,025,675</u>	<u>-</u>	<u>-</u>	<u>141,590</u>	<u>20,167,265</u>
Total Capital Assets, Being Depreciated	<u>25,034,036</u>	<u>10,813</u>	<u>-</u>	<u>141,590</u>	<u>25,186,439</u>
Less accumulated depreciation for:					
Buildings and improvements	(801,558)	(61,979)	-	-	(863,537)
Equipment	(2,166,846)	(176,687)	-	-	(2,343,533)
Infrastructure	<u>(5,068,737)</u>	<u>(494,828)</u>	<u>-</u>	<u>-</u>	<u>(5,563,565)</u>
Total Accumulated Depreciation	<u>(8,037,141)</u>	<u>(733,494)</u>	<u>-</u>	<u>-</u>	<u>(8,770,635)</u>
Total Capital Assets, Being Depreciated, Net	<u>16,996,895</u>	<u>(722,681)</u>	<u>-</u>	<u>141,590</u>	<u>16,415,804</u>
Governmental Activities Capital Assets, Net	<u>\$ 24,917,451</u>	<u>\$ 304,614</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,222,065</u>

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 4: CAPITAL ASSETS (CONTINUED)

Business-Type Activities

	Balance <u>July 1, 2013</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>June 30, 2014</u>
Capital assets, not being depreciated:				
Land	\$ 210,241	\$ -	\$ -	\$ 210,241
Total Capital Assets, Not Being Depreciated	<u>210,241</u>	<u>-</u>	<u>-</u>	<u>210,241</u>
Capital assets, being depreciated:				
Buildings and improvements	2,344,231	-	-	2,344,231
Equipment	602,204	56,259	-	658,463
Infrastructure	<u>46,257,676</u>	<u>-</u>	<u>-</u>	<u>46,257,676</u>
Total Capital Assets, Being Depreciated	<u>49,204,111</u>	<u>56,259</u>	<u>-</u>	<u>49,260,370</u>
Less accumulated depreciation for:				
Buildings and improvements	(550,995)	(76,853)	-	(627,848)
Equipment	(277,579)	(11,840)	-	(289,419)
Infrastructure	<u>(7,843,355)</u>	<u>(1,502,826)</u>	<u>-</u>	<u>(9,346,181)</u>
Total Accumulated Depreciation	<u>(8,671,929)</u>	<u>(1,591,519)</u>	<u>-</u>	<u>(10,263,448)</u>
Total Capital Assets, Being Depreciated, Net	<u>40,532,182</u>	<u>(1,535,260)</u>	<u>-</u>	<u>38,996,922</u>
Business-Type Activities Capital Assets, Net	<u>\$ 40,742,423</u>	<u>(\$ 1,535,260)</u>	<u>\$ -</u>	<u>\$ 39,207,163</u>

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	\$ 50,105
Public safety	73,838
Public ways and facilities	499,524
Recreation and culture	<u>110,027</u>
Total Depreciation Expense – Governmental Functions	<u>\$ 733,494</u>

Depreciation expense was charged to the business-type functions as follows:

Water	\$ 492,608
Sewer	<u>1,098,911</u>
Total Depreciation Expense – Business-Type Functions	<u>\$ 1,591,519</u>

Construction in Progress

Construction in progress for governmental activities relates primarily to work performed on street reconstruction, police and fire substation improvements, recreation trail, Live Oak soccer park, and Elm Street traffic signal.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

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, 2014:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 301	\$ -
Nonmajor Governmental Funds	<u>-</u>	<u>301</u>
Total	<u>\$ 301</u>	<u>\$ 301</u>

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operation and re-allocations of special revenues. The following are the interfund transfers for fiscal year ended June 30, 2014:

	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$ 18,500	\$ 22,423
Streets and Roads	3,923	865,086
Capital Improvement Project	970,689	-
Nonmajor Governmental Funds	-	105,603
Water	84,288	-
Water Connection	<u>-</u>	<u>84,288</u>
Total	<u>\$ 1,077,400</u>	<u>\$ 1,077,400</u>

NOTE 6: UNEARNED REVENUE

At June 30, 2014, components of unearned revenue were as follows:

	<u>Unearned</u>
Capital Improvement Project	
Police substation improvement advance received	\$ 238,362
Fire substation improvement advance received	197,712
Nonmajor Governmental Funds	
COPS grant advance received	<u>93,907</u>
Total	<u>\$ 529,981</u>

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 7: LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2014:

Type of Indebtedness	Balance July 1, 2013	Additions	Retirements	Balance June 30, 2014	Amounts Due Within One Year
Governmental Activities					
Loans	\$ 58,000	\$ -	(\$ 13,000)	\$ 45,000	\$ 14,000
Compensated Absences	<u>50,714</u>	<u>37,848</u>	<u>(30,720)</u>	<u>57,842</u>	<u>39,525</u>
Total Governmental Activities	<u>\$ 108,714</u>	<u>\$ 37,848</u>	<u>(\$ 43,720)</u>	<u>\$ 102,842</u>	<u>\$ 53,525</u>
Business-Type Activities					
Loans	\$ 5,874,727	\$ -	(\$ 185,353)	\$ 5,689,374	\$ 177,079
Bonds	55,000	-	(28,000)	27,000	27,000
Certificates of Participation	2,250,000	-	(60,000)	2,190,000	60,000
Capital Leases	309,641	-	(63,952)	245,689	65,237
Compensated Absences	<u>68,395</u>	<u>49,106</u>	<u>(48,777)</u>	<u>68,724</u>	<u>43,138</u>
Total Business-Type Activities	<u>\$ 8,557,763</u>	<u>\$ 49,106</u>	<u>(\$ 386,082)</u>	<u>\$ 8,220,787</u>	<u>\$ 372,454</u>

The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences are generally liquidated by the fund where the accrued liability occurred.

Individual issues of debt payable outstanding at June 30, 2014, are as follows:

Governmental Activities

Loans:

Farmers Home Administration loan, dated November 17, 1987 in the amount of \$205,000, payable in annual installments of \$1,000 to \$6,000 with an interest rate of 6.5% and maturity of October 15, 2016. The loan was used to finance the City Hall building.

\$ 45,000

Total Loans

45,000

Total Governmental Activities

\$ 45,000

Business-Type Activities

Loans:

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.

\$ 5,689,374

Total Loans

5,689,374

Bonds:

1988 Sewer Revenue Bonds, dated May 10, 1988, in the amount of \$1,000,000, payable in annual installments of \$8,000 to \$21,000 with an interest rate of 5.00% and maturity of May 1, 2015. The bonds were used to finance acquisition and construction of improvements to the sewage collection and disposal system.

27,000

Total Bonds

27,000

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Individual issues of debt payable outstanding at June 30, 2014, are as follows: (Continued)

Business-Type Activities (Continued)

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. 960,000

2004 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. 1,230,000

Total Certificates of Participation 2,190,000

Total Business-Type Activities \$ 7,906,374

Following is a schedule of debt payment requirements of governmental activities and business-type activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities and capital leases which are reported in Note 8.

Governmental Activities

Year Ended <u>June 30</u>	<u>Loans</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 14,000	\$ 2,470	\$ 16,470
2016	15,000	1,527	16,527
2017	<u>16,000</u>	<u>520</u>	<u>16,520</u>
Total	<u>\$ 45,000</u>	<u>\$ 4,517</u>	<u>\$ 49,517</u>

Business-Type Activities

Year Ended <u>June 30</u>	<u>Loans</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	177,079	56,893	233,972
2016	178,849	55,123	233,972
2017	180,638	53,334	233,972
2018	182,444	51,528	233,972
2019	184,269	49,703	233,972
2020-2024	949,355	220,506	1,169,861
2025-2029	997,781	172,080	1,169,861
2030-2034	1,048,678	121,183	1,169,861
2035-2039	1,102,171	67,690	1,169,861
2040-2042	<u>688,110</u>	<u>13,811</u>	<u>701,921</u>
Total	<u>\$ 5,689,374</u>	<u>\$ 861,851</u>	<u>\$ 6,551,225</u>

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Business-Type Activities (Continued)

Year Ended <u>June 30</u>	Bonds		
	Principal	Interest	Total
2015	\$ 27,000	\$ 1,350	\$ 28,350
Total	\$ 27,000	\$ 1,350	\$ 28,350
Certificates of Participation			
Year Ended <u>June 30</u>	Principal	Interest	Total
2015	60,000	91,800	151,800
2016	70,000	89,038	159,038
2017	70,000	86,063	156,063
2018	70,000	83,088	153,088
2019	70,000	80,113	150,113
2020-2024	350,000	355,938	705,938
2025-2029	365,000	280,819	645,819
2030-2034	365,000	202,406	567,406
2035-2039	365,000	124,844	489,844
2040-2044	365,000	47,281	412,281
2045	40,000	850	40,850
Total	\$ 2,190,000	\$ 1,442,240	\$ 3,632,240

NOTE 8: LEASES

Capital Leases

The City has entered into certain capital lease agreements under which the related equipment will become the property of the City when all terms of the lease agreements are met.

	Stated Interest Rate	Present Value of Remaining Payments at June 30, 2014
Governmental activities	1.99%	\$ 245,689
Total		\$ 245,689

Equipment and related accumulated depreciation under capital lease are as follows:

	Governmental Activities
Cost of equipment	\$ 330,676
Less: accumulated depreciation	(33,068)
Net Value	\$ 297,608

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 8: LEASES (CONTINUED)

Capital Leases (Continued)

As of June 30, 2014, capital lease annual amortization was as follows:

Year Ending June 30:	Governmental Activities
2015	\$ 69,540
2016	69,540
2017	69,540
2018	46,360
Total Requirements	254,980
Less Interest	(9,291)
Present Value of Remaining Payments	\$ 245,689

NOTE 9: NET POSITION

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

- **Net investment in capital assets** - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- **Restricted net position** - Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements and other special revenue fund purposes.
- **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 \$12,610,939 of restricted net position, of which \$2,236,992 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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 10: FUND BALANCES

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, 2014, fund balance for governmental funds are 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.
- **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.

The fund balances for all major and non major governmental funds as of June 30, 2014, were distributed as follows:

	<u>General</u>	<u>Streets and Roads</u>	<u>Program Income</u>	<u>Capital Improve- ment Project</u>	<u>Other Govern- mental Funds</u>	<u>Total</u>
Restricted For:						
Street maintenance and construction	\$ -	\$ 593,301	\$ -	\$ -	\$ 498,377	\$ 1,091,678
Traffic	-	-	-	-	9,342	9,342
Law enforcement services	-	-	-	-	158,051	158,051
Sidewalk improvement	-	-	-	-	17,095	17,095
Street lighting	-	-	-	-	95,744	95,744
Mello Roos	-	-	-	-	694,115	694,115
Fire protection services	-	-	-	-	55,515	55,515
Impact fees	-	-	-	-	811,098	811,098
Storm drain connection fees	-	-	-	-	357,208	357,208

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 10: FUND BALANCES (CONTINUED)

The fund balances for all major and non major governmental funds as of June 30, 2014, were distributed as follows: (Continued)

	<u>General</u>	<u>Streets and Roads</u>	<u>Program Income</u>	<u>Capital Improve- ment Project</u>	<u>Other Govern- mental Funds</u>	<u>Total</u>
Restricted For: (Continued)						
Community development	-	-	7,104,511	-	108,857	7,213,368
Subtotal	-	593,301	7,104,511	-	2,805,402	10,503,214
Committed to:						
General reserve	866,300	-	-	-	-	866,300
City/County major fire	24,745	-	-	-	-	24,745
Equipment replacement	101,306	-	-	-	-	101,306
Info technology	101,306	-	-	-	-	101,306
PERS retirement	313,212	-	-	-	-	313,212
Health insurance	269,203	-	-	-	-	269,203
OPEB	179,158	-	-	-	-	179,158
Capital facilities	659,653	-	-	-	-	659,653
Subtotal	2,514,883	-	-	-	-	2,514,883
Unassigned	2,037,092	-	-	(46,111)	(3,676)	1,987,305
Total	<u>\$4,551,975</u>	<u>\$ 593,301</u>	<u>\$7,104,511</u>	<u>(\$ 46,111)</u>	<u>\$2,801,726</u>	<u>\$15,005,402</u>

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.

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".

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 11: EMPLOYEES' RETIREMENT PLAN

A. Plan Description

The City contributes to the California Public Employees Retirement System (PERS), a cost-sharing multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by statute. Copies of PERS' annual financial report may be obtained from their executive office - 400 Q Street, Lincoln Plaza East, Sacramento, CA 95811 or www.calpers.ca.gov.

Effective January 1, 2013, the City added retirement tiers for the Miscellaneous Plan for new employees as required under the Public Employee Pension Reform Act (PEPRA). New employees hired on or after January 1, 2013 will be subject to new, lower pension formulas, caps on pensionable income levels and new definitions of pensionable income. In addition, new employees will be required to contribute half of the total normal cost of the pension benefit unless impaired by an existing Memorandum of Understanding.

B. Funding Policy

For active plan members preceding PEPRA, Miscellaneous Plan members pay 8 percent of their annual covered salary. For active plan members in PEPRA, Miscellaneous Plan members pay 6.25 percent of their annual covered salary. The City is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The contribution requirements of the plan are established by State statute and the employer contribution rate is established and may be amended by PERS. The Miscellaneous plan includes a cost-sharing agreement which determines whether a portion of the member's contribution is paid by the City, or whether a portion of the employer's contribution is paid by the member. Results of the cost-sharing agreement are as follows:

	Member Share		City Share		Total	
	<u>Member</u>	<u>City</u>	<u>Member</u>	<u>City</u>	<u>Member</u>	<u>City</u>
Miscellaneous						
Classic	0.000%	8.000%	0.000%	21.632%	0.000%	29.632%
PEPRA	6.250%	0.000%	0.000%	6.250%	6.250%	6.250%

The City's contributions for the years ending June 30, 2014, 2013, and 2012 were \$292,810, \$213,363, and \$195,531, respectively, which equaled the required contributions each year.

NOTE 12: OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The City contributes to California Public Employees Retirement System (CalPERS), a cost sharing 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.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 12: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

B. Funding Policy

The Minimum Employer Contribution, subject to adjustments per AB2544, is paid on behalf of eligible retirees by the City in accordance with “OPEB Assumption Model” which describes guidelines to be used for retiree healthcare valuations for plans intending to pre-fund benefits through California Employers’ Retiree Benefit Trust (CERBT).

C. Annual OPEB Cost and Net OPEB Obligation

The City’s annual other postemployment benefits (OPEB) cost is calculated based on the annual required contribution (ARC) an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year. The City elected to prepay the unfunded actuarial liability.

The following table shows the City’s annual OPEB cost for the year, the amount actually contributed to the plan, and the City’s net OPEB obligation (asset).

Annual required contribution	\$ 14,714
Interest on net OPEB obligation	(11,327)
Adjustment to annual required contribution	<u>10,071</u>
Annual OPEB cost	13,458
Contributions made:	
Pay as you go contribution	(8,218)
Additional funding contribution	<u>(14,714)</u>
Increase (Decrease) in net OPEB obligation	(9,473)
Net OPEB Obligation (Asset) Beginning	<u>(148,848)</u>
Net OPEB Obligation (Asset) Ending	<u><u>(\$ 158,322)</u></u>

The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation (asset) for the current and prior two years are as follows:

<u>Fiscal Year</u> <u>Ended</u>	<u>Annual</u> <u>OPEB Cost</u>	<u>Percentage of Annual</u> <u>OPEB Cost Contributed</u>	<u>Net OPEB</u> <u>Obligation (Asset)</u>
June 30, 2012	18,949	140.2%	(140,049)
June 30, 2013	12,510	170.3%	(148,848)
June 30, 2014	13,458	170.4%	(158,322)

D. Funded Status and Funding Progress

As of June 30, 2013, the most recent actuarial valuation date, the plan was 107.7 percent funded. The actuarial accrued liability was \$246,531 and the actuarial value of assets was \$265,133, resulting in an unfunded actuarial accrued liability (UAAL) of (\$18,602). The covered payroll (annual payroll of employees covered by the plan) was \$948,322, and the ratio of the UAAL to the covered payroll was (2.0) percent.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 12: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

D. Funded Status and Funding Progress (Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of the reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the Annual Required Contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information (as it becomes available) that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

E. Actuarial Methods and Assumptions

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

The assumptions used for this valuation are in accordance with CalPers' "OPEB Assumption Model", which describes guidelines to be used for retiree healthcare valuations for plans intending to pre-fund benefits through California Employers' Retiree Benefit Trust (CERBT).

All assets and liabilities are computed as of June 30, 2013.

The annual rate of return on assets used to pay for benefits is assumed to be 7.25% (assumed rate of return on general assets). The rate of return for assets in a trust is assumed to be 7.25%.

Healthcare cost trend rate - the actuarial valuation included healthcare inflation of 5.0% to 7.8%.

Inflation rate - the cost of living as measured by the Consumer Price Index (CPI) which is assumed to increase at the rate of 3.00% per year.

Payroll growth rate - salaries are assumed to increase annually at 3.25%.

The unfunded actuarial accrued liability determined from this valuation is amortized at a level percentage of pay over a fixed, closed 24 year period.

CITY OF LIVE OAK
Notes to Basic Financial Statements
For the Year Ended June 30, 2014

NOTE 13: 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 14: OTHER INFORMATION

A. Commitments and Contingencies

The City has signed agreements to construct various capital improvements subsequent to June 30, 2014. The balance owed on the commitments at June 30, 2014, was approximately \$152,349.

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.

B. Subsequent Events

On June 18, 2014, the City approved a joint powers agreement with California Municipal Finance Authority and approved the issuance of up to \$4,000,000 of revenue bonds by the Authority for the purpose of financing the acquisition, construction and improvement of affordable rental housing facilities for the benefit of Maple Park 2, L.P.

Management has evaluated events subsequent to June 30, 2014 through February 24, 2015, the date on which the financial statements were available for issuance. Management has determined no other subsequent events requiring disclosure have occurred.

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**Required Supplementary Information
(Unaudited)**

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CITY OF LIVE OAK
Required Supplementary Information
For the Year Ended June 30, 2014

SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The Schedule of Funding Progress - Other Postemployment Benefits provides a consolidated snapshot of the City's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the OPEB plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

The table below shows a three year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the City Other Postemployment Benefit Plan.

Actuarial Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a % of Covered Payroll
July 1, 2009	\$ 124,000	\$ 207,000	\$ 83,000	60.0%	\$ 1,030,000	8.0%
June 30, 2011	204,000	293,000	89,000	69.7%	980,000	9.1%
June 30, 2013	265,133	246,531	(18,602)	107.7%	948,322	(2.0%)

CITY OF LIVE OAK
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 1,530,000	\$ 1,530,000	\$ 1,538,738	\$ 8,738
Licenses, permits and franchises	276,000	276,000	325,900	49,900
Use of money	24,000	24,000	65,344	41,344
Intergovernmental	16,100	16,100	17,163	1,063
Charges for services	212,350	212,350	80,882	(131,468)
Other revenues	185,000	185,000	191,685	6,685
Total Revenues	2,243,450	2,243,450	2,219,712	(23,738)
EXPENDITURES				
Current:				
General government:				
City council	74,863	74,863	66,300	8,563
City administrator	263,263	274,263	240,833	33,430
Finance	156,871	156,871	131,216	25,655
City attorney/legal	62,000	62,000	60,709	1,291
Total General Government	556,997	567,997	499,058	68,939
Public safety:				
Building inspection	178,572	178,572	174,763	3,809
Fire	387,856	162,856	208,540	(45,684)
Police	1,056,118	759,118	851,727	(92,609)
Animal control	95,000	75,000	39,979	35,021
Total Public Safety	1,717,546	1,175,546	1,275,009	(99,463)
Public ways and facilities:				
Engineer	40,300	40,300	53,153	(12,853)
Total Public Ways and Facilities	40,300	40,300	53,153	(12,853)
Culture and recreation:				
Parks operating	168,754	88,754	101,830	(13,076)
Recreation	89,002	69,002	74,569	(5,567)
Pool	89,132	69,132	60,962	8,170
Community center	38,066	38,066	40,430	(2,364)
Total Culture and Recreation	384,954	264,954	277,791	(12,837)
Community development:				
Community development	254,993	254,993	249,960	5,033
Economic development	21,074	21,074	13,258	7,816
Total Community Development	276,067	276,067	263,218	12,849

Continued (Page 1 of 2)

CITY OF LIVE OAK
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
EXPENDITURES				
Debt service:				
Principal	13,000	13,000	13,000	-
Interest	3,500	3,500	3,348	152
Capital outlay	50,509	50,509	14,103	36,406
Total Expenditures	<u>3,042,873</u>	<u>2,391,873</u>	<u>2,398,680</u>	<u>(6,807)</u>
Excess of Revenues Over (Under) Expenditures	<u>(799,423)</u>	<u>(148,423)</u>	<u>(178,968)</u>	<u>(30,545)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	978,802	316,802	319,151	2,349
Transfers out	(122,629)	(127,629)	(83,865)	43,764
Total Other Financing Sources (Uses)	<u>856,173</u>	<u>189,173</u>	<u>235,286</u>	<u>46,113</u>
Net Change in Fund Balance	56,750	40,750	56,318	15,568
Fund Balance - Beginning	<u>4,495,657</u>	<u>4,495,657</u>	<u>4,495,657</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 4,552,407</u>	<u>\$ 4,536,407</u>	<u>\$ 4,551,975</u>	<u>\$ 15,568</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 56,318

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as other revenues, transfers in, and transfers out for budgetary purposes, but are a reduction of expenditures for financial reporting purposes.

Other revenues	40,917
General government expenditures	(284,087)
Public safety expenditures	33,937
Public ways and facilities expenditures	(46,285)
Culture and recreation expenditures	9,802
Community development expenditures	6,507
Transfers in	300,651
Transfers out	(61,442)

Signage and beautification expenditures were recorded as capital outlay for budgetary purposes, but are a general government expenditure for financial reporting purposes.

General government expenditures	3,290
Capital outlay expenditures	(3,290)

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 56,318

CITY OF LIVE OAK
Required Supplementary Information
Budgetary Comparison Schedule
Streets and Roads - Major Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money	\$ 500	\$ 500	\$ 1,565	\$ 1,065
Intergovernmental	510,662	510,662	842,082	331,420
Other revenue	14,000	14,000	16,807	2,807
Total Revenues	<u>525,162</u>	<u>525,162</u>	<u>860,454</u>	<u>335,292</u>
EXPENDITURES				
Current:				
Public ways and facilities	182,263	182,263	120,868	61,395
Capital outlay	308,934	308,934	-	308,934
Total Expenditures	<u>491,197</u>	<u>491,197</u>	<u>120,868</u>	<u>370,329</u>
Excess of Revenues Over (Under) Expenditures	<u>33,965</u>	<u>33,965</u>	<u>739,586</u>	<u>705,621</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,923	3,923	3,923	-
Transfers out	(551,889)	(551,889)	(886,249)	(334,360)
Total Other Financing Sources (Uses)	<u>(547,966)</u>	<u>(547,966)</u>	<u>(882,326)</u>	<u>(334,360)</u>
Net Change in Fund Balance	(514,001)	(514,001)	(142,740)	371,261
Fund Balance - Beginning	<u>736,041</u>	<u>736,041</u>	<u>736,041</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 222,040</u>	<u>\$ 222,040</u>	<u>\$ 593,301</u>	<u>\$ 371,261</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (142,740)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public ways and facilities expenditures	21,163
Transfers out	<u>(21,163)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ (142,740)

CITY OF LIVE OAK
Required Supplementary Information
Budgetary Comparison Schedule
Program Income - Major Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 453	\$ 453
Intergovernmental	36,500	36,500	52,523	16,023
Total Revenues	<u>36,500</u>	<u>36,500</u>	<u>52,976</u>	<u>16,476</u>
EXPENDITURES				
Current:				
Community development	215,137	215,137	122,908	92,229
Total Expenditures	<u>215,137</u>	<u>215,137</u>	<u>122,908</u>	<u>92,229</u>
Excess of Revenues Over (Under) Expenditures	<u>(178,637)</u>	<u>(178,637)</u>	<u>(69,932)</u>	<u>108,705</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(178,637)</u>	<u>(178,637)</u>	<u>(69,932)</u>	<u>108,705</u>
Fund Balance - Beginning	<u>7,174,443</u>	<u>7,174,443</u>	<u>7,174,443</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 6,995,806</u>	<u>\$ 6,995,806</u>	<u>\$ 7,104,511</u>	<u>\$ 108,705</u>

CITY OF LIVE OAK
Required Supplementary Information
Note to Budgetary Comparison Schedules
For the Year Ended June 30, 2014

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.

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.

EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the fiscal year ended June 30, 2014, the City incurred expenditures in excess of appropriations as follows:

	<u>Appropriations</u>	<u>Expenditures</u>	Excess of Expenditures Over <u>Appropriations</u>
General fund	\$ 2,391,873	\$ 2,398,680	\$ 6,807

**Combining and Individual Fund Statements and
Schedules**

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Nonmajor Governmental Funds

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Nonmajor Governmental Funds

- **Special Revenue Funds**

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CITY OF LIVE OAK
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:

Developer Deposits

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

Transportation

The Transportation fund is used to account for monies received through the Transportation Development Act (TDA) tax and Surface Transportation Program (STP) funding. The financing from State and Federal programs helps to build and maintain the City streets.

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.

CITY OF LIVE OAK
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/corp 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.

CITY OF LIVE OAK
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.

Flood Control Impact Fees

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

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.

11-PTEC-7632

This fund is used to account for CDBG planning and technical assistance grant funds used for the update of the Housing Element, Downtown Infrastructure Analysis and implementation of a GIS system.

13-CDBG-8933 Skate Park

This fund is used to account for CDBG grant funds used for public improvements for the skate park.

10-HOME-6349 Maple Park

This fund is used to account for HOME grant funds used to make loans for new housing construction for the Maple Park affordable housing project.

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.

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CITY OF LIVE OAK
Combining Balance Sheet
Nonmajor Governmental Funds
Special Revenue Funds
June 30, 2014

	Developer Deposits	Trans- portation	Traffic Safety	COPS
ASSETS				
Cash and investments	\$ 173,343	\$ 523,903	\$ 9,338	\$ 237,298
Receivables:				
Interest	87	268	4	117
Intergovernmental	-	-	-	16,503
Total Assets	\$ 173,430	\$ 524,171	\$ 9,342	\$ 253,918
LIABILITIES				
Accounts payable	\$ -	\$ 25,794	\$ -	\$ 1,960
Deposits payable	173,430	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	93,907
Total Liabilities	173,430	25,794	-	95,867
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES				
Restricted	-	498,377	9,342	158,051
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	-	498,377	9,342	158,051
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 173,430	\$ 524,171	\$ 9,342	\$ 253,918

Sidewalk Improvement	Street Lighting	Mello Roos CFD 92-1	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
\$ 17,086	\$ 99,953	\$ 217,335	\$ 55,494	\$ 61,842	\$ 186,249	\$ 14,485	\$ 54,752
9	48	131	21	24	75	6	27
-	-	-	-	-	-	-	-
<u>\$ 17,095</u>	<u>\$ 100,001</u>	<u>\$ 217,466</u>	<u>\$ 55,515</u>	<u>\$ 61,866</u>	<u>\$ 186,324</u>	<u>\$ 14,491</u>	<u>\$ 54,779</u>
\$ -	\$ 4,257	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,530
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	4,257	-	-	-	-	-	1,530
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
17,095	95,744	217,466	55,515	61,866	186,324	14,491	53,249
-	-	-	-	-	-	-	-
<u>17,095</u>	<u>95,744</u>	<u>217,466</u>	<u>55,515</u>	<u>61,866</u>	<u>186,324</u>	<u>14,491</u>	<u>53,249</u>
<u>\$ 17,095</u>	<u>\$ 100,001</u>	<u>\$ 217,466</u>	<u>\$ 55,515</u>	<u>\$ 61,866</u>	<u>\$ 186,324</u>	<u>\$ 14,491</u>	<u>\$ 54,779</u>

CITY OF LIVE OAK
Combining Balance Sheet
Nonmajor Governmental Funds
Special Revenue Funds
June 30, 2014

	Mello Roos CFD 2004-1 Parks/ Recreation/ Pool	Mello Roos CFD 2004-1 Storm Drain	Parks & Recreation Impact Fees	Community Center Impact Fees
ASSETS				
Cash and investments	\$ 63,179	\$ 98,127	\$ 7	\$ 155,638
Receivables:				
Interest	24	49	-	79
Intergovernmental	-	-	-	-
	Total Assets	\$ 98,176	\$ 7	\$ 155,717
	\$ 63,203	\$ 98,176	\$ 7	\$ 155,717
LIABILITIES				
Accounts payable	\$ 624	\$ 36	\$ -	\$ -
Deposits payable	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
	Total Liabilities	624	-	-
	624	36	-	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	-	-	-	-
	Total Deferred Inflows of Resources	-	-	-
	-	-	-	-
FUND BALANCES				
Restricted	62,579	98,140	7	155,717
Unassigned	-	-	-	-
	Total Fund Balances (Deficits)	98,140	7	155,717
	62,579	98,140	7	155,717
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 63,203	\$ 98,176	\$ 7	\$ 155,717

Public Works Impact Fees	General Government Impact Fees	Police Impact Fees	Fire Impact Fees	Flood Control Impact Fees	Storm Drain Connection Fees	11-PTEC-7632	13-CDBG-8933 Skate Park
\$ 2,423	\$ 334,847	\$ 139,440	\$ 75,267	\$ 104,625	\$ 514,176	\$ -	\$ -
1	176	70	38	53	233	-	-
-	-	-	-	-	-	-	-
<u>\$ 2,424</u>	<u>\$ 335,023</u>	<u>\$ 139,510</u>	<u>\$ 75,305</u>	<u>\$ 104,678</u>	<u>\$ 514,409</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ 1,566	\$ -	\$ -	\$ -	\$ 157,201	\$ -	\$ 3,375
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	301
-	-	-	-	-	-	-	-
-	1,566	-	-	-	157,201	-	3,676
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,424	333,457	139,510	75,305	104,678	357,208	-	-
-	-	-	-	-	-	-	(3,676)
<u>2,424</u>	<u>333,457</u>	<u>139,510</u>	<u>75,305</u>	<u>104,678</u>	<u>357,208</u>	<u>-</u>	<u>(3,676)</u>
<u>\$ 2,424</u>	<u>\$ 335,023</u>	<u>\$ 139,510</u>	<u>\$ 75,305</u>	<u>\$ 104,678</u>	<u>\$ 514,409</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF LIVE OAK
Combining Balance Sheet
Nonmajor Governmental Funds
Special Revenue Funds
June 30, 2014

	10-HOME- 6349 Maple Park	11-HOME- 7661	Totals
ASSETS			
Cash and investments	\$ -	\$ 109,257	\$ 3,248,064
Receivables:			
Interest	-	-	1,540
Intergovernmental	-	54,728	71,231
	<u>-</u>	<u>54,728</u>	<u>71,231</u>
Total Assets	<u>\$ -</u>	<u>\$ 163,985</u>	<u>\$ 3,320,835</u>
LIABILITIES			
Accounts payable	\$ -	\$ 400	\$ 196,743
Deposits payable	-	-	173,430
Due to other funds	-	-	301
Unearned revenue	-	-	93,907
	<u>-</u>	<u>-</u>	<u>93,907</u>
Total Liabilities	<u>-</u>	<u>400</u>	<u>464,381</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenues	-	54,728	54,728
	<u>-</u>	<u>54,728</u>	<u>54,728</u>
Total Deferred Inflows of Resources	<u>-</u>	<u>54,728</u>	<u>54,728</u>
FUND BALANCES			
Restricted	-	108,857	2,805,402
Unassigned	-	-	(3,676)
	<u>-</u>	<u>-</u>	<u>(3,676)</u>
Total Fund Balances (Deficits)	<u>-</u>	<u>108,857</u>	<u>2,801,726</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ 163,985</u>	<u>\$ 3,320,835</u>

Continued (Page 3 of 3)

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CITY OF LIVE OAK
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Special Revenue Funds
For the Year Ended June 30, 2014

	Developer Deposits	Trans- portation	Traffic Safety	COPS
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	6,867	-
Use of money	-	1,319	18	436
Intergovernmental	-	-	-	18,632
Other revenue	-	-	-	-
Total Revenues	-	1,319	6,885	19,068
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	5,000	19,067
Public ways and facilities	-	129,247	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Total Expenditures	-	129,247	5,000	19,067
Excess of Revenues Over (Under) Expenditures	-	(127,928)	1,885	1
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(15,475)	-	-
Total Other Financing Sources (Uses)	-	(15,475)	-	-
Net Change in Fund Balances	-	(143,403)	1,885	1
Fund Balances (Deficits) - Beginning	-	641,780	7,457	158,050
Fund Balances (Deficits) - Ending	\$ -	\$ 498,377	\$ 9,342	\$ 158,051

Sidewalk Improvement	Street Lighting	Mello Roos CFD 92-1	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
\$ -	\$ 52,679	\$ -	\$ 112,419	\$ 95,033	\$ 257,724	\$ 14,978	\$ 15,494
-	-	125,981	-	-	-	-	-
-	-	-	-	-	-	-	-
37	192	523	68	117	290	33	118
-	-	-	-	-	-	-	-
-	1,775	-	-	-	-	-	-
<u>37</u>	<u>54,646</u>	<u>126,504</u>	<u>112,487</u>	<u>95,150</u>	<u>258,014</u>	<u>15,011</u>	<u>15,612</u>
-	-	-	-	104,280	-	-	-
-	-	-	93,501	-	222,746	20,907	-
-	51,478	-	-	-	-	-	18,494
-	-	-	-	-	-	-	-
-	-	94,296	-	-	-	-	-
<u>-</u>	<u>51,478</u>	<u>94,296</u>	<u>93,501</u>	<u>104,280</u>	<u>222,746</u>	<u>20,907</u>	<u>18,494</u>
<u>37</u>	<u>3,168</u>	<u>32,208</u>	<u>18,986</u>	<u>(9,130)</u>	<u>35,268</u>	<u>(5,896)</u>	<u>(2,882)</u>
-	-	-	-	-	-	-	-
-	-	(31,724)	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>(31,724)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
37	3,168	484	18,986	(9,130)	35,268	(5,896)	(2,882)
17,058	92,576	216,982	36,529	70,996	151,056	20,387	56,131
<u>\$ 17,095</u>	<u>\$ 95,744</u>	<u>\$ 217,466</u>	<u>\$ 55,515</u>	<u>\$ 61,866</u>	<u>\$ 186,324</u>	<u>\$ 14,491</u>	<u>\$ 53,249</u>

CITY OF LIVE OAK
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Special Revenue Funds
For the Year Ended June 30, 2014

	Mello Roos CFD 2004-1 Parks/ Recreation/ Pool	Mello Roos CFD 2004-1 Storm Drain	Parks & Recreation Impact Fees	Community Center Impact Fees
REVENUES				
Taxes and assessments	\$ 117,758	\$ 15,494	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money	80	195	69	344
Intergovernmental	-	-	-	-
Other revenue	-	-	-	-
Total Revenues	<u>117,838</u>	<u>15,689</u>	<u>69</u>	<u>344</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
Public ways and facilities	-	130	-	-
Culture and recreation	98,876	-	-	-
Community development	-	-	-	-
Total Expenditures	<u>98,876</u>	<u>130</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>18,962</u>	<u>15,559</u>	<u>69</u>	<u>344</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(58,404)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(58,404)</u>	<u>-</u>
Net Change in Fund Balances	18,962	15,559	(58,335)	344
Fund Balances (Deficits) - Beginning	<u>43,617</u>	<u>82,581</u>	<u>58,342</u>	<u>155,373</u>
Fund Balances (Deficits) - Ending	<u>\$ 62,579</u>	<u>\$ 98,140</u>	<u>\$ 7</u>	<u>\$ 155,717</u>

Public Works Impact Fees	General Government Impact Fees	Police Impact Fees	Fire Impact Fees	Flood Control Impact Fees	Storm Drain Connection Fees	11-PTEC-7632	13-CDBG-8933 Skate Park
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
5	787	308	167	249	1,110	-	-
-	-	-	-	-	-	26,878	-
-	-	-	-	-	-	-	-
<u>5</u>	<u>787</u>	<u>308</u>	<u>167</u>	<u>249</u>	<u>1,110</u>	<u>26,878</u>	<u>-</u>
-	24,717	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	21,385	157,201	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	18,345	3,676
<u>-</u>	<u>24,717</u>	<u>-</u>	<u>-</u>	<u>21,385</u>	<u>157,201</u>	<u>18,345</u>	<u>3,676</u>
<u>5</u>	<u>(23,930)</u>	<u>308</u>	<u>167</u>	<u>(21,136)</u>	<u>(156,091)</u>	<u>8,533</u>	<u>(3,676)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>5</u>	<u>(23,930)</u>	<u>308</u>	<u>167</u>	<u>(21,136)</u>	<u>(156,091)</u>	<u>8,533</u>	<u>(3,676)</u>
<u>2,419</u>	<u>357,387</u>	<u>139,202</u>	<u>75,138</u>	<u>125,814</u>	<u>513,299</u>	<u>(8,533)</u>	<u>-</u>
<u>\$ 2,424</u>	<u>\$ 333,457</u>	<u>\$ 139,510</u>	<u>\$ 75,305</u>	<u>\$ 104,678</u>	<u>\$ 357,208</u>	<u>\$ -</u>	<u>\$ (3,676)</u>

CITY OF LIVE OAK
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
Special Revenue Funds
For the Year Ended June 30, 2014

	10-HOME- 6349 Maple Park	11-HOME- 7661	Totals
REVENUES			
Taxes and assessments	\$ -	\$ -	\$ 681,579
Licenses and permits	-	-	125,981
Fines and forfeitures	-	-	6,867
Use of money	-	-	6,465
Intergovernmental	23,085	100,381	168,976
Other revenue	-	-	1,775
Total Revenues	23,085	100,381	991,643
EXPENDITURES			
Current:			
General government	-	-	128,997
Public safety	-	-	361,221
Public ways and facilities	-	-	377,935
Culture and recreation	-	-	98,876
Community development	23,085	(14,399)	125,003
Total Expenditures	23,085	(14,399)	1,092,032
Excess of Revenues Over (Under) Expenditures	-	114,780	(100,389)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	(105,603)
Total Other Financing Sources (Uses)	-	-	(105,603)
Net Change in Fund Balances	-	114,780	(205,992)
Fund Balances (Deficits) - Beginning	-	(5,923)	3,007,718
Fund Balances (Deficits) - Ending	\$ -	\$ 108,857	\$ 2,801,726

Continued (Page 3 of 3)

CITY OF LIVE OAK
Budgetary Comparison Schedule
Transportation - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes and assessments	\$ 336,684	\$ 336,684	\$ -	\$ (336,684)
Use of money	800	800	1,319	519
Total Revenues	<u>337,484</u>	<u>337,484</u>	<u>1,319</u>	<u>(336,165)</u>
EXPENDITURES				
Current:				
Public ways and facilities	30,000	30,000	97,399	(67,399)
Capital outlay	709,216	709,216	-	709,216
Total Expenditures	<u>739,216</u>	<u>739,216</u>	<u>97,399</u>	<u>641,817</u>
Excess of Revenues Over (Under) Expenditures	<u>(401,732)</u>	<u>(401,732)</u>	<u>(96,080)</u>	<u>305,652</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(62,416)	(62,416)	(47,323)	15,093
Total Other Financing Sources (Uses)	<u>(62,416)</u>	<u>(62,416)</u>	<u>(47,323)</u>	<u>15,093</u>
Net Change in Fund Balance	(464,148)	(464,148)	(143,403)	320,745
Fund Balance - Beginning	<u>641,780</u>	<u>641,780</u>	<u>641,780</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 177,632</u>	<u>\$ 177,632</u>	<u>\$ 498,377</u>	<u>\$ 320,745</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (143,403)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public ways and facilities expenditures	31,848
Transfers out	<u>(31,848)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ (143,403)

CITY OF LIVE OAK
Budgetary Comparison Schedule
Traffic Safety - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and forfeitures	\$ 6,000	\$ 6,000	\$ 6,867	\$ 867
Use of money	-	-	18	18
Total Revenues	6,000	6,000	6,885	885
EXPENDITURES				
Current:				
Public safety	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over (Under) Expenditures	6,000	6,000	6,885	885
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(7,000)	(7,000)	(5,000)	2,000
Total Other Financing Sources (Uses)	(7,000)	(7,000)	(5,000)	2,000
Net Change in Fund Balance	(1,000)	(1,000)	1,885	2,885
Fund Balance - Beginning	7,457	7,457	7,457	-
Fund Balance - Ending	\$ 6,457	\$ 6,457	\$ 9,342	\$ 2,885

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis	\$ 1,885
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The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public safety expenditures	5,000
Transfers out	(5,000)
	-

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance	\$ 1,885
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CITY OF LIVE OAK
Budgetary Comparison Schedule
COPS - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 436	\$ 436
Intergovernmental	100,000	100,000	18,632	(81,368)
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>19,068</u>	<u>(80,932)</u>
EXPENDITURES				
Current:				
Public safety	160,000	160,000	19,067	140,933
Capital outlay	70,000	70,000	-	70,000
Total Expenditures	<u>230,000</u>	<u>230,000</u>	<u>19,067</u>	<u>210,933</u>
Excess of Revenues Over (Under) Expenditures	<u>(130,000)</u>	<u>(130,000)</u>	<u>1</u>	<u>130,001</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(130,000)</u>	<u>(130,000)</u>	<u>1</u>	<u>130,001</u>
Fund Balance - Beginning	<u>158,050</u>	<u>158,050</u>	<u>158,050</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 28,050</u>	<u>\$ 28,050</u>	<u>\$ 158,051</u>	<u>\$ 130,001</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Sidewalk Improvement - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 37	\$ 37
Total Revenues	<u>-</u>	<u>-</u>	<u>37</u>	<u>37</u>
EXPENDITURES				
Capital outlay	17,060	17,060	-	17,060
Total Expenditures	<u>17,060</u>	<u>17,060</u>	<u>-</u>	<u>17,060</u>
Excess of Revenues Over (Under) Expenditures	<u>(17,060)</u>	<u>(17,060)</u>	<u>37</u>	<u>17,097</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(17,060)</u>	<u>(17,060)</u>	<u>37</u>	<u>17,097</u>
Fund Balance - Beginning	<u>17,058</u>	<u>17,058</u>	<u>17,058</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (2)</u>	<u>\$ (2)</u>	<u>\$ 17,095</u>	<u>\$ 17,097</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Street Lighting - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 53,000	\$ 53,000	\$ 52,679	\$ (321)
Use of money	200	200	192	(8)
Other revenue	1,775	1,775	1,775	-
Total Revenues	<u>54,975</u>	<u>54,975</u>	<u>54,646</u>	<u>(329)</u>
EXPENDITURES				
Current:				
Public ways and facilities	60,000	60,000	49,572	10,428
Total Expenditures	<u>60,000</u>	<u>60,000</u>	<u>49,572</u>	<u>10,428</u>
Excess of Revenues Over (Under) Expenditures	<u>(5,025)</u>	<u>(5,025)</u>	<u>5,074</u>	<u>10,099</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,763)	(1,763)	(1,906)	(143)
Total Other Financing Sources (Uses)	<u>(1,763)</u>	<u>(1,763)</u>	<u>(1,906)</u>	<u>(143)</u>
Net Change in Fund Balance	(6,788)	(6,788)	3,168	9,956
Fund Balance - Beginning	<u>92,576</u>	<u>92,576</u>	<u>92,576</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 85,788</u>	<u>\$ 85,788</u>	<u>\$ 95,744</u>	<u>\$ 9,956</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 3,168

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public ways and facilities expenditures	1,906
Transfers out	<u>(1,906)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 3,168

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 92-1 - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Licenses and permits	\$ 128,000	\$ 128,000	\$ 125,981	\$ (2,019)
Use of money	500	500	523	23
Total Revenues	<u>128,500</u>	<u>128,500</u>	<u>126,504</u>	<u>(1,996)</u>
EXPENDITURES				
Current:				
Community development	95,000	95,000	89,183	5,817
Capital outlay	63,000	63,000	-	63,000
Total Expenditures	<u>158,000</u>	<u>158,000</u>	<u>89,183</u>	<u>68,817</u>
Excess of Revenues Over (Under) Expenditures	<u>(29,500)</u>	<u>(29,500)</u>	<u>37,321</u>	<u>66,821</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(68,269)	(78,269)	(36,837)	41,432
Total Other Financing Sources (Uses)	<u>(68,269)</u>	<u>(78,269)</u>	<u>(36,837)</u>	<u>41,432</u>
Net Change in Fund Balance	<u>(97,769)</u>	<u>(107,769)</u>	<u>484</u>	<u>108,253</u>
Fund Balance - Beginning	<u>216,982</u>	<u>216,982</u>	<u>216,982</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 119,213</u>	<u>\$ 109,213</u>	<u>\$ 217,466</u>	<u>\$ 108,253</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 484

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Community development expenditures	5,113
Transfers out	<u>(5,113)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 484

CITY OF LIVE OAK
Budgetary Comparison Schedule
Fire Benefit Assessment - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes and assessments	\$ 115,000	\$ 115,000	\$ 112,419	\$ (2,581)
Use of money	-	-	68	68
Total Revenues	<u>115,000</u>	<u>115,000</u>	<u>112,487</u>	<u>(2,513)</u>
EXPENDITURES				
Current:				
Public safety	-	-	90,000	(90,000)
Total Expenditures	<u>-</u>	<u>-</u>	<u>90,000</u>	<u>(90,000)</u>
Excess of Revenues Over (Under) Expenditures	<u>115,000</u>	<u>115,000</u>	<u>22,487</u>	<u>(92,513)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(128,674)	(128,674)	(3,501)	125,173
Total Other Financing Sources (Uses)	<u>(128,674)</u>	<u>(128,674)</u>	<u>(3,501)</u>	<u>125,173</u>
Net Change in Fund Balance	(13,674)	(13,674)	18,986	32,660
Fund Balance - Beginning	<u>36,529</u>	<u>36,529</u>	<u>36,529</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 22,855</u>	<u>\$ 22,855</u>	<u>\$ 55,515</u>	<u>\$ 32,660</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 18,986

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public safety expenditures	3,501
Transfers out	<u>(3,501)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 18,986

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 2004-1 Fire - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 90,000	\$ 90,000	\$ 95,033	\$ 5,033
Use of money	-	-	117	117
Total Revenues	<u>90,000</u>	<u>90,000</u>	<u>95,150</u>	<u>5,150</u>
EXPENDITURES				
Current:				
General government	2,500	2,500	101,024	(98,524)
Total Expenditures	<u>2,500</u>	<u>2,500</u>	<u>101,024</u>	<u>(98,524)</u>
Excess of Revenues Over (Under) Expenditures	<u>87,500</u>	<u>87,500</u>	<u>(5,874)</u>	<u>(93,374)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(103,013)	(103,013)	(3,256)	99,757
Total Other Financing Sources (Uses)	<u>(103,013)</u>	<u>(103,013)</u>	<u>(3,256)</u>	<u>99,757</u>
Net Change in Fund Balance	(15,513)	(15,513)	(9,130)	6,383
Fund Balance - Beginning	<u>70,996</u>	<u>70,996</u>	<u>70,996</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 55,483</u>	<u>\$ 55,483</u>	<u>\$ 61,866</u>	<u>\$ 6,383</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (9,130)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

General government expenditures	3,256
Transfers out	<u>(3,256)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ (9,130)

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 2004-1 Police - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes and assessments	\$ 250,000	\$ 250,000	\$ 257,724	\$ 7,724
Use of money	-	-	290	290
Total Revenues	<u>250,000</u>	<u>250,000</u>	<u>258,014</u>	<u>8,014</u>
EXPENDITURES				
Current:				
Public safety	7,500	7,500	213,297	(205,797)
Total Expenditures	<u>7,500</u>	<u>7,500</u>	<u>213,297</u>	<u>(205,797)</u>
Excess of Revenues Over (Under) Expenditures	<u>242,500</u>	<u>242,500</u>	<u>44,717</u>	<u>(197,783)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(298,745)	(298,745)	(9,449)	289,296
Total Other Financing Sources (Uses)	<u>(298,745)</u>	<u>(298,745)</u>	<u>(9,449)</u>	<u>289,296</u>
Net Change in Fund Balance	(56,245)	(56,245)	35,268	91,513
Fund Balance - Beginning	<u>151,056</u>	<u>151,056</u>	<u>151,056</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 94,811</u>	<u>\$ 94,811</u>	<u>\$ 186,324</u>	<u>\$ 91,513</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 35,268

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public safety expenditures	9,449
Transfers out	<u>(9,449)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 35,268

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 2004-1 Animal Services - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 14,000	\$ 14,000	\$ 14,978	\$ 978
Use of money	-	-	33	33
Total Revenues	<u>14,000</u>	<u>14,000</u>	<u>15,011</u>	<u>1,011</u>
EXPENDITURES				
Current:				
Public safety	500	500	20,256	(19,756)
Total Expenditures	<u>500</u>	<u>500</u>	<u>20,256</u>	<u>(19,756)</u>
Excess of Revenues Over (Under) Expenditures	<u>13,500</u>	<u>13,500</u>	<u>(5,245)</u>	<u>(18,745)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(20,603)	(20,603)	(651)	19,952
Total Other Financing Sources (Uses)	<u>(20,603)</u>	<u>(20,603)</u>	<u>(651)</u>	<u>19,952</u>
Net Change in Fund Balance	(7,103)	(7,103)	(5,896)	1,207
Fund Balance - Beginning	<u>20,387</u>	<u>20,387</u>	<u>20,387</u>	-
Fund Balance - Ending	<u>\$ 13,284</u>	<u>\$ 13,284</u>	<u>\$ 14,491</u>	<u>\$ 1,207</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (5,896)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public safety expenditures	651
Transfers out	<u>(651)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ (5,896)

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 2004-1 Street Lighting - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 15,000	\$ 15,000	\$ 15,494	\$ 494
Use of money	175	175	118	(57)
Total Revenues	<u>15,175</u>	<u>15,175</u>	<u>15,612</u>	<u>437</u>
EXPENDITURES				
Current:				
Public ways and facilities	21,500	21,500	17,811	3,689
Total Expenditures	<u>21,500</u>	<u>21,500</u>	<u>17,811</u>	<u>3,689</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,325)</u>	<u>(6,325)</u>	<u>(2,199)</u>	<u>4,126</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(631)	(631)	(683)	(52)
Total Other Financing Sources (Uses)	<u>(631)</u>	<u>(631)</u>	<u>(683)</u>	<u>(52)</u>
Net Change in Fund Balance	<u>(6,956)</u>	<u>(6,956)</u>	<u>(2,882)</u>	<u>4,074</u>
Fund Balance - Beginning	<u>56,131</u>	<u>56,131</u>	<u>56,131</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 49,175</u>	<u>\$ 49,175</u>	<u>\$ 53,249</u>	<u>\$ 4,074</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (2,882)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public ways and facilities expenditures	683
Transfers out	<u>(683)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ (2,882)

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 2004-1 Parks/Recreation/Pool - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Taxes and assessments	\$ 120,000	\$ 120,000	\$ 117,758	\$ (2,242)
Use of money	-	-	80	80
Total Revenues	<u>120,000</u>	<u>120,000</u>	<u>117,838</u>	<u>(2,162)</u>
EXPENDITURES				
Current:				
Culture and recreation	14,500	14,500	94,604	(80,104)
Total Expenditures	<u>14,500</u>	<u>14,500</u>	<u>94,604</u>	<u>(80,104)</u>
Excess of Revenues Over (Under) Expenditures	<u>105,500</u>	<u>105,500</u>	<u>23,234</u>	<u>(82,266)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(123,954)	(123,954)	(4,272)	119,682
Total Other Financing Sources (Uses)	<u>(123,954)</u>	<u>(123,954)</u>	<u>(4,272)</u>	<u>119,682</u>
Net Change in Fund Balance	(18,454)	(18,454)	18,962	37,416
Fund Balance - Beginning	<u>43,617</u>	<u>43,617</u>	<u>43,617</u>	-
Fund Balance - Ending	<u>\$ 25,163</u>	<u>\$ 25,163</u>	<u>\$ 62,579</u>	<u>\$ 37,416</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 18,962

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Culture and recreation expenditures	4,272
Transfers out	<u>(4,272)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 18,962

CITY OF LIVE OAK
Budgetary Comparison Schedule
Mello Roos CFD 2004-1 Storm Drain - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	\$ 14,000	\$ 14,000	\$ 15,494	\$ 1,494
Use of money	100	100	195	95
Total Revenues	<u>14,100</u>	<u>14,100</u>	<u>15,689</u>	<u>1,589</u>
EXPENDITURES				
Current:				
Public ways and facilities	17,000	17,000	(1,522)	18,522
Capital outlay	35,000	35,000	-	35,000
Total Expenditures	<u>52,000</u>	<u>52,000</u>	<u>(1,522)</u>	<u>53,522</u>
Excess of Revenues Over (Under) Expenditures	<u>(37,900)</u>	<u>(37,900)</u>	<u>17,211</u>	<u>55,111</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,528)	(1,528)	(1,652)	(124)
Total Other Financing Sources (Uses)	<u>(1,528)</u>	<u>(1,528)</u>	<u>(1,652)</u>	<u>(124)</u>
Net Change in Fund Balance	(39,428)	(39,428)	15,559	54,987
Fund Balance - Beginning	<u>82,581</u>	<u>82,581</u>	<u>82,581</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 43,153</u>	<u>\$ 43,153</u>	<u>\$ 98,140</u>	<u>\$ 54,987</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ 15,559

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditure reimbursements were included as transfers out for budgetary purposes, but are an expenditure for financial reporting purposes.

Public ways and facilities expenditures	1,652
Transfers out	<u>(1,652)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ 15,559

CITY OF LIVE OAK
Budgetary Comparison Schedule
Parks & Recreation Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Licenses and permits	\$ 15,000	\$ 15,000	\$ -	\$ (15,000)
Use of money	-	-	69	69
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>69</u>	<u>(14,931)</u>
EXPENDITURES				
Capital outlay	1,220	1,220	-	1,220
Total Expenditures	<u>1,220</u>	<u>1,220</u>	<u>-</u>	<u>1,220</u>
Excess of Revenues Over (Under) Expenditures	<u>13,780</u>	<u>13,780</u>	<u>69</u>	<u>(13,711)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(65,000)	(65,000)	(58,404)	6,596
Total Other Financing Sources (Uses)	<u>(65,000)</u>	<u>(65,000)</u>	<u>(58,404)</u>	<u>6,596</u>
Net Change in Fund Balance	(51,220)	(51,220)	(58,335)	(7,115)
Fund Balance - Beginning	<u>58,342</u>	<u>58,342</u>	<u>58,342</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ 7,122</u>	<u>\$ 7,122</u>	<u>\$ 7</u>	<u>\$ (7,115)</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Community Center Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 344	\$ 344
Total Revenues	<u>-</u>	<u>-</u>	<u>344</u>	<u>344</u>
EXPENDITURES				
Capital outlay	155,397	155,397	-	155,397
Total Expenditures	<u>155,397</u>	<u>155,397</u>	<u>-</u>	<u>155,397</u>
Excess of Revenues Over (Under) Expenditures	<u>(155,397)</u>	<u>(155,397)</u>	<u>344</u>	<u>155,741</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(155,397)	(155,397)	344	155,741
Fund Balance - Beginning	<u>155,373</u>	<u>155,373</u>	<u>155,373</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (24)</u>	<u>\$ (24)</u>	<u>\$ 155,717</u>	<u>\$ 155,741</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Public Works Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 5	\$ 5
Total Revenues	<u>-</u>	<u>-</u>	<u>5</u>	<u>5</u>
EXPENDITURES				
Capital outlay	2,425	2,425	-	2,425
Total Expenditures	<u>2,425</u>	<u>2,425</u>	<u>-</u>	<u>2,425</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,425)</u>	<u>(2,425)</u>	<u>5</u>	<u>2,430</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(2,425)</u>	<u>(2,425)</u>	<u>5</u>	<u>2,430</u>
Fund Balance - Beginning	<u>2,419</u>	<u>2,419</u>	<u>2,419</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (6)</u>	<u>\$ (6)</u>	<u>\$ 2,424</u>	<u>\$ 2,430</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
General Government Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money	\$ -	\$ -	\$ 787	\$ 787
Total Revenues	<u>-</u>	<u>-</u>	<u>787</u>	<u>787</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Capital outlay	277,442	277,442	24,717	252,725
Total Expenditures	<u>277,442</u>	<u>277,442</u>	<u>24,717</u>	<u>252,725</u>
Excess of Revenues Over (Under) Expenditures	<u>(277,442)</u>	<u>(277,442)</u>	<u>(23,930)</u>	<u>253,512</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(80,000)	(80,000)	-	80,000
Total Other Financing Sources (Uses)	<u>(80,000)</u>	<u>(80,000)</u>	<u>-</u>	<u>80,000</u>
Net Change in Fund Balance	<u>(357,442)</u>	<u>(357,442)</u>	<u>(23,930)</u>	<u>333,512</u>
Fund Balance - Beginning	<u>357,387</u>	<u>357,387</u>	<u>357,387</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (55)</u>	<u>\$ (55)</u>	<u>\$ 333,457</u>	<u>\$ 333,512</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (23,930)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditures were recorded as capital outlay for budgetary purposes, but are a general government expenditure for financial reporting purposes.

General government expenditures	24,717
Capital outlay expenditures	<u>(24,717)</u>

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance \$ (23,930)

CITY OF LIVE OAK
Budgetary Comparison Schedule
Police Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -		\$ 308	\$ 308
Total Revenues	<u>-</u>	<u>-</u>	<u>308</u>	<u>308</u>
EXPENDITURES				
Capital outlay	14,224	14,224	-	14,224
Total Expenditures	<u>14,224</u>	<u>14,224</u>	<u>-</u>	<u>14,224</u>
Excess of Revenues Over (Under) Expenditures	<u>(14,224)</u>	<u>(14,224)</u>	<u>308</u>	<u>14,532</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(125,000)	(125,000)	-	125,000
Total Other Financing Sources (Uses)	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>	<u>125,000</u>
Net Change in Fund Balance	<u>(139,224)</u>	<u>(139,224)</u>	<u>308</u>	<u>139,532</u>
Fund Balance - Beginning	<u>139,202</u>	<u>139,202</u>	<u>139,202</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (22)</u>	<u>\$ (22)</u>	<u>\$ 139,510</u>	<u>\$ 139,532</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Fire Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 167	\$ 167
Total Revenues	<u>-</u>	<u>-</u>	<u>167</u>	<u>167</u>
EXPENDITURES				
Current:				
Public safety	<u>150</u>	<u>150</u>	<u>-</u>	<u>150</u>
Total Expenditures	<u>150</u>	<u>150</u>	<u>-</u>	<u>150</u>
Excess of Revenues Over (Under) Expenditures	<u>(150)</u>	<u>(150)</u>	<u>167</u>	<u>317</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>	<u>75,000</u>
Total Other Financing Sources (Uses)	<u>(75,000)</u>	<u>(75,000)</u>	<u>-</u>	<u>75,000</u>
Net Change in Fund Balance	<u>(75,150)</u>	<u>(75,150)</u>	<u>167</u>	<u>75,317</u>
Fund Balance - Beginning	<u>75,138</u>	<u>75,138</u>	<u>75,138</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (12)</u>	<u>\$ (12)</u>	<u>\$ 75,305</u>	<u>\$ 75,317</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Flood Control Impact Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Use of money	\$ -	\$ -	\$ 249	\$ 249
Total Revenues	<u>-</u>	<u>-</u>	<u>249</u>	<u>249</u>
EXPENDITURES				
Current:				
Public ways and facilities	-	-	21,385	(21,385)
Capital outlay	109,750	109,750	-	109,750
Total Expenditures	<u>109,750</u>	<u>109,750</u>	<u>21,385</u>	<u>88,365</u>
Excess of Revenues Over (Under) Expenditures	<u>(109,750)</u>	<u>(109,750)</u>	<u>(21,136)</u>	<u>88,614</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(109,750)</u>	<u>(109,750)</u>	<u>(21,136)</u>	<u>88,614</u>
Fund Balance - Beginning	<u>125,814</u>	<u>125,814</u>	<u>125,814</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 16,064</u>	<u>\$ 16,064</u>	<u>\$ 104,678</u>	<u>\$ 88,614</u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
Storm Drain Connection Fees - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money	\$ -	\$ -	\$ 1,110	\$ 1,110
Total Revenues	<u>-</u>	<u>-</u>	<u>1,110</u>	<u>1,110</u>
EXPENDITURES				
Current:				
Public ways and facilities	-	-	-	-
Capital outlay	513,343	513,343	157,201	356,142
Total Expenditures	<u>513,343</u>	<u>513,343</u>	<u>157,201</u>	<u>356,142</u>
Excess of Revenues Over (Under) Expenditures	<u>(513,343)</u>	<u>(513,343)</u>	<u>(156,091)</u>	<u>357,252</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(513,343)</u>	<u>(513,343)</u>	<u>(156,091)</u>	<u>357,252</u>
Fund Balance - Beginning	<u>513,299</u>	<u>513,299</u>	<u>513,299</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ (44)</u>	<u>\$ (44)</u>	<u>\$ 357,208</u>	<u>\$ 357,252</u>

Reconciliation of Net Change in Fund Balance - Budgetary to GAAP Basis:

Net Change in Fund Balance - Budgetary Basis \$ (156,091)

The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance was different because:

Expenditures were recorded as capital outlay for budgetary purposes, but are a general government expenditure for financial reporting purposes.

Public ways and facilities expenditures

Capital outlay expenditures

157,201

(157,201)

Net Change in Fund Balance - Statement of Revenues, Expenditures, and Changes in Fund Balance

\$ (156,091)

CITY OF LIVE OAK
Budgetary Comparison Schedule
11-PTEC-7632 - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 47,000	\$ 47,000	\$ 26,878	\$ (20,122)
Total Revenues	<u>47,000</u>	<u>47,000</u>	<u>26,878</u>	<u>(20,122)</u>
EXPENDITURES				
Current:				
Community development	47,000	47,000	18,345	28,655
Total Expenditures	<u>47,000</u>	<u>47,000</u>	<u>18,345</u>	<u>28,655</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>8,533</u>	<u>8,533</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>8,533</u>	<u>8,533</u>
Fund Balance (Deficits) - Beginning	<u>(8,533)</u>	<u>(8,533)</u>	<u>(8,533)</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u><u>\$ (8,533)</u></u>	<u><u>\$ (8,533)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 8,533</u></u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
13-CDBG-8933 Skate Park - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ -	\$ 2,000,000	\$ -	\$ (2,000,000)
Total Revenues	<u>-</u>	<u>2,000,000</u>	<u>-</u>	<u>(2,000,000)</u>
EXPENDITURES				
Current:				
Community development	-	2,011,977	3,676	2,008,301
Total Expenditures	<u>-</u>	<u>2,011,977</u>	<u>3,676</u>	<u>2,008,301</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(11,977)</u>	<u>(3,676)</u>	<u>8,301</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	105,000	-	(105,000)
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>105,000</u>	<u>-</u>	<u>(105,000)</u>
Net Change in Fund Balance	<u>-</u>	<u>93,023</u>	<u>(3,676)</u>	<u>(96,699)</u>
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u>\$ -</u>	<u>\$ 93,023</u>	<u>\$ (3,676)</u>	<u>\$ (96,699)</u>

CITY OF LIVE OAK
Required Supplementary Information
Budgetary Comparison Schedule
10-HOME-6349 Maple Park - Major Special Revenue Fund
For the Year Ended June 30, 2014

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Intergovernmental	\$ -	\$ 25,000	\$ 23,085	\$ (1,915)
Total Revenues	<u>-</u>	<u>25,000</u>	<u>23,085</u>	<u>(1,915)</u>
EXPENDITURES				
Current:				
Community development	-	25,000	23,085	1,915
Total Expenditures	<u>-</u>	<u>25,000</u>	<u>23,085</u>	<u>1,915</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF LIVE OAK
Budgetary Comparison Schedule
11-HOME-7661 - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2014

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts (Budgetary Basis)</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES				
Intergovernmental	\$ 700,000	\$ 700,000	\$ 100,381	\$ (599,619)
Total Revenues	<u>700,000</u>	<u>700,000</u>	<u>100,381</u>	<u>(599,619)</u>
EXPENDITURES				
Current:				
Community development	700,000	700,000	(14,399)	714,399
Total Expenditures	<u>700,000</u>	<u>700,000</u>	<u>(14,399)</u>	<u>714,399</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>114,780</u>	<u>114,780</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>114,780</u>	<u>114,780</u>
Fund Balance (Deficits) - Beginning	<u>(5,923)</u>	<u>(5,923)</u>	<u>(5,923)</u>	<u>-</u>
Fund Balance (Deficits) - Ending	<u><u>\$ (5,923)</u></u>	<u><u>\$ (5,923)</u></u>	<u><u>\$ 108,857</u></u>	<u><u>\$ 114,780</u></u>

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STATISTICAL SECTION

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CITY OF LIVE OAK

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.

Sources: Unless otherwise stated, the information in this section is derived from the comprehensive annual financial reports for the relevant year.

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

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
Governmental Activities				
Net investment in capital assets	\$ 9,911,374	\$ 17,913,956	\$ 19,340,451	\$ 22,369,965
Restricted	8,225	5,017,517	4,765,409	5,655,141
Unrestricted	5,875,852	4,569,278	5,180,509	5,543,662
Total governmental activities net position	<u>\$ 15,795,451</u>	<u>\$ 27,500,751</u>	<u>\$ 29,286,369</u>	<u>\$ 33,568,768</u>
Business-type Activities				
Net investment in capital assets	\$ 10,506,373	\$ 13,197,012	\$ 16,392,362	\$ 20,379,766
Restricted	74,297	74,297	98,297	118,297
Unrestricted	1,662,396	6,068,775	6,438,445	6,392,756
Total business-type activities net position	<u>\$ 12,243,066</u>	<u>\$ 19,340,084</u>	<u>\$ 22,929,104</u>	<u>\$ 26,890,819</u>
Primary Government				
Net investment in capital assets	\$ 20,417,747	\$ 31,110,968	\$ 35,732,813	\$ 42,749,731
Restricted	82,522	5,091,814	4,863,706	5,773,438
Unrestricted	7,538,248	10,638,053	11,618,954	11,936,418
Total primary government net position	<u>\$ 28,038,517</u>	<u>\$ 46,840,835</u>	<u>\$ 52,215,473</u>	<u>\$ 60,459,587</u>

<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>
\$ 23,825,627	\$ 25,091,826	\$ 26,297,382	\$ 26,710,539	\$ 24,859,451	\$ 25,177,065
5,249,750	4,442,014	4,353,031	10,859,158	10,932,658	10,503,214
4,625,325	4,242,057	4,024,456	4,757,333	4,487,549	4,737,305
<u>\$ 33,700,702</u>	<u>\$ 33,775,897</u>	<u>\$ 34,674,869</u>	<u>\$ 42,327,030</u>	<u>\$ 40,279,658</u>	<u>\$ 40,417,584</u>
\$ 20,296,002	\$ 23,752,860	\$ 25,362,569	\$ 24,238,464	\$ 32,253,055	\$ 31,055,100
118,297	149,094	765,294	2,208,655	2,189,552	2,107,725
6,580,141	3,809,714	1,710,380	1,211,917	2,441,509	2,837,663
<u>\$ 26,994,440</u>	<u>\$ 27,711,668</u>	<u>\$ 27,838,243</u>	<u>\$ 27,659,036</u>	<u>\$ 36,884,116</u>	<u>\$ 36,000,488</u>
\$ 44,121,629	\$ 48,844,686	\$ 51,659,951	\$ 50,949,003	\$ 57,112,506	\$ 56,232,165
5,368,047	4,591,108	5,118,325	13,067,813	13,122,210	12,610,939
11,205,466	8,051,771	5,734,836	5,969,250	6,929,058	7,574,968
<u>\$ 60,695,142</u>	<u>\$ 61,487,565</u>	<u>\$ 62,513,112</u>	<u>\$ 69,986,066</u>	<u>\$ 77,163,774</u>	<u>\$ 76,418,072</u>

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

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
Expenses				
Governmental Activities:				
General government	\$ 2,247,068	\$ 944,630	\$ 785,799	\$ 867,560
Public safety	1,126,502	1,204,888	1,397,495	163,248
Public ways and facilities	1,110,984	790,416	812,320	978,051
Culture and recreation	234,193	376,894	440,256	485,944
Community development	151,835	211,658	593,167	1,101,216
Interest on long-term debt	9,128	8,485	8,125	7,577
Total Governmental Activities Expenses	<u>4,879,710</u>	<u>3,536,971</u>	<u>4,037,162</u>	<u>3,603,596</u>
Business-type Activities				
Water	560,885	527,253	1,069,818	1,078,638
Sewer	823,477	932,794	1,074,688	1,121,766
Total Business-Type Activities Expenses	<u>1,384,362</u>	<u>1,460,047</u>	<u>2,144,506</u>	<u>2,200,404</u>
Total Primary Government Expenses	<u>\$ 6,264,072</u>	<u>\$ 4,997,018</u>	<u>\$ 6,181,668</u>	<u>\$ 5,804,000</u>
Program Revenues				
Governmental Activities:				
Charges for services:				
General government	\$ 58,198	\$ 860,110	\$ 174,663	\$ 73,919
Public safety	196,228	309,973	297,967	361,484
Public ways and facilities	2,119,994	2,933,278	852,999	806,589
Culture and recreation	357,804	352,510	201,576	235,096
Community development	207,408	372,164	769,633	340,850
Operating grants and contributions	1,411,677	1,161,469	883,991	1,484,052
Capital grants and contributions	4,005,450	7,141,932	17,281	2,809,465
Total Governmental Activities Program Revenues	<u>8,356,759</u>	<u>13,131,436</u>	<u>3,198,110</u>	<u>6,111,455</u>
Business-Type Activities:				
Charges for services:				
Water	1,697,876	2,218,718	1,245,061	1,260,977
Sewer	2,252,603	3,339,133	1,737,381	1,844,538
Operating grants and contributions	377,159	-	-	-
Capital grants and contributions	1,402,123	2,942,914	2,325,590	2,882,698
Total Business-Type Activities Program Revenues	<u>5,729,761</u>	<u>8,500,765</u>	<u>5,308,032</u>	<u>5,988,213</u>
Total Primary Government Program Revenues	<u>\$ 14,086,520</u>	<u>\$ 21,632,201</u>	<u>\$ 8,506,142</u>	<u>\$ 12,099,668</u>

<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>
\$ 627,563	\$ 466,702	\$ 476,146	\$ 384,156	\$ 412,935	\$ 399,590
1,806,590	1,698,799	1,835,998	1,727,176	1,692,570	1,744,005
1,005,625	695,187	858,822	844,453	775,399	1,178,326
661,265	477,418	524,675	515,775	503,341	496,495
1,054,897	439,633	388,380	606,085	589,673	517,636
7,111	6,305	16,556	4,908	4,160	3,348
<u>5,163,051</u>	<u>3,784,044</u>	<u>4,100,577</u>	<u>4,082,553</u>	<u>3,978,078</u>	<u>4,339,400</u>
1,294,680	1,317,033	1,274,430	1,267,180	1,342,609	1,381,185
1,269,658	1,323,859	1,661,896	1,614,859	2,694,727	2,544,455
<u>2,564,338</u>	<u>2,640,892</u>	<u>2,936,326</u>	<u>2,882,039</u>	<u>4,037,336</u>	<u>3,925,640</u>
<u>\$ 7,727,389</u>	<u>\$ 6,424,936</u>	<u>\$ 7,036,903</u>	<u>\$ 6,964,592</u>	<u>\$ 8,015,414</u>	<u>\$ 8,265,040</u>
\$ 62,823	\$ 63,838	\$ 67,433	\$ 435,738	\$ 76,244	\$ 70,805
336,655	363,492	355,367	384,574	388,263	378,725
332,088	474,204	474,353	410,929	344,981	343,482
132,423	139,756	150,378	146,573	170,061	162,631
82,243	184,538	233,189	147,962	151,284	178,503
980,955	744,348	1,466,831	4,358,608	1,385,431	1,004,975
759,589	152,576	257,902	117,592	564,161	402,859
<u>2,686,776</u>	<u>2,122,752</u>	<u>3,005,453</u>	<u>6,001,976</u>	<u>3,080,425</u>	<u>2,541,980</u>
921,547	1,040,934	1,050,211	844,900	902,570	850,832
1,447,946	1,772,336	2,037,925	1,863,695	2,181,809	2,179,286
-	-	-	-	-	-
200,000	-	-	84,247	10,161,065	-
<u>2,569,493</u>	<u>2,813,270</u>	<u>3,088,136</u>	<u>2,792,842</u>	<u>13,245,444</u>	<u>3,030,118</u>
<u>\$ 5,256,269</u>	<u>\$ 4,936,022</u>	<u>\$ 6,093,589</u>	<u>\$ 8,794,818</u>	<u>\$ 16,325,869</u>	<u>\$ 5,572,098</u>

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

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
Net (Expense)/Revenue¹				
Governmental activities	\$ 3,477,049	\$ 9,594,465	\$ (839,052)	\$ 2,507,859
Business-type activities	4,345,399	7,040,718	3,163,526	3,787,809
 Total Primary Government Net Expense	 <u>\$ 7,822,448</u>	 <u>\$ 16,635,183</u>	 <u>\$ 2,324,474</u>	 <u>\$ 6,295,668</u>
 General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Property taxes	\$ 663,714	\$ 928,360	\$ 1,348,013	\$ 1,716,555
Sales and use taxes	170,792	145,804	174,001	184,036
Franchise taxes	105,801	125,023	142,467	137,139
Property transfer taxes	49,915	57,495	37,137	16,662
Grants and contributions - unrestricted	179,965	72,050	129,662	53,556
Interest and investment earnings	118,713	369,254	484,266	457,890
Miscellaneous	176,290	217,026	366,907	546,058
Transfers	213,715	195,823	(57,783)	102,644
Extraordinary gain	-	-	-	-
 Total Governmental Activities	 <u>1,678,905</u>	 <u>2,110,835</u>	 <u>2,624,670</u>	 <u>3,214,540</u>
Business-type Activities				
Interest and investment earnings	47,873	250,086	372,307	276,550
Miscellaneous	-	2,037	15,404	-
Transfers	(213,715)	(195,823)	57,783	(102,644)
 Total Business-Type Activities	 <u>(165,842)</u>	 <u>56,300</u>	 <u>445,494</u>	 <u>173,906</u>
 Total Primary Government	 <u>\$ 1,513,063</u>	 <u>\$ 2,167,135</u>	 <u>\$ 3,070,164</u>	 <u>\$ 3,388,446</u>
 Change in Net Position				
Governmental activities	\$ 5,155,954	\$ 11,705,300	\$ 1,785,618	\$ 5,722,399
Business-type activities	4,179,557	7,097,018	3,609,020	3,961,715
 Total Primary Government	 <u>\$ 9,335,511</u>	 <u>\$ 18,802,318</u>	 <u>\$ 5,394,638</u>	 <u>\$ 9,684,114</u>

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.

<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>
\$ (2,476,275)	\$ (1,661,292)	\$ (1,095,124)	\$ 1,919,423	\$ (897,653)	\$ (1,797,420)
5,155	172,378	151,810	(89,197)	9,208,108	(895,522)
<u>\$ (2,471,120)</u>	<u>\$ (1,488,914)</u>	<u>\$ (943,314)</u>	<u>\$ 1,830,226</u>	<u>\$ 8,310,455</u>	<u>\$ (2,692,942)</u>
\$ 1,645,832	\$ 1,498,092	\$ 1,221,589	\$ 1,250,494	\$ 1,239,301	\$ 1,241,319
186,347	176,158	197,343	222,448	262,905	294,102
138,523	136,247	138,306	135,517	136,868	139,766
14,620	11,451	10,688	11,301	9,114	12,837
37,354	28,895	44,502	6,840	4,792	4,145
264,186	109,954	97,386	79,828	75,530	73,827
124,779	267,018	231,104	92,395	120,453	169,350
101,412	(491,328)	53,178	103,898	(378,280)	-
-	-	-	378,280	-	-
<u>2,513,053</u>	<u>1,736,487</u>	<u>1,994,096</u>	<u>2,281,001</u>	<u>1,470,683</u>	<u>1,935,346</u>
135,642	39,313	23,298	13,411	10,974	10,221
-	14,209	4,645	477	5,998	1,673
(101,412)	491,328	(53,178)	(103,898)	-	-
<u>34,230</u>	<u>544,850</u>	<u>(25,235)</u>	<u>(90,010)</u>	<u>16,972</u>	<u>11,894</u>
<u>\$ 2,547,283</u>	<u>\$ 2,281,337</u>	<u>\$ 1,968,861</u>	<u>\$ 2,190,991</u>	<u>\$ 1,487,655</u>	<u>\$ 1,947,240</u>
\$ 36,778	\$ 75,195	\$ 898,972	\$ 4,200,424	\$ 573,030	\$ 137,926
39,385	717,228	126,575	(179,207)	9,225,080	(883,628)
<u>\$ 76,163</u>	<u>\$ 792,423</u>	<u>\$ 1,025,547</u>	<u>\$ 4,021,217</u>	<u>\$ 9,798,110</u>	<u>\$ (745,702)</u>

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

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
General Fund				
Reserved	\$ 9,245	\$ 11,748	\$ 14,245	\$ 12,245
Unreserved	3,038,734	4,542,511	4,720,551	5,202,120
Total General Fund	<u>\$ 3,047,979</u>	<u>\$ 4,554,259</u>	<u>\$ 4,734,796</u>	<u>\$ 5,214,365</u>
All Other Governmental Funds				
Unreserved, reported in:				
Special revenue funds	\$ 2,753,941	\$ 4,885,726	\$ 4,268,779	\$ 5,513,199
Capital projects funds	-	121,066	483,405	(35,615)
Total All Other Governmental Funds	<u>\$ 2,753,941</u>	<u>\$ 5,006,792</u>	<u>\$ 4,752,184</u>	<u>\$ 5,477,584</u>

	Fiscal Year			
	2010/2011	2011/2012	2012/2013	2013/2014
General Fund				
Nonspendable	\$ 379,300	\$ -	\$ -	\$ -
Committed	2,481,928	2,487,180	2,510,279	2,514,883
Unassigned	1,526,655	1,918,069	1,985,378	2,037,092
Total General Fund	<u>\$ 4,387,883</u>	<u>\$ 4,405,249</u>	<u>\$ 4,495,657</u>	<u>\$ 4,551,975</u>
All Other Governmental Funds				
Nonspendable	\$ 172,530	\$ -	\$ -	\$ -
Restricted	4,180,501	10,859,158	10,932,658	10,503,214
Unassigned	(386,273)	(4,439)	(346,316)	(49,787)
Total All Other Governmental Funds	<u>\$ 3,966,758</u>	<u>\$ 10,854,719</u>	<u>\$ 10,586,342</u>	<u>\$ 10,453,427</u>

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.

<u>2008/2009</u>	<u>2009/2010</u>
\$ 14,745	\$ 17,245
<u>4,388,451</u>	<u>4,143,909</u>
<u>\$ 4,403,196</u>	<u>\$ 4,161,154</u>

\$ 5,236,025	\$ 4,424,769
<u>-</u>	<u>(209,921)</u>
<u>\$ 5,236,025</u>	<u>\$ 4,214,848</u>

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

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
Revenues				
Taxes and assessments	\$ 837,505	\$ 1,025,271	\$ 1,585,013	\$ 2,755,058
Licenses and permits	1,399,432	2,228,693	566,282	1,039,549
Fines and forfeitures	-	-	-	7,436
Use of money	57,675	154,433	242,907	457,890
Intergovernmental	356,218	503,708	167,750	1,588,190
Charges for services	34,830	42,869	50,752	97,797
Other revenues	189,635	191,729	246,850	546,058
Total Revenues	2,875,295	4,146,703	2,859,554	6,491,978
Expenditures				
Current:				
General government	930,480	748,042	755,521	880,572
Public safety	950,183	1,203,078	1,271,952	1,504,358
Public ways and facilities	-	357,537	251,943	544,653
Culture and recreation	124,238	216,739	314,127	417,575
Community development	-	156,264	192,342	1,101,216
Debt service				
Principal	7,000	8,000	8,000	9,000
Interest	9,128	8,485	8,125	7,577
Capital outlay	472,212	213,359	15,891	924,702
Total Expenditures	2,493,241	2,911,504	2,817,901	5,389,653
Excess of Revenues Over (Under) Expenditures	382,054	1,235,199	41,653	1,102,325
Other Financial Sources (Uses)				
Transfers in	539,659	383,345	3,088,066	3,123,756
Transfers out	-	(112,266)	(2,949,179)	(3,021,112)
Total Other Financial Sources (Uses)	539,659	271,079	138,887	102,644
Extraordinary gain	-	-	-	-
Net Change in Fund Balances	\$ 921,713	\$ 1,506,278	\$ 180,540	\$ 1,204,969
 Debt Service as a Percentage of Noncapital Expenditures	 0.80%	 0.61%	 0.58%	 0.37%

<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>
\$ 2,578,059	\$ 2,540,100	\$ 2,613,913	\$ 2,485,312	\$ 2,863,851	\$ 2,220,317
444,691	562,834	549,275	522,378	394,624	451,881
15,084	6,922	5,751	9,870	6,721	6,867
264,186	109,954	97,386	76,999	78,359	73,827
1,131,234	704,323	1,449,768	4,217,447	1,141,556	1,575,066
52,807	79,370	105,240	60,727	133,467	80,882
124,779	276,604	231,104	92,395	120,453	169,350
<u>4,610,840</u>	<u>4,280,107</u>	<u>5,052,437</u>	<u>7,465,128</u>	<u>4,739,031</u>	<u>4,578,190</u>
587,672	411,815	412,141	327,197	367,720	347,258
1,717,263	1,611,660	1,725,374	1,641,963	1,602,027	1,670,167
289,885	256,301	414,164	372,854	275,526	678,801
584,686	383,213	423,889	409,879	397,262	386,469
852,952	439,633	388,380	606,085	589,673	517,636
10,000	10,000	11,000	11,000	12,000	13,000
7,111	6,305	16,556	4,908	4,160	3,348
<u>1,715,411</u>	<u>1,933,071</u>	<u>1,908,002</u>	<u>1,119,830</u>	<u>1,167,335</u>	<u>1,038,108</u>
<u>5,764,980</u>	<u>5,051,998</u>	<u>5,299,506</u>	<u>4,493,716</u>	<u>4,415,703</u>	<u>4,654,787</u>
<u>(1,154,140)</u>	<u>(771,891)</u>	<u>(247,069)</u>	<u>2,971,412</u>	<u>323,328</u>	<u>(76,597)</u>
2,154,907	2,110,306	1,918,195	4,664,414	1,123,115	993,112
<u>(2,053,495)</u>	<u>(2,601,634)</u>	<u>(1,865,017)</u>	<u>(4,560,516)</u>	<u>(1,501,395)</u>	<u>(993,112)</u>
<u>101,412</u>	<u>(491,328)</u>	<u>53,178</u>	<u>103,898</u>	<u>(378,280)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>378,280</u>	<u>-</u>	<u>-</u>
<u>\$ (1,052,728)</u>	<u>\$ (1,263,219)</u>	<u>\$ (193,891)</u>	<u>\$ 3,453,590</u>	<u>\$ (54,952)</u>	<u>\$ (76,597)</u>
0.42%	0.52%	0.81%	0.47%	0.50%	0.45%

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
2004/2005	\$ 151,657,608	\$ 3,193,078	\$ 259,901	\$ 155,110,587	11.570%	1.000%
2005/2006	191,046,284	2,514,825	119,931	193,681,040	24.870%	1.000%
2006/2007	305,452,181	3,554,355	108,550	309,115,086	59.600%	1.000%
2007/2008	388,826,609	4,409,217	55,926	393,291,752	27.230%	1.000%
2008/2009	370,352,618	5,445,846	66,680	375,865,144	-4.430%	1.000%
2009/2010	323,245,981	5,607,852	66,680	328,920,513	-12.490%	1.000%
2010/2011	288,107,715	5,141,917	66,680	293,316,312	-10.820%	1.000%
2011/2012	274,962,151	5,101,648	66,680	280,130,479	-4.500%	1.000%
2012/2013	272,426,872	5,096,684	2,004	277,525,560	-0.930%	1.000%
2013/2014	279,374,003	4,610,118	2,004	283,986,125	2.330%	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: Auditor-Controller's Office, County of Sutter
HDL Coren & Cone

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

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
City of Live Oak General purpose	1.000	1.000	1.000	1.000
	1.000	1.000	1.000	1.000
Live Oak Unified School District	0.050	0.053	0.052	0.023
Yuba Community College District	-	-	-	0.014
	<u>1.050</u>	<u>1.053</u>	<u>1.052</u>	<u>1.037</u>

Notes:

(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: Auditor-Controller's Office, County of Sutter
HDL Coren & Cone

<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>
1.000	1.000	1.000	1.000	1.000	1.000
1.000	1.000	1.000	1.000	1.000	1.000
0.060	0.059	0.073	0.076	0.081	0.082
0.016	0.018	0.015	0.025	0.025	0.027
1.076	1.077	1.088	1.101	1.106	1.109

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

<u>Taxpayer</u>	<u>Fiscal Year 2013/2014</u>	
	<u>Taxable Assessed Value</u>	<u>Percent of Total City Taxable Assessed Value</u>
CCA Properties of America	\$ 6,707,527	2.36%
9000 Larkin Road	3,410,125	1.20%
Tower Energy Group Corporation	3,397,336	1.20%
Millenium Farms LLC	2,961,505	1.04%
Sunsweet Dryers Etal	2,246,498	0.79%
Jaswant S. Saprai	2,272,341	0.80%
Kashmir K. Gill	1,811,089	0.64%
L and R Gas and Food Inc.	1,808,476	0.64%
KB Home Sacramento Inc.	1,455,000	0.51%
Live Oak Senior MH Park LLC	1,294,269	0.46%
	<u>\$ 27,364,166</u>	<u>9.64%</u>
Total City of Live Oak assessed property valuation Fiscal Year 2013/14		<u>\$ 283,986,125</u>

<u>Taxpayer</u>	<u>Fiscal Year 2011/2012</u>	
	<u>Taxable Assessed Value</u>	<u>Percent of Total City Taxable Assessed Value</u>
CCA Properties of America LLC	\$ 6,447,071	2.30%
Tower Energy Group Corporation	3,428,889	1.22%
Auburn Manor Holding Corporation	3,392,115	1.21%
Sunsweet Dryers	2,502,236	0.90%
KB Homes Sacramento	2,107,000	0.76%
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%
Millenium Farms LLC	1,303,354	0.47%
	<u>\$ 26,001,361</u>	<u>9.28%</u>
Total City of Live Oak assessed property valuation Fiscal Year 2011/12		<u>\$ 280,130,479</u>

Note: Data pertaining to fiscal year 2004/2005 is not available, the latest prior year available is fiscal year 2011/2012.

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

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

<u>Fiscal Year</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Collections within the Fiscal Year of the Levy</u>		<u>Total Collections to Date</u>	
		<u>Amount</u>	<u>Percent of Levy</u>	<u>Amount</u>	<u>Percent of Levy</u>
2004/2005	\$ 228,411	\$ 228,411	100.00%	\$ 228,411	100.00%
2005/2006	302,021	302,021	100.00%	302,021	100.00%
2006/2007	495,888	495,888	100.00%	495,888	100.00%
2007/2008	607,428	607,428	100.00%	607,428	100.00%
2008/2009	589,827	589,827	100.00%	589,827	100.00%
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%

Source: Auditor-Controller's Office, County of Sutter
Finance Department, City of Live Oak

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

Fiscal Year	Governmental Activities		Business-Type Activities				
	Loans	Total	Loans	Bonds	Certificates of Participation	Capital Leases	Total
2004/2005	\$ 137,000	\$ 137,000	\$ 201,243	\$ 236,000	\$ 1,230,000	\$ -	\$ 1,667,243
2005/2006	129,000	129,000	178,899	217,000	2,561,235	-	2,957,134
2006/2007	121,000	121,000	160,380	197,000	2,610,000	-	2,967,380
2007/2008	112,000	112,000	130,802	176,000	2,550,000	-	2,856,802
2008/2009	102,000	102,000	104,956	154,000	2,490,000	-	2,748,956
2009/2010	92,000	92,000	1,531,863	131,000	2,430,000	-	4,092,863
2010/2011	81,000	81,000	10,593,503	107,000	2,370,000	-	13,070,503
2011/2012	70,000	70,000	15,201,959	82,000	2,310,000	-	17,593,959
2012/2013	58,000	58,000	5,874,727	55,000	2,250,000	309,641	8,489,368
2013/2014	45,000	45,000	5,689,374	27,000	2,190,000	245,689	8,152,063

(1) See Demographic and Economic Statistics schedule for personal income and population data.

(2) See Assessed Value and Estimated Actual Value of Taxable Property schedule for property value data.

n/a - information is not available

Source: City of Live Oak Annual Financial Reports
Finance Department, City of Live Oak

Total Primary Government	Percentage of Personal Income (1)	Percentage of Assessed Value (2)	Per Capita (1)
\$ 1,804,243	1.81%	1.16%	\$ 274
3,086,134	2.77%	1.59%	424
3,088,380	2.45%	1.00%	389
2,968,802	2.17%	0.75%	359
2,850,956	2.07%	0.76%	344
4,184,863	3.10%	1.27%	493
13,151,503	9.47%	4.48%	1,588
17,663,959	13.03%	6.31%	2,142
8,547,368	n/a	3.08%	1,025
8,197,063	n/a	2.89%	969

CITY OF LIVE OAK
Direct and Overlapping Bonded Debt
As of June 30, 2014

City Assessed Valuation		\$ 283,986,125	
	Percent Applicable	Outstanding Debt June 30, 2014	Estimated Share of Overlapping Debt
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Live Oak Unified School District	43.493%	\$ 8,532,282	\$ 3,710,945
Yuba Community College District	3.593%	39,431,837	1,416,786
Sutter Butte Flood Control Agency Obligations	3.160%	<u>5,870,441</u>	<u>185,506</u>
Total Overlapping Tax and Assessment Debt		<u>53,834,560</u>	<u>5,313,237</u>
OVERLAPPING GENERAL FUND OBLIGATION DEBT:			
Sutter County Office of Education Certificates of Participation	0.000%	<u>5,075,000</u>	<u>-</u>
Total Overlapping General Fund Obligation Debt		<u>5,075,000</u>	<u>-</u>
Total Overlapping Debt		<u>58,909,560</u>	<u>5,313,237</u>
DIRECT GENERAL FUND OBLIGATION DEBT:			
City of Live Oak loan	100.000%	<u>45,000</u>	<u>45,000</u>
Total Direct General Fund Obligation Debt		<u>45,000</u>	<u>45,000</u>
Total Combined Debt		<u>\$ 58,954,560</u>	<u>\$ 5,358,237</u>
RATIOS TO 2013/2014 ASSESSED VALUATION:			
Ratio of overlapping debt to assessed value		20.76%	1.89%

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.

Source: Auditor-Controller's Office, County of Yuba
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, 2014

Secured Property Assessed Value, Net of Exempt Real Property	\$ 283,986,125
	<hr/>
Bonded debt limit (3.75% of assessed value) (a)	\$ 10,649,480
Less debt subject to limit:	
Total water certificates of participation at 06/30/14	(1,230,000)
Total sewer certificates of participation at 06/30/14	(960,000)
Total sewer revenue bonds at 06/30/14	(27,000)
	<hr/>
Legal debt margin	\$ 8,432,480
	<hr/> <hr/>

(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

CITY OF LIVE OAK
Demographic and Economic Statistics
Last Ten Calendar Years

Calendar Year	Population	Personal Income		Taxable Assessed Valuation	Per Capita Taxable Property Values	Average Unemployment Rate
		Total (in thousands)	Per Capita			
2005	6,585	\$ 99,805	\$ 15,156	\$ 155,110,587	\$ 23,555	17.9%
2006	7,277	111,447	15,315	193,681,040	26,616	16.6%
2007	7,937	125,989	15,874	309,115,086	38,946	17.6%
2008	8,263	137,027	16,583	393,291,752	47,597	21.5%
2009	8,287	137,641	16,609	375,865,144	45,356	29.8%
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	n/a	n/a	283,986,125	33,564	24.5%

n/a - information is not available

Source: Assessor's Office, County of Sutter
Finance Department, City of Live Oak
Franchise Tax Board, State of California

CITY OF LIVE OAK
Principal Employers
Current Year and Two Years Ago

<u>Employer</u>	<u>Fiscal Year 2013/2014</u>			<u>Fiscal Year 2011/2012</u>		
	<u>Number of Employees</u>	<u>Rank</u>	<u>Percent of Total Employment</u>	<u>Number of Employees</u>	<u>Rank</u>	<u>Percent of Total Employment</u>
Live Oak Unified School District	191	1	9.10%	192	1	6.62%
River Valley Care Center	123	2	5.86%			
City of Live Oak	30	3	1.43%	29	3	1.00%
E-Center Head Start	14	4	0.67%	25	4	0.86%
Sunsweet Dryers	10	5	0.48%	25	5	0.86%
Tower Supermarket	11	6	0.52%	25	6	0.86%
United States Post Office	12	7	0.57%	12	7	0.41%
Live Oak Pharmacy	6	8	0.29%	7	9	0.24%
Gold Country Bank	5	9	0.24%	4	10	0.14%
Live Oak Manor				85	2	2.93%
Live Oak Medical Clinic				9	8	0.31%
Total	<u>402</u>		<u>19.16%</u>	<u>413</u>		<u>14.23%</u>

Note: Data pertaining to fiscal year 2004/2005 is not available, the latest prior year available is fiscal year 2011/2012.

Source: City of Live Oak
Employment Development Department, State of California

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

	As of June 30,			
	2005	2006	2007	2008
City Council	5	5	5	5
City Manager	1	1	1	1
City Clerk's Office	1	1	1	1
Administration	1	1	1	1
Finance/Administrative Services	3	4	4	4
Community Development	2	3	3	1
Public Works	11	9	13	9
Parks and Recreation	13	7	6	6
Building	2	3	3	2
Total Full-Time Equivalent Employees	<u>39</u>	<u>34</u>	<u>37</u>	<u>30</u>

Source: Finance Department, City of Live Oak

2009	2010	2011	2012	2013	2014
5	5	5	5	5	5
1	1	1	1	1	1
1	1	1	1	1	1
1	1	1	1	1	1
4	4	4	4	4	4
1	1	1	1	1	1
7	8	9	8	9	9
7	7	7	7	7	7
2	2	1	1	1	1
29	30	30	29	30	30

**CITY OF LIVE OAK
Operating Indicators
Last Ten Fiscal Years**

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
Business Licenses				
Annual business license	126	149	163	166
One time license	-	-	-	-
Environment and Utilities				
Gallons of wastewater treated per year (in millions)	216	227	161	144
Fire				
Fires per year	26	24	25	26
Emergency medical calls per year	417	467	495	523
Hazardous materials incidents per year	8	12	10	4
Non-emergency service calls per year	90	166	187	190
Police				
911 calls per year	n/a	n/a	n/a	1,106
Cases investigated per year	645	660	702	739
Arrests per year	243	158	276	273
Building Permits				
Building permits issued per year	504	492	257	281
New building and alteration valuation	\$ 58,342,402	\$ 61,152,807	\$ 12,488,247	\$ 9,788,024

Note: Data pertaining to 911 calls per year is not available for years prior to FY 2007/2008.

n/a - information is not available

Source: City of Live Oak
Sutter County Sheriff
Sutter County Fire

<u>2008/2009</u>	<u>2009/2010</u>	<u>2010/2011</u>	<u>2011/2012</u>	<u>2012/2013</u>	<u>2013/2014</u>
133	147	156	148	140	286
-	-	-	-	18	18
236	235	282	210	258	223
20	18	20	26	41	47
542	559	544	530	603	509
9	4	4	6	12	5
114	125	124	137	136	192
1,574	1,528	1,363	1,485	845	1,401
669	685	867	709	826	930
174	244	175	193	186	202
146	174	141	155	110	147
\$ 1,906,625	\$ 5,644,595	\$ 6,157,812	\$ 7,621,784	\$ 1,892,973	\$ 2,188,866

CITY OF LIVE OAK
Capital Asset Statistics
Last Ten Fiscal Years

	Fiscal Year			
	2004/2005	2005/2006	2006/2007	2007/2008
Environment and Utilities				
Miles of municipal sewer mains	24.9	24.9	24.9	24.9
Maximum daily capacity (gallons per day)	1,400,000	1,400,000	1,400,000	1,400,000
Miles of water mains	30.4	30.4	30.4	30.4
Water wells	5	5	5	5
Water storage tanks	-	1	1	1
Fire				
Full-time staffed positions	4	4	4	4
Volunteer stations	1	1	1	1
Police				
Stations	1	1	1	1
Vehicles and motorcycles	8	8	9	9
Community Development				
Miles of municipal roadways	18.53	18.53	20.31	20.31
Park sites	4	4	4	5

Source: City of Live Oak

2008/2009	2009/2010	2010/2011	2011/2012	2012/2013	2013/2014
24.9	24.9	24.9	24.9	24.9	24.9
1,400,000	1,400,000	1,400,000	1,400,000	1,400,000	1,400,000
30.4	30.4	30.4	30.4	30.4	30.4
4	4	4	4	4	4
1	1	1	1	1	1
4	4	4	4	4	4
1	1	1	1	1	1
1	1	1	1	1	1
10	10	10	10	10	10
25.61	25.61	25.61	26.84	28.44	28.44
6	7	8	8	8	8

CITY OF LIVE OAK
Sales Value History
Last Ten Years

<u>Calendar Year</u>	<u>Full Value Sales</u>	<u>Average Price</u>	<u>Median Price</u>	<u>Median % Change</u>
2005	83	\$ 264,861	\$ 244,000	45.02%
2006	81	283,142	271,500	11.27%
2007	66	243,676	225,750	-16.85%
2008	110	162,936	167,050	-26.00%
2009	134	135,254	131,000	-21.88%
2010	110	130,695	132,500	1.15%
2011	115	121,666	120,000	-9.43%
2012	111	121,243	129,000	7.50%
2013	73	133,756	138,500	7.36%
2014	78	156,977	155,000	6.20%

Note: 2014 figures only reflect the first two quarters of the calendar year.

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