



Winters City Council Meeting
City Council Chambers
318 First Street

Tuesday, February 17, 2015

6:30 p.m.

AGENDA

Members of the City Council

*Cecilia Aguiar-Curry, Mayor
Woody Fridae, Mayor Pro-Tempore
Harold Anderson
Wade Cowan
Pierre Neu*

*John W. Donlevy, Jr., City Manager
Ethan Walsh, City Attorney
Nanci Mills, City Clerk*

PLEASE NOTE – The numerical order of items on this agenda is for convenience of reference. Items may be taken out of order upon request of the Mayor or Councilmembers. Public comments time may be limited and speakers will be asked to state their name.

Roll Call

Pledge of Allegiance

Approval of Agenda

COUNCIL/STAFF COMMENTS

PUBLIC COMMENTS

At this time, any member of the public may address the City Council on matters, which are not listed on this agenda. Citizens should reserve their comments for matter listed on this agenda at the time the item is considered by the Council. An exception is made for members of the public for whom it would create a hardship to stay until their item is heard. Those individuals may address the item after the public has spoken on issues that are not listed on the agenda. Presentations may be limited to accommodate all speakers within the time available. Public comments may also be continued to later in the meeting should the time allotted for public comment expire.

CONSENT CALENDAR

All matters listed under the consent calendar are considered routine and non-controversial, require no discussion and are expected to have unanimous Council support and may be enacted by the City Council in one motion in the form listed below. There will be no separate discussion of these items. However, before the City Council votes on the motion to adopt, members of the City Council, staff, or the public may request that specific items be removed from the Consent Calendar for separate discussion and action. Items(s) removed will be discussed later in the meeting as time permits.

- A. Minutes of the Regular Meeting of the Winters City Council Held on Tuesday, February 3, 2015 (pp. 5-9)
- B. Public Improvement Agreement for "Mermod Parcel" (pp. 10-28)

PRESENTATIONS

Proclamation Commending Elly Fairclough, Congressman Garamendi's District Director, for Her Dedication and Continued Public Service (pp. 29)

Proclamations Honoring Eagle Scouts Brandon Freed, Colwyn Martin and Tynum Spalding (pp. 30-32)

Swearing in of New Police Officer – Morgan Hatcher

Winters Tobacco Retail Licensing by the Yolo County Department of Health Services

DISCUSSION ITEMS

- 1. Consideration of a Winters Tobacco Sales Ordinance (pp. 33-62)
- 2. City of Winters Comprehensive Annual Financial Report (CAFR) for Year Ending June 30, 2014 (pp. 63-233)
- 3. Lease Agreement Between the City of Winters and Charley Wallace for that Certain Property at 201 First Street, Winters, CA (pp. 234-241)

CITY OF WINTERS AS SUCCESSOR AGENCY TO THE WINTERS
COMMUNITY DEVELOPMENT AGENCY

- 1. None
-

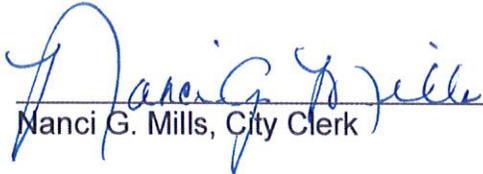
CITY MANAGER REPORT

INFORMATION ONLY

1. November 2014 Investment Earnings Report (pp. 242-243)
2. November 2014 Treasurer Report (pp. 244-250)
3. December 2014 Investment Earnings Report (pp. 251-252)
4. December 2014 Treasurer Report (pp. 253-259)

ADJOURNMENT

I declare under penalty of perjury that the foregoing agenda for the February 17, 2015 regular meeting of the Winters City Council was posted on the City of Winters website at www.cityofwinters.org and Councilmembers were notified via e-mail of its' availability. A copy of the foregoing agenda was also posted on the outside public bulletin board at City Hall, 318 First Street on February 12, 2015, and made available to the public during normal business hours.



Manci G. Mills, City Clerk

Questions about this agenda – Please call the City Clerk's Office (530) 794-6701. Agendas and staff reports are available on the city web page www.cityofwinters.org/administrative/admin_council.htm

General Notes: Meeting facilities are accessible to persons with disabilities. To arrange aid or services to modify or accommodate persons with disability to participate in a public meeting, contact the City Clerk.

Staff recommendations are guidelines to the City Council. On any item, the Council may take action, which varies from that recommended by staff.

The city does not transcribe its proceedings. Anyone who desires a verbatim record of this meeting should arrange for attendance by a court reporter or for other acceptable means of recordation. Such arrangements will be at the sole expense of the individual requesting the recordation.

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Any attachments to the agenda that are not available online may be viewed at the City Clerk's Office or locations where the hard copy packet is available.*

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City Council agenda packets are available for review or copying at the following locations:

Winters Library – 708 Railroad Avenue

City Hall – Finance Office - 318 First Street

During Council meetings – Right side as you enter the Council Chambers

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Wednesday at 10:00 a.m.

Videotapes of City Council meetings are available for review at the Winters Branch of the Yolo County Library.



Minutes of the Winters City Council Meeting
Held on Tuesday, February 3, 2015

Mayor Cecilia Aguiar-Curry called the meeting to order at 6:30 p.m.

Present: Council Members Harold Anderson, Wade Cowan, Woody Fridae, Pierre Neu and Mayor Cecilia Aguiar-Curry.

Absent: None

Staff: City Manager John Donlevy, City Attorney Ethan Walsh, City Clerk Nanci Mills, Economic Development/Housing Programs Manager Dan Maguire, Environmental Services Manager Carol Scianna, and Management Analysts Jenna Moser and Tracy Jensen.

Christine Crawford led the Pledge of Allegiance.

Approval of Agenda: Motion by Council Member Fridae, second by Council Member Neu to approve the agenda with no changes. Motion carried with the following vote:

AYES: Council Members Anderson, Cowan, Fridae, Neu, Mayor Aguiar-Curry

NOES: None

ABSENT: None

ABSTAIN: None

COUNCIL/STAFF COMMENTS

PUBLIC COMMENTS: None

CONSENT CALENDAR

- A. Minutes of the Regular Meeting of the Winters City Council Held on Tuesday, January 20, 2015

- B. Waiver for Extended Work Hours for Creek Work Project
- C. Maintenance Work at Well #7

City Manager Donlevy gave an overview. Motion by Council Member Fridae, second by Council Member Neu, to approve the Consent Calendar. Motion carried with the following vote:

AYES: Council Members Anderson, Cowan, Fridae, Neu, Mayor Aguiar-Curry
NOES: None
ABSENT: None
ABSTAIN: None

PRESENTATIONS

Proclamation Recognizing the Accomplishments of Congressman Garamendi
District Director Elly Fairclough **(Moved to 2/17/2015 Agenda)**

Christine Crawford, LAFCO Executive Officer, presented to Council the draft Yolo Broadband Strategic Plan, which included reasons for the importance of reliable wireless capabilities in outlying areas: economic development, commerce, agriculture, schools/homework, adult education & training, healthcare, public safety, government services, entertainment and telecommuting. Unfortunately Winters is overlooked by most big internet providers and the service that is provided is comparatively more expensive for what businesses and residents get compared to other cities in Yolo County. Christine outlined the next steps for Winters, which included meeting with Wave Broadband to find out about expansion plans, conduct a feasibility study for citywide broadband network, adopt a General Plan amendment as policy framework, and coordinate with other local agencies for joint infrastructure. LAFCO is looking for feedback/direction on recommended action items or changes for the City of Winters, which will be incorporated into the final Yolo Broadband Strategic Plan. Mayor Aguiar-Curry wants Winters to be a Broadband leader and thanked Christine for her presentation.

DISCUSSION ITEMS

1. Second Reading and Adoption of Ordinance 2015-01, Approving the Amended and Restated Development Agreement By and Between the City of Winters and GBH-Winters Highlands, LLC, for the Winters Highlands Subdivision

City Manager Donlevy gave an overview, followed by Council's discussion regarding move-up housing and the types of housing to be included in the project. Council Member Neu wanted the record to reflect that pertaining to the Phasing of the Development, the maximum number of permits for 100 single-family homes should be based on any 12-month period, not one calendar year.

City Attorney Walsh said the requested language of 100 units in a single 12-month period can be incorporated into the motion as long as the developer was OK with it. Jeff Pemstein was supportive of this change and said the diversity of housing is present, the units are alley loaded and the lots are larger.

Motion by Council Member Cowan to waive the second reading and adopt Ordinance 2015-01 approving the amended and restated Development Agreement by and between the City of Winters and GBH-Winters Highlands LLC, and included the following verbiage in the motion: "the Developer shall not be entitled to apply for and receive Building Permits for more than 100 single family residential units in a single twelve-month period for the Winters Highlands subdivision. Motion seconded by Council Member Fridae. Motion carried with the following vote:

AYES: Council Members Anderson, Cowan, Fridae, Neu, Mayor Aguiar-Curry
NOES: None
ABSENT: None
ABSTAIN: None

2. Partnership with Boost – A Preschool Intervention Program

Director of Administrative Services Nanci Mills gave an overview of the staff report, discussing the advantages of partnering together and the fact that it would allow for increased ability to improve funding opportunities. There would be no cost to the City, other than limited staff time. Boost will be seeking funding from a combination of collaborators, private funding sources and possible grants from Yocha Dehe and First Five Yolo.

Ravi Tumber greeted Council and introduced the BOOST team, comprised of Cheryl Moore, an early childhood educator, Janet Anderson, a physical therapist, and Jenne Myers, a speech and language pathologist. The BOOST program would provide an extra layer of education for pre-schoolers prior to entering Kindergarten who are challenged by language delays, delayed motor skill development, behavioral issues, cognitive delays, learning disabilities, emotional immaturity and/or a lack of social skills. Council agreed that this kind of program is key for childhood development and City support would be minimal compared to what we would get in return. Council asked about opening is up to all ages and not just preschool. Cheryl Moore said all directors were on board with implementing for all ages. Council thanked Ravi and the entire BOOST team for their presentation.

Motion by Council Member Cowan, second by Council Member Fridae to approve staff recommendation by approving the partnership with BOOST, a preschool intervention program. Motion carried with the following vote:

AYES: Council Members Anderson, Cowan, Fridae, Neu, Mayor Aguiar-Curry
NOES: None

ABSENT: None
ABSTAIN: None

3. Next Century Cities – City Membership

City Manager Donlevy gave an overview and said in order for the Next Century Cities organization to assist the City of Winters with the improvement and expansion of broadband and internet, it is required that Winters become a member. There is no fee for membership.

Motion by Council Member Fridae, second by Council Member Neu to approve membership to Next Century Cities. Motion carried with the following vote:

AYES: Council Members Anderson, Cowan, Fridae, Neu, Mayor Aguiar-Curry
NOES: None
ABSENT: None
ABSTAIN: None

4. Resolution 2015-03 Amending the City of Winters 2014-2015
Adopted Operating Budget - Budget Adjustment for Nature Park
Conservation Easement (CE) Expenses not to exceed \$22,050

Environmental Services Manager Carol Scianna gave an overview. City Attorney Walsh confirmed a small ¼ acre parcel was not included in the original easement area. Sacramento Valley Conservancy cannot accept the land in the easement without completion of Phase I environmental. Once completed, this small parcel will officially be added to the Conservation Easement area.

Motion by Council Member Fridae, second by Council Member Anderson to approve Resolution 2015-03 amending the City of Winters 2014-2015 Adopted Operating Budget. Council Member Cowan said he thought elderberry beetles were supposed to be removed from the endangered list, and if so, discontinue paying a monitoring fee. City Manager Donlevy said they were supposed to be de-listed last year, but they were kicked out of the process, so we're still on the hook for the monitoring fee. Motion carried with the following vote:

AYES: Council Members Anderson, Cowan, Fridae, Neu, Mayor Aguiar-Curry
NOES: None
ABSENT: None
ABSTAIN: None

CITY OF WINTERS AS SUCCESSOR AGENCY TO THE WINTERS
COMMUNITY DEVELOPMENT AGENCY

1. None

CITY MANAGER REPORT: Council has been copied on an e-mail regarding Blue Mountain Terrace. The Home pre-application received a perfect score and things are lining up for this project. We could be breaking ground this year! Bernadette has been awesome and is a top quality professional. Last week, the downtown hotel project went to the Planning Commission and the big issue is removing the concrete at the old firehouse. Demolition is scheduled to begin within the next couple of weeks and it will be ugly for awhile with the parking lot being fenced off. The issue at the Planning Commission meeting was parking for the downtown hotel. They did a great job going through and reviewing the project with a genuine concern for parking. Regarding Hudson Ogando, we've never had a developer this good! They are doing a great job on the grading, the site is clean and professional, and they are banging out street after street. The PG&E project is getting ready to rock with the Environmental Impact Report scheduled to hit the streets on 2/20, with a 45-day review period. The City Council & Planning Commission will be holding two joint workshops, with the first being on 3/17 (PG&E/review environmental aspects) and the second on 3/24 (PG&E design and infrastructure review). The City's public works department is clicking along, with staff in its third month in taking over the wastewater operations. We have a great team and they haven't missed a beat. They are working with Little League to expand the base paths and re-locate the irrigation and the relationship with Little League has been exceptional. The last Saturday in April is Youth Day and is also Volunteer Day; will propose that Volunteer Day be the following Saturday, May 2. Attended the City Managers Conference last week where the keynote speaker was James Fallows, who talked about the factors that make communities successful. Of his list of 10 key factors, which included culture of community, overall vibe and ability to be successful, Winters scored 9 out of 10! The City Manager is one of eight that have been asked to sit on a focus group for the International City Manager Association. Council Member Cowan had questions about move-up housing and the number of proposed lots on the Ogando project. The contract planner will respond to this inquiry and confirm existing zoning regulations.

ADJOURNMENT: Mayor Aguiar-Curry adjourned the meeting at 8:24 p.m.

Cecilia Aguiar-Curry, MAYOR

ATTEST:

Nanci G. Mills, City Clerk



**CITY COUNCIL
STAFF REPORT**

TO: Honorable Mayor and Councilmembers

DATE: February 17, 2015

THROUGH: John W. Donlevy, Jr., City Manager

FROM: Alan Mitchell, City Engineer; Jenna Moser, Mgmt. Analyst -Planning JM

SUBJECT: Public Improvement Agreement for “Mermod Parcel”

RECOMMENDATION: That City Council approve the Public Improvement Agreement and authorize the Mayor to execute the Public Improvement Agreement for “Mermod Parcel”.

BACKGROUND: The attached Public Improvement Agreement has been prepared for “Mermod Parcel”. Approval will allow the public improvements associated with the project to be constructed.

The Design Review application and Conditions of Approval were approved by Planning Commission on January 27, 2015. As a condition of the development, the Applicant is required to enter into a Public Improvement Agreement in order to construct the required public improvements.

The project includes improvements along the frontage of Mermod Road, and water & sewer service extending from Mermod Road. Mermod Road improvements include curb/gutter, sidewalks, new water services, and signing and striping.

The primary access to the project site is via Mermod Road.

Sanitary sewer service is provided by extension of an on-site sewer main that serves the existing Mermod Road.

Water service is provided by the construction of a new water service from Mermod Road.

The Public Improvement Agreement requires bonds to assure construction of the public improvements, and stipulates the work shall be completed within one year of notice to proceed.

FISCAL IMPACT: None associated with this action

Recording Requested by
and when Recorded return to:

City of Winters
318 First Street
Winters, CA 95694
Attn: City Manager

EXEMPT FROM RECORDING FEES PER
GOVERNMENT CODE §§6103, 27383

(SPACE ABOVE THIS LINE RESERVED FOR RECORDER'S USE)

**PUBLIC IMPROVEMENT AND MAINTENANCE
AGREEMENT**

MERMOD ROAD - PARCEL MAP No. 5058

This Public Improvement and Maintenance Agreement ("AGREEMENT") is made and entered into this 10 day of February, 2015 ("EFFECTIVE DATE") by and between the CITY OF WINTERS, a municipal corporation, hereinafter called ("CITY") and Next Generation Development, LLC, A California limited liability company, hereinafter called ("DEVELOPER"). CITY and DEVELOPER are hereinafter sometimes collectively referred to as the "PARTIES" and singularly as "PARTY."

RECITALS

WHEREAS, DEVELOPER has presented to CITY a certain parcel map and improvement plans for the subdivision of land, for residential development ("PROJECT"), located within the corporate limits of the City, said map has been prepared in accordance with the Subdivision Map Act of the State of California, the subdivision ordinance of CITY, and which fully describes and defines the property which is the subject of this Agreement; and

WHEREAS, the proposed subdivision of land is commonly known and described as Mermod Road – Parcel Map No. 5058 and is hereafter called "the subdivision"; and

WHEREAS, DEVELOPER requested and received approval of said parcel map prior to construction of all of the required improvements. Required improvements include but are not limited to the following: streets, sidewalks, curbs, gutters, water and sewer and storm drainage facilities, public utility facilities, and other public improvements that are required by the Subdivision Map Act, the subdivision ordinances of CITY, and final grading plans, if any, approved by CITY. The foregoing improvements are hereinafter referred to as "the required improvements"; and

WHEREAS, The Planning Commission, by the adoption of Resolution No. 2014-01, incorporated herein by reference, has approved the parcel map of the subdivision.

WHEREAS, The City Council, by adoption of Resolution No. 2014-30, incorporated herein by reference, has approved and accepted all offers of dedication made in connection with such approval (except as otherwise provided in the resolution), subject to the condition precedent that DEVELOPER first enter into this public improvement and maintenance agreement with the CITY; and

WHEREAS, the CITY and the DEVELOPER desire to enter into this AGREEMENT to provide for the construction and dedication to the City of the required public improvements, as more particularly set forth below.

AGREEMENT

NOW, THEREFORE, IN CONSIDERATION OF THE MUTUAL PROMISES CONTAINED HEREIN, THE PARTIES HEREBY AGREE AS FOLLOWS:

1. **Payment of Fees:** Subsequent to execution of this AGREEMENT by CITY, or at such times as are legally required, DEVELOPER shall pay to CITY all those planning, plan check approval, and administrative fees required by CITY ordinances, as more specifically set forth in paragraph 32 of this AGREEMENT. Those fees to be paid shall include actual staff time and expenses incurred in the processing and checking of improvement plans. All other fees (e.g. development impact fees) shall be paid in accordance with existing ordinances or resolutions and this AGREEMENT.

2.. **Inspection Fees:** The DEVELOPER shall pay to the CITY fees for inspecting the construction of the required public improvements in an amount equal to a deposit of Ten-Thousand Nine Hundred and Seventy-One Dollars. Said fees in the amount of \$10,971 shall be paid at time of approval of the improvement plans.

The fees referred to in this paragraph are not necessarily the only City inspection fees, charges, or other costs that may be imposed on the PROJECT, and this AGREEMENT shall in no way exonerate or relieve the DEVELOPER from paying such other applicable fees, charges, and/or other costs. Fees associated with over-time inspections and other special inspections related to the required public improvements may be drawn down from the initial \$10,971 deposit, or any subsequent deposit as required by the CITY.

3. Construction of Improvements:

a. Except as otherwise provided below, DEVELOPER agrees to furnish, construct and install at DEVELOPER's sole cost and expense all the required public improvements as shown and approved on the improvement plans prepared by CNA Engineering, dated 2-5, 2015 ("IMPROVEMENT PLANS"), a copy of which is on file in the office of the City Engineer, and is incorporated herein by reference, along with any changes or modifications as may be required by the City Engineer. The IMPROVEMENT PLANS may be modified by the DEVELOPER as construction progresses, provided that any modification is approved in writing by the City Engineer. The total estimated cost of the required public improvements is Seventy-One-Thousand and Eighty-Seven Dollars (\$71,087).

b. DEVELOPER agrees to install street lights pursuant to P.G. & E. and City requirements.

c. DEVELOPER agrees that gas, electric, telephone and cable television utilities shall be provided via underground transmission facilities at no cost to CITY. DEVELOPER's cost of such facilities (excluding those costs to be paid by utility companies) shall be included in the amount of improvement securities required in Section 9 of this AGREEMENT.

4. Conformance with Improvements Plans:

a. All construction of the required public improvements shall conform with the IMPROVEMENT PLANS and shall comply with all applicable standards as required by the CITY's improvement standards, and shall be to the reasonable satisfaction of the City Engineer.

b. DEVELOPER shall provide the City Engineer with a geotechnical study showing condition of the soil/earth for infrastructure, and building pads.

5. **Fulfillment of Conditions:** DEVELOPER shall fulfill all conditions of approval imposed by CITY's City Council, and incorporated herein by this reference, in accordance with CITY ordinances, and state law. Reimbursement to CITY of CITY staff time, costs, and expenses, including legal expenses, incurred in the processing, review, approval, inspecting and completion of the improvement and agreements therefore, is a specific condition of approval.

6. **Schedule For Construction:** Construction of all required public improvements shall be commenced by the DEVELOPER within one-hundred eighty (180) days of the Effective Date and shall be completed within three hundred-sixty five (365) calendar days thereafter. At least fifteen (15) calendar days prior to the commencement of construction, the DEVELOPER shall notify the City Engineer, in writing of the date DEVELOPER shall commence construction, and shall provide the City Engineer with a construction schedule, in a form specified by the City Engineer, before beginning any work.

7. **Inspection and Access to Work**

a. Except as otherwise provided, all equipment, materials, and work shall be subject to inspection and testing by the City Engineer. The City Engineer may observe the progress and quality of the work and determine, in general, if construction of the required public improvements is proceeding in accordance with the intent of the IMPROVEMENT PLANS. The City Engineer is not required to make comprehensive or continuous inspections to check the quality of the work, and shall not be responsible for construction means, methods, techniques, sequences, or procedures, or for safety precautions and programs in connection with the work. Visits and observations made by the City Engineer shall not relieve the DEVELOPER of its obligation to conduct comprehensive inspections of the work and to furnish proper materials, labor, equipment and tools, construct acceptable work, and to provide adequate safety precautions, in conformance with this AGREEMENT.

b. Whenever the DEVELOPER varies the period during which work is carried out each day, DEVELOPER shall give due notice to the City Engineer so that proper inspection may be provided. Any work done in the absence of proper inspection by the City Engineer shall be subject to re-inspection. Safe access to all parts of the work shall at all times be maintained for the necessary use of the City Engineer, other agents of the CITY, and agents of the Federal, State, or local governments, as

applicable, during reasonable hours for inspection of the work to ascertain compliance with applicable laws and regulations.

c. One or more inspectors may be assigned by the City Engineer to observe the work and compliance with this AGREEMENT. It is understood that such inspectors shall have the power to issue instructions, reject work, and make decisions regarding compliance with this AGREEMENT, subject to review by the City Engineer within the limitations of the authority of the City Engineer. Such inspection shall not relieve the DEVELOPER of its obligation to conduct comprehensive inspections of the work, to furnish proper materials, labor, equipment and tools, construct acceptable work, and to provide adequate safety precautions in conformance with this AGREEMENT.

d. The City Engineer and its representatives shall at all times have access to the work wherever it is in preparation or progress, and the DEVELOPER shall provide safe and convenient facilities for such access and for inspection. If this AGREEMENT, the CITY's improvement standards, the City Engineer's instructions, or the laws, ordinances, of any applicable public authority require any material, equipment or work to be specifically tested or approved, the DEVELOPER shall give the City Engineer timely notice of its readiness for such inspection, and if the inspection is by an authority other than the CITY, notice shall be given of the time fixed for such inspection. Inspections by the City Engineer will be made promptly and, where practicable, at the source of supply.

e. Work performed without inspection may be required to be removed and replaced under proper inspection. In such instances, the entire cost of removal and replacing such work, including the cost of City furnished materials used in the work, shall be borne by the DEVELOPER, regardless of whether or not the work exposed is found to be defective.

f. The DEVELOPER shall furnish promptly without additional charge all facilities, equipment and materials reasonably needed by the City Engineer for performing all inspection and tests. The DEVELOPER shall be charged with any additional cost of inspection when material and workmanship are not ready at the time of its inspection.

g. Where any part of the work is being done under an encroachment permit or building permit, or is subject to Federal, State, County or City codes, laws, ordinances, rules or

regulations, representatives of the applicable government agency shall have full access to the work and shall be allowed to make any inspection or tests in accordance with such permits, codes, laws, ordinances, rules, or regulations. If advance notice of the readiness of the work for inspection is required by the governing agency, the DEVELOPER shall furnish such notice to the appropriate agency.

8. Timeliness and Extension:

a. Time is of the essence of this AGREEMENT. The dates for commencement and completion of the required public-improvements may be extended as provided in this paragraph. The City Engineer may extend the dates due to delays in the work actually caused by inclement weather, riots, strikes, lockouts, fires, earthquake, floods and conditions resulting therefrom, or for other reasons beyond the control of the DEVELOPER. Extension of the dates for any other cause shall be made only by the City Council. Extension shall be granted only upon a showing of good cause by the DEVELOPER. The City Council shall be the sole and final judge as to whether sufficient good cause has been shown to warrant granting the DEVELOPER an extension.

b. Request for extension of the commencement and/or completion date shall be in writing and delivered to the CITY in the manner hereinafter specified for service of notices in paragraph 27 of this AGREEMENT. An extension of time, if any, shall be granted only in writing, and an oral extension shall not be valid or binding on the CITY.

c. In the event the CITY extends the time of commencement and/or completion of the work to be done under this AGREEMENT, such extension shall in no way release any guarantee or security given by the DEVELOPER pursuant to this AGREEMENT, or relieve or release those providing an improvement security pursuant to this AGREEMENT. Those individuals or entities providing improvement security for the PROJECT as specified in Paragraph 9 below shall be deemed to have expressly agreed to any such extension of time. Any such extension may be granted without notice to those entities or individuals providing improvement security to the DEVELOPER.

d. The granting of any extension of time may be conditioned by the CITY by requiring new or amended improvement security in amounts increased to reflect increases in the costs of constructing the required improvements or by other conditions imposed by the CITY to protect its interests and ensure the timely completion of the required public improvements.

9. **Improvements Security:** Concurrently with the execution of this AGREEMENT, the DEVELOPER or the DEVELOPER's designated General Contractor(s) shall furnish the CITY:

a. Improvement security in the sum of Seventy-One-Thousand and Eighty-Seven Dollars (\$71,087), which is equal to one hundred (100) percent of the total estimated cost of constructing the required public improvements, which estimated cost has been reviewed and approved by the City Engineer, and the cost of any other obligation to be performed by DEVELOPER under this AGREEMENT; and

b. Separate improvement security in the sum of Thirty-Five-Thousand Five-Hundred and Forty-Three Dollars (\$35,543), which is equal to fifty (50) percent of the estimated cost of constructing the required public improvements, securing payment to the contractor, subcontractor, and to persons furnishing labor, materials, or equipment to them for the construction of the required public improvements.

c. As part of the obligation guaranteed by the security and in addition to the face amount of the security, there shall be included costs and reasonable expenses and fees, including reasonable attorney's fees, incurred by CITY in successfully enforcing the obligation secured.

d. The type and form of the improvements security shall be in conformance with Chapter 5 of the Subdivision Map Act (Government Code section 66499.10) and shall be subject to the approval of the City Manager and City Attorney. No change, alteration, or addition to the terms of this Agreement or the improvement plans accompanying the same shall in any manner affect the obligation of those providing improvement security pursuant to this Agreement, except as otherwise provided by the Subdivision Map Act. Security may be an instrument of credit or similar security from one or more financial institutions subject to regulation by the state or federal government and pledging that the funds necessary to carry out the act or agreement are on deposit and guaranteed for payment, and said security document shall be subject to approval of the City.

10. **Release of Security:** The security furnished by the DEVELOPER may be released in whole or in part in the following manner:

a. Security given for faithful performance of any act or agreement may be released upon the performance of the act and final completion and acceptance by the City Council of the required work. Partial release of said security upon partial performance of the act or the acceptance of the work

as it progresses may be made upon written authorization of the City Engineer following his inspection and approval of the required public improvements or work related thereto, and the approval of the City Council once each month. In any event, however, sufficient security in an amount equal to ten percent (10%) of the estimated cost of the required public improvements to be constructed, shall be retained for the guarantee and warranty of the constructed improvements and related work against any defective work or labor done, or defective materials furnished, and for the purpose of guaranteeing payment to the contractor, his subcontractors and to persons furnishing labor, materials or equipment, and the same shall be retained for one (1) year after completion and acceptance by the CITY of all required public improvements and work related thereto. CITY is further not obligated to release any amount of security deemed reasonably necessary by CITY to assure payment of reasonable expenses and fees, including reasonable attorney's fees.

b. Security securing the payment to contractor, his subcontractors and to persons furnishing labor, materials or equipment shall, six (6) months after performance of the act and the completion and acceptance of the work, be reduced to an amount not less than the total of all claims on which the action has been filed and notice thereof given in writing to the City Council, and if no such actions have been filed the security may be released in full.

11. **Risk of Loss Prior To Acceptance:** Neither the CITY, nor any of its officers/elected officials or employees, shall be liable or responsible to DEVELOPER or anyone else, for any accident, loss, or damage, happening or occurring to the improvements specified in this AGREEMENT prior to the completion and acceptance of the required public improvements by CITY. The entire risk of loss relative to said improvements shall be with the DEVELOPER during the period of construction thereof and prior to completion and acceptance thereof by CITY.

12. **As Built Drawings:** DEVELOPER shall keep accurate records on a set of project mylar prints of all additions and deletions to the work, and of all changes in location, elevation, and character of the work, not otherwise shown or noted on the IMPROVEMENT PLANS. Prior to field acceptance of the work, all additions and deletions shall be transferred to mylars and two half size sets of prints. DEVELOPER shall deliver this "as built" information to the City Engineer for the Engineer's approval and retention along with an AutoCAD 2000 or later digital file of IMPROVEMENT PLANS submitted on Compact Disk.

13. **Utility Arrangements:** DEVELOPER shall file with the City Engineer, prior to commencement of any work to be performed pursuant to this AGREEMENT, a written statement or a will service letter signed by DEVELOPER and each public utility serving the project, providing that DEVELOPER has made all arrangements required and necessary to provide the public utility service to the project. Said agreement will provide for the undergrounding of all utility lines on the property as approved by the City Engineer. For purposes of this paragraph, the term "public utility" shall include, but is not limited to, a company providing natural gas, water, sewer, electricity, telephone, and/or cable television service. Said provision shall be without expense to the CITY.

14. **Insurance:** DEVELOPER shall not commence construction or work under this AGREEMENT until all insurance required under this paragraph is obtained and until such insurance has been approved by the City Attorney as to form and sufficiency, nor shall the DEVELOPER allow any contractor or subcontractor to commence work until all similar insurance required of the contractor or subcontractor shall have been so obtained and approved.

a. WORKERS' COMPENSATION INSURANCE shall be provided, during the life of this AGREEMENT, for all employees employed for construction or work required under this AGREEMENT regardless of whether said employees are employed by Owner or Owner's contractors, subcontractors, or agents. DEVELOPER shall indemnify and hold harmless CITY for any damage resulting from failure of either DEVELOPER or any contractor or subcontractor to take out or maintain such insurance.

b. DEVELOPER shall obtain the following insurance coverages naming DEVELOPER's contractors, subcontractors, and their agents as insured, and the coverage and certificate(s) thereof shall have been approved by the City Attorney:

1) COMPREHENSIVE GENERAL LIABILITY INSURANCE for liability assumed by DEVELOPER pursuant to this AGREEMENT with CITY. The minimum limits of liability for the insurance of this PROJECT for the CITY shall be One Million Dollars (\$1,000,000) per occurrence with a Two Million Dollars (\$2,000,000) aggregate for bodily injury liability and property damage liability.

2) AUTOMOBILE LIABILITY INSURANCE coverage in minimum limits of not less than One Million Dollars (\$1,000,000) shall be required by DEVELOPER and/or DEVELOPER's contractors and sub-contractors hired to perform work on the PROJECT for owned, hired, leased, and non-owned autos.

An additional insured endorsement to the DEVELOPER's liability insurance policies shall name the CITY, its elective and appointive boards, commissions, officers, agents, consultants, and employees, as additional insured, and provide that such insurance is primary insurance with respect to the interest of the CITY and that of any other insurance maintained by the CITY.

15. Certificates of Insurance: Promptly upon execution of this AGREEMENT, and prior to commencement of any work, the DEVELOPER shall provide the CITY with certificates of insurance evidencing that the above-required insurance has been obtained and is in full force and effect. The terms of the above-required insurance policy/policies shall require each carrier to give CITY at least thirty (30) calendar days prior written notice of cancellation or reduction in coverage of each of the above-required insurance policies during the effective period of this AGREEMENT Insurance coverage in the minimum amounts set forth herein shall not be construed to relieve DEVELOPER for liability in excess of such coverage, nor shall it preclude CITY from taking such other actions as are available to it under any other provisions of this AGREEMENT or otherwise in law.

16. Indemnification and Hold Harmless: DEVELOPER will indemnify, hold harmless and assume the defense of, in any actions of law or in equity, the CITY, its officers/elected officials, employees, agents, consultants, and elective and appointive boards from any and all claims, losses, damage, including property damage, personal injury, including death, and liability of every kind, nature, and description, directly or indirectly arising out of or in any way connected with performance under this AGREEMENT and/or construction of the required public improvements by the DEVELOPER, his contractor or any subcontractor, or of any person directly or indirectly employed by, or acting as agent for the DEVELOPER, his contractor or any subcontractor. This indemnification and hold harmless provision shall extend to claims, losses, damage, injury, and liability for injuries occurring after completion of the construction. Acceptance of insurance certificates required under this AGREEMENT does not relieve DEVELOPER from liability under this indemnification and hold harmless provision.

17. **Developer Is Not An Agent of the City:** Neither DEVELOPER, nor any of DEVELOPER's contractors, subcontractors, or agents are or shall be considered agents of CITY when performing DEVELOPER's obligations under this AGREEMENT.

18. **Repair or Reconstruction of Defective Work:** For a period of one (1) year after acceptance by the City Council of the completed construction and work done under this AGREEMENT, DEVELOPER shall remain fully and completely responsible for the repair, replacement, and reconstruction of any defective or otherwise unsatisfactory work or labor done, or defective materials furnished, in the performance of this AGREEMENT by DEVELOPER. Should DEVELOPER fail or refuse to act promptly after receiving written notification by CITY of the necessity to act pursuant to the aforementioned requirement, or should the exigencies of the case require repairs or replacements to be made before DEVELOPER can be notified, CITY may, in its sole discretion, make the necessary repairs or replacements and perform the reconstruction work and DEVELOPER shall pay to CITY the actual cost therefore plus fifteen percent (15%) thereof, which additional fifteen percent (15%) shall be paid to CITY as and for an administrative fee. The PARTIES further understand and agree that the improvement security furnished pursuant to paragraph 9 of this AGREEMENT shall guarantee and secure the faithful performance of the provisions of this paragraph during the one-year warranty period.

19. **Acceptance and Dedication to City of Requirement Public Improvements:** Title to and ownership of the required public improvements constructed pursuant to this AGREEMENT by DEVELOPER shall vest absolutely to the CITY upon completion and acceptance in writing of such improvements by CITY. The CITY may elect not to accept the required public improvements, unless they are constructed in conformity with the approved IMPROVEMENT PLANS, approved modifications, if any, City's improvement standards, and to the satisfaction of the City Engineer.

20. **Notice of Breach and Default:** If DEVELOPER refuses or fails to obtain prosecution of the work, or any severable part thereof with such diligence as will insure its completion within the time specified, or any extensions thereof, or fails to obtain completion of said work within such time, or if the DEVELOPER should be adjudged a bankrupt, or DEVELOPER should make a general assignment for the benefit of DEVELOPER's creditors, or if a receiver should be appointed in the event of DEVELOPER's insolvency, or if DEVELOPER, or any of the DEVELOPER's contractors, subcontractors, agents, or employee, should violate any of the provisions of this AGREEMENT, CITY

may serve written notice of breach of this AGREEMENT upon DEVELOPER and any holder of security provided by DEVELOPER pursuant to paragraph 9 of this AGREEMENT.

21. Breach of Agreement: Performance by Improvement Security Provider or City:

a. In the event that DEVELOPER fails to cure any such breach in its entirety within fifteen (15) days of any such notice of breach and default, those entities or individuals providing improvement security to the DEVELOPER under Paragraph 9 shall have the duty to take over and complete the required public improvements herein specified. However, if within fifteen (15) days after the servicing upon it of such notice of breach, the security improvement providers do not give CITY written notice of its intention to take over the performance of the contract, and does not commence performance thereof within twenty (20) days after notice to such election, CITY may take over the work and prosecute the same to completion, by contract or by any other method CITY may deem advisable, for the account and at the expense of DEVELOPER and those providing improvement security to the DEVELOPER shall be liable to CITY for any excess cost or damages occasioned CITY thereby.

b. In the event DEVELOPER has provided security for DEVELOPER's performance under this AGREEMENT in either the form of a deposit or an instrument of credit, CITY, at its option, shall have full and conditional recourse to such security in accomplishing the performance incumbent upon DEVELOPER.

c. In the event the CITY takes action under Subsection 21(a) or 21(b) above, CITY without liability for so doing, may take possession of, and utilize in completing the work, such materials, appliances, plant and other property belonging to DEVELOPER as may be on the site of the work and necessary therefor. The rights of CITY provided in this Section are in addition to and cumulative to any and all other rights. Paragraphs 20 and 21 hereof shall not be construed as being in lieu of any other rights provided by law.

22. Prevailing Wages:

a. DEVELOPER acknowledges that CITY has made no representation, express or implied, to DEVELOPER or any person associated with DEVELOPER regarding whether or not laborers employed relative to the construction of the improvements to be constructed pursuant to this Agreement must be paid the prevailing per diem wage rate for their labor classification, as determined by the State of California, pursuant to Labor Code Section 1720, *et seq.* ("Prevailing Wage Laws").

DEVELOPER agrees with CITY that DEVELOPER shall assume any and all responsibility and be solely responsible for determining whether or not laborers employed relative to the construction undertaken pursuant to this Agreement must be paid the prevailing per diem wage rate pursuant to the Prevailing Wage Laws or other applicable law.

b. DEVELOPER, on behalf of itself, its successors, and assigns, waives and releases CITY from any right of action that may be available to any of them pursuant to Labor Code Section 1781 or any similar law. Relative to the waiver and release set forth in this Section, DEVELOPER acknowledges the protections of Civil Code Section 1542, which reads as follows:

A general release does not extend to claims which the creditor does not know or suspect to exist in his favor at the time of executing the release, which if known by him must have materially affected his settlement with the debtor.

By initialing below, DEVELOPER knowingly and voluntarily waives the provisions of Section 1542 or any similar law solely in connection with the waivers and releases contained in this Section.

MM (Initials of Authorized Developer Representative)

c. DEVELOPER shall indemnify, hold harmless and defend CITY against any claim for damages, compensation, fines, penalties or other amounts arising out of the failure or alleged failure of any person or entity (including DEVELOPER, its contractor(s) and subcontractors) to pay prevailing wages as required by law or to comply with the other applicable provisions of Labor Code Sections 1720 *et seq.* and implementing regulations of the Department of Industrial Relations in connection with construction and installation of the improvements required pursuant to this AGREEMENT.

DEVELOPER's defense of the CITY shall be provided by counsel reasonably acceptable to the CITY. The foregoing indemnity shall survive any termination of this AGREEMENT.

23. **Assessment District:** DEVELOPER expressly consents to the annexation to the City-Wide Maintenance Assessment District.

a. Purpose of said district is to provide and pay for the maintenance, servicing, and incidental expenses of the property's street lights, landscaping (where applicable), creek bank protection (where applicable), and open space areas along Putah Creek (where applicable), etc, as provided in the

Streets & Highways Code, Section 22500 et seq., arising from the impacts brought by DEVELOPER and improvements constructed by the DEVELOPER.

b. DEVELOPER agrees that current assessment levels are appropriate, as are the assessment formulas.

24. **Effect of Waiver:** CITY's waiver of a breach of any one (1) term, covenant, or other provision of this AGREEMENT, is not a waiver of a breach of any other term, nor is a subsequent breach of the term or provision thereby waived.

25. **Attorney's Fees:** In the event that DEVELOPER fails to perform any obligation hereunder and should CITY prevail in any legal action to compel performance of this AGREEMENT, DEVELOPER agrees to pay reasonable attorney's fees, all costs of suit and all other expenses of litigation incurred by CITY in connection therewith. "Venue for any litigation shall be Yolo County Superior Court, State of California."

26. **Binding on Heirs, Successors, and Assigns:** The covenants and conditions contained in this AGREEMENT shall be binding on DEVELOPER'S heirs, successors, and assigns until such time as said covenants and conditions completely have been fulfilled.

27. **Notices and Payments:** Notices shall be in writing. Payments shall be made by cash, check, or money order. Notices or payments may be made by personal delivery to or mailed to:

CITY: City of Winters
318 First Street
Winters, CA 95694
Attn: City Manager
Telephone: (530) 795-4910

DEVELOPER: JR BUILDERS
2950 Beacon Blvd. Ste. 45
West Sacramento 95691
Attn: Miguel Moreno
Telephone: 916-302-6512

Mailed notices or payments shall be deemed delivered three days after deposit in the U.S. Mail, properly addressed and with certified postage prepaid. A change of person or place to send or receive notices or payments shall be made in accordance with provision set forth hereinabove. Any PARTY or the surety may change such address by notice in writing to the other party and thereafter notices shall be addressed and transmitted to the new address.

28. **Definition of CITY:** "CITY" shall include the City Manager, the City Engineer, and other authorized representatives designated by the Winters City Council.

29. **Covenants and Conditions:** Each covenant and each condition shall be deemed both a covenant and a condition.

30. **Effective Period of This Agreement:** This AGREEMENT shall remain in full force and effect for a period of one (1) year after acceptance by the City Council of the completed construction and the work done under this AGREEMENT or from DEVELOPER's completion of the most recent repair or reconstruction work under paragraph 18 of this AGREEMENT, whichever is later.

31. **Recordation:** The PARTIES agree that this AGREEMENT shall be recorded at the Office of the Yolo County Recorder.

32. **Time For Payment of Fees:**

a. If DEVELOPER owes CITY money as reimbursement of costs related to processing application to date, said reimbursement shall be paid prior to the EFFECTIVE DATE of this AGREEMENT. The current amount due is \$14,124.

b. Fish and Game CEQA Mitigation: The DEVELOPER shall comply with provisions of Fish and Game Code Section 711.4 by, prior to any construction or grading of the PROJECT site, submitting written evidence of having paid applicable Fish and Game mitigation fees.

c. Building Permits Fees: Appropriate building permit fees shall be paid prior to issuance of building permits.

d. City Development Impact Fees: City of Winters Development Impact Fees in effect at the time of issuance of building permits shall be paid prior to issuance of certificates of occupancy unless otherwise stated in this requirement or the Development Agreement. Currently those fees include Water, Streets, Police, Fire, Sewer, Local Drainage, General Capital, and Monitoring (General Plan).

e. Left Blank

f. Development Impact fees are subject to an annual increase each July based upon Engineering News Record Construction Cost Index.

g. Yolo County Facilities Fees: County fees must be paid prior to issuance of

certificates of occupancy.

h. Public Improvement Plan Check and Inspection Fees: Appropriate plan check fees shall be paid prior to plan check of IMPROVEMENT PLANS. Appropriate inspection fees shall be paid prior to approval of the IMPROVEMENT PLANS.

i. Business License: Prior to conducting business in the City of Winters, all contractors, subcontractors, or any other agents shall pay for and obtain a Business License.

33. **Disclaimer Of Liability:** In the event any claim, action or proceeding is commenced naming the CITY or its agents, officers/elected officials, and employees as defendant, respondent or cross defendant arising or alleged to arise from the CITY's approval of this PROJECT, the DEVELOPER shall defend, indemnify, and hold harmless the CITY or its agents, officers/elected officials and employees, from liability, damages, penalties, costs or expense in any such claim, action, or proceeding to attach, set aside, void, or annul any approval of the CITY of Winters, the Winters Planning Commission, any advisory agency to the CITY and local district, or the Winters City Council. Project DEVELOPER shall defend such action at DEVELOPER's sole cost and expense which includes court costs and attorney fees. The CITY shall promptly notify the DEVELOPER of any such claim, action, or proceeding and shall cooperate fully in the defense. Nothing in this condition shall be construed to prohibit the CITY from participating in the defense of any claim, action, or proceeding, if the CITY bears its own attorney fees and cost, and defends the action in good faith. DEVELOPER shall not be required to pay or perform any settlement unless the settlement is approved by the DEVELOPER in good faith, and the settlement not direct or indirect cost on the CITY, or its agents, officers/elected officials, and employees, the Winters Planning Commission, any advisory agency to the CITY, local district and the Winters City Council. Notwithstanding anything in this AGREEMENT to the contrary, the foregoing shall not apply to any bona fide purchaser(s) from DEVELOPER following their acquisition of any parcel in the development project if the required improvements (for such purchasers' parcels) have been completed and accepted by the CITY.

34. **Certificates of Occupancy:** Except as otherwise provided in this AGREEMENT, permanent certificates of occupancy for the "PROJECT" shall not be issued until after completion, and issuance by the City, of the required public improvements pursuant to the approved public IMPROVEMENT PLANS, provided however that the City may issue permanent certificates of

occupancy for structures within the PROJECT if the City Engineer and Fire Chief determine, in their sole and absolute discretion, that DEVELOPER has completed such public improvements that provide the infrastructure and fire safety improvements as are necessary or appropriate to serve the structures for which such certificates of occupancy are requested, and the City Engineer and Fire Chief have each provided their determination in writing.

35. **Assignment or Transfer of Agreement.** DEVELOPER shall not assign, hypothecate or transfer, either directly or by operation of law, this AGREEMENT or any interest herein without prior written consent of City, which shall not be unreasonably withheld. Any attempt to do so shall be null and void, and any assignee, hypothecatee or transferee shall acquire no right or interest by reason of such attempted assignment, hypothecation or transfer. In the event that CITY consents in writing to such an assignment, any assignee, hypothecatee or transferee shall expressly assume DEVELOPER's obligations hereunder by a written agreement in a form as is reasonably acceptable to CITY, and containing such security as required pursuant to this AGREEMENT.

(ALL SIGNATURES MUST BE ACKNOWLEDGED)

CITY OF WINTERS:

DEVELOPER: JR Builders llc.

BY: _____
Cecilia Aguiar-Curry, MAYOR

BY: 
Miguel Moreno

ATTEST:

APPROVED AS TO FORM:

Nanci G. Mills, CITY CLERK

Ethan Walsh, ATTORNEY

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

CIVIL CODE § 1189

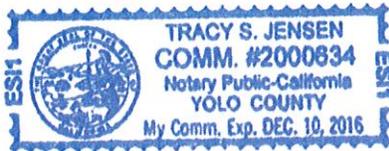
A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California)
County of Yolo)
On February 10, 2015 before me, Tracy Jensen, Notary Public
Date Here Insert Name and Title of the Officer
personally appeared Miguel Moreno
Name(s) of Signer(s)

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.



Signature Tracy S. Jensen
Signature of Notary Public

Place Notary Seal Above

OPTIONAL

Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.

Description of Attached Document

Title or Type of Document: Public Improvement Maint. Agmt - Mermod Rd - Parcel Map # 5058
Document Date: 2-10-15
Number of Pages: 17 Signer(s) Other Than Named Above: Cecilia Aguiar Curry, Mayor

Capacity(ies) Claimed by Signer(s)

Signer's Name: Miguel Moreno
Corporate Officer - Title(s):
Partner - Limited General
Individual Attorney in Fact
Trustee Guardian or Conservator
Other: Developer
Signer Is Representing: JRB Builders LLC

Signer's Name:
Corporate Officer - Title(s):
Partner - Limited General
Individual Attorney in Fact
Trustee Guardian or Conservator
Other:
Signer Is Representing:



*A Proclamation of the City Council of the City of Winters Commending
Elly Fairclough for her Dedication and Continued Public Service*

WHEREAS, Elly Fairclough has faithfully served the people of Yolo County for over twenty years and has been a powerful advocate for constituents in desperate need; and

WHEREAS, over the last twenty years, Elly Fairclough has served her constituents under the tutelage of Assemblymember Helen Thomson, Congressman Mike Thompson and most recently as the District Director for Congressman John Garamendi; and

WHEREAS, Elly Fairclough spearheads the Congressman's Women's Initiative Network including the Women of the Year Program, as well as every social services fair hosted by Congressman Garamendi and also helps develop and support the Congressman's Agriculture Advisory Group; and

WHEREAS, Elly Fairclough has been a champion in case work by assisting seniors to secure their Social Security and Medicare benefits and by assisting working families navigate through federal and state government departments; and

WHEREAS, Elly Fairclough is deeply involved with the local community and is a supporter of many local causes including the Yolo Arts Council and the Yolo Community Foundation; and

WHEREAS, Elly Fairclough participates in the annual "Youth in Government" program that allows high school students to shadow various community leaders.

NOW, THEREFORE, BE IT PROCLAIMED that the City Council of the City of Winters hereby recognizes and commends Elly Fairclough for her genuine passion for constituent services and thanks her for assisting countless families in our community.

Mayor Cecilia Aguiar-Curry

Mayor Pro Tem Woody Fridae

Council Member Harold Anderson

Council Member Wade Cowan

Council Member Pierre Neu

City Manager John W. Donlevy Jr.

ATTEST: Nanci G. Mills, City Clerk



**A PROCLAMATION OF THE CITY COUNCIL
OF THE CITY OF WINTERS HONORING
EAGLE SCOUT BRANDON FREED**

WHEREAS, Brandon J. Freed of Winters, California, has completed the requirements for, and having been examined by and Eagle Scout Board of Review, has been found worthy of the rank of Eagle Scout, an honor attained by only two percent of all Scouts; and

WHEREAS, Brandon, an active member of Troop 600, has held many leadership positions and enjoys camping and hiking with his troop. The Pinnacle hike was his favorite hike and Camp Wintae was his favorite summer camp; and

WHEREAS, Brandon's Eagle project was to build two new trophy cabinets to adorn the hallways of Winters High School, where they will be filled with athletic and scholastic accolades and will be on display for many years to come; and

WHEREAS, Brandon has been a member of the Winters High School Swim Team for all four years, achieving the level of Master Swimmer. He also reached the League Sections three times, placed third in the backstroke in a Championship Swim Meet, and was awarded the Coaches Award. During the summer, Brandon swims on the Winters Swim Team; and

NOW, THEREFORE, BE IT PROCLAIMED by the City Council of the City of Winters that Brandon Sneed be congratulated for fulfilling this significant requirement for his advancement to Eagle Scout and that he be sincerely thanked for his contributions to our community.

PASSED AND ADOPTED, this 17th Day of February, 2015.

Mayor Cecilia Aguiar-Curry

Mayor Pro Tem Woody Fridae

Councilmember Harold Anderson

Councilmember Wade Cowan

Councilmember Pierre Neu

City Manager John W. Donlevy, Jr.

ATTEST: City Clerk Nanci G. Mills



**A PROCLAMATION OF THE CITY COUNCIL
OF THE CITY OF WINTERS HONORING
EAGLE SCOUT COLWYN M. MARTIN**

WHEREAS, Colwyn M. Martin of Winters, California, has completed the requirements for, and having been examined by and Eagle Scout Board of Review, has been found worthy of the rank of Eagle Scout, an honor attained by only two percent of all Scouts; and

WHEREAS, Colwyn, an active member of Troop 600, has held many leadership positions within Troop 600. Colwyn’s Eagle Scout project was to build three new music instrument cabinets for Winters High School; and

WHEREAS, Colwyn has been a member of many clubs and organizations at Winters High School including Interact, California Scholastic Federation (CSF), Friday Night Live (currently President), Yolo County Youth Council, Debate team, Amigos Unidos, Personas del Mundo, Student Government, Concert Band, and Let’s Erase the Stigma (LETS); and

WHEREAS, Colwyn has performed many acts of Community Service including Putah Creek Clean-up and Winters Community Canned Food Drive for three years, Winters Cemetery Christmas Veterans Wreaths and Celebrate My Drive for two years, Winters Food Boxes and an intern at the Winters Community Library; and

WHEREAS, Colwyn has received academic excellence awards in English 9, Mathematics, and Life Science, most improved Instrumentalist in Concert Band during his Sophomore year and Most Valuable Player in Concert Band in his Junior year; and

NOW, THEREFORE, BE IT PROCLAIMED by the City Council of the City of Winters that Colwyn M. Martin be congratulated for fulfilling this significant requirement for his advancement to Eagle Scout and that he be sincerely thanked for his contributions to our community.

PASSED AND ADOPTED, this 17th Day of February, 2015.

Mayor Cecilia Aguiar-Curry

Mayor Pro Tem Woody Fridae

Councilmember Harold Anderson

Councilmember Wade Cowan

Councilmember Pierre Neu

City Manager John W. Donlevy, Jr.

ATTEST: City Clerk Nanci G. Mills



**A PROCLAMATION OF THE CITY COUNCIL
OF THE CITY OF WINTERS HONORING
EAGLE SCOUT TYNUM SPALDING**

WHEREAS, Tynum Spalding of Winters, California, has completed the requirements for, and having been examined by and Eagle Scout Board of Review, has been found worthy of the rank of Eagle Scout, an honor attained by only two percent of all Scouts; and

WHEREAS, Tynum, an active member of Troop 600, has been in the Boy Scouts since the first grade and has held many leadership positions within Troop 600. Tynum's Eagle Sout project was to refurbish two trophy cabinets at Winters High School, where they will continue to be filled with athletic and scholastic accolades and will be on display for many years to come; and

WHEREAS, Tynum has been a member of the Winters High School Swim Team for all four years and was awarded the Coaches Award his Senior year. Tynum also played football for three years and was voted the Most Inspirational Player his Senior year; and

WHEREAS, Tynum has been an active member of the Winters High School FFA, where he received the Blue & Gold Award, Greenhand Degree, Chapter Degree and placed 4th in the Yolo County Section Creed Speaking Contest. Tynum has raised pigs for three years and is currently the FFA Chapter Treasurer; and

WHEREAS, Tynum has been voted "Everyone's Friend" for Senior favorites this year, was a past Youth Day Sweethunk, a Mr. Warrior candidate, and Prom Prince. Tynum's favorite place to spend time is Santa Cruz & Capitola and enjoys attending San Francisco Giants games; and

NOW, THEREFORE, BE IT PROCLAIMED by the City Council of the City of Winters that Tynum Spalding be congratulated for fulfilling this significant requirement for his advancement to Eagle Scout and that he be sincerely thanked for his contributions to our community.

PASSED AND ADOPTED, this 17th Day of February, 2015.

Mayor Cecilia Aguiar-Curry

Mayor Pro Tem Woody Fridae

Councilmember Harold Anderson

Councilmember Wade Cowan

Councilmember Pierre Neu

City Manager John W. Donlevy, Jr.

ATTEST: City Clerk Nanci G. Mills



**CITY COUNCIL
STAFF REPORT**

TO: Mayor and City Council
DATE: February 17, 2015
FROM: John W. Donlevy, Jr., City Manager
SUBJECT: Tobacco Sales Ordinance

RECOMMENDATION:

Following the presentation from Yolo County Health Department, that the City Council provide direction regarding the consideration of a Tobacco Sales Ordinance.

BACKGROUND:

The City Council will receive a presentation from the Yolo County Health Department regarding the consideration of a tobacco sales ordinance. The attached information is from a similar ordinance done in the City of Davis.

DISCUSSION:

Staff is requesting direction from the City Council.

FISCAL IMPACT: To be determined.

ATTACHEMENT:

Sample ordinance and Davis Staff Report.

Staff Report

July 11, 2007

TO: City Council

FROM: Kelly Stachowicz, Deputy City Manager

SUBJECT: Tobacco Retail License Ordinance

Recommendation

1. Hold Public Hearing.
2. Introduce ordinance to create tobacco retail license.
3. Approve resolution to authorize City Manager to sign agreement between City of Davis and County of Yolo for Tobacco Retail Permit Administration Services.
4. Approve resolution to set fees to obtain a Tobacco Retail License at \$348 per vendor through June 2008.

Fiscal Impact

There is no fiscal impact to the City. All costs for administration, implementation and enforcement will be borne by Yolo County through the cost of the license. City staff will continue to work and meet with County staff to ensure that all parties are meeting requirements of agreement.

Background and Analysis

Background. Underage use of tobacco and tobacco products has been identified by Yolo County as well as others in the health care industry as a problem to address. The Yolo County Anti-Tobacco Youth Coalition approached the City over a year ago expressing concern about the high rate of tobacco sales to minors in Yolo County. They cited a 2002-2004 study performed by Yolo County that showed a tobacco sale rate to minors in Davis of 33%, meaning that a third of the 114 visits made to Davis stores resulted in a violation of tobacco sales to minors. Thirty-eight percent of the stores sold at least one time; Eighteen percent sold more than once. The state average is approximately 10%. Regardless, the sale of tobacco products to minors is something that ought to be kept to as minimal an amount as possible.

While there are state laws in place that make it illegal to sell tobacco to minors, these laws do little to provide enforcement. The STAKE Act creates penalties for violations but does not have funding to enforce the Act adequately. AB 71 requires a one-time licensing fee for vendors and has been successful in addressing the black market for tobacco sales in California. It has not specifically addressed sales to minors.

One solution to address the problem of illegal sales to minors is for local jurisdictions to implement a local ordinance to require a retail license for vendors selling tobacco products. Such an ordinance allows a local jurisdiction to require vendors to obtain a license annually in order to sell tobacco or tobacco products. The money from the licenses then goes directly to enforce the licenses. (It is not a revenue generator.) The license does not preempt or affect the state laws already on the books, nor does it interfere with regular law enforcement. The enforcement of a local license is allowed through administrative means.

Over 60 other communities in California are using this approach, including Sacramento County (\$287), Elk Grove (\$279), Riverside County (\$350) and Berkeley (\$407) and have seen a decline in rates of sales of tobacco and tobacco products to minors. The examples below come from a 2006 report of the American Lung Association of California (which is strongly in support of such local license requirements).

- Berkeley: fee adopted December 2002; rates dropped from 38% to 5.8%
- Elk Grove: fee adopted September 2004; rates dropped from 17% to 10%.
- Sacramento: fee adopted March 2004; rates dropped from 27% to 7%
- San Luis Obispo: fee adopted August 2003; rates dropped from 17% to 2%

In addition, Yolo County passed its own ordinance in August of 2006, requiring a license for all vendors in unincorporated jurisdictions of the County. The County currently has eighteen sites that sale tobacco. Two citations were issued early in the enforcement process; after that, no additional citations have been issued, resulting in an 11% sale rate for the County. The County is cautiously optimistic that the licensing is a factor in the decrease of the sale rate, which was previously found to be 28%. Additional enforcement will need to take place prior to a determination whether the licensing is indeed having a positive effect, although initial indications would suggest that it is.

Administration of the License Program. As the City worked with the County and began exploring the idea of a local license, it became clear that the city's Police Department did not have the staffing to handle regular compliance checks with all tobacco vendors in the city. The City requested that, if the City Council enacted such an ordinance, the County handle all aspects of the administration, oversight and enforcement of the license. Yolo County has agreed to do this, through a partnership of Public Health and the District Attorney's Office. Public Health will handle all administrative aspects of the licensing and the DA's Office will handle the enforcement portion.

To formalize this arrangement, the City Council is presented with three primary considerations.

- The first is the ordinance that would create the tobacco retail license requirement for vendors in the city of Davis. This ordinance adopts the majority of the County's ordinance, a copy of which has been provided for the Council's information. The portions of the County's ordinance that are not recommended for adoption have been marked with a strikethrough for ease of reading.
- The second is a proposed Agreement between the County and the City. The Agreement outlines the responsibilities of the County in administering and enforcing the license for

the city of Davis. The agreement requires the County to handle the license applications, issue the permit, administer the program, provide education to retailers, inspect and provide compliance checks and document any violations. The City would be responsible for providing information to businesses applying for a business license, communicating with vendors occasionally and communicating with the County, specifically in an annual meeting between the City and the County to review the implementation of the license requirement. The Council is asked to authorize the City Manager to enter into this agreement with the County.

- The third is the fee for each vendor for the license. This fee is the County's cost to administer and enforce the program for 07-08. Administration includes all of the actions mentioned above; enforcement includes an average of three visits to each tobacco retailer per year. The fee is proposed to be \$348 through June 30, 2008. It is important to note that this fee will need to be reviewed annually to determine whether the amount covers the costs of the program and adjusted accordingly. This fee falls into the middle of the fee spectrum, within the range of fees throughout the state.

Recent Actions. In October of 2006, staff brought to the City Council a draft ordinance to implement a tobacco retail license for vendors of tobacco products. The Council approved this concept but had concerns about parts of the County's ordinance, which staff was recommending the City adopt in its entirety. In a unanimous vote, council directed staff to address the concerns in sections 6.15.10(b)(2) and 6.15.15(f)(1). Since that time, City staff has also been working with the County staff to make adjustments to the agreement between the two jurisdictions that would meet the needs of both entities.

The sections in question deal with the enforcement of the ordinance, and it is staff's recommendation to delete both sections.

- The first, Section 6.15.10(b)(2) reads in the Yolo County ordinance that it shall be a violation of the ordinance if the Proprietor or Tobacco Retailer "violates any Federal, State or local law regulating exterior, storefront, window or door signage." Staff believes that the City should not adopt this sentence. For the City's purposes, we are concerned about the illegal sale of tobacco products to minors. We do not want Retailers to violate any laws applicable to tobacco products, paraphernalia or tobacco retailing, but we are not be concerned in this ordinance whether or not they have general signage violations related to issues other than tobacco; those are already handled through our zoning ordinance and code compliance efforts. Because we can't limit oversight of the content of the signage solely to tobacco-related products, we recommend simply removing the sentence completely.
- The second area that Council directed staff to review was Section 6.15.15. Additional Enforcement. Staff recommends removal of Section 6.15.15(f)(1)(A)(ii), which allows a Private Enforcer to bring civil action against a retailer. The wording reads that the court shall award damages:
 - "With insufficient or no proof of the amount of actual damages, five hundred dollars (\$500) for each violation of this Chapter (thereinafter "Statutory

Damages”). Unless otherwise specified in this Chapter, each day of a continuing violation shall constitute a separate violation. Notwithstanding any other provision of this Chapter, no Private Enforcer suing on behalf of the general public shall recover Statutory Damages based upon a violation of this Chapter if a previous claim brought on behalf of the general public for Statutory Damages and based upon the same violation has been adjudicated, whether or not the Private Enforcer was a party to the adjudication.”

This section allows anyone in the public, to take a retailer to court if they believe the retailer has violated the ordinance, and collect \$500 per day as damages, regardless of the amount of actual damages. Existing retailers in town believe that people may try to take advantage of this section in order to receive such payment(s). Since the primary focus of the City enacting such an ordinance is for the provision of an official and professional enforcement program, staff believes that this section may be removed from the ordinance without weakening the overall effectiveness of the program.

Outreach to Retailers. There are approximately thirty vendors in the City who sell tobacco and tobacco products. Following the October meeting, City staff spoke with several of the vendors to understand their concerns with the proposed ordinance. The changes proposed above are a direct result of those interactions. These changes do not, however, necessarily address all of the vendors’ concerns. For example, many of the vendors question whether there is a problem with illegal tobacco sales, either in Davis in general or in their store in particular, that would require implementation of a license program at all. Another concern is whether the remaining wording in the Private Enforcer section still leaves too much leeway for an individual with a grudge against a particular store or tobacco products to sue a tobacco retailer. As with many laws, staff acknowledges that civil suits brought against a site are a possibility, but staff believes the proposed ordinance strikes a fair balance between ensuring the license program has teeth and the vendors have adequate protections from unintended consequences.

The City sent letters to each vendor’s mailing address and physical location explaining the ordinance, informing of the public hearing and inviting all vendors to an informational meeting prior to the public hearing.

Attachments:

1. Ordinance of City of Davis Concerning Tobacco Retail Products
2. Yolo County Ordinance 1350, showing proposed modifications for Davis
3. Resolution to Approve Agreement Between City of Davis and County of Yolo
4. Agreement Between City of Davis and County of Yolo for Tobacco Retail Permit Administration Services and Agreement
5. Resolution to Set Fee to Obtain a Tobacco Retail License in City of Davis at \$348

RESOLUTION 07-XXX, SERIES 2007

**RESOLUTION TO SET THE FEE
TO OBTAIN A TOBACCO RETAIL LICENSE
IN THE CITY OF DAVIS AT \$348.00 THROUGH JUNE 30, 2008**

WHEREAS, the city of Davis is interested in decreasing the occurrence of underage use of tobacco; and

WHEREAS, one means to address this problem is to institute a tobacco retail license structure to allow for enforcement of the sale of tobacco; and

WHEREAS, the City must set a fee for the license that covers the costs of the program but that does not exceed the costs of the program; and

WHEREAS, the City is prepared to enter into an agreement with Yolo County to administer and enforce the license program; and

WHEREAS, the County has informed the City that it will charge the City \$348.00 per vendor to run the program during fiscal year 2007-2008.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Davis that the City will set its fee for the provision of a Tobacco Retail License at \$348.00 per vendor, to be effective from the date the tobacco retail license ordinance takes effect through June 30, 2008.

PASSED AND ADOPTED by the City Council of the City of Davis this twenty-fourth day of July, 2007, by the following votes:

AYES:

NOES:

ABSENT:

Sue Greenwald
Mayor

ATTEST:

Margaret Roberts, CMC
City Clerk

RESOLUTION 07-XXX, SERIES 2007

**AUTHORIZING THE DAVIS CITY MANAGER TO EXECUTE
AGREEMENT BETWEEN THE CITY OF DAVIS AND THE COUNTY OF YOLO FOR
TOBACCO RETAIL LICENSING SERVICES**

WHEREAS, the City has a substantial interest in promoting compliance with laws that regulate the sales and use of tobacco products; and

WHEREAS, in furtherance of this substantial interest, the City desires to adopt a tobacco retail licensing ordinance, which would require tobacco retailers to obtain a local permit to sell tobacco products or tobacco paraphernalia and would allow for the suspension or revocation of the permit for a violation of any tobacco control law; and

WHEREAS, Section 22971.3 of the Business & Professions Code explicitly permits local governments to enact local tobacco retail licensing ordinances, and allows for the suspension or revocation of a local permit for a violation of any State tobacco control law; and

WHEREAS, the County of Yolo ("County") has adopted a tobacco retail licensing ordinance, which requires tobacco retailers to obtain a local permit to sell tobacco products or tobacco paraphernalia and allows for the suspension or revocation of the permit for a violation of any tobacco control law ("County Ordinance"); and

WHEREAS, the City desires to incorporate by reference the County Ordinance and desires to have the County administer and enforce its provisions within the City limits as it currently does in the unincorporated areas of Yolo County under the County Ordinance.

NOW, THEREFORE, BE IT HEREBY RESOLVED that the City Council authorizes the City Manager or his designee to execute the contract with Yolo County and any other document related to the implementation of the tobacco retail licensing within the City of Davis.

PASSED AND ADOPTED by the City Council of the City of Davis this twenty-fourth day of July, 2007, by the following votes:

AYES:

NOES:

ABSENT:

Sue Greenwald
Mayor

ATTEST:

Margaret Roberts, CMC
City Clerk

**AGREEMENT BETWEEN
CITY OF DAVIS AND COUNTY OF YOLO
FOR TOBACCO RETAIL PERMIT ADMINISTRATION SERVICES**

THIS AGREEMENT ("Agreement") is made and entered into this ____ day of _____, 2007 ("Effective Date"), by and between the City of Davis, a municipal corporation of the State of California ("City"), and the County of Yolo, a political subdivision of the State of California ("County").

RECITALS

WHEREAS, the City, by Ordinance No. _____ ("Ordinance"), has incorporated by reference Title 6, Chapter 15 of the Yolo County Code ("County Ordinance"), which provides for a tobacco retail permit system; and

WHEREAS, the City enacted its Ordinance in order to encourage responsible tobacco retailing and to discourage violations of tobacco-related laws, particularly those which prohibit or discourage the sale or distribution of tobacco products to minors; and

WHEREAS, the County agrees to assist the City in enforcing the Ordinance by providing such administrative and enforcement services as are specified under the Ordinance, on the terms and conditions specified in this Agreement; and

WHEREAS, any costs borne by the County to administer and enforce the Ordinance within the City limits shall be recovered by the fees the County will receive from tobacco retailers within the City, pursuant to the Ordinance.

AGREEMENT

NOW, THEREFORE, the City and County agree as follows:

Section 1. Incorporation of Recitals

The above recitals, including the paragraph preceding the recitals, are hereby incorporated into this Agreement as if set forth herein in full.

Section 2. Responsibilities Under the Agreement

a. County Responsibilities. County shall do the following:

1. Subject to the terms of this Agreement, and provided that the terms of Section 2(b) below have been satisfied, the County shall provide all of the administrative and enforcement services specified under the Ordinance, including but not limited to: receiving, reviewing and processing the tobacco retail application and the information contained therein, issuing the permit, administering the permit program, retailer education, retailer inspection and compliance checks, documentation of violations, and sanction and prosecution of violators ("Services").

2. Appropriate County personnel shall meet with the appropriate City personnel on a yearly basis, at a time and location to be chosen convenient for both parties, to assess the status of this Agreement and to discuss any modifications thereto.

b. City Responsibilities. City shall do the following:

1. Provide information regarding the Ordinance to any business applying for a business license under Chapter 19 of the Davis Municipal Code.

2. Communicate from time to time with Tobacco Retailers (as that term is defined in the Ordinance) regarding the Ordinance.

3. Not interfere with, or in any way hinder, County's, or any of County's employees, officers, agents, or designated representatives in the performance of their duties pursuant to this Agreement.

4. Assist the County so far as reasonably appropriate in carrying out the terms of this Agreement.

5. Appropriate City staff shall meet with the appropriate County personnel on a yearly basis, at a time and location to be chosen convenient for both parties, to assess the status of this Agreement and to discuss any modifications thereto.

c. County and City Responsibilities. The responsibilities listed hereunder shall not be construed so as to preclude existing or future County or City rights and responsibilities.

Section 3. Compensation and Fees

The parties agree that the City will not directly compensate the County for providing the Services specified herein. The County shall be reimbursed for its costs through the fees it will charge pursuant to the Ordinance, including fees charged to obtain or renew a Tobacco Retailer's Permit (as that term is defined in the Ordinance). Such fees shall be established by resolution of the City Council, and collected by the County, and the City shall make no claim to any such fees charged by the County.

Section 4. Term

This Agreement shall commence on the Effective Date and shall remain in effect so long as not Terminated by either party pursuant to Section 6.

Section 5. Indemnification

The City shall indemnify, defend (with counsel selected by the City and reasonably acceptable to the County) and hold harmless the County from all claims (including any and all actions, causes of action, claims, attorneys' fees, costs, demands, lawsuits, liens, and liabilities of any kind and nature) that challenge the City's Ordinance, the County's lawful administration or enforcement of the Ordinance as provided for in this Agreement, and the fee schedule as

established by resolution of the City Council, pursuant to the Ordinance; except if such claim is a result of County's (including its officers, employees, agents, and volunteers) negligence, then County shall indemnify and defend the City (with counsel selected by the County and reasonably acceptable to the City) from any such claim. In the event that a claim against City is initiated or filed and concerns the City's Ordinance or the County's administration or enforcement of the Ordinance, County agrees to fully cooperate with City in its attempts to resolve or defend such challenge. Each party (the "Indemnifying Party") agrees to indemnify, defend (with counsel selected by the Indemnifying Party and reasonably acceptable to the other party) and hold harmless the other party (the "Indemnified Party") from all other claims (as defined above) arising in connection with this Agreement.

Section 6. Termination

This Agreement may be terminated for the following reasons:

- a. Upon the termination of the Ordinance or County Ordinance, or a substantial change in either one; or
- b. For any reason by either party at any time during the term of this Agreement, provided that written notice is given pursuant to Section 9 six (6) months prior to the effective date of termination.

Section 7. Conflict Between Agreement and Ordinance

Any conflict between the terms of this Agreement and the Ordinance shall be resolved in favor of the Ordinance.

Section 8. Applicable Laws/Venue

In the performance of the services required by this Agreement, both parties shall comply with all applicable Federal, State, County, and City statutes, ordinances, regulations, directives, and laws. The interpretation and performance of this Agreement shall be governed by the laws of the State of California. Any action or proceeding arising out of this Agreement shall be filed in the Superior Court of the County of Yolo.

Section 9. Notice

All notices, consents, demands, and other communications from one party to the other given pursuant to the terms of this Agreement or under the laws of the State of California, shall be deemed to have been delivered when deposited in the United States Mail, certified or registered, postage prepaid, addressed to City or County at the respective addresses specified below or to such other place as City or County may from time to time designate in a written notice to the other:

City of Davis:	City of Davis
	City Manager's Office
	23 Russell Blvd.
	Davis, CA 95616
	Attn: City Manager

County of Yolo: County of Yolo
Health Department
10 Cottonwood Street
Woodland, CA 95695
Attn: Health Director

Nothing herein shall prevent service of notice by other reliable means, except to the extent required by law, including but not limited to personal service, Express Mail, or other forms of reliable mail service other than the U.S. Postal Service.

Section 10. Complete Agreement.

There are no oral agreements between City and County affecting this Agreement, and this Agreement supersedes and cancels any and all previous negotiations, arrangements, agreements, and understandings, if any, between City and County or displayed by City to County with respect to the subject matter of this Agreement. There are no representations between City and County other than those contained in this Agreement, and all reliance with respect to any representations is based solely upon the terms of this Agreement.

Section 11. Amendment.

This Agreement may be amended by City and County only by a written agreement signed by both parties.

Section 12. Assignment.

Neither the City nor the County shall assign its rights or obligations hereunder.

Section 13. Severability.

If any provisions of this Agreement shall be determined to be illegal or unenforceable, such determination shall not affect any other provision of this Agreement, and all such other provisions shall remain in full force and effect. In the event the entire Agreement is unenforceable, then this Agreement shall immediately terminate and the revocable license described herein shall be deemed revocable.

Section 14. Attorneys' Fees.

In the event that any legal action or proceeding is commenced to enforce or interpret the provisions of this Agreement or any rights arising out of this Agreement, each party in such legal action shall bear attorneys' fees, including expert fees and the costs of enforcing any judgment.

Section 15. Non-liability of Officials, Employees and Agents.

No governing board member, official, employee, agent, or volunteer of either party shall be personally liable for any damages related to any default or breach by the other party, or for any obligations under the terms of this Agreement.

Section 16. Counterparts.

This Agreement may be executed in one or more counterparts, each of which shall be deemed an original but all of which shall constitute one and the same instrument. In addition, this Agreement may contain more than one counterpart of the signature page and may be executed by the affixing of the signatures of each of the parties to any one of such counterpart signature pages; all of such counterpart signature pages shall read as though one, and they shall have the same force and effect as though all of the signers had signed a single signature page.

Section 17. Authorization to Execute Agreements.

The County Administrator is authorized to execute this Agreement, pursuant to action taken by the Board of Supervisors of Yolo County on _____. The City Manager of the City of Davis is authorized to execute this Agreement, pursuant to action taken by the City of Davis City Council on _____.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the day and year first above written.

CITY OF DAVIS,
a municipal corporation
of the State of California

COUNTY OF YOLO,
a political subdivision
of the State of California

By: _____
Bill Emlen
City Manager

By: _____
Sharon Jensen
County Administrator

Approved as to form

Approved as to form
Robyn Truitt Drivon, County Counsel

By: _____
Harriet Steiner
City Attorney

By: _____
Stephen B. Nocita, Senior Deputy

ORDINANCE NO. 2298

**AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF DAVIS,
AMENDING CHAPTER 34 OF THE DAVIS MUNICIPAL CODE TO ADD
ARTICLE 34.06 AND TO ADOPT AND INCORPORATE BY
REFERENCE CHAPTER 15 OF TITLE 6 OF THE YOLO COUNTY
CODE CONCERNING TOBACCO RETAIL PERMITS**

WHEREAS, cigarette smoking and other tobacco use is a continuing public health problem; and

WHEREAS, to confront this issue the State of California has adopted numerous laws regulating the retail sale of tobacco; and

WHEREAS, the City, in Article 34.04 of the Davis Municipal Code, also regulates the retail sale of tobacco by prohibiting the sale of tobacco products out of the package or through a self-service display or a vending machine; and

WHEREAS, the City has a substantial interest in promoting compliance with laws that regulate the sales and use of tobacco products; and

WHEREAS, in furtherance of this substantial interest, the City desires to adopt a tobacco retail licensing ordinance, which would require tobacco retailers to obtain a local permit to sell tobacco products or tobacco paraphernalia and would allow for the suspension or revocation of the permit for a violation of any tobacco control law; and

WHEREAS, Section 22971.3 of the Business & Professions Code explicitly permits local governments to enact local tobacco retail licensing ordinances, and allows for the suspension or revocation of a local permit for a violation of any State tobacco control law; and

WHEREAS, a permitting requirement for a tobacco retailer will not unduly burden legitimate business activities of retailers who sell or distribute cigarettes or other tobacco products to adults but will permit the City to regulate the operation of lawful businesses to discourage violations of tobacco-related laws; and

WHEREAS, the County of Yolo ("County") has adopted a tobacco retail licensing ordinance, which requires tobacco retailers to obtain a local permit to sell tobacco products or tobacco paraphernalia and allows for the suspension or revocation of the permit for a violation of any tobacco control law ("County Ordinance"); and

WHEREAS, the City desires to incorporate by reference the County Ordinance and desires to have the County administer and enforce its provisions within the City limits as it currently does in the unincorporated areas of Yolo County under the County Ordinance.

**NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF DAVIS DOES HEREBY
ORDAIN AS FOLLOWS:**

Section 1. Article 34.06 is hereby added to Chapter 34 of the Davis Municipal Code to read as follows:

Tobacco Retailer Permit

34.06.010 Adoption of Yolo County Code Relating to Tobacco Retail Permits

Title 6, Chapter 15 of the Yolo County Code, pertaining to tobacco retailer permits, is hereby incorporated, except for Section 6.15.10(b)(2) and Section 6.15.15(f)(1)(A)(ii), by reference into this code and shall be enforced within the limits of the City.

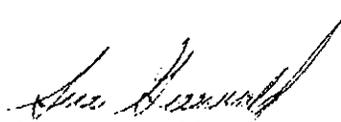
All references to the term "unincorporated areas of the County of Yolo" in Title 6, Chapter 15 of the Yolo County Code shall be to the term "City limits." All references to the term "Chapter" in Title 6, Chapter 15 of the Yolo County Code shall be to the term "Article." All references to the term "Code" in Title 6, Chapter 15 of the Yolo County Code shall be to the Davis Municipal Code. The reference to the term "County" in Section 6-15.07(c) of the Yolo County Code shall be to the term "City." The reference to the term "County of Yolo" in Section 6-15.15(f) of the Yolo County Code shall be to the term "City." The reference to the term "Board of Supervisors of the County of Yolo" in Section 6-15.16 of the Yolo County Code shall be to the term "City Council."

INTRODUCED on twenty-fourth day of July 2007, and PASSED AND ADOPTED, by the City Council of the City of Davis this first day of August, 2007, by the following votes:

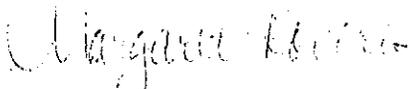
AYES: Asmundson, Heystek, Saylor, Souza, Greenwald

NOES: None

ABSENT: None


Sue Greenwald
Mayor

ATTEST:


Margaret Roberts, CMC
City Clerk

ORDINANCE NO. 1350

**(An Ordinance Adding Chapter 15 to Title 6 of the Yolo County Code,
Relating to Tobacco Retailers, and
Amending Chapter 1 of Title 12, Relating to Business Permits)**

The Board of Supervisors of the County of Yolo, State of California, ordains as follows:

SECTION 1. PURPOSE AND FINDINGS.

1. More than 440,000 people die annually in the United States from tobacco-related diseases every year, making it the nation's leading cause of preventable death. The World Health Organization (WHO) estimates that by 2030 tobacco will account for 10 million deaths per year, making it the greatest cause of death worldwide.

2. The Legislature has declared that smoking is the single most important source of preventable disease and premature death in California (Health & Safety Code §118950).

State law requires all tobacco retailers to be licensed by the Board of Equalization in order to curb the illegal sale and distribution of cigarettes that deprive the State yearly of hundreds of millions of tax dollars that fund State and local programs such as health services, anti-smoking campaigns, cancer research, and education programs (Bus. & Prof. Code §§22970.1, 22972).

State law prohibits the sale or furnishing of cigarettes, tobacco products and smoking paraphernalia to minors, as well as the purchase, receipt, or possession of tobacco products by minors (Penal Code §308).

State law requires that tobacco retailers check the identification of tobacco purchasers who reasonably appear to be under 18 years of age (Bus. & Prof. Code §22956), and provides procedures for using persons under 18 years of age to conduct onsite compliance checks of tobacco retailers (Bus. & Prof. Code §22952). State law also requires that tobacco retailers post a conspicuous notice at each point of sale stating that selling tobacco products to anyone under 18 years of age is illegal (Bus. & Prof. Code §22952; Penal Code §308).

State law prohibits the manufacture, distribution, or sale of cigarettes in packages of less than 20 and prohibits the manufacture, distribution, or sale of "roll-your-own" tobacco in packages containing less than 0.60 ounces of tobacco (Penal Code §308.3). State law also prohibits the sale of "bidis" (hand-rolled filter-less cigarettes imported primarily from India and Southeast Asian countries) except in adult-only establishments (Pen. Code §308.1).

3. State and County laws prohibit the sale or display of tobacco products and paraphernalia through a self-service display and prohibit public access to cigarettes without the assistance of a clerk except in adult-only establishments (Bus. & Prof. Code §22962; Yolo County Code Section 6-14.05).

4. Each year, an estimated 924 million packs of cigarettes are consumed by minors 12 to 17 years of age, yielding the tobacco industry \$480 million in profits from underage smokers. Nearly half of all youth smokers nationwide buy the cigarettes they smoke, either directly from retailers or vending machines, or by giving money to others to purchase the cigarettes for them. Most adults who have ever smoked tried

their first cigarette by the age of 18 and the average age at which smokers try their first cigarette is 14.

5. California retailers continue to sell tobacco to underage consumers, evidenced by the following: (a) 14% of all tobacco retailers unlawfully sold to minors in 2004; (b) 31.5 % of non-traditional tobacco retailers such as deli, meat, and produce markets sold tobacco products to minors in 2004; (c) teens surveyed in 2002 say they bought their cigarettes at: gas stations (58%), liquor stores (45%), and supermarkets and small grocery stores (25%); and (d) 29.2% of tobacco retailers in the County of Yolo and 28% of tobacco retailers in the unincorporated areas of the County of Yolo unlawfully sold to minors between 2002 and 2004.

6. Research demonstrates that local tobacco retail ordinances dramatically reduce youth access to cigarettes, as evidenced by the following: (a) a study of several states found that youth sales of tobacco moved from a baseline of 70% of retailers selling to minors before the adoption of the ordinance to less than 5% in the year and a half after enactment; (b) a study of the effect of licensing and enforcement methods used in the Philadelphia area revealed a decrease in sales to minors from 85% in 1994 to 43% in 1998; and (c) a study of several Minnesota cities found that an increased licensing fee in conjunction with strict enforcement of youth access laws led to a decrease from 39.8% to 4.9% in the number of youth able to purchase tobacco.

7. The California courts have affirmed the power of cities and counties to regulate business activities in order to discourage violations of law (Cohen v. San Francisco (1985) 40 C.3d 277; Bravo Vending v. Rancho Mirage (1993) 16 C.A.4th 383; EWAP v. Los Angeles (1979) 97 Cal. App. 3d 179).

8. State law explicitly permits cities and counties to enact local tobacco retail licensing ordinances, and allows for the suspension or revocation of a local Permit for a violation of any state tobacco control law (Bus. & Prof. Code § 22971.3).

9. Hundreds of communities in the United States require a license or permit to sell tobacco products and provide penalties such as suspension or revocation of the license or permit for illegal conduct (e.g., selling tobacco to minors). Numerous cities and counties in California have passed tobacco retailer licensing or permitting ordinances in an effort to stop minors from smoking.

10. The implementation of tobacco permitting or licensing requirements is supported by most Californians, as evidenced by the following: (a) 73% of California adults think tobacco retailers should be licensed or permitted; (b) 65% of California's key opinion leaders surveyed support implementation of tobacco-licensing requirements; and (c) over 90% of enforcement agencies surveyed in 2000 rated Permit suspension or revocation after repeated violations as an effective strategy to reduce youth access to tobacco.

11. The County of Yolo has a substantial interest in promoting compliance with Federal, State and local laws that regulate the sales and use of tobacco products; in discouraging the illegal purchase of tobacco products by minors; in promoting compliance with laws prohibiting sales of cigarettes and tobacco products to minors; and in protecting children from being lured into illegal activity through the misconduct of adults.

12. A permitting requirement for a tobacco retailer will not unduly burden legitimate business activities of retailers who sell or distribute cigarettes or other tobacco products to adults. It will, however, allow the

County of Yolo to regulate the operation of lawful businesses to discourage violations of Federal, State, and local tobacco-related laws.

13. It is the intent of the Board of Supervisors in enacting this ordinance to encourage responsible tobacco retailing and to discourage violations of tobacco-related laws, particularly those which prohibit or discourage the sale or distribution of tobacco products to minors, but not to expand or reduce the degree to which the acts regulated by Federal or State law are criminally proscribed or to alter the penalties provided therein.

SECTION 2. Chapter 15 is hereby added to Title 6 of the Yolo County Code, to read as follows:

Chapter 15. Tobacco Retailer Permit.

Section 6-15.01. Purpose.

The purpose of this Chapter is to discourage violations of tobacco-related laws, particularly those which prohibit or discourage the sale or distribution of tobacco products to minors, by requiring a tobacco retailing permit in the unincorporated areas of the County of Yolo as set forth in this Chapter.

Section 6-15.02. Definitions.

As used herein:

- (a) "Arm's Length Transaction" means a sale in good faith and for valuable consideration that reflects the fair market value in the open market between two informed and willing parties, neither of which is under any compulsion to participate in the transaction. A sale between relatives, related companies or partners, or a sale for which a significant purpose is avoiding the effect of the violations of this Chapter, is not an Arm's Length Transaction.
- (b) "Department" means the Yolo County Health Department.
- (c) "Director" shall mean the Director of the Yolo County Health Department or her/his written designee.
- (d) "Person" means any natural person, partnership, cooperative association, corporation, personal representative, receiver, trustee, assignee, or any other legal entity.
- (e) "Proprietor" means a Person with an ownership or managerial interest in a business. An ownership interest shall be deemed to exist when a Person has a ten percent (10%) or greater interest in the stock, assets, or income of a business other than the sole interest of security for debt. A managerial interest shall be deemed to exist when a Person can or does have or share ultimate control over the day-to-day operations of a business.
- (f) "Self-Service Display" means the open display of Tobacco Products or Tobacco Paraphernalia in a manner that is accessible to the general public without the assistance of the retailer or employee of the retailer. A Vending Machine is a form of Self-Service Display.

- (g) “Significant Tobacco Retailer” means any Tobacco Retailer whose principal or core business is selling Tobacco Products, Tobacco Paraphernalia, or both, as evidenced by any of the following: (i) twenty percent (20%) or more of floor area and display area is devoted to the sale or exchange of Tobacco products, Tobacco Paraphernalia, or both; (ii) fifty percent (50%) or more of completed sales transactions include a Tobacco Product or Tobacco Paraphernalia; or (iii) sixty-seven percent (67%) or more of gross sales receipts are derived from the sale or exchange of Tobacco Products, Tobacco Paraphernalia, or both.
- (h) “Smoking” means possessing a lighted Tobacco Product, lighted Tobacco Paraphernalia, or any other lighted weed or plant (including a lighted pipe, cigar, hookah pipe, or cigarette of any kind), or the lighting of a Tobacco Product, Tobacco Paraphernalia, or any other weed or plant (including a pipe, cigar, hookah pipe, or cigarette of any kind).
- (i) “Tobacco Paraphernalia” means cigarette papers or wrappers, pipes, holders of smoking materials of all types, cigarette-rolling machines, and any other item designed for the smoking, preparation, storing, consumption or ingestion of Tobacco Products.
- (j) “Tobacco Product” means: (1) any substance containing tobacco leaf, including but not limited to cigarettes, cigars, pipe tobacco, hookah tobacco, snuff, chewing tobacco, dipping tobacco, bidis, or any other preparation of tobacco; and (2) any product or formulation of matter containing biologically active amounts of nicotine that is manufactured, sold, offered for sale, or otherwise distributed with the expectation that the product or matter will be introduced into the human body, but does not include any product specifically approved by the United States Food and Drug Administration for use in treating nicotine or tobacco product dependence.
- (k) “Tobacco Retailer” means any Person who sells, offers for sale, or does or offers to exchange for any form of consideration, tobacco, Tobacco Products, or Tobacco Paraphernalia, or who distributes free or low cost samples of Tobacco Products or Tobacco Paraphernalia, without regard to the quantity of tobacco, Tobacco Products, or Tobacco Paraphernalia sold or offered for sale, exchanged or offered for exchange, or distributed or offered for distribution. “Tobacco Retailing” means the doing of any of these things.
- (l) “Tobacco Retailing Permit Hearing Authority “ or “Hearing Authority” means one or more persons assigned by the County Administrative Officer the responsibility of conducting a hearing pursuant to this Chapter, and may hereafter be referred to as the Hearing Authority. The County Administrative Officer shall assign hearing responsibility to any of the following: (1) County management personnel whom the County Administrative Officer finds to be qualified by training and experience to conduct such hearings; (2) Any person(s) qualified by training or experience whom the County Administrative Officer may employ or who are retained by contract to conduct such hearings; or (3) Administrative Law Judges assigned by the State Office of Administrative Hearings. The County Administrative Officer is hereby authorized to contract in the name of the County for the retention of hearing services at rates that do not exceed the financial limitations established by the County’s annual budget and contracting rules, regulations and policies.

- (m) “Vending Machine” means a machine, appliance, or other mechanical device operated by currency, token, debit card, credit card, or any other form of payment that is designed or used for vending purposes, including, but not limited to, machines or devices that use remote control locking mechanisms.

Section 6-15.03. Tobacco Retailer Permit Required.

- (a) It shall be unlawful for any Person to act as a Tobacco Retailer without first obtaining and maintaining a valid Tobacco Retailer’s Permit pursuant to this Chapter for each location at which that activity is to occur. A Tobacco Retailer Permit is invalid unless the appropriate fee has been paid in full and the term of the Permit has not expired.
- (b) A Tobacco Retailer or Proprietor without a valid Tobacco Retailer Permit, including but not limited to a person whose Permit has been revoked:
 - (1) Shall keep all Tobacco Products and Tobacco Paraphernalia out of public view.
 - (2) Shall not display any advertisement relating to Tobacco Products or Tobacco Paraphernalia that promotes the sale or distribution of such products from the Tobacco Retailer’s location or that could lead a reasonable consumer to believe that such products can be obtained at that location.

Section 6-15.04. Limits on Tobacco Retailer Permits.

- (a) No permit may issue to authorize Tobacco Retailing at other than a single, fixed location.
- (b) No permit may issue to authorize Tobacco Retailing at any location that is permitted by State law to serve alcoholic beverages for consumption on the premises (e.g., an “on-sale” permit issued by the California Department of Alcoholic Beverage Control).
- (c) No permit may issue to authorize Tobacco Retailing by a Significant Tobacco Retailer; provided however that a Significant Tobacco Retailer operating legally on the date that the ordinance enacting this Chapter was first introduced, and that would otherwise have been entitled to receive a permit pursuant to this Chapter, may receive a permit and may continue to operate so long as (1) the permit is renewed continually without lapse; (2) the Significant Tobacco Retailer is not closed for business for more than sixty (60) consecutive days; (3) the Significant Tobacco Retailer does not substantially change the business premises or business operation; and (4) the Significant Tobacco Retailer’s maintains the right to operate under the terms of all other applicable laws.

Section 6-15.05. Application Procedure.

- (a) An application for a Tobacco Retailer’s Permit shall be submitted in the name of each Proprietor proposing to conduct retail tobacco sales and shall be signed by each Proprietor or an authorized agent thereof. It is the responsibility of each Proprietor to be informed regarding all laws applicable to Tobacco Retailing, including those laws affecting the

issuance of a Tobacco Retailer's Permit.

- (b) All applications shall be submitted on a form supplied by the Department, shall be accompanied by the application and permit fee established pursuant to this Chapter, and shall contain the following information:
 - (1) The name, address, and telephone number of each Proprietor of the business that is seeking the Permit.
 - (2) The business name, address, and telephone number of the single fixed location for which the Permit is sought.
 - (3) The name and mailing address authorized by each Proprietor to receive all permit-related communications and notices (the Authorized Address). If an Authorized Address is not supplied, each Proprietor shall be understood and deemed to consent to the provision of notice at the business address specified in subparagraph (2) above.
 - (4) Proof that the location for which a Tobacco Retailer's Permit is sought has been issued a valid State tobacco retailer's license by the California Board of Equalization.
 - (5) Whether or not any Proprietor has admitted violating, or has been found to have violated, this Chapter, or whose proprietorship has admitted violating, or has been found to have violated, this Chapter, and, if so, the dates and locations of all such violations within the previous six years.
 - (6) Such other information as the Department deems necessary for the administration or enforcement of this Chapter.
- (c) Each Tobacco Retailer who has been issued a Permit shall update with the Department all information required to be submitted in order to apply for the Permit whenever the information changes. A Tobacco Retailer shall provide the Department with all such updates within ten (10) business days of a change.
- (d) The information specified in subparagraphs (b)(1), (2) and (3) shall be available to the public.

Section 6-15.06. Fees.

The fee to apply for and obtain or renew a Tobacco Retailer's Permit shall be established by resolution of the Board of Supervisors. The fee shall be calculated so as to recover no more than the total cost of permit administration and enforcement, including but not limited to receiving, reviewing and processing the application and the information contained therein, issuing the permit, administering the permit program, retailer education, retailer inspection and compliance checks, documentation of violations, and sanction and prosecution of violators, but shall not exceed the cost of the regulatory program authorized by this Chapter. All fees shall be used exclusively to fund the regulatory program authorized by

this Chapter. Fees are nonrefundable except as may otherwise be required by law.

Section 6-15.07. Issuance; Denial; Effect.

- (a) Upon the receipt of an application for a Tobacco Retailer's Permit and the application and permit fee, the Department shall issue a permit unless substantial evidence in the record demonstrates one or more of the following bases for denial:
 - (1) The application is incomplete or inaccurate.
 - (2) The application seeks authorization for Tobacco Retailing by a Proprietor or other Person to whom this Chapter prohibits a Permit to be issued.
 - (3) The application seeks authorization for Tobacco Retailing at a location for which this Chapter prohibits a Permit to be issued.
 - (4) The application seeks authorization for Tobacco Retailing by a Proprietor or other Person for whom, or at a location for which, a Permit revocation is in effect pursuant to this Chapter.
 - (5) The application seeks authorization for Tobacco Retailing that is prohibited pursuant to this Chapter (e.g., mobile vending), that is unlawful pursuant to this Code (e.g., the zoning code), or that is unlawful pursuant to any other law.
- (b) If the Department denies a Permit application, the Department shall notify the applicant in writing of the denial. A notice of denial shall be personally served on, or sent by certified mail to, the Permit holder. The notice shall state the basis of the Department's determination(s) and denial, and shall include an advisement of the right to appeal as set forth in Section 6-15.13.
- (c) Nothing in this Chapter shall be construed to grant any Person obtaining and maintaining a Tobacco Retailer's Permit any status or right other than the right to act as a Tobacco Retailer at the location in the County identified on the face of the Permit. For example, nothing in this Chapter shall be construed to render inapplicable, supercede, or apply in lieu of, any other provision of applicable law, including but not limited to County zoning ordinances, building codes, and business Permit requirements, and any condition or limitation on smoking in enclosed places of employment made applicable to business establishments by California Labor Code Section 6404.5 or any other law or regulation. Obtaining a Tobacco Retailer Permit also does not make the Retailer a "retail or wholesale tobacco shop" for the purposes of California Labor Code Section 6404.5.
- (d) The issuance of a Permit does not constitute a determination by the County that the Tobacco Retailer or Proprietor has complied with all laws applicable to Tobacco Retailing. Nothing in this Chapter shall be construed to vest in any Person obtaining and maintaining a Permit any status or right to act as a Tobacco Retailer in contravention of any provision of law.

- (e) A Permit issued in error, contrary to this Chapter, contrary to any other law, or on the basis of false or misleading information supplied by a Proprietor may be revoked pursuant to Section 6-15.12.

Section 6-15.08. Permit Nontransferable.

- (a) A Tobacco Retailer's Permit may not be transferred from one Person to another or from one location to another. Whenever a Tobacco Retailing location has a change in Proprietors, a new Tobacco Retailer's Permit is required.
- (b) Notwithstanding any other provision of this Chapter, prior violations at a location shall continue to be counted against a location and Permit ineligibility periods shall continue to apply to a location unless:
 - (1) The location has been fully transferred to a new Proprietor or entirely new Proprietors; and
 - (2) The new Proprietor(s) provide the Department with clear and convincing evidence that the new Proprietor(s) have acquired or is acquiring the location in an Arm's Length Transaction.

Section 6-15.09. Permit Term, Renewal and Expiration.

- (a) The term of a Tobacco Retailer Permit is one (1) year.
- (b) Each Tobacco Retailer shall apply for the renewal of his or her Tobacco Retailer's Permit and submit the Permit fee no later than thirty (30) days prior to expiration of the term.
- (c) A Tobacco Retailer's Permit that is not timely renewed as set forth above shall expire at the end of its term.
- (d) To reinstate a Permit that has expired, or to renew a Permit not timely renewed as set forth above, the Proprietor(s) must:
 - (1) Submit the Permit fee plus a reinstatement fee of ten percent (10%) of the Permit fee.
 - (2) Submit a signed affidavit affirming that the Proprietor:
 - (A) Has not sold and will not sell any Tobacco Product or Tobacco Paraphernalia after the Permit expiration date and before the Permit is renewed; or
 - (B) Has waited the appropriate ineligibility period established for Tobacco Retailing without a Permit, as set forth in Section 6-15.14(a) of this Chapter, before seeking renewal of the Permit.

Section 6-15.10. Other Tobacco Retailing Requirements and Prohibitions.

- (a) Each Proprietor shall prominently display each Permit at the location where Tobacco-Retailing is permitted by the Permit.
- (b) In the course of Tobacco Retailing or in the operation of the business or maintenance of the location for which a Permit issued, it shall be a violation of this Chapter for a Proprietor or Tobacco Retailer, or any of the Proprietor's or Tobacco Retailer's agents or employees, to:
 - (1) Violate any Federal, State or local law applicable to Tobacco Products, Tobacco Paraphernalia, or Tobacco Retailing.
 - ~~(2) Violate any Federal, State or local law regulating exterior, storefront, window, or door signage.~~
- (c) No Person who is younger than the minimum age established by State law for the purchase or possession of Tobacco Products shall engage in Tobacco Retailing.
- (d) No Tobacco Retailer shall display Tobacco Products or Tobacco Paraphernalia by means of a Self-Service Display or engage in Tobacco Retailing by means of a Self-Service Display.

Section 6-15.11. Compliance Monitoring.

- (a) Compliance with this Chapter shall be monitored by the Yolo County District Attorney.
- (b) The District Attorney shall check the compliance of each Tobacco Retailer an average of at least three (3) times per twelve (12) month period. The District Attorney may check the compliance of Tobacco Retailers previously found to be in compliance with the laws regulating access to Tobacco and Tobacco Paraphernalia of persons under the age of eighteen (18) years of age a fewer number of times, so that they may check the compliance of Tobacco Retailers previously found in violation of this Chapter a greater number of times. Nothing in this subSection shall create a right of action in any Tobacco Retailer, Permittee or other Person against the County or its agents if the number of compliance checks varies from the foregoing.
- (c) Compliance checks shall determine, at a minimum, if the Tobacco Retailer is conducting business in a manner that complies with Federal, State and local laws regulating access to Tobacco and Tobacco Paraphernalia of persons under the age of eighteen (18) years of age. When deemed appropriate by the District Attorney, the compliance checks shall determine compliance with other laws applicable to Tobacco Retailing.
- (d) The County shall not enforce any law establishing a minimum age for tobacco purchases or possession against a Person who otherwise might be in violation of such law because of the Person's age (hereinafter "Youth Decoy") if the potential violation occurs when either of the following conditions exist:

- (1) The Youth Decoy is participating in a compliance check supervised by a peace officer or a code enforcement official of the County; or
- (2) The Youth Decoy is participating in a compliance check funded in part, either directly or indirectly through subcontracting, by the Yolo County Health Department or the California Department of Health Services.

Section 6-15.12. Revocation of Permit.

- (a) In addition to any other penalty authorized by law, a Tobacco Retailer's Permit shall be revoked if any court of competent jurisdiction determines, or if the Director finds after the Tobacco Retailer or Permittee is afforded notice and an opportunity to be heard, that the Tobacco Retailer or Permittee, or any of the Tobacco Retailer's or Permittee's officers, agents or employees, has violated any of the requirements, conditions, or prohibitions of this Chapter or, in a different legal proceeding, has pleaded guilty, "no contest" or its equivalent, or admitted to, a violation of any law designated in Section 6-15.10.
- (b) A Tobacco Retailer's Permit shall be revoked if the Department finds, after the Permittee is afforded reasonable notice and an opportunity to be heard, that one or more of the bases for denial of a Permit under Section 6-15.07 existed at the time the Permit application was submitted or at any time thereafter and before the Permit issued. The revocation shall be without prejudice to the filing of a new Permit application.
- (c) A decision to revoke a Permit is appealable to the Tobacco Retailing Permit Hearing Authority pursuant to Section 6-15.13. If such an appeal is made within the time provided in that Section, it shall stay enforcement of the appealed action.
- (d) A notice of revocation shall be personally served on, or sent by certified mail to, the Permit holder. The notice shall state the basis of the Department's determination(s) and the revocation, and shall include an advisement of the right to appeal as set forth in Section 6-15.13.
- (e) During the period that any permit is revoked, the Proprietor shall prominently display a notice advising the public of the revocation, in the form and in the manner designated by the Department.
- (f) After revocation pursuant to subSection (a) above, a new permit may be issued only in accordance with the following:
 - (1) After revocation for a first violation of this Chapter at any location within any sixty- (60) month period, no new Permit may issue for that location, or that Proprietor or other Person, until not less than ten (10) days have passed from the date of revocation.
 - (2) After revocation for a second violation of this Chapter at any location within any sixty- (60) month period, no new Permit may issue for that location, or that

Proprietor or other Person, until not less than ninety (90) days have passed from the date of revocation.

- (3) After revocation for a third violation of this Chapter at any location within any sixty- (60) month period, no new Permit may issue for that location, or that Proprietor or other Person, until not less than one (1) year has passed from the date of revocation.
- (4) After revocation for four or more violations of this Chapter at any location within any sixty- (60) month period, no new Permit may issue for that location, or that Proprietor or other Person, until not less than five (5) years have passed from the date of revocation.

Section 6-15.13. Appeal; Judicial Review.

- (a) Except as otherwise provided by law, any decision made appealable to the Hearing Authority pursuant to this Chapter shall be subject to the following requirements and procedures.
- (b) Any appeal must be in writing, shall state the specific reasons therefor and the grounds asserted for relief and the specific relief requested, and shall be filed with the County Administrative Officer within ten (10) calendar days of personal service of the notice of the action being appealed, or within fifteen (15) calendar days of mailing if the notice is only served by mail. If any Person to whom the notice of violation was given does not file a written appeal within the time and in the manner set forth above, the right to review of the Department's determination shall be deemed to have been waived, and the Department's decision shall be final.

If a written appeal is filed within the time and in the manner set forth above, the matter shall be heard by the Hearing Authority.

- (c) Not later than fifteen (15) days after receipt of the appeal, the County Administrative Officer shall provide written notice to the parties of the date, time, and place of the hearing, in the manner specified above for a notice of revocation.
- (d) The provisions of the Administration Procedure Act (commencing with Section 11500 of the Government Code of the State) shall not be applicable to such hearing, nor shall formal rules of evidence in civil or criminal judicial proceedings be so applicable.

A record of the hearing shall be made by any means, including electronic recording, so long as a reasonably accurate and complete written transcription of the proceedings can be made. Technical rules of evidence shall not apply to the hearing, but relevant evidence may be admitted and given probative effect only if it is the kind of evidence upon which reasonable persons are accustomed to rely in the conduct of serious affairs.

A decision of the Hearing Authority shall be supported by substantial evidence. The Hearing Authority shall sustain the Department's decision if the Hearing Authority finds that any lawful basis for the Department's action exists.

- (e) Following the conclusion of the hearing, the Hearing Authority shall prepare a written decision that either grants or denies the appeal, contains findings of facts and conclusions of law, and includes notification that the time limit within which a judicial review shall be sought is governed by Code of Civil Procedure Section 1094.6. Notice of the written decision, including a copy thereof, shall be filed with the County Administrative Officer and served upon all parties not later than seven (7) days following the date on which the hearing is closed.

The Hearing Authority's written decision shall be the final decision of the County, and shall become final upon the date that notice thereof is mailed to the appellant by certified mail.

- (f) Any determination of the Hearing Authority shall be subject to judicial review pursuant to Code of Civil Procedure Section 1094.5.

Section 6-15.14. Enforcement: Tobacco Retailing Without a Permit; Tobacco Retailing in Violation of Chapter.

- (a) In addition to any other penalty authorized by law, if the Department finds or any court of competent jurisdiction determines, after notice and an opportunity to be heard, that any Person has engaged in Tobacco Retailing at a location without a valid Tobacco Retailer's license, either directly or through the Person's agents or employees, the Person shall be ineligible to apply for or be issued a Tobacco Retailing license for that location as follows:
 - (1) After a first violation of this Chapter at a location within any sixty- (60) month period, no license may issue for the Person at the location until not less than thirty (30) days have passed from the date of the violation.
 - (2) After a second violation of this Chapter at a location within any sixty- (60) month period, no license may issue for the Person at the location until not less than ninety (90) days have passed from the date of the violation.
 - (3) After of a third or subsequent violation of this Chapter at a location within any sixty- (60) month period, no license may issue for the Person at the location until not less than five (5) years have passed from the date of the violation.
- (b) Tobacco Products and Tobacco Paraphernalia offered for sale or exchange in violation of this Chapter are subject to seizure by the Department or any peace officer, and shall be forfeited after the licensee and any other owner of the Tobacco Products and Tobacco Paraphernalia seized is given reasonable notice by the Department and an opportunity to demonstrate that the Tobacco Products and Tobacco Paraphernalia were not offered for sale or exchange in violation of this Chapter. The decision by the Department may be

appealed pursuant to the procedures set forth in Section 6-15.13. Forfeited Tobacco Products and Tobacco Paraphernalia shall be destroyed.

- (c) Each day after the effective date of this Chapter on which Tobacco Products or Tobacco Paraphernalia are offered for sale in violation of this Chapter shall constitute a violation of this Chapter separate and apart from any other violation of this Chapter.
- (d) For a first or second alleged violation of this Chapter within any sixty- (60) month period, the Director may engage in settlement negotiations and, with the County Counsel's concurrence, may enter into a settlement agreement with a Tobacco Retailer alleged to have violated this Chapter without approval from the Board of Supervisors. Notice of any settlement shall be provided to the Board, and no hearing shall be held. Settlements shall not be confidential and shall contain the following minimum terms:
 - (1) After a first alleged violation of this Chapter at a location within any sixty- (60) month period:
 - (A) An admission that the violation occurred and a stipulation that the violation will be counted when considering what penalty will be assessed for any future violations;
 - (B) An agreement to stop acting as a Tobacco Retailer for at least one (1) day; and
 - (C) A settlement payment to the County of at least one thousand dollars (\$1,000).
 - (2) After a second alleged violation of this Chapter at a location within any sixty- (60) month period:
 - (A) An admission that the violation occurred and a stipulation that the violation will be counted when considering what penalty will be assessed for any future violations;
 - (B) An agreement to stop acting as a Tobacco Retailer for at least ten (10) days; and
 - (C) A settlement payment to the County of at least five thousand dollars (\$5,000).

Section 6-15.15. Additional Enforcement.

- (a) Causing, permitting, aiding, abetting, or concealing a violation of any provision of this Chapter shall also constitute a violation of this Chapter.
- (b) Violations of this Chapter may, in the discretion of the District Attorney, be prosecuted as criminal infractions or misdemeanors.
- (c) Violations of this Chapter are subject to a civil action brought by the District Attorney, punishable as follows:

- (1) A fine not less than two hundred fifty dollars (\$250) and not exceeding one thousand dollars (\$1,000) for a first violation in any sixty- (60) month period;
 - (2) A fine not less than one thousand dollars (\$1,000) and not exceeding two thousand five hundred dollars (\$2,500) for a second violation in any sixty- (60) month period; or
 - (3) A fine not less than two thousand five hundred dollars (\$2,500) and not exceeding five thousand dollars (\$5,000) for a third or subsequent violation in any sixty- (60) month period.
- (d) Any violation of this Chapter is hereby declared to be a public nuisance as well as a private nuisance that is presumed to at least nominally damage each and every resident of the community in which the business operates.
- (e) In addition to other remedies provided by this Chapter or by other law, any violation of this Chapter may be remedied by a civil action brought by the District Attorney, including but not limited to, administrative or judicial nuisance abatement proceedings, civil or criminal code enforcement proceedings, and suits for injunctive relief.
- (f) Any Person, including the County of Yolo, acting for the interests of itself, its members, or the general public (hereinafter “the Private Enforcer”) may bring a civil action to enforce this Chapter.
- (1) Upon proof of a violation, a court shall award to the Private Enforcer the following:
 - (A) Damages in the amount of either:
 - (i) Upon proof, actual damages; or
 - ~~(ii) With insufficient or no proof of the amount of actual damages, five hundred dollars (\$500) for each violation of this Chapter (hereinafter “Statutory Damages”). Unless otherwise specified in this Chapter, each day of a continuing violation shall constitute a separate violation. Notwithstanding any other provision of this Chapter, no Private Enforcer suing on behalf of the general public shall recover Statutory Damages based upon a violation of this Chapter if a previous claim brought on behalf of the general public for Statutory Damages and based upon the same violation has been adjudicated, whether or not the Private Enforcer was a party to that adjudication.~~
 - (B) Exemplary damages, where it is proven by clear and convincing evidence that the defendant is guilty of oppression, fraud, malice, or a conscious disregard for the public health.
 - (C) Injunctive Relief.

- (3) Notwithstanding any legal or equitable bar against a Private Enforcer seeking relief on his/her/its own behalf, a Private Enforcer may bring an action to enforce this Chapter solely on behalf of the general public. When a Private Enforcer brings an action solely on behalf of the general public, nothing about such an action shall act to preclude or bar the Private Enforcer from bringing a subsequent action based upon the same facts but seeking relief on the Private Enforcer's own behalf.
- (4) Nothing in this Chapter shall prohibit the Private Enforcer from bringing an action in small claims court to enforce this Chapter, so long as the amount in demand and the type of relief sought are within the jurisdictional requirements of small claims court as set forth in California Code of Civil Procedure section 116.220.
- (g) Whenever evidence of a violation of this Chapter is obtained in any part through the participation of a Person under the age of eighteen (18) years old, such a Person shall not be required (but shall be permitted) to appear or give testimony in any civil or administrative process brought to enforce this Chapter and the alleged violation shall be adjudicated based upon the sufficiency and persuasiveness of the evidence presented.
- (h) The remedies provided by this Chapter are cumulative and in addition to any other remedies available at law or in equity.
- (i) Any peace officer may enforce the penal provisions of this Chapter.

Section 6-15.16. Severability.

If any section, subsection, subdivision, paragraph, sentence, clause or phrase of this Chapter, or its application to any person or circumstance, is for any reason held to be invalid or unenforceable, such invalidity or unenforceability shall not affect the validity or enforceability of the remaining sections, subsections, subdivisions, paragraphs, sentences, clauses or phrases of this Chapter, or its application to any other person or circumstance. The Board of Supervisors of the County of Yolo hereby declares that it would have adopted each section, subsection, subdivision, paragraph, sentence, clause or phrase hereof, irrespective of the fact that any one or more other sections, subsections, subdivisions, paragraphs, sentences, clauses or phrases hereof be declared invalid or unenforceable.

SECTION 3. Section 12-1.501 of Article 5 of Chapter 1 of Title 12 of the Yolo County Code is hereby amended to read as follows:

Section 12-1.501. Applications.

Any person required to apply for and obtain a Permit under the provisions of this Chapter shall prepare and submit to the Business Licensing Officer an application for such Permit on forms provided for such purpose by the County. In addition to any other information required by the County, the application shall indicate whether the applicant sells or intends to sell any Tobacco Product or Tobacco Paraphernalia as those terms are defined in Chapter 15 of Title 6 of this Code.

SECTION 4. EFFECTIVE DATE/PUBLICATION.

This ordinance shall take effect and be in force thirty (30) days after its passage and adoption, and prior to the expiration of fifteen (15) days from the passage, this ordinance shall be published once in the Daily Democrat, a newspaper of general circulation, printed and published in the County of Yolo.

PASSED AND ADOPTED by the Board of Supervisors of the County of Yolo, State of California this 16 day of May, 2006, by the following vote:

Ayes: 5
Noes: 0
Absent: 0
Abstentions: 0

Frank Sieferman, Jr., Chair
Board of Supervisors
County of Yolo, State of California

Attest:
Ana Morales, Clerk
Board of Supervisors

By _____
Deputy
(Seal)

Approved as to Form:
Robin T. Drivon, County Counsel

By _____
Stephen B. Nocita, Senior Deputy



CITY COUNCIL
STAFF REPORT

TO: Honorable Mayor and Councilmembers
DATE: February 17, 2015
THROUGH: John W. Donlevy, Jr., City Manager
FROM: Shelly A. Gunby, Director of Financial Management *Shelly*
SUBJECT: Comprehensive Annual Financial Report (CAFR)

RECOMMENDATION:

Staff recommends that the City Council receive the 2013-2014 Comprehensive Annual Financial Report (CAFR).

BACKGROUND:

Every year the City of Winters has an independent audit performed by an outside auditing firm. The audit was performed by Van Landt and Fankhenal LLP for the 2013-2014 fiscal year. Upon completion of the audit, a Comprehensive Annual Financial Report, or CAFR is prepared by staff and the auditors to provide useful financial information for the City Council, Staff and Citizens regarding the operations of the City of Winters.

This year's CAFR contains information about factors affecting the financial condition of the City, the effect of the economy on our ability to adhere to certain financial policies, information about the capital projects and information about the awards that have been received by the City. This information is contained in the transmittal letter.

Included in the Management Discussion and Analysis (MD&A) is a discussion prepared by staff about the financial highlights for the year, a guide to the financial statements, analysis of the Government Wide Financial Statements and Governmental Activities, other major funds, budgetary highlights, capital and debt administration and economic factors impacting future budgets.

Page 26 of the report includes the Balance Sheet for the Governmental Funds of the City of Winters; these are all funds with the exception of the Water and Sewer Funds and the Trust Funds for the former redevelopment agency.

The Balance Sheet for the General Fund includes the following items:

Fund	Description	Revenue in Excess of Expenditures	Fund Balance
101	General Fund	(51,991.36)	2,056,021.27
102	Community Development Dept	(108,790.21)	(1,220,926.29)
103	Community Ctr and Pool Fundraising	-	-
104	Fireworks	(3,674.52)	(287.71)
105	Senior Fund Donations	(36.32)	385.15
107	Park Maintenance Committee	5.37	2,207.20
108	Koda Camp	7,595.95	7,595.95
427	Capital Equipment Replacement	79,906.31	599,274.45
429	Service Reserve Fund	1,264.35	1,002,769.71
		<u>(75,720.43)</u>	<u>2,447,039.73</u>

The funds are combined into the General Fund for Financial Reporting purposes due to the fact that the items are not restricted by law for their use, but, rather restricted for use by decisions made by the City Council, or for ease of determining how a particular program is performing over time.

Included in the CAFR is Note 9 on page 58, Post-Retirement Health Insurance Benefits. The City of Winters provides retired employees the opportunity to continue their health insurance with CALPERS. When a retiree elects to continue their health insurance coverage with CALPERS, a portion of the cost is paid by the City of Winters. For 2014 this amount was \$119 per month per employee, for 2015 the amount is \$122 per month per employee. GASB 45 requires that the City calculate the estimated liability to provide this benefit to employees. Due to our size, actuarial companies were unwilling to enter into a contract for the actuarial calculation for the estimate. In concert with our auditors and the CSMFO (California Society of Municipal Finance Officers) staff prepared an actuarial for determining the liability for Post-Retirement Health Insurance.

Assumptions included in the model include:

- The City cost will increase by 2% a year.
- Investment return is 3%
- 75% of current employees will elect to continue health coverage after retiring
- Married employees will remain married
- Married employees will cover their spouse if they continue health coverage after retiring.

The result of the actuarial is that the younger the work force, the higher the potential liability. The actuarial accrued liability for the City of Winters on June 30, 2012(the most recent Alternate Measurement Method valuation date) was \$680,779. The Annual Required Contribution (ARC) is calculated to eliminate the unfunded liability over a 30 year period. The actuarial accrued liability and the ARC will change each and every year as our workforce changes. There is no actual requirement that you fund the ARC, the requirement is that the unfunded ARC be recorded as a liability on the balance sheet of the City.

Note 10 on page 59 discusses the CALPERS Defined Benefit Pension Plan as of June 30, 2013.

This note will have significant differences in the coming years. Pension Reform, known as PEPRA began in January 2013. We have new tiers of retirement for any new CALPERS members, and all new CALPERS members must pay 50% of the normal cost of the defined benefit plan. This will also require the City to change some of our recruitment information based on whether potential employees are current CALPERS members or not. Beginning in 2018 the City may require existing employees to pay 50% of the normal cost of the defined benefit plan. This will impact salary and benefit negotiations with employees in the future.

The CAFR includes a comparison of the proposed budget to actual results for certain funds. These are called Major Funds and in 2013-2014 the City had 3 Governmental (not Water and Sewer) major funds, the General Fund and the Housing Successor and the Home-Choc Grant Fund. The Housing Successor Fund Balance was \$1,099,149 on 6/30/14. The actual to budget information for the General Fund can be found on page 63. The original budget projected a (\$293,925) change in fund balance, after mid-year budget adjustments were made, the projected change in fund balance was (\$419,307), and the actual change in fund balance was (75,721). The Budgeted amount included funds 101-General Fund and fund 102-Community Development. The actual change in fund balance for these two funds was (\$160,782) or \$258,525 better than budgeted. The table included above in the discussion of the makeup of the balance of the fund balance of the General Fund shows how each fund contributed to the \$ 75,721 decrease in General Fund balance. The decrease in fund balance of \$75,721 is similar to the use of a savings account to continue to pay for expenses that continue to occur. Additional economic development needs to be implemented in order for the revenues of the City to be at a level to sustain, and hopefully, expand services provided to the citizens of the City,

Page 79 shows the results of the various special revenue funds operated by the City. The first column includes information on the City Wide Assessment District. This fund is responsible for funding the costs of the services performed to maintain all of the parks within the City. Currently the fund is operating at a deficit, and this deficit is funded by the General Fund. The City has recently completed most of the development of the Putah Creek Trail Park, and is looking to develop the park close to the Orchard Village Apartments. This will add significant new service requirements for park maintenance when both parks are completed. Funding for the park maintenance is now \$82.50 per residential unit per year, and \$41.25 per non-residential unit per year. Currently there is no anticipated increase in the rate per unit, and the only way to increase the available funding for park maintenance is to add additional units to the city (both residential and non-residential). Without additional funding sources, the general fund will continue to subsidize park maintenance.

Beginning on page 119 is the Statistical Section of the CAFR. This section compares results for the prior 10 years for various operating results. These are required to be included in specific formats for inclusion in the CAFR. Page 126 compares the Governmental Fund Balances for the last 10 years, and it clearly shows the city increasing fund balance through 2007 and then decreasing for every year thereafter, until the current year, that shows the \$75,721 decrease in the Fund Balance of the General Fund. This shows the impact of using our “savings” account to continue operations. This also shows that while we prepared for the economic “slowdown” by committing to reserve fund balances, we now need to look to increasing fund balances in the future to be prepared for the next “slowdown”. This will be accomplished by looking to economic development and housing construction in the next few years.

Page 31 shows the fluctuation in tax revenues of the City. The impact of the increase in the Utility User tax in 2010-2011 is clearly evident in the Other Taxes column. Also illustrated is the impact of the housing values in the decrease of property taxes from a high in 2009 of \$1,395,538 to the 2010 amount of \$1,121,922, a 19% decrease in one year. Even now, we are still 12% below the high in 2009. Sales tax has rebounding to the 2008 high, and seems to be growing now.

Page 124 and 125 show the changes in net position for Governmental Funds over the past 10 years. This can be somewhat deceptive, due to the fact that included in the Governmental Funds include all the special revenue funds, and most especially the Grant Funds. The use of Grant Funds typically has a negative impact on the Governmental Fund Balances. This is due to the fact that most Grants are handled on a reimbursement basis, that is, the City advances the funds to pay for the services that are grant funded, and then we receive a reimbursement from the Grant for the amounts that we have advanced. This means that most of the time, until the grant is completed, we have always paid more out for grant projects than we have received.

Page 132 includes information on Assessed Values for the last 10 years, and clearly shows how our Assessed values were reduced with the housing crisis, and the associated foreclosures and are now beginning to rebound somewhat but are still significantly lower than the high in 2010.

The CAFR (Comprehensive Annual Financial Report) is posted on the City of Winters website for the public to have access to read and review.

FISCAL IMPACT:

None by this action

ATTACHMENTS

Comprehensive Annual Financial Report (CAFR) under separate cover.

City of Winters
Comprehensive Annual Financial Report
Year Ended June 30, 2014

318 First Street
Winters, CA 95694
P.(530) 795-4910
www.cityofwinters.org

City Manager
John W. Donlevy, Jr.

Director of Financial Management
Shelly Gunby

WINTERS

california

Est. 1878

**CITY OF WINTERS
CALIFORNIA**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

**CITY OF WINTERS
Finance Department**

**Shelly Gunby
Director of Financial Management**

City of Winters
Comprehensive Annual Financial Report
Year Ended June 30, 2014

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Comprehensive Annual Financial Report
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INTRODUCTORY SECTION



December 17, 2014

To the Honorable Mayor, Members of the City Council and the Citizens of the City of Winters:

The comprehensive annual financial report of the City of Winters for the year ended June 30, 2014 is hereby submitted as mandated by State statutes. These statutes require that all general-purpose governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management’s representations concerning the finances of the City of Winters. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Winters has established a comprehensive internal control framework that is designed to both protect the government’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City of Winters financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Winters comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City of Winters financial statements have been audited by Van Lant and Fankhanel, LLP, a firm of licensed certified public accountants. The goal of the audit was to provide reasonable assurance that the financial statements of the City of Winters for the fiscal year ended June 30, 2014 are free of material misstatement. The independent audit involved examining on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Winters financial statements for the fiscal year ended June 30, 2014 are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

GAAP requires that the management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Winters MD&A can be found immediately following the report of the independent auditors.

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**COUNCIL
MEMBERS**
Bruce Guelden
Harold Anderson
Wade Cowan

MAYOR
Cecilia Aquiar-Curry
MAYOR PRO TEM
Cecilia Aquiar-Curry

CITY CLERK
Nanci Mills
TREASURER
Michael Sebastian

CITY MANAGER
John W. Donlevy, Jr.

Governmental Profile

The City of Winters, incorporated in 1898, is located in the southwestern corner of Yolo County, immediately north of the Solano County line and just east of the Vaca Mountain Range. The City of Winters is bordered to the east by I-505. Interstate 80, which lies just 11 miles south, provides easy access to the major metropolitan areas of Sacramento and the Bay Area. State Highway 128 passes directly through the City of Winters and is a major access route to the Napa Valley and recreational opportunities at Lake Berryessa.

The City of Winters is a general law city and employs the Council/Manager form of government. The City Council acts as the legislative and policy making body for the City. The City Council consists of 5 members. The City Council appoints the Mayor after each Council election. The Council appoints the City Manager, City Attorney, and all members of the various boards and commissions, which serve in an advisory capacity to the City Council. The Council sets policy on all public matters relating to the City of Winters, and adopts an annual budget in which the years approved programs, projects and services are financed. The City Council periodically establishes citywide goals and updates the General Plan and Zoning Ordinances as needed. The City Manager is the chief administrator and is responsible for implementing the policies and priorities of the City Council. The City Clerk and Treasurer are elected for four-year terms.

The City of Winters provides a full range of services, including police and fire protection; the construction and maintenance of streets and other infrastructure; water and sewer services; recreational activities and cultural events. The City of Winters was also responsible for the legally separate Winters Community Development Agency which was dissolved by the State of California on January 31, 2012. The Community Development Agency non-housing assets, liabilities and operations were assumed by the City of Winters as Successor Agency to the Dissolved Winters Community Development Agency and are included as a Private -Purpose Trust Fund in this report. The Housing assets and operations were assumed by the City of Winters and are included as a Special Revenue Fund in this report.

The annual budget serves as the foundation for the City of Winters financial planning and control. All agencies of the City of Winters are required to submit requests for appropriation to the Director of Financial Management each year. The Director of Financial Management uses these requests as the starting point for developing a proposed budget. The Director of Financial Management and the City Manager present this proposed budget to the City Council for review in May and is required to be legally adopted by June 30, the close of the City of Winters fiscal year. The appropriated budget is adopted at the fund and departmental level. The City Manager is authorized to make transfers between account codes and departments within each fund, except contingencies. City Council approval is required for transfers between funds, except for those inter-fund transfers approved in the budget. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, the comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds other than the general fund with appropriated annual budgets this comparison is presented in the governmental fund subsection of this report.

Management Approach

Over the past five (5) years, the primary focus of our management of the City has been fiscal and service sustainability. Simply put, we have worked to identify both needed and desired service levels and the associated costs and determined strategies for maintaining the quality of our municipal operations.

The approach has included a collaboration of all departments, the City Council and the community at large to begin a process of strategic planning for the long-term service, facility, park and open space, and capital equipment needs for the City. A significant amount of time has been spent on research and workshops to begin defining both current and long-term needs.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific economy that affects the City of Winters.

With the passage of Proposition 1A, the City has reduced its vulnerability to state raids of city funding sources, but has not eliminated it completely. State legislation has often been directed at local governments to re-direct city revenues to cover the State's fiscal mismanagement. Potential take-away's have presented a real threat to the City's fiscal situation in the past and the Redevelopment Agency was dissolved as of January 31, 2012 based on the Supreme Court's decision on the December 28, 2011.

Economically, Winters, while residing in Yolo County is primarily impacted and influenced by the economies of Solano County and the East San Francisco Bay Area.

- Housing prices have leveled off over this last year and are expected to somewhat start a slow recovery in the coming years.
- Residential construction has remained at a stand-still in the last fiscal year, however, new construction is expected to occur 2014-2015. Grading has begun on the 72 unit Ogando Hudson Subdivision, and other approved subdivisions have begun re-engaging the City of Winters in order to facilitate the construction of the approved residential subdivisions.
- The City's Sales Tax has seen a rebound from \$267,204 in 2009-2010 to \$460,165 in the current fiscal year.
- Freeway serving businesses have begun to develop along the Grant Avenue corridor, with the opening of the AM/PM Burger King at the entrance to the City in September 2012, and the opening of a Taco Bell adjacent to the Burger, which opened in December 2013.
- Winters proximity to the I-80/I-505 corridor has made the location a logical next step in industrial development. The expansion of Solano County industry has driven developers to the Winters area in search of affordable land. The area in and around Vacaville and I-505 has caused many to look towards Winters as a potential area of industrial expansion.
- The development of the PG&E Gas Operations Training Facility on the Eastern side of the City, close to the freeway serving businesses, which will help improve the economic development of the City of Winters tremendously. Staff is currently reviewing the Environmental Impact Report for that facility and construction is anticipated to begin in late 2015.

A key focus of the City Council and Staff has been capital projects to repair infrastructure and modernize facilities. Our vision is toward the future and a strong capital base.

Due to the collapse of the real estate market and the reduction in residential construction, the City has re-negotiated most of the previously adopted development agreements for the approved subdivisions. Many of these changes have centered on easing the initial financial demands on developers and the overall reduction of fees.

A key hurdle for development in the Winters industrial area is flood control. Much of the City's northern area is a part of a FEMA Flood Area and is in need of mitigation. The City has developed a Flood Master Plan for this section of the City, which projects the need for almost \$20 million in improvements to mitigate the effects of flooding.

In order to facilitate this growth and maintain a quality community, Staff has initiated a number of internal programs to assure effective review of projects and implementation of the City's economic development strategies. Economic expansion will invariably lead to higher revenues, and higher costs, to the City; therefore, balancing these revenues and costs is a key issue.

Long-Range Financial Planning

The city has developed a long-range financial plan. The goals of developing this long-range plan include the following:

1. Understanding of all the revenue sources used to implement projects and services throughout the community and the impacts to the growth rate of the services.
2. Identifying recurring vs. nonrecurring revenues.
3. Reviewing all services provided by the City and the corresponding costs of those services.
4. Provide service levels consistent with the General Plan.
5. Establish a Service reserve fund from nonrecurring (one-time) revenues.
6. Establish a long term financial strategy and plan.
7. Establish a "living" document that can be updated as identified variables change that will affect the plan.

Relevant Financial Policies

The recession has impacted the City of Winters significantly with a reduction in assessed values and a resulting reduction in property tax revenues. Measure W, enacted in June 2010 by the voters of the City of Winters, increased the Utility User Tax from 4.75% to 9%, however, the tax did not take effect until October 1, 2010. Although these reductions in revenues were of a larger scale than anticipated at the time the budget for 2012-2014 was prepared, and, the City of Winters was unable to adhere to our General Fund policy that "Operating Revenues must fully cover operating expenditures" in the 2013-2014 fiscal year. Our Policy of having reserves on hand, as well as significant concessions from all levels of staff has enabled the City to continue to provide consistent levels of service even with declining revenues.

Capital Projects/Redevelopment

The City of Winters has implemented projects within the community to utilize the \$7.8 million in tax allocation bonds issued by the Winters Community Development Agency(CDA) in March 2004 and the \$11.4 million in tax allocation bonds issued in September 2007. The projects that have been implemented to date include:

- **Downtown Master Planning:** The CDA worked with businesses and property owners within the Main Street and Railroad Avenue corridors to develop an overall strategy and infrastructure plan that will facilitate development within this area.
- **Economic Development:** The CDA worked with consultants to create a marketing program to make it easy for prospective developers to consider projects within the City.
- **Affordable Housing Program:** The CDA worked with developers to provide financing to complete construction of a 72 unit affordable housing development.

- Community Enhancements: The CDA has built an amphitheatre at the community Center, completed a 110 downtown parking lot, rehabilitated the old railroad bridge to a bicycle and pedestrian trail across Putah Creek into the Community Center park area, installed restrooms at Rotary Park, and completed the installation of a shade structure on the Putah Creek entrance patio area of the Community Center.
- The Agency completed a \$1.5 million capital improvement to the intersection of Main St. and Railroad Ave. including roadway, pedestrian and street furnishings.
- First Time Home buyer program: The CDA has, in partnership with the City of Winters, implemented a first time homebuyer program. Approximately 15 first time homebuyers have been assisted through this program since the 04-05 fiscal year.
- The Agency completed construction of a Joint Police and Fire Facility providing a 40,000 square foot facility for both Police and Fire Departments and includes a training facility that also serves as the Emergency Operations Center for the City of Winters, with a generator that will power the facility in case of power failure.
- The Agency completed a \$680,000 capital improvement to the intersection of Main and First Street, along with a Mid-Block crossing.

The City is implementing the Five Year Capital Improvement plan developed in fiscal 03-04 and has prioritized key infrastructure projects within the City. Projects have been implemented utilizing the 2007 Water and Sewer Revenue Bonds.

- Well #7 has been completed. This well was necessary to support economic development throughout the City.
- Water pipes were extended to the area along I-505, the next area of anticipated economic development outside of the downtown core.
- Sewer lines were replaced throughout the oldest part of the City.
- Wells #2 and #4 were rehabilitated to allow them to run more efficiently.
- A SCADA (Supervisory Control and Data Acquisition) system was installed. This allows for computer monitoring of the status of the Water and Sewer Systems at all times.
- Water Meters were installed City Wide and beginning January 2012, all water customers began being billed based on consumption.

The 03-04 Capital Improvement Plan will be reviewed and updated in the 14-15 fiscal year and will coordinate with the master plans for both Water and Sewer Enterprise Functions.

Awards and Acknowledgements

In 2009, the City of Winters was awarded the 2009 SACOG Blueprint Excellence Award for its efforts in planning, engineering and capital project implementation. This award is the highest award given within the five (5) county region in recognition for "smart growth" and the agency's ability to effectively implement capital projects.

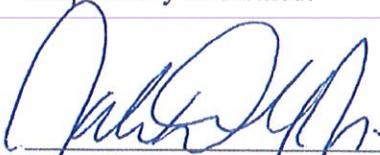
The Government Finance Officer Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Winters for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2013. This is the eleventh year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City of Winters published an

easily readable and efficiently organized CAFR. This report satisfied both the GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine its eligibility for another certificate.

This report could not have been prepared without the cooperation of all staff of the City of Winters. Also, we would like to acknowledge the professional work and advice of Van Lant and Fankhanel, LLP.

Respectfully Submitted:



John W. Donlevy, Jr.
City Manger



Shelly A. Gunby
Director of Financial Management

CITY OF WINTERS, CALIFORNIA

ELECTED AND APPOINTED OFFICIALS

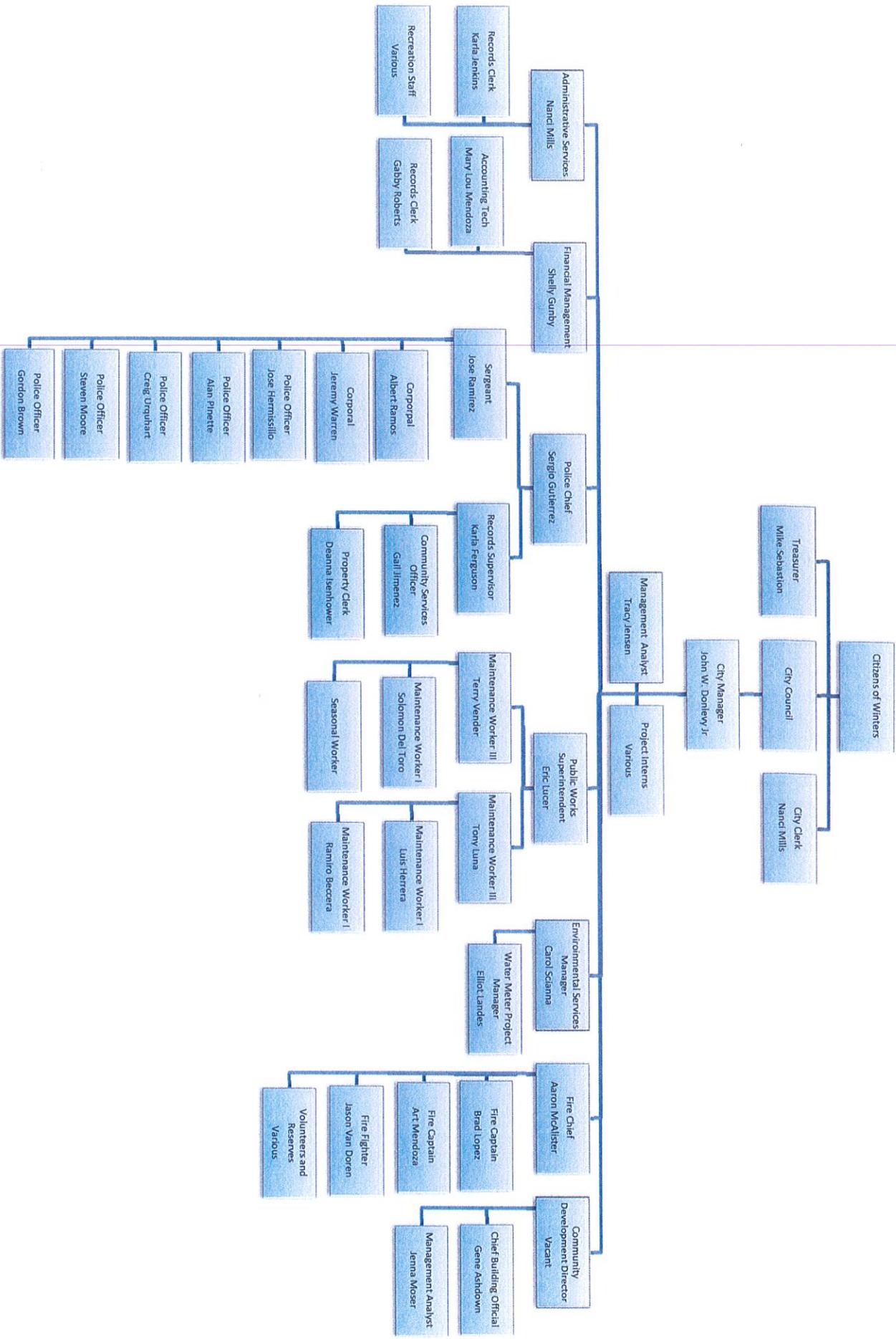


CITY COUNCIL

- Cecilia Aguiar-Curry.....Mayor
- Woody Fridae.....Mayor Pro Tem
- Bruce Guelden.....Council member
- Harold Anderson.....Council member
- Wade Cowan.....Council member

APPOINTED OFFICIALS

- John W. Donlevy, Jr.....City Manager
- Sergio Gutierrez.....Police Chief
- Nanci G. Mills.....Director of Administrative Services
- Shelly A. Gunby.....Director of Financial Management
- Vacant.....Director of Community Development
- Dan Maguire.....Housing & Economic Development Manager
- Aaron McAlister.....Fire Chief





Government Finance Officers Association

**Certificate of
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Presented to

**City of Winters
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

FINANCIAL SECTION

Independent Auditor's Report

The Honorable City Council
City of Winters, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Winters (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.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Winters, 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 14 to the financial statements, the City implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, as of June 30, 2014. 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, the budgetary comparison information, and schedule of funding progress, 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 an opinion on the financial statements that collectively comprise the City's basic financial statements. The introductory section, schedules listed in the supplementary information section of the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules listed in the supplementary information section of the table of contents 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 schedules listed in the supplementary information section of the table of contents are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we 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 a report dated December 17, 2014 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Von Lant + Fankhaed, LLP

December 17, 2014

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Management's Discussion and Analysis

As management of the City of Winters, we offer readers of the City of Winters financial statements this narrative overview and analysis of the financial activities of the City of Winters for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with the accompanying transmittal letter, the basic financial statements, and the accompanying notes to the basic financial statements.

The financial statements presented herein include all financial activities of the City and its component units in accordance with Governmental Accounting Standards Board Statement No. 34, "Basic Financial Statements-and Management's Discussion and Analysis-For State and Local Government" (GASB 34).

The Government-Wide Financial Statements present the financial position of the City using the economic resources measurement focus and the accrual basis of accounting. These statements present governmental activities and business-type activities separately. Also, these statements include all assets of the City, as well as all liabilities, including long-term debt. Additionally, in accordance with GASB 34, certain eliminations have been made related to inter-fund activity, payables, and receivables.

The Fund Financial Statements include governmental, proprietary, and fiduciary funds. The governmental funds are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. A reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach under GASB 34. The proprietary funds are prepared using the economic resources measurement focus and the accrual basis of accounting. The fiduciary funds consist of trust and agency funds. Trust funds utilize the economic resources measurement focus and the accrual basis of accounting, while the agency funds only report a balance sheet (accrual basis of accounting) and do not have a measurement focus.

Financial Highlights

- The assets of the City of Winters exceeded its liabilities at the close of the most recent fiscal year by \$40,654,988 (net position). Of this amount, \$5,718,518 is unrestricted net position. A nominal or negative unrestricted net position does not mean that the City of Winters is facing financial disaster, but rather, that the City of Winters has invested in projects or long term assets that are not reflected on the Statement of Net Position.
- As of the close of the current fiscal year, the City of Winters governmental funds reported combined ending fund balances of \$8,537,359 an increase of \$96,710 in comparison with the prior fiscal year. Approximately 6.03% or \$515,046 is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$1,208,759 or, 30.91% of total general fund expenditures.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Winters basic financial statements. The City of Winters basic financial statements comprise three components:

1. Government-wide financial statements
 2. Fund Financial Statements
 3. Notes to the financial statements
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This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

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

The *Statement of Net Position* and the *Statement of Activities* report information about the City as a whole and its activities. These statements include all assets and liabilities of the City using the accrual basis of accounting and economic resources measurement focus, which is similar to the accounting used by most private-sector entities. Under the economic resources measurement focus, revenues are recognized when earned and expenses are recorded when the liability is incurred.

The *Statement of Net Position* reports the City's net position and changes in it. The Net Position is the differences between assets and liabilities, which is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position is one indicator of whether its financial health is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City of Winters that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business type activities.) The governmental activities of the City of Winters include; general government, public safety, public works, community development, parks and recreation, and streets and highways. The business-type activities of the City of Winters include the Water and Sewer functions of the City of Winters.

Fund Financial Statements

The fund financial statements provide detailed information about the City's major funds, not the City as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Winters, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the City of Winters can be divided into three (3) categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as balances of spendable resources available at the end of the fiscal year. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance the City's programs. The differences between the Governmental Fund Financial Statements and the Government-Wide Financial Statements are explained in a reconciliation following the Government-Wide Financial Statements.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

The City of Winters adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund to demonstrate compliance with this budget.

Proprietary Funds. When the City charges customers for services, whether to outside customers or to programs of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way in that all activities are reported in the Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position. The City's enterprise funds are the same as the business-type activities reported in the Government-Wide Financial Statements, but provide more detail and additional information, such as cash flows, for each enterprise fund. The City also uses an internal service fund to report activities that provide supplies and services for the City's internal programs and activities.

Fiduciary funds. The City is the trustee, or fiduciary, for certain funds established to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, and other governmental units. The City's fiduciary activities are reported in a separate Fiduciary Statement of Net Position. These activities are excluded from the City's Government-Wide Financial Statements because the City cannot use these assets to finance its operations. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Notes to the 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.

Other information

Combining statements are presented following the notes to the financial statements.

Government-wide Financial Analysis

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

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Winters, assets exceeded liabilities by \$40,654,988 at the close of the most recent fiscal year.

59.40% of the City's net position reflects its investment in capital assets (e.g., land, buildings, and improvements other than buildings, equipment, infrastructure, and construction in progress); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The City reports its sewer and water activities as business-type activities and reports these activities in the government-wide statements.

An additional portion of the City of Winters net position (26.531%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* (\$5,718,518 or 14.065%) may be used to meet the government's ongoing obligations to citizens and creditors.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

At the end of the current fiscal year, the City of Winters is able to report positive balances in all three categories of net position, governmental activities, business-type activities, as well as total activities.

TABLE 1
SUMMARY OF NET POSITION
AS OF JUNE 30

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
ASSETS:						
Current and other Assets	\$ 13,669,802	\$ 13,433,629	\$ 5,376,207	\$ 5,588,558	\$ 19,046,009	\$ 19,022,187
Capital Assets, net	22,986,473	10,809,780	8,913,652	9,267,396	31,900,125	20,077,176
TOTAL ASSETS	\$ 36,656,275	\$ 24,243,409	\$ 14,289,859	\$ 14,855,954	\$ 50,946,134	\$ 39,099,363
LIABILITIES						
Liabilities due after one year	\$ 676,372	\$ 1,267,406	\$ 537,340	\$ 7,784,826	\$ 1,213,712	\$ 9,052,232
Other Liabilities	1,276,892	548,880	7,800,542	677,537	9,077,434	1,226,417
TOTAL LIABILITIES	\$ 1,953,264	\$ 1,816,286	\$ 8,337,882	\$ 8,462,363	\$ 10,291,146	\$ 10,278,649
NET POSITION						
Net Investment in Capital Assets	\$ 22,986,473	\$ 10,809,780	\$ 1,163,652	\$ 2,407,222	\$ 24,150,125	\$ 13,217,002
Restricted	10,242,135	9,641,029	544,210	-	10,786,345	9,641,029
Unrestricted	1,474,403	1,976,314	4,244,115	3,986,369	5,718,518	5,962,683
TOTAL NET POSITION	\$ 34,703,011	\$ 22,427,123	\$ 5,951,977	\$ 6,393,591	\$ 40,654,988	\$ 28,820,714

There was an increase of \$601,106 in restricted net position reported in connection with the City of Winters' Governmental Activities. This increase is due to the increase in amount restricted for Income Restricted Housing \$561,141, a decrease in amount restricted for Capital Projects (\$1,485,982), an increase in the amount restricted for revolving loans \$554,589, an increase in the amount restricted for Streets \$921,906, an increase in the amount for Debt Service, \$56,277 and an decrease in the amount restricted for Parks (\$6,825).

The net position of the City of Winters increased by \$11,834,274 during the fiscal year. The increase in net position is due to the increase in net position in Governmental Activities of \$12,275,888 and an decrease in Business-Type Activities of \$441,614. The discussion of each of the changes is included in the separate sections below.

Governmental Activities

Governmental activities increased the City of Winters net position by 12,275,888 The increase in net position is due to an increase in liabilities (\$136,978) and an increase in assets \$12,412,866. Liabilities that increased were Accounts Payable (\$266,910), Accrued Payroll (\$20,749) and an increase in Long term Debt due in one year (\$95,150), and a decrease in Deposits (\$57,224) and a decrease in Long term Debt due in more than one year (\$188,607). Assets that increased were Capital Assets (\$12,176,693), Cash and investments (\$1,618,504), Accounts Receivable (\$52,696). a reduction in the following assets occurred, Land for Resale (\$127,299), Restricted Cash (\$1,140,560), Notes Receivable (\$99,101), Interest Receivable (\$503) and Amount Due from Developers (\$67,564)

The Cost of all governmental activities during 2013-2014 was \$5,312,669. Some of the cost of governmental activities was paid by those who directly benefited from the programs in the amount of \$586,901 or by other governmental agencies and organizations that subsidized certain programs with

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MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

grants and contributions in the amount of \$2,378,517. Overall, the City generated program revenues of \$2,965,418. The balance of the cost of governmental activities of \$3,405,959 was paid by the City of Winters sources of general revenues (taxes and general revenues).

The following table presents the changes in net position for the fiscal year ended June 30, 2014 and June 30, 2013:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

TABLE 2
CHANGE IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
PROGRAM REVENUES						
Charges for services	\$ 586,901	\$ 679,838	\$ 2,975,732	\$ 2,830,999	\$ 3,562,633	\$ 3,510,837
Operating grants	536,549	412,573	-	-	536,549	412,573
Capital Grants	1,841,968	1,635,819	-	510,886	1,841,968	2,146,705
GENERAL REVENUES						
Property taxes	1,232,688	1,429,395	-	-	1,232,688	1,429,395
Sales and uses taxes	460,165	408,845	-	-	460,165	408,845
Motor Vehicle in lieu	3,011	3,639	-	-	3,011	3,639
Franchise fees	239,385	230,805	-	-	239,385	230,805
Utility Tax	690,272	718,174	-	-	690,272	718,174
Municipal services tax	296,730	296,230	-	-	296,730	296,230
Transient Occupancy Tax	3,426	8,692	-	-	3,426	8,692
Other Revenues	230,592	378,255	-	(190,314)	230,592	187,941
Use Money and property Transfers	41,155	128,124	2,590	5,357	43,745	133,481
	208,535		(208,535)			
TOTAL REVENUES	6,371,377	6,330,389	2,769,787	3,156,928	9,141,164	9,487,317
EXPENSES						
Governmental Activities						
General Government	345,978	349,842			345,978	349,842
Public Safety	2,979,999	2,947,065			2,979,999	2,947,065
Public Works	218,488	739,622			218,488	739,622
Community Development	418,479	499,056			418,479	499,056
Parks and Rereation	747,458	663,801			747,458	663,801
Streets and Highways	602,267	366,085			602,267	366,085
Interest on Long Term Debt	-	-			-	-
Business Taype Activities						
Water			1,303,791	1,249,358	1,303,791	1,249,358
Sewer			1,590,022	1,490,721	1,590,022	1,490,721
TOTAL EXPENSES	5,312,669	5,565,471	2,893,813	2,740,079	8,206,482	8,305,550
EXCESS (DEFICIENCY OF REVENUES OVER EXPENDITURES)	1,058,708	764,918	(124,026)	416,849	934,682	1,181,767
Gain on transfer of assets and liabilities to RDA successor trust funds	-	-	-	-	-	-
TOTAL OTHER FINANCING	-	-	-	-	-	-
CHANGE IN NET POSITION	1,058,708	764,918	(124,026)	416,849	934,682	1,181,767
NET POSITION JULY 1	22,427,123	22,672,477	6,393,591	5,976,742	28,820,714	28,649,219
PRIOR PERIOD ADJUSTMENTS	11,217,180	(1,010,272)	(317,588)	-	10,899,592	(1,010,272)
NET POSITION JULY 1	33,644,303	21,662,205	6,076,003	5,976,742	39,720,306	27,638,947
NET POSITION JUNE 30	\$ 34,703,011	\$ 22,427,123	\$ 5,951,977	\$ 6,393,591	\$ 40,654,988	\$ 28,820,714

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Property taxes decreased by (\$196,707) or 13.76%. The major reason for the decrease in property tax revenue is the ongoing reduction in assessed values and the sale of homes at less than the prior sales price, thus reducing assessed values even further.

Operating Contributions and Grants have increased by \$123,976 in 2013-2014 compared to 2012-2013. Grant funding for Streets and Roads increased by \$30,687, Park and Recreation Grants increased by \$12,052, Public Safety Operating Grants increased by \$69,146 and Community Development Operating Grants increased by \$12,091. The Gas Tax that the City receives is based on Motor Fuel Taxes and is administered by the State of California. This amount increased by \$30,687 from what was received in 2012-2013. This amount fluctuates from year to year based on Motor Fuel Taxes collected by the State of California and then remitted to local jurisdictions.

Capital Contributions and Grants have increased from 2012-2013 amounts by \$206,149. This is due to the one time nature of grants. The City received a grant to for the purchase of a Fire Truck in the amount of \$479,430, this grant combined with other equipment grants for the Fire department increased the Public Safety Capital Grant amount in 2013-2014 in the amount of \$544,591 over that of 2012-2013. In 2012-2013 the City received grants for the construction and/or rehabilitation of streets and roads in the amount of \$190,947 but received no capital grants in 2013-2014 for streets and roads. The amount of grant funding received for Community Development projects was \$131,397 less in 2013-2014 than in 2012-2013.

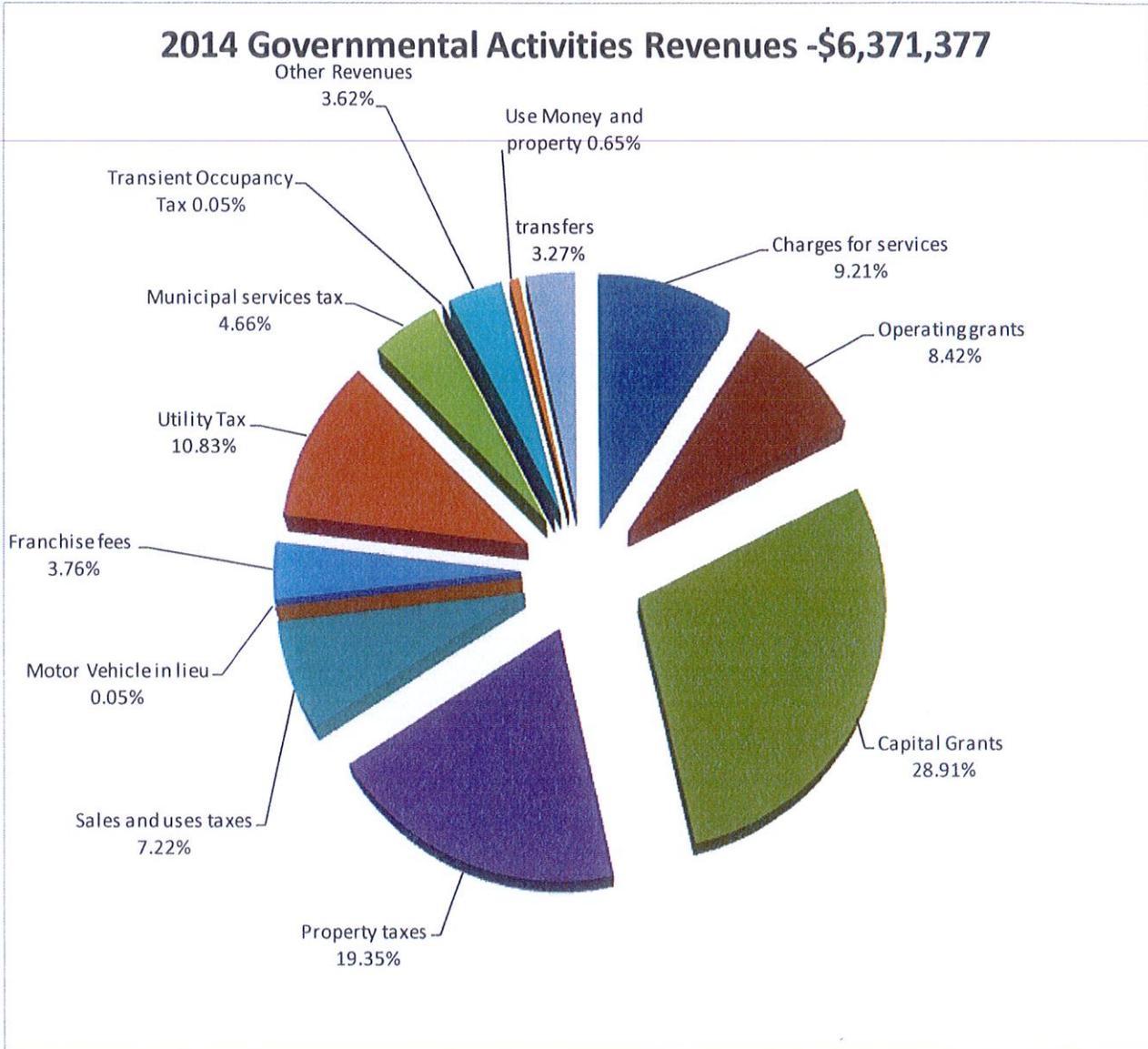
Charges for Services have decreased from the 2012-2013 fiscal year by \$92,937. Decreases in service charges for the Public Safety were \$90,273 This is due to decreases in Traffic and Parking Fines as well as impact fees collected for Police and Fire. The service charges for Community Development increased by \$73,077 from 2012-2013, this is an increase in the permit fees and plan check fees due to increased activity in the building department in Fiscal. The service charges for Public Works decreased by \$79,708 from 2012-2013 due to decrease in Impact Fees collected. Parks and Recreation increased by \$12,643 due to increased revenues at the Community Pool and Community Center. General Government service charges decreased by \$8,676 from 2012-2013.

General revenues decreased by (\$196,200) from 2012-2013. The decrease in property tax revenue was (\$196,707) due the continued reduction in Assessed Valuation of Real Property. The net change in all the other revenues is an increase of \$507. Sales and Use Taxes increased by \$51,320 while the Utility User Tax Decreased by \$27,902. Investment Revenues are \$86,969 less in 2013-2014 than in 2012-2013, due to low interest rates. Other revenues sources had minor increases and decreases from 2012-2013 that when aggregated with the larger changes above totaled \$507 in increases.

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MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

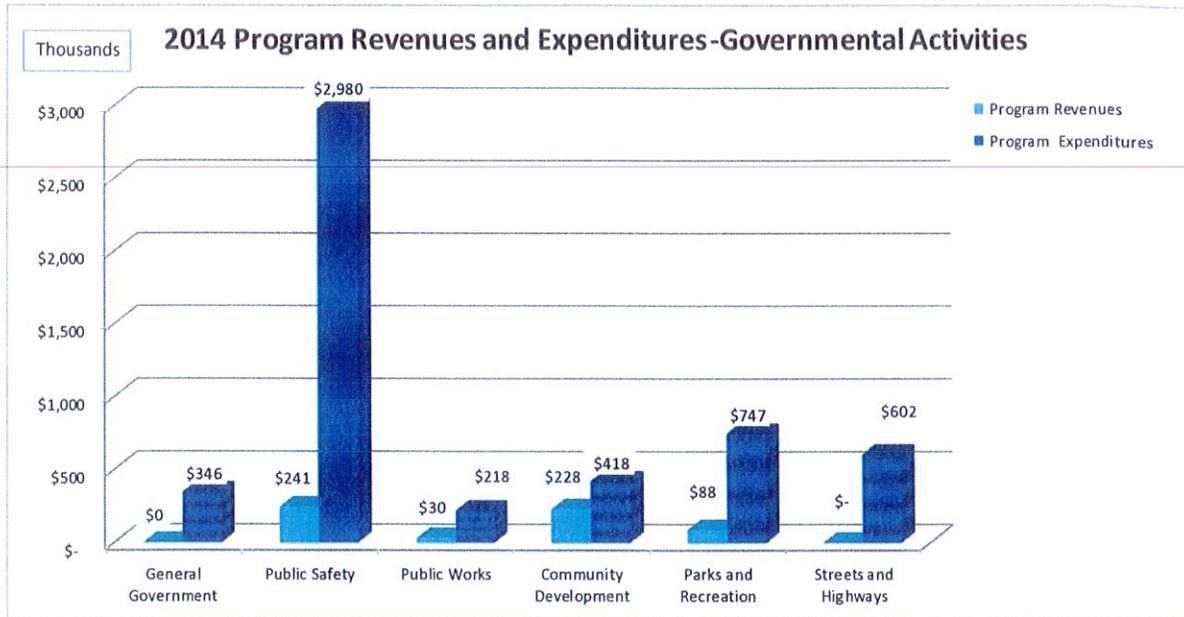
Revenues by Source-Governmental Activities



CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Program Revenues and Expenses -Governmental Activities



Governmental activity expenses decreased by (\$252,802) compared to 2012-2014 for the following reasons:

- Decrease in Community Development Expenditures of (\$80,577) due to the reduction in staffing and reduced activity in the Planning function of the department. Currently, planning functions are performed by consultants instead of fully staffing the planning department.
- Decrease in General Government of (\$3,864). The decrease in General Government is due to the retirement of a Management Analyst from the City Manager Department and a reorganization of staff, rather than the hiring of a replacement.
- Increase in Public Safety of \$32,934, this is due to a slight increase in the Public Safety Calpers contribution and an increase in the budget of YECA, the Yolo Emergency Communication Agency.
- Decrease in Public Works expenditures in the amount of (\$521,134), this decrease is due to the completion of projects in 2012-2013 as well as a reorganization that included training some staff for Wastewater operations in preparation of the City taking over operations of the Wastewater Treatment Facility in late 2014, that has previously been operated by a contract with Severn Trent.
- Increase in expenditures of \$83,657 for Parks and Recreation. The increase in expenditures is due to Park Grants received for the renovation of City Park, and the development of Walnut Park which is a new park adjacent to a newly built affordable housing project.
- Increase in expenditures in Streets and Highways of (\$236,182). This increase is due to the grants received for the design of Dry Slough Bridge and the Walnut Lane Roundabout.

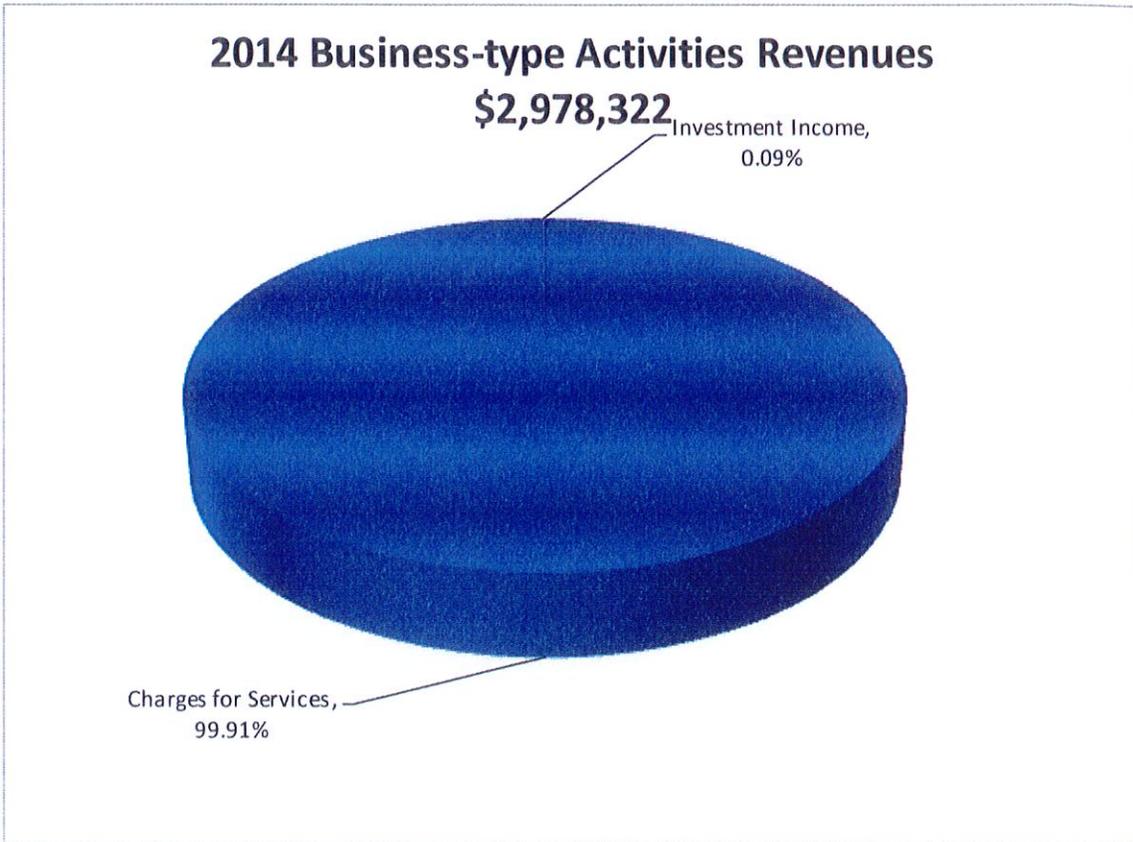
CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Business-Type Activities

Business-type activities decreased the City of Winters net position by \$441,614. Key elements of the decrease in the net position are as follows:

- The Water O & M fund decreased net position by (\$247,570) for the fiscal year. Assets decreased by (\$298,321). The decrease in assets was due primarily because Restricted Cash decreased by (\$158,258) while Cash and investments increased by \$59,265 and Accounts Receivables increased by \$46,738 from 2012-2013 while Depreciable Capital Assets decreased by (\$94,557) and Deferred Charges decreased by (\$151,509). Liabilities decreased by (\$50,751), decreases were due to a decrease in Long Term Debt of (\$80,357) while Accounts Payable increased by \$23,273, while other liabilities combined increased by \$6,333
- The Sewer O & M Fund decreased net position of the City of Winters by (\$194,044). Assets decreased by (\$267,774), Cash decreased by (\$150,320) and Restricted Cash decreased by (\$38,916) while Capital Assets decreased by (\$107,678) and Accounts Receivable increase by \$29,140. Liabilities decreased by (\$73,730), Accounts Payable decreased by (\$34,114), Deposits Payable increased by \$64,701, Interest Payable decreased by (\$1,155) and Long term debt due after one year decreased by (\$103,162).



CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Financial Analysis of the Government's Funds

As noted earlier, the City of Winters uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the City of Winters governmental funds is to provide information on near-term inflow, outflows and balances of spendable resources. Such information is useful in assessing the City of Winters financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Winters governmental funds reported combined ending fund balances of \$8,537,359, an increase of \$96,710 in comparison with the prior fiscal year. Approximately 6.03% or \$515,046 is available for spending at the government's discretion (unassigned fund balance). The remainder of the fund balance is reserved to indicate that it is unavailable for new spending because it is restricted for various purposes (see Note 1L).

The General Fund is the chief operating fund of the City of Winters, accounting for all financial resources traditionally associated with government activities that are not legally required to be accounted for in another fund.

The General Fund ended the fiscal year with a fund balance of \$2,866,167, which is a decrease of (\$6,738) as compared to the prior fiscal year. The fund balance is composed of 5 components as designated by the City Council these classifications and amounts are:

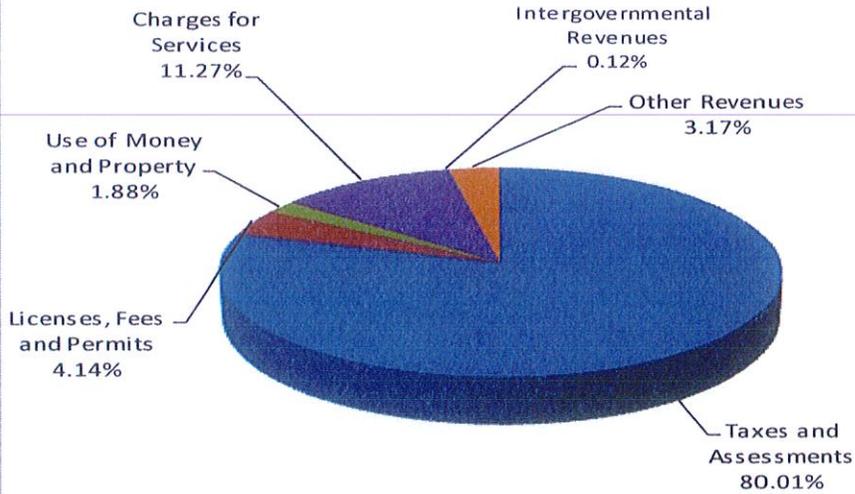
1. Non-spendable Fund balance- \$1,238,282. These are a portion of the fund balance that cannot be spent because it is not in a spendable form, such as a receivables
2. Restricted Fund Balance- \$0. These are amounts that are restricted by the source of the funds, such as a grant.
3. Committed Fund Balance- \$0. These are amounts that are restricted due to a formal action of the City Council.
4. Assigned Fund Balance- \$0 These amounts are funds that are intended for a specific purpose, but for which no formal action has yet to be taken by the City Council.
5. Unassigned fund balance \$ 1,208,759. This portion of the fund balance is that does not fall into one of the other four categories.

General Fund revenues for the fiscal year ended June 30, 2014 were \$3,703,921 comprised of the following:

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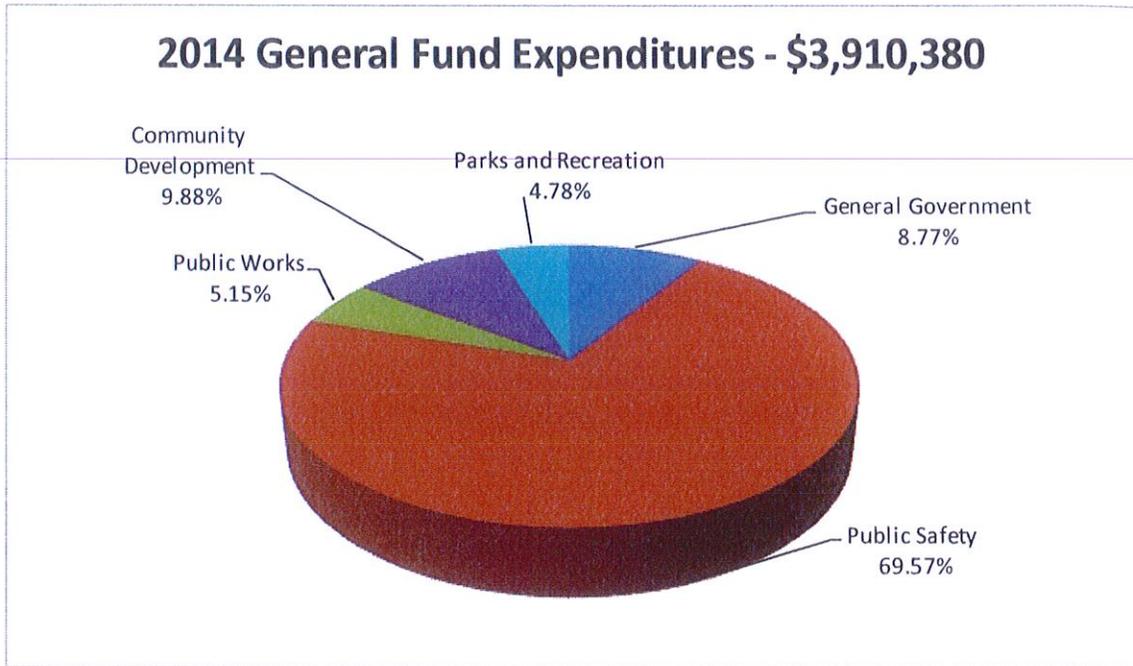
2014 General Fund Revenues - \$3,703,921



	Amount
Taxes and Assessments	\$ 2,946,016
Licenses, Fees and Permits	152,451
Use of Money and Property	69,202
Charges for Services	414,884
Intergovernmental Revenues	4,520
Other Revenues	116,848
	\$ 3,703,921

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General Fund expenditures were \$3,910,380 for the fiscal year ended June 30, 2014 were as follow:



	<u>Amount</u>
General Government	\$ 339,250
Public Safety	2,691,168
Public Works	199,403
Community Development	382,108
Parks and Recreation	184,774
Capital Outlay	113,677
TOTAL	<u><u>\$ 3,910,380</u></u>

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Other Major Funds

HOME CHOC Fund

The HOME CHOC Fund is used to account for the expenditures of HOME Funds granted to CHOC (Community Housing Opportunities Corporation for the construction of a 45 unit affordably restricted apartment complex located within the City of Winters. The City received grant funds from the HOME program and loaned the funds to CHOC to construct the apartments.

Housing Successor Fund:

On January 31, 2012 the State of California dissolved all Redevelopment Agencies in the State of California. The housing function of the dissolved Winters Community Development Agency was assumed by the City of Winters, and the Housing Successor Fund was established. This fund has a restricted fund balance of \$1,099,149. The City has received a Finding of Completion from the California Department of Finance, and will operate the housing functions and expenditures in such a manor to increase and maintain affordable housing units within the City of Winters.

Proprietary Funds

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

Unrestricted net position of the Water and Sewer funds at the end of the year amounted to \$2,659,55 and \$1,584,560 respectively. Both the Water Fund and Sewer Fund had a decrease in net position during the fiscal year. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City of Winters business-type activities.

General fund Budgetary Highlights

The City's annual budget is the legally adopted expenditure control document of the City. Budgets are prepared on a modified accrual basis consistent with GAAP, except that for budgetary purposes:

- Revenues are recorded when received.
- Interfund loans and repayments are recorded as revenues and expenditures.
- Capital expenses are budgeted as an expense.
- Encumbrances are included in budgeted expenditures.

Unexpended appropriations lapse at year-end. The City Council reauthorizes appropriations for continuing projects and activities. The City Council has the legal authority to amend the budget of any fund at any time during the fiscal year. The budget is adopted at the fund and department level. The City Manager is authorized to make transfers between account codes and departments within each fund, except for contingencies. City Council approval is required for transfers between funds, except those inter-fund transfers approved in the budget and must authorize any revisions which alter total expenditures of the city.

The following areas had budget adjustments approved by the City Council during the Fiscal year:

- General Fund-
 - Housing and Economic Development-Budget increase of \$17,800 for Architecture and Engineering costs related to projects under development.

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MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

- Fire Department-Budget Increase of \$9,217 for safety equipment, this was a match to a grant that was not received until after the beginning of the fiscal year.
- City Wide Assessment District Fund
 - Budget increase of \$3,850 for staff compensation that was approved after the beginning of the fiscal year.
- Gas Tax Fund
 - Budget increase for \$68,945 for street rehabilitation that was approved after the beginning of the fiscal year.
- Transportation Development Act Fund
 - Budget increase for \$37,420 for architect and engineering costs for the City of Winters match for the Dry Slough Bridge and Walnut round about grants that were approved after the beginning of the fiscal year.
- Grant Funds
 - Budget increase for the AFG Grant for the purchase of a Fire Truck that was approved after the beginning of the fiscal year.
 - Budget increase for the Prop 84 Grant for building Walnut Park that was approved after the beginning of the fiscal year.
 - Budget Increase for the Dry Slough Bridge Grant that was approved after the beginning of the fiscal year.
 - Budget increase of \$22,616 for the STBG-6745 grant for Walnut Park that was approved after the beginning of the fiscal year.
- Proprietary Funds
 - Water Fund-budget decrease in staff compensation related to restructuring staffing to accommodate the city operating the wastewater function beginning 12-12014. The decision to move forward with training of staff for the transition was made approximately 5 months after the beginning of the fiscal year.
 - Sewer Fund-budget increase in staff compensation related to restructuring staffing to accommodate the city operating the wastewater function beginning 12-1-14. The decision to move forward with training of staff for the transition was made approximately 5 months after the beginning of the fiscal year.

General Fund revenues were higher than budget amounts in total, the sources of revenue are as follow:

- ❖ Taxes and Assessments
 - Revenues were less than budgeted by \$48,118 due to continued stagnation of assessed values of property
 - ❖ Licenses, Fees, and permits
 - Revenues were more than budgeted by \$7,457, plan check fees and building related fee revenues were higher than budgeted.
 - ❖ Use of Money and Property
 - Revenues were more than budgeted by \$27,500, a vacant building owned by the City was rented to Rise, a community service organization during the fiscal year 2012-2013. This revenue source was not included in the budget at the time it was prepared because the City had not been approached to rent the building and 2013-2014 was the second year of a two year budget.
 - ❖ Intergovernmental Revenues
 - Revenues were less than budgeted by \$3,480.
-

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

- ❖ Charges for Services
 - Revenues were more than budgeted by \$109,501, this is due to increased use of the community center, swimming pool, other recreation activities, Fire District Reimbursement for services and Planning fees.
- ❖ Other Revenue
 - Revenues were more than budgeted by \$75,513 due to Pilot fees received on Orchard Village Affordable housing project and other miscellaneous revenues.

Expenditures were less than budgeted throughout the organization in 2013-2014. Explanations are as follows:

- ❖ General Government
 - ❖ General Government actually spent more than budgeted by \$86,641 due to increased costs for administering the Successor Agency to the Dissolved Community Development Agency. The City was to receive \$250,000 in administrative fees if there was sufficient funds to provide it. Due to years of declining assessed values in the Redevelopment Project Area, the property tax available to pay the obligations of the Successor Agency was not sufficient to pay the City the full amount.
- ❖ Public Safety
 - Both Police and Fire Departments had expenditures less than budgeted for the fiscal year. This was due to the turnover in staff at the Police Department and the vacancy in positions while hiring procedures were taking place. The Fire Department had less expenditures than budgeted due to less overtime than budgeted. Most overtime for the Fire Department was due to mutual aid services, which is reimbursed by CalFire.
- ❖ Public Works
 - Expenditures were higher than budgeted due to higher personnel costs throughout the year.
- ❖ Community Development
 - Community Development expenditures were higher than budgeted due to increased costs for administering the Successor Agency to the Dissolved Community Development Agency. The City was to receive \$250,000 in administrative fees if there was sufficient funds to provide it. Due to years of declining assessed values in the Redevelopment Project Area, the property tax available to pay the obligations of the Successor Agency was not sufficient to pay the City the full amount to the City.

Capital Asset and Debt Administration

Capital Assets

The City of Winters investment for capital assets for its governmental and business type activities as of June 30, 2014, amounts to \$31,900,125 (net of accumulated depreciation). This investment in capital assets includes land, buildings and systems, improvements, machinery and equipment, park facilities, water wells and distribution and sewer plant and collection facilities.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

TABLE 3
CAPITAL ASSETS, NET OF DEPRECIATION
FOR THE FISCAL YEAR ENDED JUNE 30

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Capital Assets not being Depreciated:						
Construction in Progress	\$ 709,583	\$ 478,080	\$ 30,209	\$ 1,771,210	\$ 739,792	\$ 2,249,290
Land	478,080	557,341	682,979	682,979	1,161,059	1,240,320
	-	-	-	-	-	-
Depreciable Capital Assets, Net:						
Water Pipes	-	-	3,225,032	3,294,743	3,225,032	3,294,743
Sewer Plan and Pipes	-	-	3,830,893	1,991,305	3,830,893	1,991,305
Buildings	10,109,002	1,640,621	-	-	10,109,002	1,640,621
Machinery and Equipment	-	-	798,846	855,328	798,846	855,328
Vehicles and Equipment	751,612	163,675	-	-	751,612	163,675
Infrastructure	10,938,196	7,970,063	345,693	354,243	11,283,889	8,324,306
TOTAL	\$ 22,986,473	\$ 10,809,780	\$ 8,913,652	\$ 8,949,808	\$ 31,900,125	\$ 19,759,588

Capital asset additions during 2013-2014 include the following:

- Fire Brush Truck
- Pierce Fire Engine
- Police Patrol Vehicle
- Construction of Walnut Park Phase I
- Wastewater system grinder
- Water and Sewer Lines at Matsumoto Lanes

Additional information on the City of Winters capital assets can be found in Note 6 of this report.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Long-term Debt

At June 30, 2014, the City of Winters had \$9,077,434 in total long-term debt, compared to \$9,353,383 on June 30, 2013.

The following table provides a breakdown of the City's outstanding indebtedness as of June 30, 2014:

TABLE 4
OUTSTANDING DEBT
FOR THE FISCAL YEAR ENDED JUNE 30

	Governmental Activities		Business-type Activities		Totals	
	2014	2013	2014	2013	2014	2013
Revenue Bonds:						
2007 Water Bonds	-	-	3,555,000	3,645,000	3,555,000	3,645,000
2007 Sewer Bonds	-	-	4,195,000	4,300,000	4,195,000	4,300,000
Pension Related Debt	750,170	935,540	42,361	32,087	792,531	967,627
Compensated Absences	495,023	411,773	8,181	5,947	503,204	417,720
Post Employment Benefits	31,699	23,036	-	-	31,699	23,036
Ca Totals	1,276,892	1,370,349	7,800,542	7,983,034	9,077,434	9,353,383
Less: due within one year	(198,093)	(102,943)	(199,235)	(198,208)	(397,328)	(301,151)
TOTALS	\$ 1,078,799	\$ 1,267,406	\$ 7,601,307	\$ 7,784,826	\$ 8,680,106	\$ 9,052,232

The Water Revenue bonds are paid from the service charge received for water service by customers of the Water Enterprise Fund. The Water Enterprise Fund issued bonds in September 2007. For more information on the Water Revenue bonds, please see Note 7 of this report.

The Sewer Revenue bonds are paid from the service charge received for sewer service by the customers of the Sewer Enterprise Fund. The Sewer Enterprise Fund issued bonds in September 2007. For more information on the Sewer Revenue bonds, please see Note 7 of this report.

Economic Factors and Next Years Budgets and Rates

- Small growth in both residential and commercial buildings
- Implementation of Public Employee Pension Reform Act (PEPRA) adopted by the State of California,
- Easing of Wage and Benefit Concessions from employees as assessed values impacting property tax revenues and sales tax revenues recover.
- Employee Retention programs
- Implementation of Economic Development Projects to encourage additional Economic Development Growth.
- Small increase in assessed values of properties throughout the City.
- Implementation of 2 tier water rates and winter usage based sewer rates.

All of the above factors were considered in the preparation of the City of Winters 2014-2016 budget.

The water and sewer fund rates were increased in the 2013-2014 budget. The rate increases were necessary to continue to maintain an aging infrastructure, and to pay debt service on the Water and Sewer Revenue bonds (2007). Since receipt of the bond proceeds, there have been extensive repair and replacement projects that were completed in the 2013-2014 fiscal year.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Requests for Information

This management's discussion and analysis is designed to provide the City's residents, taxpayers, customer, investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Financial Management, 318 First St., Winters, CA 95694.

BASIC FINANCIAL STATEMENTS

City of Winters
Statement of Net Position
June 30, 2014

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
ASSETS			
Cash and Investments	\$ 7,461,305	\$ 2,183,226	\$ 9,644,531
Receivables:			
Accounts	490,176	382,285	872,461
Interest	3,489	540	4,029
Due from Developers	122,595	-	122,595
Notes Receivable	4,456,071	-	4,456,071
Due from Successor Agency	1,552,723	1,500,000	3,052,723
Internal Balances	(416,557)	416,557	-
Restricted Cash and Investments	-	893,599	893,599
Capital Assets:			
Land	478,080	682,979	1,161,059
Construction in Process	709,583	30,209	739,792
Other Capital Assets, Net	21,798,810	8,200,464	29,999,274
Total Assets	<u>36,656,275</u>	<u>14,289,859</u>	<u>50,946,134</u>
LIABILITIES			
Accounts Payable	519,745	74,069	593,814
Accrued Payroll Liabilities	75,933	-	75,933
Interest Payable	-	113,900	113,900
Deposits	80,694	349,371	430,065
Noncurrent Liabilities:			
Due Within One Year	198,093	199,235	397,328
Due in More Than One Year	1,078,799	7,601,307	8,680,106
Total Liabilities	<u>1,953,264</u>	<u>8,337,882</u>	<u>10,291,146</u>
NET POSITION			
Net Investment in Capital Assets	22,986,473	1,163,652	24,150,125
Restricted for:			
Parks and Recreation	210,060	-	210,060
Housing Programs	6,182,715	-	6,182,715
Public Safety	826,583	-	826,583
Streets and Highways	1,435,228	-	1,435,228
Capital Projects	1,531,272	-	1,531,272
Debt Service	56,277	544,210	600,487
Unrestricted	1,474,403	4,244,115	5,718,518
Total Net Position	<u>\$ 34,703,011</u>	<u>\$ 5,951,977</u>	<u>\$ 40,654,988</u>

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Activities
Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 345,978	\$ 225	\$ -	\$ -
Public Safety	2,979,999	241,261	183,178	545,102
Public Works	218,488	29,524	-	1,059,253
Community Development	418,479	227,626	12,091	237,613
Parks and Recreation	747,458	88,265	142,985	-
Streets and Highways	602,267	-	198,295	-
Total Governmental Activities	5,312,669	586,901	536,549	1,841,968
Business-type Activities:				
Water	1,303,791	1,304,238	-	-
Sewer	1,590,022	1,671,494	-	-
Total Business-type Activities	2,893,813	2,975,732	-	-
Total Primary Government	\$ 8,206,482	\$ 3,562,633	\$ 536,549	\$ 1,841,968

General Revenues:

Taxes:

- Property Taxes
- Sales and Use Taxes
- Motor Vehicle in Lieu Taxes (Unrestricted)
- Franchise Fees
- Utility Tax
- Municipal Service Tax
- Transient Occupance Tax

Other Revenues

- Investment Income
- Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning of Year

Prior Period Adjustments

Net Position - End of Year

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activites</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ (345,753)	\$ -	\$ (345,753)
(2,010,458)	-	(2,010,458)
870,289	-	870,289
58,851	-	58,851
(516,208)	-	(516,208)
<u>(403,972)</u>	<u>-</u>	<u>(403,972)</u>
<u>(2,347,251)</u>	<u>-</u>	<u>(2,347,251)</u>
-	447	447
-	81,472	81,472
-	81,919	81,919
<u>(2,347,251)</u>	<u>81,919</u>	<u>(2,265,332)</u>
1,232,688	-	1,232,688
460,165	-	460,165
3,011	-	3,011
239,385	-	239,385
690,272	-	690,272
296,730	-	296,730
3,426	-	3,426
230,592	-	230,592
41,155	2,590	43,745
208,535	(208,535)	-
<u>3,405,959</u>	<u>(205,945)</u>	<u>3,200,014</u>
1,058,708	(124,026)	934,682
22,427,123	6,393,591	28,820,714
<u>11,217,180</u>	<u>(317,588)</u>	<u>10,899,592</u>
<u>\$ 34,703,011</u>	<u>\$ 5,951,977</u>	<u>\$ 40,654,988</u>

The accompanying notes are an integral part of this statement.

**City of Winters
Balance Sheet
Governmental Funds
June 30, 2014**

	Special Revenue		
	General Fund	HOME-CHOC Fund	Housing Successor Fund
ASSETS			
Cash and Investments	\$ 1,052,195	\$ -	\$ 1,107,216
Receivables:			
Accounts	436,147	-	-
Interest	467	-	658
Due from Developers	122,595	-	-
Notes	16,481	2,843,180	369,838
Due from Other Funds	780,461	-	-
Due from Successor Agency	457,821	-	-
Advances to Other Funds	-	-	-
Total Assets	\$ 2,866,167	\$ 2,843,180	\$ 1,477,712
LIABILITIES			
Accounts Payable	\$ 261,679	\$ -	\$ 8,725
Accrued Payroll Liabilities	75,933	-	-
Deposits	65,033	-	-
Due to Other Funds	-	-	-
Advances from Other Funds	-	-	-
Total Liabilities	402,645	-	8,725
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues - Notes Receivable	16,481	2,843,180	369,838
Total Deferred Inflows of Resources	16,481	2,843,180	369,838
FUND BALANCES (DEFICITS)			
Nonspendable	1,238,282	-	-
Restricted	-	-	1,099,149
Committed	-	-	-
Assigned	-	-	-
Unassigned	1,208,759	-	-
Total Fund Balances (Deficits)	2,447,041	-	1,099,149
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 2,866,167	\$ 2,843,180	\$ 1,477,712

The accompanying notes are an integral part of this statement.

Total Non-major Governmental Funds	Totals
\$ 5,280,874	\$ 7,440,285
54,029	490,176
2,364	3,489
-	122,595
1,226,572	4,456,071
29,070	809,531
1,094,902	1,552,723
125,000	125,000
<u>\$ 7,812,811</u>	<u>\$ 14,999,870</u>
\$ 228,321	\$ 498,725
-	75,933
15,661	80,694
1,226,088	1,226,088
125,000	125,000
<u>1,595,070</u>	<u>2,006,440</u>
<u>1,226,572</u>	<u>4,456,071</u>
<u>1,226,572</u>	<u>4,456,071</u>
-	1,238,282
4,546,180	5,645,329
1,082,425	1,082,425
56,277	56,277
(693,713)	515,046
<u>4,991,169</u>	<u>8,537,359</u>
<u>\$ 7,812,811</u>	<u>\$ 14,999,870</u>

The accompanying notes are an integral part of this statement.

City of Winters
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2014

Fund Balances of Governmental Funds \$ 8,537,359

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 funds.

Land	478,080	
Construction in Progress	709,583	
Buildings and Improvements	12,836,407	
Vehicles and Equipment	2,506,452	
Infrastructure	12,292,431	
Less: Accumulated Depreciation	<u>(5,836,480)</u>	22,986,473

Certain notes receivable and accounts receivable are not available to pay for current period expenditures and, therefore are offset by unavailable revenue in the governmental funds. 4,456,071

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.

Compensated Absences	(495,023)
Postemployment Benefits	(31,699)
Pension-related Debt	(750,170)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position. -

Net Position of Governmental Activities \$ 34,703,011

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2014

	General Fund	Special Revenue	
		HOME-CHOC Fund	Housing Successor Fund
REVENUES			
Taxes and Assessments	\$ 2,946,016	\$ -	\$ -
Fines and Forfeitures	50	-	-
Licenses, Fees, and Permits	152,401	-	-
Program Income	-	-	-
Use of Money and Property	69,202	-	2,826
Intergovernmental Revenues	4,520	-	-
Charges for Services	414,884	-	-
Other Revenues	116,848	-	58,518
Total Revenues	3,703,921	-	61,344
EXPENDITURES			
Current:			
General Government	339,250	-	-
Public Safety	2,691,168	-	-
Public Works	199,403	-	-
Community Development	382,108	-	13,332
Parks and Recreation	184,774	-	-
Streets and Highways	-	-	-
Capital Outlay	113,677	-	-
Total Expenditures	3,910,380	-	13,332
Excess (Deficiency) of Revenues Over Expenditures	(206,459)	-	48,012
OTHER FINANCING SOURCES (USES)			
Transfers In	219,512	-	-
Transfers Out	(88,774)	-	-
Total Other Financing Sources (Uses)	130,738	-	-
Net Change in Fund Balances	(75,721)	-	48,012
Fund Balances, Beginning	2,522,762	-	1,051,137
Prior Period Adjustment	-	-	-
Fund Balances, Ending	\$ 2,447,041	\$ -	\$ 1,099,149

The accompanying notes are an integral part of this statement.

Total Non-major Governmental Funds	Totals
\$ 426,049	\$ 3,372,065
5,869	5,919
11,204	163,605
60,450	60,450
35,988	108,016
1,942,469	1,946,989
-	414,884
14,649	190,015
<u>2,496,678</u>	<u>6,261,943</u>
-	339,250
128,074	2,819,242
8,222	207,625
-	395,440
414,676	599,450
309,317	309,317
1,468,603	1,582,280
<u>2,328,892</u>	<u>6,252,604</u>
<u>167,786</u>	<u>9,339</u>
391,599	611,111
<u>(313,802)</u>	<u>(402,576)</u>
<u>77,797</u>	<u>208,535</u>
245,583	217,874
4,866,750	8,440,649
<u>(121,164)</u>	<u>(121,164)</u>
<u>\$ 4,991,169</u>	<u>\$ 8,537,359</u>

The accompanying notes are an integral part of this statement.

City of Winters
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Year Ended June 30, 2014

Net Change in Fund Balances - Total Governmental Funds \$ 217,874

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report capital outlay as an expenditures. However, in the statement of activities, the costs of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays of \$1,468,612 exceeded depreciation of (\$630,263) in the current year. 838,349

Certain receivables are offset by unavailable revenue in the governmental funds because they are not available to pay for current period expenditures. This amount represents the amount by which prior year unavaible revenue exceeded current year unavailable revenue. (99,101)

The amounts below included in the Statement of Activities do not provide (require) the use of current financial resources and, therefore, are not reported as revenues or expenditures in governmental funds (net change):

Pension-related Debt	185,370
Postemployment Benefits	(8,663)
Compensated Absences	(83,250)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenues (expenses) of the internal service funds is reported with governmental activities. 8,129

Change in Net Position of Governmental Activities \$ 1,058,708

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Net Position
Proprietary Funds
June 30, 2014

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Water</u>	<u>Sewer</u>	<u>Totals</u>	<u>Internal</u>
	<u>Fund</u>	<u>Fund</u>		<u>Service</u>
				<u>Fund</u>
ASSETS				
Current Assets:				
Cash and Investments	\$ 1,112,410	\$ 1,070,816	\$ 2,183,226	\$ 21,020
Receivables:				
Accounts, Net	182,308	199,977	382,285	-
Interest	111	429	540	-
Due from Other Funds	-	416,557	416,557	-
Due from Successor Agency	1,500,000	-	1,500,000	-
Restricted Cash and Investments	280,611	612,988	893,599	-
Total Current Assets	<u>3,075,440</u>	<u>2,300,767</u>	<u>5,376,207</u>	<u>21,020</u>
Noncurrent Assets:				
Non-depreciable Capital Assets	151,982	561,206	713,188	-
Depreciable Capital Assets, Net	3,431,952	4,768,512	8,200,464	-
Total Noncurrent Assets	<u>3,583,934</u>	<u>5,329,718</u>	<u>8,913,652</u>	<u>-</u>
Total Assets	<u>6,659,374</u>	<u>7,630,485</u>	<u>14,289,859</u>	<u>21,020</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	43,650	30,419	74,069	21,020
Interest Payable	52,054	61,846	113,900	-
Deposits	31,136	318,235	349,371	-
Compensated Absences Payable	3,350	885	4,235	-
Long-term Debt, Due Within One Year	90,000	105,000	195,000	-
Total Current Liabilities	<u>220,190</u>	<u>516,385</u>	<u>736,575</u>	<u>21,020</u>
Noncurrent Liabilities:				
Postemployment Benefits	6,070	2,111	8,181	-
Compensated Absences Payable	30,150	7,976	38,126	-
Long-term Debt	3,465,000	4,090,000	7,555,000	-
Total Noncurrent Liabilities	<u>3,501,220</u>	<u>4,100,087</u>	<u>7,601,307</u>	<u>-</u>
Total Liabilities	<u>3,721,410</u>	<u>4,616,472</u>	<u>8,337,882</u>	<u>21,020</u>
NET POSITION				
Net Investment in Capital Assets	28,934	1,134,718	1,163,652	-
Restricted for Debt Service	249,475	294,735	544,210	-
Unrestricted	2,659,555	1,584,560	4,244,115	-
Total Net Position	<u>\$ 2,937,964</u>	<u>\$ 3,014,013</u>	<u>\$ 5,951,977</u>	<u>\$ -</u>

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds			Governmental
	Water	Sewer	Totals	Activities
	Fund	Fund		Internal
				Service
				Fund
OPERATING REVENUES				
Charges for Sales and Services	\$ 1,304,238	\$ 1,671,494	\$ 2,975,732	\$ 477,157
Total Operating Revenue	1,304,238	1,671,494	2,975,732	477,157
OPERATING EXPENSES				
Salaries and Benefits	239,193	171,120	410,313	-
Materials, Supplies, and Miscellaneous	67,719	187,801	255,520	15,199
Insurance	-	-	-	108,414
Administration	522,022	290,970	812,992	257
Fuels, Lubricants, and Maintenance	-	20,440	20,440	47,833
Contract Services	62,574	481,157	543,731	255,591
Utilities	161,071	133,030	294,101	41,734
Depreciation	94,556	119,389	213,945	-
Total Operating Expenses	1,147,135	1,403,907	2,551,042	469,028
Operating Income (Loss)	157,103	267,587	424,690	8,129
NONOPERATING REVENUES (EXPENSES)				
Interest Expense	(156,656)	(186,115)	(342,771)	-
Interest Income	492	2,098	2,590	-
Total Nonoperating Revenues (Expenses)	(156,164)	(184,017)	(340,181)	-
Income (Loss) Before Transfers and Capital Contributions	939	83,570	84,509	8,129
Transfers Out	(97,000)	(111,535)	(208,535)	-
Change in Net Position	(96,061)	(27,965)	(124,026)	8,129
Net Position - Beginning of Year	3,185,534	3,208,057	6,393,591	(8,129)
Restatement of Net Position	(151,509)	(166,079)	(317,588)	-
Net Position - End of Year	\$ 2,937,964	\$ 3,014,013	\$ 5,951,977	\$ -

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2014

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Fund	Sewer Fund	Totals	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 1,263,953	\$ 1,706,790	\$ 2,970,743	\$ 477,282
Payments to Suppliers for Goods and Services	(790,113)	(1,147,688)	(1,937,801)	(484,806)
Payments to Employees for Services	(228,699)	(169,106)	(397,805)	-
Net Cash Provided (Used) by Operating Activities	<u>245,141</u>	<u>389,996</u>	<u>635,137</u>	<u>(7,524)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash Paid to Other Funds	(97,000)	(111,535)	(208,535)	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(97,000)</u>	<u>(111,535)</u>	<u>(208,535)</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	-	(177,789)	(177,789)	-
Principal Paid on Capital Debt	(90,000)	(105,000)	(195,000)	-
Interest Paid on Capital Debt	(157,646)	(187,270)	(344,916)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(247,646)</u>	<u>(470,059)</u>	<u>(717,705)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income Received	512	2,362	2,874	-
Net Cash Provided (Used) by Investing Activities	<u>512</u>	<u>2,362</u>	<u>2,874</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(98,993)	(189,236)	(288,229)	(7,524)
Cash and Cash Equivalents - Beginning of the Year	1,492,014	1,873,040	3,365,054	28,544
Cash and Cash Equivalents - End of the Year	<u>\$ 1,393,021</u>	<u>\$ 1,683,804</u>	<u>\$ 3,076,825</u>	<u>\$ 21,020</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Cash and Investments	\$ 1,112,410	\$ 1,070,816	\$ 2,183,226	\$ 21,020
Restricted Cash and Investments	280,611	612,988	893,599	-
Total Cash and Cash Equivalents	<u>\$ 1,393,021</u>	<u>\$ 1,683,804</u>	<u>\$ 3,076,825</u>	<u>\$ 21,020</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ 157,103	\$ 267,587	\$ 424,690	\$ 8,129
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation	94,556	119,389	213,945	-
(Increase) Decrease in Accounts Receivable	(46,757)	(29,405)	(76,162)	125
Increase (Decrease) in Accounts Payable	23,273	(34,290)	(11,017)	(15,778)
Increase (Decrease) in Deposits Payable	6,472	64,701	71,173	-
Increase (Decrease) in Postemployment Benefits	1,992	242	2,234	-
Increase (Decrease) in Compensated Absences Payable	8,502	1,772	10,274	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 245,141</u>	<u>\$ 389,996</u>	<u>\$ 635,137</u>	<u>\$ (7,524)</u>

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2014

	Agency Funds	Successor Agency Private-purpose Trust Fund
ASSETS		
Cash and Investments	\$ 250,815	\$ 557,441
Interest Receivable	51	7,256
Notes Receivable	-	66,600
Prepaid Expenses	-	-
Restricted Cash and Investments	-	668,155
Property Held for Resale	-	2,201,993
	\$ 250,866	3,501,445
LIABILITIES		
Accounts Payable	\$ 9,204	268
Interest Payable	-	230,241
Due to Other Agencies	241,662	129,799
Due to City of Winters	-	3,052,723
Long-Term Debt, Due within One Year	-	275,000
Long-Term Debt, Due in more Than One Year	-	15,060,000
	\$ 250,866	18,748,031
NET POSITION		
Net Position (Deficit) Held in Trust for Successor Agency		\$ (15,246,586)

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
Year Ended June 30, 2014

	<u>Successor Agency Private-purpose Trust Fund</u>
ADDITIONS	
Investment Income	\$ 25,509
Taxes and Assessments	<u>1,181,485</u>
Total Additions	<u>1,206,994</u>
DEDUCTIONS	
Community Development	472,516
Interest Expense	<u>693,807</u>
Total Deductions	<u>1,166,323</u>
Change in Net Position	40,671
Net Position - Beginning of Year	(3,038,677)
Restatement of Net Position	<u>(12,248,580)</u>
Net Position - End of Year	<u><u>\$ (15,246,586)</u></u>

The accompanying notes are an integral part of this statement.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) Description of Reporting Entity

The City of Winters was established in 1875 and incorporated in 1898 under the general laws of the State of California and enjoys all the rights and privileges pertaining to such "General Law" cities.

The City operates under a City Manager – Council form of government and provides the following services: public safety (Police and Fire), highways and streets, water, sewer, parks and recreation, public improvements, planning and zoning, and general administration. The voters of the City of Winters, California, give authority and responsibility for operations to the City Council. The five member City Council has the authority to employ administrative and support personnel to carry out its directives. The primary method used to monitor the performance of the City's management is the financial budget, which is adopted annually by the City Council.

As required by accounting principles generally accepted in the United States of America, these basic financial statements present the City of Winters (the primary government) and any component units.

Component Units

There are no component units of the City which meet the criteria of a blended or a discretely presented component unit.

B) Government-wide and Fund Financial Statements

The government-wide financial statements (i.e. the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The underlying accounting system of the City is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources* measurement focus and the accrual basis of accounting, as are the proprietary funds' financial statements. The fiduciary funds' financial statements are reported using the accrual basis of accounting but do not have a measurement focus. The economic resources measurement focus means that revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental funds' financial statements are reported using the *current financial resources* measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Various taxes, franchise fees, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Fiduciary fund financial statements include a statement of net position and statement of changes in net position. Trust funds are accounted for on an economic resources measurement focus and full accrual basis of accounting. Agency funds are custodial in nature and do not involve measurement of results of operations, however, they do use the full accrual basis of accounting to recognize assets and liabilities.

Fund Classifications

The funds designated as major funds are determined by a mathematical calculation consistent with GASB Statement No. 34. The City reports the following major governmental funds:

General Fund – The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in other funds.

HOME-CHOC Special Revenue Fund – This fund accounts for gap financing for the 34 unit income-restricted apartment complex developed by CHOC (Community Housing Opportunity Corporation). The major revenue source of this fund is intergovernmental grant revenue.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Housing Successor Special Revenue Fund – This fund accounts for the low and moderate income housing assets that were retained by the City when the Redevelopment Agency dissolved in fiscal year 2011/12. The major revenue source of this fund is use of money and property.

The City reports the following major enterprise funds:

The Water Enterprise Fund – This fund accounts for the operation and maintenance of the City's water distribution system.

The Sewer Enterprise Fund – This fund accounts for the operation and maintenance of the City's wastewater collection system including operating costs of the wastewater treatment facility.

The City also reports the following fund types:

The Internal Service Fund accounts for financial transactions related to the City's billing and collections. These services are provided to other departments of the City on a cost reimbursement basis.

The Private-Purpose Trust Fund is used to account for assets held by the City as trustee for the Redevelopment Agency Successor Agency.

The Agency Funds are used to report resources held by the City in a purely custodial capacity, which involves only the receipt, temporary investment, and remittance of fiduciary resources to individuals, and private organizations. The agency funds of the City are used for the Library, Swim Team, Festival De La, Quilt Festival, and Elderberry activities. These funds are not included in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's proprietary funds functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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 the Enterprise Funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

D) Cash and Investments

In order to maximize investment return, the City pools its available cash for investment purposes. The cash management pool is used essentially as a demand deposit account by the participating funds. The City has defined cash and cash equivalents, for purposes of the preparation of its statement of cash flows, as deposits and investments purchased with a maturity date of 90 days or less.

Investments are stated at fair value (the value at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale).

E) Property Taxes

Assessed values for purposes of property taxes are determined on an annual basis for the period July 1 to June 30 by the Yolo County Assessor as of January 1. Taxes are levied annually on July 1 and become a lien on real property at January 1. Taxes are due November 1 and February 1 and are delinquent if not paid by December 10 and April 10, respectively, at which time applicable penalties and interest are assessed. Unsecured taxes become delinquent if not paid by August 31.

F) Restricted Assets

Certain proceeds of the City's long-term debt, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position because they are maintained in separate bank accounts and their use is limited by applicable bond covenants.

In the absence of specific statutory provisions governing the issuance of bonds, certificates, or leases, these bond monies may be invested in accordance with the ordinance, resolutions and indentures specifying the types of investments its trustees or fiscal agents may make. These ordinances, resolutions, and indentures are generally more restrictive than the City's general investment policy. In no instance have additional types of investments been authorized that are not permitted by the City's general investment policy.

G) Capital Assets

Capital assets, which include land, structures and improvements, machinery and equipment and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. Capital outlay is recorded as expenditures in the governmental funds and as assets in the government-wide financial statements to the extent the City's capitalization threshold is met.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during the fiscal year ended June 30, 2014.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Buildings and improvements are depreciated using the straight-line method over estimated useful lives of 50 years. Infrastructure is depreciated over 50 years using the straight-line method. Machinery and equipment is depreciated over 10 years, while vehicles are depreciated over 5 years.

The capitalization policy of the City is as follows:

Type	Cost
Infrastructure	\$ 200,000 or more
Utility Systems	200,000 or more
Vehicles, Equipment and Machinery	5,000 or more
Improvements	5,000 or more
Buildings	50,000 or more

H) Compensated Absences

A liability is calculated for all the costs of compensated absences based upon benefits earned by employees in the current period for which there is a probability of payment at termination. The salary and related payroll costs are those in effect at June 30, 2014. Accumulated unpaid vacation and sick pay are accrued when earned. The amounts accrued for financial statement purposes represent 100% of the vacation pay liability and a qualifying amount of the sick pay liability at June 30, 2014. The general fund and water and sewer funds have been typically used to liquidate prior fiscal years' liabilities for compensated absences.

I) Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Initial-issue bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method (which approximates the effective interest method).

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the period issued. The face amount of debt issued is reported as other financing sources. Premiums received are reported as other financing sources, while discounts are reported as other financing uses.

J) Use of Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates and assumptions.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

K) Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position and balance sheet for the governmental funds will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until then. The City currently has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position and balance sheet for the governmental funds 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(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only one item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, special assessments, grant receivables, long-term loans receivable and other miscellaneous receivables. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

L) Fund Equity

In the government-wide, proprietary funds, and fiduciary fund financial statements, net position is classified in the following categories.

Net Investment in Capital Assets

This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net Position

This category presents external restrictions imposed by creditors, grantors, contributors, or laws and regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position

This category represents the net position of the City that is not externally restricted for any project or other purpose.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

M) Net Position Flow Assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the statement of net position, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

N) Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been 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.

O) Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes.

Nonspendable - This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted - This classification includes amounts that can be spent only for specific purposes stipulated by constitution, external resource providers or through enabling legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (resolution) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the City Manager.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Unassigned - This classification includes the residual balance for the government's general fund and includes all spendable amounts not contained in other classifications. In other funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

P) Implementation of Governmental Accounting Standards Board (GASB) Pronouncements

Governmental Accounting Standards Board Statement No. 68

In June of 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27*. This statement was issued to improve the financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. This statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trust or equivalent arrangements that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this statement. Statement No. 68 is effective for periods beginning after June 15, 2014. The City has elected not to early implement GASB No. 68 and has not determined its effect on the City's financial statements.

2) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Deficit Fund Balances/Net Position

As of June 30, 2014 the following nonmajor funds had deficit fund balances:

Nonmajor Special Revenue Funds:		
State COPS 1913 Fund	\$	21,690
Prop 84 Park Fund		126,229
Dry Slough Fund		41,067
SACOG Community Grant Fund		22,735
STBG 96-1043 Fund		29,070
CDBG Park Grant Fund		19,140
Nonmajor Capital Projects Funds:		
Flood Control Study Fund		123,701
Parks and Recreation Impact Fee Fund		111,554
Sewer Impact Fee Fund		198,527

It is the City's expectation that future revenues will alleviate these fund balance deficits.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

3) CASH AND INVESTMENTS

The following is a summary of cash and investments at June 30, 2014:

Statement of Net Position:	
Cash and Investments	\$ 9,644,531
Restricted Cash and Investments	893,599
Fiduciary Funds Statement of Net Position:	
Cash and Investments	808,256
Restricted Cash and Investments	668,155
 Total	 <u>\$ 12,014,541</u>

Cash and investments at June 30, 2014 consisted of the following:

Cash on Hand	\$ 640
Deposits with Financial Institutions	3,054,057
Investments	8,959,844
 Total	 <u>\$ 12,014,541</u>

Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City of Winters by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City, rather than the general provisions of the California Government Code or the City's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Percentage Per Issuer
Local Agency Investment Fund (LAIF)	N/A	Unlimited	\$50 Million
U.S. Treasury Obligations	5 years	None	None
U.S. Government Agency Securities	5 years	None	None
Insured Deposits with Banks and Savings and Loans	N/A	None	15%
Repurchase Agreements	90 days	None	15%
Banker's Acceptances	6 months	30%	15%
Commercial Paper	6 months	25%	15%
Negotiable Time Certificates of Deposit	5 years	30%	15%
Medium Term Corporate Notes	5 years	30%	15%
Money Market Funds	N/A	15%	15%
Non-negotiable Time Deposits	5 years	25%	15%

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

3) CASH AND INVESTMENTS - Continued

Per the City's investment policy, if special circumstances arise that necessitate the purchase of securities beyond the five year limitation, the requests must be approved by the City Council prior to purchase.

Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Percentage Per Issuer
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	30%	30%
Commercial Paper	180 days	15%	None
Money Market Funds	N/A	None	None
Guaranteed Investment Contracts	5 years	None	None
Certificates of Deposit	1 year	30%	None
Medium Term Corporate Notes	5 years	15%	None

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flows and liquidity needed for operations.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustees) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Totals	Remaining Maturity (in Months)		
		12 Months or Less	13 to 24 Months	25 to 60 Months
Local Agency Investment Fund	\$ 7,408,885	\$ 7,408,885	\$ -	\$ -
Money Market Funds	5,484	5,484	-	-
Held by Bond Trustees:				
Money Market Funds	1,045,475	1,045,475	-	-
Investment Contracts	500,000	500,000	-	-
Total	\$ 8,959,844	\$ 8,959,844	\$ -	\$ -

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

3) CASH AND INVESTMENTS - Continued

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City's investment policy, or debt agreements, and the actual rating as of fiscal year end for each investment type.

Investment Type	Total Investment	Minimum Legal Rating	Rating as of Fiscal Year End		
			AAA	A	Unrated
Local Agency Investment Fund	\$ 7,408,885	N/A	\$ -	\$ -	\$ 7,408,885
Money Market Funds	5,484	N/A	-	-	5,484
Held by Bond Trustees:					
Money Market Funds	1,045,475	N/A	896,095	-	149,380
Investment Contract	500,000	A	-	500,000	-
Total	\$ 8,959,844		\$ 896,095	\$ 500,000	\$ 7,563,749

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer. There are no investments (other than the State Investment Pool and money market funds) that represent 5% or more of total City investments.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

As of June 30, 2014, the City's deposits (bank balances) were insured by the Federal Depository Insurance Corporation or collateralized as required under California Law.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

3) CASH AND INVESTMENTS - Continued

Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

4) NOTES RECEIVABLE

The City administers various residential rehabilitation, first-time homebuyer, and down payment assistance loan programs for low and moderate income families. In addition, the City has loaned monies to developers for affordable housing projects. The loans have different stated interest rates, payback periods and may be forgivable assuming all conditions are met. These loans are long-term in nature and are recorded as notes receivable and offset with deferred inflows of resources, unavailable revenues – notes receivable in the governmental funds balance sheet. At June 30, 2014 the outstanding balance of notes receivable totaled \$4,456,071.

5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Due To and Due From Other Funds

Amounts due to/due from other funds at June 30, 2014 are as follows:

Receivable	Payable	Amount
General Fund	Non-major Governmental Funds	\$ 780,461
Non-major Governmental Funds	Non-major Governmental Funds	29,070
Sewer Fund	Non-major Governmental Funds	416,557
	Totals	\$ 1,226,088

The outstanding balances between funds result mainly from interfund borrowings to cover operating deficits.

Due from Successor Agency

The City of Winters has loaned the former redevelopment agency (Successor Agency) amounts as needed for operations in prior years. As of June 30, 2014, the balance was \$3,052,723.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Long-term Advances

At June 30, 2014, the City had the following interfund long-term advances:

<u>Receivable</u>	<u>Payable</u>	<u>Amount</u>
Non-major Governmental Funds	Non-major Governmental Funds	\$ 125,000
	Totals	<u>\$ 125,000</u>

The advances between the Non-major Governmental Funds of \$125,000 was the result of a flood solution study advanced by the non-major Streets and Storm Drain capital projects funds to the Flood Control Study special revenue fund.

Transfers In and Transfers Out

Transfers in and out for the year ended June 30, 2014 are as follows:

<u>Transfers In</u>	<u>Transfers Out</u>	<u>Amount</u>
General Fund	Water Fund	\$ 97,000
	Sewer Fund	111,535
	Non-major Governmental Funds	10,977
Non-major Governmental Funds	General Fund	88,774
	Non-major Governmental Funds	<u>302,825</u>
		<u>\$ 611,111</u>

The Water and Sewer Enterprise Funds transferred \$97,000 and \$111,535 to the General Fund for equipment replacement.

The General Fund transferred \$88,774 to the City Wide Assessment Non-major Special Revenue fund for various project costs.

Transfers of \$302,825 between the Non-major Governmental Funds were made to fund various project costs.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

6) CAPITAL ASSETS

A summary of changes in the Governmental Activities capital assets at June 30, 2014 is as follows:

	Beginning Balance	Adjustments*	Additions	Deletions	Ending Balance
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	\$ 478,080	\$ -	\$ -	\$ -	\$ 478,080
Construction in Progress	557,341	(139,828)	292,070	-	709,583
Total Capital Assets, Not Being Depreciated	1,035,421	(139,828)	292,070	-	1,187,663
Capital Assets Being Depreciated:					
Buildings and Improvements	3,443,932	9,392,475	-	-	12,836,407
Vehicles and Equipment	1,816,251	5,431	684,770	-	2,506,452
Infrastructure	8,719,373	3,081,286	491,772	-	12,292,431
Total Capital Assets Being Depreciated	13,979,556	12,479,192	1,176,542	-	27,635,290
Less Accumulated Depreciation:					
Buildings and Improvements	(1,803,311)	(626,469)	(297,625)	-	(2,727,405)
Vehicles and Equipment	(1,652,576)	(5,431)	(96,833)	-	(1,754,840)
Infrastructure	(749,310)	(369,120)	(235,805)	-	(1,354,235)
Total Accumulated Depreciation	(4,205,197)	(1,001,020)	(630,263)	-	(5,836,480)
Total Capital Assets Being Depreciated, Net	9,774,359	11,478,172	546,279	-	21,798,810
Governmental Activities Capital Assets, Net	\$ 10,809,780	\$ 11,338,344	\$ 838,349	\$ -	\$ 22,986,473

*Amounts in this column represent prior period adjustments to the beginning capital asset balances. See Note 14 for more information.

Depreciation expense was charged to functions/programs of the governmental activities as follows:

General Government	\$ 24,292
Public Safety	244,779
Public Works	10,863
Parks and Recreation	148,008
Streets and Highways	179,282
Community Development	23,039
Total Depreciation Expense - Governmental Activities	\$ 630,263

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

6) CAPITAL ASSETS - Continued

A summary of changes in the Business-type Activities capital assets at June 30, 2014 is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 682,979	\$ -	\$ -	\$ 682,979
Construction in Progress	1,771,210	-	(1,741,001)	30,209
Total Capital Assets, Not Being Depreciated	2,454,189	-	(1,741,001)	713,188
Capital Assets Being Depreciated:				
Water Pipes	11,082,935	-	-	11,082,935
Sewer Plant and Pipes	7,716,890	1,902,110	-	9,619,000
Infrastructure	427,506	-	-	427,506
Machinery and Equipment	1,698,115	16,680	-	1,714,795
Total Capital Assets Being Depreciated	20,925,446	1,918,790	-	22,844,236
Less Accumulated Depreciation:				
Water Pipes	(7,788,192)	(69,711)	-	(7,857,903)
Sewer Plant and Pipes	(5,725,585)	(62,522)	-	(5,788,107)
Infrastructure	(73,263)	(8,550)	-	(81,813)
Machinery and Equipment	(842,787)	(73,162)	-	(915,949)
Total Accumulated Depreciation	(14,429,827)	(213,945)	-	(14,643,772)
Total Capital Assets Being Depreciated, Net	6,495,619	1,704,845	-	8,200,464
Business-type Activities Capital Assets, Net	\$ 8,949,808	\$ 1,704,845	\$ (1,741,001)	\$ 8,913,652

Depreciation expense was charged to functions/programs of the business-type activities as follows:

Water	\$ 94,556
Sewer	119,389
Total Depreciation Expense - Business-Type Activities	\$ 213,945

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

7) LONG-TERM LIABILITIES

The following is a summary of long-term liability transactions for the year ended June 30, 2014.

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 411,773	\$ 206,912	\$ 123,662	\$ 495,023	\$ 123,755
Postemployment Benefits	23,036	17,556	8,893	31,699	-
Pension-related Debt	935,540	-	185,370	750,170	74,338
Total	\$ 1,370,349	\$ 224,468	\$ 317,925	\$ 1,276,892	\$ 198,093
Business-type Activities:					
Compensated Absences	\$ 32,087	\$ 30,950	\$ 20,676	\$ 42,361	\$ 4,235
Water Revenue Bonds	3,645,000	-	90,000	3,555,000	90,000
Sewer Revenue Bonds	4,300,000	-	105,000	4,195,000	105,000
Postemployment Benefits	5,947	4,527	2,293	8,181	-
Total	\$ 7,983,034	\$ 35,477	\$ 217,969	\$ 7,800,542	\$ 199,235

Governmental Activities – Pension-related Debt

As of June 30, 2003, CalPERS implemented risk pooling for the City's multiple-employer public employee defined benefit pension plan. As a result, the City's Miscellaneous and Safety Plans converted to a "cost-sharing" multiple-employer plan. Although a portion of the City's annual required contributions are actuarially determined and shared by all employers of the risk pool, the City is also required to make annual payments on a "Side Fund" which was created when the City entered the risk pool. The responsibility for funding the Side Fund is specific to the City and is not shared by all employers in the plan. Therefore, the Side Fund falls under the definition of pension-related debt, as described in GASB Statement No. 27. The annual payments on the Side Fund represent principal and interest payments on the pension-related debt. Principal and interest are included in the retirement expenditures in the various functions of the governmental funds. The future debt service requirements on the miscellaneous and safety plans' side funds are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2015	\$ 74,338	\$ 51,625	\$ 125,963
2016	83,831	45,910	129,741
2017	94,154	39,479	133,633
2018	105,372	32,270	137,642
2019	62,313	26,177	88,490
2020	69,739	21,406	91,145
2021	77,804	16,075	93,879
2022	86,559	10,136	96,695
2023	96,060	3,537	99,597
Totals	\$ 750,170	\$ 246,615	\$ 996,785

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

7) LONG-TERM LIABILITIES - Continued

Business-type Activities – Revenue Bonds Payable

Water Revenue Bonds – Series 2007

On September 10, 2007, the Public Finance Authority issued \$3,810,000 of Revenue Bonds bearing interest between 3.25% and 4.75% and payable semi-annually on March 1 and September 1. These bonds provided funds to aid in the financing certain costs relating to capital improvements of the City's waterworks system, fund capitalized interest on the 2007 Water bonds, fund a debt service reserve account for the 2007 Water bonds, and pay costs of issuance of the 2007 Water bonds. The Bonds are special obligations of the City and are payable as to principal, interest and any premiums upon redemption at any time exclusively from the pledged revenues of the City. The outstanding principal balance of the 2007 Water bonds at June 30, 2014, is \$3,555,000.

The scheduled annual debt service requirements at June 30, 2014, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2015	\$ 90,000	\$ 154,643	\$ 244,643
2016	95,000	151,509	246,509
2017	95,000	148,231	243,231
2018	100,000	144,756	244,756
2019	105,000	141,001	246,001
2020	110,000	136,970	246,970
2021	110,000	132,679	242,679
2022	115,000	128,179	243,179
2023	120,000	123,418	243,418
2024	125,000	118,380	243,380
2025	130,000	113,040	243,040
2026	135,000	107,375	242,375
2027	145,000	101,355	246,355
2028	150,000	94,956	244,956
2029	155,000	87,994	242,994
2030	165,000	80,394	245,394
2031	170,000	72,437	242,437
2032	180,000	64,125	244,125
2033	185,000	55,456	240,456
2034	195,000	46,431	241,431
2035	205,000	36,931	241,931
2036	215,000	26,956	241,956
2037	225,000	16,506	241,506
2038	235,000	5,582	240,582
Totals	<u>\$ 3,555,000</u>	<u>\$ 2,289,304</u>	<u>\$ 5,844,304</u>

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

7) LONG-TERM LIABILITIES - Continued

Sewer Revenue Bonds – Series 2007

On September 10, 2007, the Public Finance Authority issued \$4,495,000 of Revenue Bonds bearing interest between 3.25% and 4.75% and payable semi-annually on March 1 and September 1. These bonds provided funds to aid in the financing certain costs relating to capital improvements of the City's wastewater and sewer system, fund capitalized interest on the 2007 Sewer bonds, fund a debt service reserve account for the 2007 Sewer bonds, and pay costs of issuance of the 2007 Sewer bonds. The Bonds are special obligations of the City and are payable as to principal, interest and any premiums upon redemption at any time exclusively from the pledged revenues of the City. The outstanding principal balance of the 2007 Sewer bonds at June 30, 2014, is \$4,195,000.

The scheduled annual debt service requirements at June 30, 2014, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2015	\$ 105,000	\$ 183,766	\$ 288,766
2016	110,000	180,124	290,124
2017	115,000	176,241	291,241
2018	120,000	172,054	292,054
2019	120,000	167,659	287,659
2020	125,000	163,064	288,064
2021	130,000	158,089	288,089
2022	135,000	152,788	287,788
2023	140,000	147,219	287,219
2024	150,000	141,255	291,255
2025	155,000	134,868	289,868
2026	160,000	128,134	288,134
2027	170,000	120,444	290,444
2028	175,000	112,365	287,365
2029	185,000	104,144	289,144
2030	195,000	95,119	290,119
2031	200,000	85,737	285,737
2032	210,000	76,000	286,000
2033	220,000	65,788	285,788
2034	230,000	55,100	285,100
2035	245,000	43,819	288,819
2036	255,000	31,943	286,943
2037	265,000	19,593	284,593
2038	280,000	6,650	286,650
Totals	\$ 4,195,000	\$ 2,721,963	\$ 6,916,963

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

7) LONG-TERM LIABILITIES - Continued

Fiduciary Fund Long-term Liabilities

Long-term liabilities of the former Winters Redevelopment Agency were transferred to the Successor Agency Private-purpose Trust Fund during 2011-12 as a result of the State's action to dissolve redevelopment agencies. The following is a schedule of changes in long-term debt of the Successor Agency for the fiscal year ended June 30, 2014:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Tax Allocation Bonds:					
Series 2004	\$ 5,385,000	\$ -	\$ 245,000	\$ 5,140,000	\$ 155,000
Series 2007	10,465,000	-	270,000	10,195,000	120,000
Total	\$ 15,850,000	\$ -	\$ 515,000	\$ 15,335,000	\$ 275,000

Tax Allocation Bonds – Series 2004

On February 27, 2004, the former Redevelopment Agency issued \$7,820,000 of Tax Allocation Bonds bearing interest between 2.00% and 4.63%, payable semi-annually on March 1 and September 1. The Bonds are payable as to principal, interest and any premiums upon redemption at any time exclusively from the pledged tax revenues of the Successor Agency. The outstanding principal balance of the 2004 Series bonds at June 30, 2014, is \$5,140,000. The scheduled annual debt service requirements at June 30, 2014, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2015	\$ 155,000	\$ 224,265	\$ 379,265
2016	165,000	218,782	383,782
2017	170,000	212,749	382,749
2018	175,000	206,279	381,279
2019	180,000	199,354	379,354
2020	190,000	191,479	381,479
2021	200,000	183,104	383,104
2022	210,000	174,279	384,279
2023	220,000	164,604	384,604
2024	220,000	154,704	374,704
2025	235,000	144,467	379,467
2026	245,000	133,666	378,666
2027	255,000	122,289	377,289
2028	265,000	110,329	375,329
2029	280,000	97,794	377,794
2030	295,000	84,569	379,569
2031	305,000	70,723	375,723
2032	320,000	56,255	376,255
2033	335,000	41,091	376,091
2034	350,000	25,234	375,234
2035	370,000	8,565	378,565
Totals	\$ 5,140,000	\$ 2,824,581	\$ 7,964,581

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

7) LONG-TERM LIABILITIES - Continued

Tax Allocation Bonds – Series 2007

On May 31, 2007, the former Redevelopment Agency issued \$11,470,000 of Tax Allocation Bonds bearing interest between 3.50% and 4.40% and payable semi-annually on March 1 and September 1. These bonds provided funds to aid in the financing of redevelopment in the project area. The Bonds are special obligations of the Successor Agency and are payable as to principal, interest and any premiums upon redemption at any time exclusively from the pledged tax revenues of the Successor Agency. The outstanding principal balance of the 2007 Series bonds at June 30, 2014, is \$10,195,000.

The scheduled annual debt service requirements at June 30, 2014, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2015	\$ 120,000	\$ 461,460	\$ 581,460
2016	120,000	456,660	576,660
2017	100,000	452,360	552,360
2018	100,000	448,523	548,523
2019	125,000	444,085	569,085
2020	140,000	438,785	578,785
2021	155,000	432,885	587,885
2022	175,000	426,066	601,066
2023	195,000	418,204	613,204
2024	230,000	409,115	639,115
2025	250,000	398,701	648,701
2026	270,000	387,326	657,326
2027	300,000	374,820	674,820
2028	330,000	360,960	690,960
2029	355,000	345,713	700,713
2030	385,000	329,062	714,062
2031	425,000	310,838	735,838
2032	450,000	291,150	741,150
2033	490,000	270,000	760,000
2034	530,000	247,050	777,050
2035	565,000	221,706	786,706
2036	995,000	184,656	1,179,656
2037	1,060,000	135,850	1,195,850
2038	1,130,000	83,837	1,213,837
2039	1,200,000	28,500	1,228,500
Totals	\$ 10,195,000	\$ 8,358,312	\$ 18,553,312

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

8) FUND BALANCES

The details of the governmental fund balances as of June 30, 2014 are presented below:

	General Fund	HOME- CHOC Fund	Housing Successor Fund	Total Non-major Governmental Funds	Total Governmental Funds
Nonspendable:					
Long-term Receivable from Successor Agency	\$ 457,821	\$ -	\$ -	\$ -	\$ 457,821
Due from Other Funds	780,461	-	-	-	780,461
Restricted for:					
Parks and Street Lighting	-	-	-	70,253	70,253
Flood Control	-	-	-	3,836	3,836
Streets and Roads	-	-	-	98,891	98,891
First Time Homebuyers Program	-	-	-	84,618	84,618
Traffic Safety	-	-	-	161,927	161,927
Asset Forfeiture	-	-	-	10,931	10,931
Afterschool Program	-	-	-	139,807	139,807
Vehicle Theft	-	-	-	50,216	50,216
Transportation	-	-	-	454,471	454,471
Fire Prevention	-	-	-	856	856
Police	-	-	-	49,184	49,184
Beverage Recycling	-	-	-	22,693	22,693
Revolving Loans	-	-	-	574,261	574,261
Income Restricted Housing	-	-	1,099,149	-	1,099,149
Capital Projects	-	-	-	2,824,236	2,824,236
Committed for:					
Capital Projects	-	-	-	1,082,425	1,082,425
Assigned for:					
Debt Service	-	-	-	56,277	56,277
Unassigned:	1,208,759	-	-	(693,713)	515,046
Total Fund Balance	\$ 2,447,041	\$ -	\$ 1,099,149	\$ 4,991,169	\$ 8,537,359

9) POST RETIREMENT HEALTH INSURANCE BENEFITS

Plan Description

The City provides certain health insurance benefits to retired employees in accordance with memoranda of understanding as follows:

For employees who retire from the City and who have reached the age of fifty (50) years old, and who continue health insurance through a City-sponsored health insurance plan, the City will contribute the minimum monthly amount (as required by CalPERS) of the health insurance premium (\$115 and \$119 for the calendar years 2013 and 2014 respectively). The City's health plan does not issue a publicly available financial report.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

9) POST RETIREMENT HEALTH INSURANCE BENEFITS - Continued

Funding Policy

The City's policy is to contribute an amount sufficient to pay the current year's premium. For fiscal year 2013-14, the City contributed \$11,186, which covered current premiums, but did not include any additional prefunding of benefits. Currently, there are 6 retirees who are receiving benefits.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45's Alternative Measurement Method allowed for employers with less than 100 plan members. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the fiscal year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation.

Annual Required Contribution (ARC)	\$	22,693
Interest on Net OPEB Obligation		869
Adjustment to ARC		(1,479)
Annual OPEB Cost		22,083
Contribution Made		(11,186)
Increase in Net OPEB Obligation		10,897
Net OPEB Obligation at June 30, 2013		28,983
Net OPEB Obligation at June 30, 2014	\$	39,880

Annual OPEB cost, percentage of Annual OPEB Cost contributed, and Net OPEB Obligation are presented below:

THREE-YEAR TREND INFORMATION				
Fiscal Year Ended	Annual OPEB Cost	Annual Contribution (Net of Adjustments)	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
6/30/12	\$ 22,693	\$ 7,920	35%	\$ 14,773
6/30/13	\$ 22,382	\$ 8,172	36%	\$ 28,983
6/30/14	\$ 22,083	\$ 11,186	51%	\$ 39,880

Funded Status and Funding Progress

As of June 30, 2012, the most recent Alternate Measurement Method valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$680,779, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$680,779. The covered payroll (annual payroll of active employees covered by the plan) was \$2,141,140, and the ratio of the UAAL to the covered payroll was 31.8 percent.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

9) POST RETIREMENT HEALTH INSURANCE BENEFITS - Continued

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

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the 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 Alternate Measurement Method valuation (valuation) 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.

In the June 30, 2012 actuarial valuation the entry age normal cost method was used. The actuarial assumptions included a 3.0 percent investment rate of return, a 75 percent continuity rate that retirees will continue to participate in CalPERS health, an inflation rate of 2.0 percent, and an annual healthcare cost trend rate of 2.0 percent. The actuarial value of assets is not applicable (no assets as of the initial valuation date). The UAAL is being amortized as a flat percentage of covered payroll over thirty years. The remaining amortization period at June 30, 2014 was 29 years. The City uses an open amortization period.

10) CITY EMPLOYEES RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLAN)

Plan Description

The City of Winters 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. Copies of PERS' annual financial report may be obtained from its executive office: 400 P Street, Sacramento, California 95814.

Funding Policy

Miscellaneous

Participants are required to contribute 7% of their annual covered salary. The City is required to contribute at an actuarially determined rate calculated as a percentage of covered payroll. The employer contribution rate for the fiscal year ended June 30, 2014 was 15.633% for miscellaneous employees. Benefit provisions and all other requirements are established by State statute and City contract with employee bargaining groups. The City's contributions to CalPERS for the miscellaneous plan for the fiscal years ending June 30, 2014, 2013, and 2012, were \$185,952, \$194,388, and \$183,248, respectively, and equal 100% of the required contributions for each fiscal year.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

10) CITY EMPLOYEES RETIREMENT SYSTEM (DEFINED BENEFIT PENSION PLAN) - Continued

Safety

Participants are required to contribute 9% of their annual covered salary. The City is required to contribute at an actuarially determined rate calculated as a percentage of covered payroll. The City's two-tiered contribution rates for the fiscal year ended June 30, 2014 were 30.551% for tier 1 and 19.600% for tier 2. Benefit provisions and all other requirements are established by State statute and City contract with employee bargaining groups. The City's contributions to CalPERS for the safety plan for the fiscal years ending June 30, 2014, 2013, and 2012, were \$217,567, \$265,063, and \$246,429, respectively, and equal 100% of the required contributions for each fiscal year.

11) JOINT VENTURES (JOINT POWERS AGREEMENTS)

Winters Fire Protection District

The City participates in a joint venture with the Winters Fire Protection District (District), under a joint powers agreement. The relationship between the City of Winters and the District is such that the District is not a component unit of the City for financial reporting purposes.

Fire Protection is provided by an intergovernmental agreement between the City of Winters and the Winters Fire Protection District (District). The agreement transferred all fire protection property of the City to the District. The District Board consists of five members – two appointed by City Council, two appointed by County Board of Supervisors, and one appointed by the other 4 members. The District appoints its own management and approves its own budget.

Yolo Emergency Communications Agency

The City is a member of the Yolo Emergency Communications Agency (Agency), under a joint powers agreement. The governing board of the Agency consists of one member appointed by the governing body of each party to the agreement. The Agency was established in 1988 to provide dispatch and records management services, and to provide a 911 public safety answering point for the members.

The members of the Agency are required to make annual operating and capital contributions to help fund the Agency's operations, based on the adopted budgets.

12) RISK MANAGEMENT

Yolo County Public Agency Risk Management Insurance Authority

The City is a member of the Yolo County Public Agency Risk Management Insurance Authority, a joint-powers agreement which provides coverage against the following types of loss risks:

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

12) RISK MANAGEMENT - Continued

Type	Limits	Deductible
Liability	\$25,000,000	\$2,000, except for errors and omissions, which is \$15,000, with a limit of \$500,000
Auto	Up to stated Value	\$5,000 for all vehicles
Workers' Comp	\$5,000,000	\$1,000
All Risk Fire & Property	Replacement costs	Various up to \$10,000
Boiler and Machinery	\$100,000,000	\$1,000

The Authority is governed by a Board consisting of representatives from member municipalities. The Board controls the operations of the Authority, including selection of management and approval of operating budgets, independent of any influence by member municipalities beyond their representation on the Board. The City's deposits with the Authority are in accordance with formulas established by the Authority. Actual surpluses or losses are shared according to a formula developed from overall loss costs and spread to member entities on a percentage basis after a retrospective rating. Financial statements may be obtained from YCPARMIA, 77 W. Lincoln Ave. Woodland, CA 95695.

13) COMMITMENTS AND CONTINGENCIES

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

The City is subject to various lawsuits and claims involving public liability and other actions incidental to the ordinary course of City operations. In the aggregate, those claims seek monetary damages in significant amounts. To the extent the outcome of such litigation may be determined to result in financial loss to the City, in the opinion of City management, any potential liability for these actions is adequately provided for in the basic financial statements. The timing of potential payment of such losses cannot presently be determined.

During 1992, the City closed the landfill that was formerly operated by the City. Since 1992, the City has incurred post closure costs. During the 2013-14 fiscal year, the City incurred monitoring costs of \$7,435, and is expected to maintain the monitoring of the closed landfill in the near future. The future costs of postclosure care are subject to change resulting from inflation/deflation, technology, change in scope of work, or changes in applicable laws or regulations.

14) PRIOR PERIOD ADJUSTMENTS/RESTATEMENT OF NET POSITION

The City implemented Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*, in fiscal year 2013-14. As a result, the beginning net position in the Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds and the Statement of Changes in Net Position – Fiduciary Funds was restated by \$317,588 and \$770,409, respectively, to reflect the cumulative effect of applying this statement.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2014

14) PRIOR PERIOD ADJUSTMENTS/RESTATEMENT OF NET POSITION - Continued

The Fiduciary Funds includes a prior period adjustment of \$11,478,171 in addition to the \$770,409 discussed above. This adjustment is a result of transferring capital assets previously recorded in the Successor Agency Trust fund to the City's capital assets reported in Governmental Activities. These capital assets should have been originally recorded as the City's assets, rather than the Successor Agency's assets.

The prior period adjustment in the Non-major Governmental Funds in the Statement of Revenues, Expenditures, and Changes in Fund Balances of \$121,164, is to adjust the beginning fund balance for unallowable grant costs in previous years.

The prior period adjustment in the Statement of Activities of \$11,217,180 is a combination of the adjustment stated above (\$121,164) and to add capital assets that were recorded in the Successor Agency Fund in the prior year of \$11,478,172, which should have been recorded in the Governmental Activities. In addition, projects capitalized in prior years of \$139,828 should have been expensed.

15) SUBSEQUENT EVENTS

In July 2014, the City received a FEMA Grant in the amount of \$658,938 for regional communications equipment.

In July and August of 2014, the Successor Agency sold properties totaling \$409,244.

REQUIRED SUPPLEMENTARY INFORMATION

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
Year Ended June 30, 2014

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and Assessments	\$ 2,994,204	\$ 2,994,204	\$ 2,946,016	\$ (48,188)
Fines and Forfeitures	-	-	50	50
Licenses, Fees, and Permits	119,444	144,944	152,401	7,457
Use of Money and Property	41,702	41,702	69,202	27,500
Intergovernmental Revenues	8,000	8,000	4,520	(3,480)
Charges for Services	330,883	305,383	414,884	109,501
Other Revenues	41,335	41,335	116,848	75,513
Total Revenues	3,535,568	3,535,568	3,703,921	168,353
EXPENDITURES				
Current:				
General Government	243,189	252,609	339,250	(86,641)
Public Safety	2,931,014	2,940,268	2,691,168	249,100
Public Works	210,231	191,288	199,403	(8,115)
Community Development	311,987	329,787	382,108	(52,321)
Parks and Recreation	182,148	180,043	184,774	(4,731)
Capital Outlay	-	109,473	113,677	(4,204)
Total Expenditures	3,878,569	4,003,468	3,910,380	93,088
Excess (Deficiency) of Revenues over Expenditures	(343,001)	(467,900)	(206,459)	261,441
OTHER FINANCING SOURCES (USES)				
Transfers In	150,337	150,337	219,512	69,175
Transfers Out	(101,261)	(101,744)	(88,774)	12,970
Total Other Financing Sources (Uses)	49,076	48,593	130,738	82,145
Net Change in Fund Balances	(293,925)	(419,307)	(75,721)	343,586
Fund Balance, Beginning of Year	2,522,762	2,522,762	2,522,762	
Fund Balance, End of Year	\$ 2,228,837	\$ 2,103,455	\$ 2,447,041	\$ 343,586

City of Winters
Schedule of Funding Progress
For the Year Ended June 30, 2014

Other Post-Employment Benefits Plan

Actuarial Valuation Date	Actuarial Asset Value	Entry Age Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio AVA	Covered Payroll	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
	(a)	(b)	(b) - (a)	(a)/(b)	(c)	[(b)-(a)]/(c)
6/30/12	\$ -	\$ 680,779	\$ 680,779	0.00%	\$ 2,141,140	31.8%

City of Winters
Notes to Required Supplementary Information
Year Ended June 30, 2014

BUDGETS AND BUDGETARY ACCOUNTING

The City prepares a budget for each fiscal year on or before June 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Resolution. This resolution mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the City Council.

From the effective date of the budget, which is adopted and controlled at the department level, the amounts stated therein as proposed expenditures become appropriations to the various City departments. The legal level of control is by the City Manager. The City Council may amend the budget by resolution during the fiscal year.

Formal budgetary integration is employed as a management control device during the fiscal year for the General fund and special revenue funds. These budgets are adopted on a basis consistent with accounting principles generally accepted in the United States (USGAAP) and are consistent with the basis used for financial reporting. Accordingly, actual revenues and expenditures can be compared with related budget amounts without any reconciliation.

There were no budgets prepared for the HOME-CHOC Special Revenue Fund, Housing Successor Special Revenue Fund, First Time Homebuyers Special Revenue Fund, Fire Prevention Special Revenue Fund, North Putah Creek Special Revenue Fund, Realignment Special Revenue Fund, AFG Grant Special Revenue Fund, Prop 84 Park Special Revenue Fund, Dry Slough Special Revenue Fund, SACOG Community Grant Special Revenue Fund, HOME 98-347 Special Revenue Fund, STBG 6745 Special Revenue Fund, CDBG Park Grant Special Revenue Fund, Volunteer Fire Assistance Grant Special Revenue Fund, General Plan 92 Capital Project Fund, and Flood Control Fees Capital Project Fund.

SUPPLEMENTARY INFORMATION

City of Winters
Non-major Governmental Funds
June 30, 2014

SPECIAL REVENUE FUNDS

Special revenue funds account for specific revenues that are legally restricted to expenditures for particular purposes. The other special revenue funds include:

City Wide Assessment Fund – This fund is used to account for assessments on property that are specifically restricted to the maintenance of City parks and street lighting.

Flood Assessment District Fund – This fund is used to account for donations used to assess the effects of flooding on the City.

Gas Tax Fund – This fund is used to account for the City's share of motor fuel tax revenues that are legally restricted to the maintenance of streets and roads within the City's boundaries.

First Time Homebuyers Fund – This fund is used to account for contributions for first time homebuyer programs donated by developers as a condition of development agreements.

Traffic Safety Fund – This fund is used to account for parking violation revenues and the expenditures that are legally restricted to the enforcement of parking codes.

Asset Forfeiture Fund – This fund is used to account for revenues related to the sale of seized assets from illegal activities. These expenditures are legally restricted for the payment of the City's share of the YONET organization's administrative cost.

Afterschool Program Fund – This fund is used to account for the revenues received from the State of California to provide after school programs in 3 schools within the Winters Joint Unified School District. Expenditures are restricted for use only for providing instruction and enrichment activities afterschool for the youth of the School District.

Vehicle Theft Deterrent Fund – This fund is used to account for revenues and expenditures to deter automobile theft throughout Yolo County.

Transportation Development Act Fund – This fund is used to account for the City's share of revenues and expenditures related to providing public transportation to the citizens of the City of Winters. These funds are received from the Sacramento Area Council of Governments per the Transportation Development Act.

Fire Prevention Grant Fund – This fund is used to account for funding received to educate and prevent fires. These funds are required to be accounted for separately.

North Putah Creek Fund – This fund is used to account for federal funds to be used for the construction of an access trail for elderberry mitigation along a ¾ mile stretch of the north bank of Putah Creek. The multi-use, paved trail is fully ADA accessible and the project budget also includes plantings and maintenance. An add/alternative to the project could include a second pedestrian bridge at the east end of Putah Creek near Interstate 505. The major revenue source of this fund is intergovernmental grant revenue.

City of Winters
Non-major Governmental Funds - Continued
June 30, 2014

SPECIAL REVENUE FUNDS - Continued

Revolving Loans Fund – This fund accounts for the loan repayments from first time homebuyer loans and housing rehabilitation loans. The funds are restricted for first time homebuyer or rehab loans using the program income.

State COPS 1913 Fund – This fund is used to account for grant funds received by the State of California to support front line police services. These funds are legally restricted to be used to supplement current public safety funding.

Realignment Fund – This fund is used to account for AB109 funding.

AFG Grant Fund – This fund is used to account for the assistance to firefighters grant funding.

Prop 84 Park Fund – This fund is used to account for a grant for the development of a park adjacent to Orchard Village Apartment complex.

Dry Slough Fund – This fund is used to account for the replacement of the bridge over Dry Slough Creek.

Beverage Recycling Grant Fund – This fund is used to account for funds received from the State of California under the Beverage Container Recycling Act. Revenues may be expended for the purchase of recycling materials.

SACOG Community Grant Fund – This fund is used to account for the 2012 SACOG Community grant for the Walnut roundabout.

STBG 96-1043 Fund – This fund is used to account for funds expended for public works projects and housing rehabilitation loans made available through Block Grant Funds from the State of California. These funds are required to be accounted for separately.

HOME 98-347 Fund – This fund is used to account for the housing rehabilitation loans that the City of Winters made available to the citizens of the City of Winters utilizing Block Grant Funds from the State of California. These funds are required to be accounted for separately.

STBG-6745 Fund – This fund is used to account for the development of Orchard Village Park.

CDBG Park Grant Fund – This fund is used to account for a second grant for the development of a park adjacent to Orchard Village Apartment complex.

EDBG 99-688 Fund – This fund is used to account for small business assistance loans made available through Economic Development Block Grant funds for the rehabilitation of the Buckhorn Café. These funds are required to be accounted for separately.

EDBG 96-405 Fund – This fund is used to account for small business assistance loans made available through Economic Development Block Grant funds for the rehabilitation of the empty Cradwick Building for use as business suites. These funds are required to be accounted for separately.

City of Winters
Non-major Governmental Funds – Continued
June 30, 2014

SPECIAL REVENUE FUNDS - Continued

Volunteer Fire Assistance Grant Fund – This fund is used to account for the 2012 volunteer fire assistance grant received by the Fire department.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

The City has four (4) different types of Capital Projects Funds, which are described below.

Special Capital Funds – These funds are used to account for revenues and expenditures for specifically identified programs that are funded from specific revenue streams:

Flood Control Study Fund
General Plan 92 Fund

Other Capital Funds – These funds are used for expenditures for replacement and renovation of existing infrastructure, and renovation and building of new city facilities. The revenues for these funds are generated from operations over expenditures for those operations:

Capital Asset Replacement Fund
General Fund Capital Fund
Landfill Capital Fund
Parks and Recreation Capital Fund
Flood Control Fees Fund

Miscellaneous Capital Funds – These funds are collected for use in the development of oversized facilities by developers, which require eventual reimbursement to the installing developer. As a part of project approvals, some developers may be required to install facilities which will eventually serve other projects, thus creating a reimbursable expense. The City enters into "reimbursement agreements" which are then collected in the form of impact fees to developers whose projects are benefited by the improvement, then dispersed to the installing developer as reimbursements based on the agreements:

RAJA Storm Drain Fund

Impact Fee Funds – These funds are used to collect and expend funds pursuant to the City of Winters Capital Facilities Development Study per the AB1600 legislation, as codified by California Government Section 66000 et seq.. These funds are collected for development and are expended for expansion of services required due to the development:

Street Impact Fee Fund
Storm Drain Impact Fee Fund
Parks and Recreation Impact Fee Fund
Police Impact Fee Fund

City of Winters
Non-major Governmental Funds – Continued
June 30, 2014

CAPITAL PROJECTS FUNDS - Continued

Fire Impact Fee Fund
General Facilities Impact Fee Fund
Water Impact Fee Fund
Sewer Impact Fee Fund

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources and payment of general obligation principal and interest from governmental resources.

General Debt Service Fund – This fund is used to account for payments on long-term compensated absences debt.

City of Winters
Combining Balance Sheet
Non-major Governmental Funds
June 30, 2014

	Special Revenue			
	City Wide Assessment Fund	Flood Assessment Fund	Gas Tax Fund	First Time Homebuyers Fund
ASSETS				
Cash and Investments	\$ 72,304	\$ 3,834	\$ 199,697	\$ 84,571
Receivables:				
Accounts	9,908	-	22,670	-
Interest	-	2	79	47
Notes Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Successor Agency	-	-	-	-
Advances to Other Funds	-	-	-	-
Total Assets	<u>\$ 82,212</u>	<u>\$ 3,836</u>	<u>\$ 222,446</u>	<u>\$ 84,618</u>
LIABILITIES				
Accounts Payable	\$ 11,959	\$ -	\$ 123,555	\$ -
Deposits	-	-	-	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>11,959</u>	<u>-</u>	<u>123,555</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Notes Receivable	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICITS)				
Restricted	70,253	3,836	98,891	84,618
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>70,253</u>	<u>3,836</u>	<u>98,891</u>	<u>84,618</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 82,212</u>	<u>\$ 3,836</u>	<u>\$ 222,446</u>	<u>\$ 84,618</u>

Special Revenue

Traffic Safety Fund	Asset Forfeiture Fund	Afterschool Program Fund	Vehicle Theft Deterrent Fund	Transporation Development Act Fund	Fire Prevention Fund	North Putah Creek Fund
\$ 162,691	\$ 11,963	\$ 149,084	\$ 38,207	\$ 482,111	\$ 939	\$ -
-	-	1,324	12,000	-	-	-
88	5	67	9	30	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 162,779</u>	<u>\$ 11,968</u>	<u>\$ 150,475</u>	<u>\$ 50,216</u>	<u>\$ 482,141</u>	<u>\$ 939</u>	<u>\$ -</u>
\$ 852	\$ 1,037	\$ 4,596	\$ -	\$ 27,670	\$ 83	\$ -
-	-	6,072	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>852</u>	<u>1,037</u>	<u>10,668</u>	<u>-</u>	<u>27,670</u>	<u>83</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
161,927	10,931	139,807	50,216	454,471	856	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>161,927</u>	<u>10,931</u>	<u>139,807</u>	<u>50,216</u>	<u>454,471</u>	<u>856</u>	<u>-</u>
<u>\$ 162,779</u>	<u>\$ 11,968</u>	<u>\$ 150,475</u>	<u>\$ 50,216</u>	<u>\$ 482,141</u>	<u>\$ 939</u>	<u>\$ -</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2014

	Special Revenue			
	Revolving Loans Fund	State COPS 1913 Fund	Realignment Fund	AFG Grant Fund
ASSETS				
Cash and Investments	\$ 544,178	\$ -	\$ 49,183	\$ -
Receivables:				
Accounts	-	8,127	-	-
Interest	295	-	1	-
Notes Receivable	707,997	-	-	-
Due from Other Funds	29,070	-	-	-
Due from Successor Agency	-	-	-	-
Advances to Other Funds	-	-	-	-
Total Assets	<u>\$ 1,281,540</u>	<u>\$ 8,127</u>	<u>\$ 49,184</u>	<u>\$ -</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-
Due to Other Funds	-	29,817	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>29,817</u>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Notes Receivable	707,997	-	-	-
Total Deferred Inflows of Resources	<u>707,997</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICITS)				
Restricted	573,543	-	49,184	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	(21,690)	-	-
Total Fund Balances	<u>573,543</u>	<u>(21,690)</u>	<u>49,184</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 1,281,540</u>	<u>\$ 8,127</u>	<u>\$ 49,184</u>	<u>\$ -</u>

Special Revenue

Prop 84 Park Fund	Dry Slough Fund	Beverage Recycling Fund	SACOG Community Grant Fund	STBG 96-1043 Fund	HOME 98-347 Fund	STBG 6745 Fund
\$ -	\$ -	\$ 22,681	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	12	-	-	-	-
-	-	-	-	-	127,146	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,693</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,146</u>	<u>\$ -</u>
\$ 10,549	\$ 15,134	\$ -	\$ 14,007	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
115,680	25,933	-	8,728	29,070	-	-
-	-	-	-	-	-	-
<u>126,229</u>	<u>41,067</u>	<u>-</u>	<u>22,735</u>	<u>29,070</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	127,146	-
-	-	-	-	-	127,146	-
-	-	22,693	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(126,229)	(41,067)	-	(22,735)	(29,070)	-	-
<u>(126,229)</u>	<u>(41,067)</u>	<u>22,693</u>	<u>(22,735)</u>	<u>(29,070)</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,693</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,146</u>	<u>\$ -</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2014

	Special Revenue			Volunteer Fire Assistance Grant Fund
	CDBG Park Grant Fund	EDBG 99-688 Fund	EDBG 96-405 Fund	
ASSETS				
Cash and Investments	\$ -	\$ -	\$ 718	\$ -
Receivables:				
Accounts	-	-	-	-
Interest	-	-	-	-
Notes Receivable	-	127,733	248,793	-
Due from Other Funds	-	-	-	-
Due from Successor Agency	-	-	-	-
Advances to Other Funds	-	-	-	-
Total Assets	\$ -	\$ 127,733	\$ 249,511	\$ -
LIABILITIES				
Accounts Payable	\$ 18,879	\$ -	\$ -	\$ -
Deposits	-	-	-	-
Due to Other Funds	261	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	19,140	-	-	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Notes Receivable	-	127,733	248,793	-
Total Deferred Inflows of Resources	-	127,733	248,793	-
FUND BALANCE (DEFICITS)				
Restricted	-	-	718	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(19,140)	-	-	-
Total Fund Balances	(19,140)	-	718	-
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ -	\$ 127,733	\$ 249,511	\$ -

Capital Projects

Flood Control Study Fund	General Plan 92 Fund	Capital Asset Replacement Fund	General Fund Capital Fund	Landfill Capital Fund	Parks and Recreation Capital Fund	Flood Control Fees Fund
\$ 1,298	\$ -	\$ 71,910	\$ 552,673	\$ 198,739	\$ -	\$ 229,516
-	-	-	-	-	-	-
1	-	37	305	110	-	127
-	3,601	-	-	-	-	-
-	-	-	-	-	-	-
-	1,094,902	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,299</u>	<u>\$ 1,098,503</u>	<u>\$ 71,947</u>	<u>\$ 552,978</u>	<u>\$ 198,849</u>	<u>\$ -</u>	<u>\$ 229,643</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	488,488	-	-	-	-	-
125,000	-	-	-	-	-	-
<u>125,000</u>	<u>488,488</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	3,601	-	-	-	-	-
-	3,601	-	-	-	-	-
-	606,414	-	-	-	-	-
-	-	71,947	552,978	198,849	-	229,643
-	-	-	-	-	-	-
(123,701)	-	-	-	-	-	-
<u>(123,701)</u>	<u>606,414</u>	<u>71,947</u>	<u>552,978</u>	<u>198,849</u>	<u>-</u>	<u>229,643</u>
<u>\$ 1,299</u>	<u>\$ 1,098,503</u>	<u>\$ 71,947</u>	<u>\$ 552,978</u>	<u>\$ 198,849</u>	<u>\$ -</u>	<u>\$ 229,643</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2014

	Capital Projects			Parks and Recreation Impact Fee Fund
	RAJA Storm Drain Fund	Street Impact Fee Fund	Storm Drain Impact Fee Fund	
ASSETS				
Cash and Investments	\$ 38,576	\$ 633,821	\$ 160,067	\$ -
Receivables:				
Accounts	-	-	-	-
Interest	21	183	88	-
Notes Receivable	-	-	-	3,688
Due from Other Funds	-	-	-	-
Due from Successor Agency	-	-	-	-
Advances to Other Funds	-	95,000	30,000	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 38,597</u>	<u>\$ 729,004</u>	<u>\$ 190,155</u>	<u>\$ 3,688</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deposits	9,589	-	-	-
Due to Other Funds	-	-	-	111,554
Advances from Other Funds	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>9,589</u>	<u>-</u>	<u>-</u>	<u>111,554</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenues - Notes Receivable	-	-	-	3,688
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,688</u>
FUND BALANCE (DEFICITS)				
Restricted	-	729,004	190,155	-
Committed	29,008	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	(111,554)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>29,008</u>	<u>729,004</u>	<u>190,155</u>	<u>(111,554)</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 38,597</u>	<u>\$ 729,004</u>	<u>\$ 190,155</u>	<u>\$ 3,688</u>

Capital Projects					Debt Service	Total Non-major Governmental Funds
Police Impact Fee Fund	Fire Impact Fee Fund	General Facilities Impact Fee Fund	Water Impact Fee Fund	Sewer Impact Fee Fund	Debt Service Fund	
\$ 242,733	\$ 272,692	\$ 347,372	\$ 435,150	\$ 217,920	\$ 56,246	\$5,280,874
-	-	-	-	-	-	54,029
134	150	192	240	110	31	2,364
3,160	3,160	1,294	-	-	-	1,226,572
-	-	-	-	-	-	29,070
-	-	-	-	-	-	1,094,902
-	-	-	-	-	-	125,000
<u>\$ 246,027</u>	<u>\$ 276,002</u>	<u>\$ 348,858</u>	<u>\$ 435,390</u>	<u>\$ 218,030</u>	<u>\$ 56,277</u>	<u>\$7,812,811</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 228,321
-	-	-	-	-	-	15,661
-	-	-	-	416,557	-	1,226,088
-	-	-	-	-	-	125,000
-	-	-	-	416,557	-	1,595,070
3,160	3,160	1,294	-	-	-	1,226,572
3,160	3,160	1,294	-	-	-	1,226,572
242,867	272,842	347,564	435,390	-	-	4,546,180
-	-	-	-	-	-	1,082,425
-	-	-	-	-	56,277	56,277
-	-	-	-	(198,527)	-	(693,713)
242,867	272,842	347,564	435,390	(198,527)	56,277	4,991,169
<u>\$ 246,027</u>	<u>\$ 276,002</u>	<u>\$ 348,858</u>	<u>\$ 435,390</u>	<u>\$ 218,030</u>	<u>\$ 56,277</u>	<u>\$7,812,811</u>

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
Year Ended June 30, 2014

	Special Revenue			
	City Wide Assessment Fund	Flood Assessment Fund	Gas Tax Fund	First Time Homebuyers Fund
REVENUES				
Taxes and Assessments	\$ 198,167	\$ -	\$ 227,882	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Program Income	-	-	-	-
Use of Money and Property	-	9	372	207
Intergovernmental Revenues	-	-	-	-
Other Revenues	128	-	-	-
	<u>198,295</u>	<u>9</u>	<u>228,254</u>	<u>207</u>
Total Revenues	198,295	9	228,254	207
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Parks and Recreation	287,069	-	-	-
Streets and Highways	-	-	155,755	-
Capital Outlay	-	-	78,934	-
	<u>287,069</u>	<u>-</u>	<u>234,689</u>	<u>-</u>
Total Expenditures	287,069	-	234,689	-
Excess (Deficiency) of Revenues Over Expenditures	<u>(88,774)</u>	<u>9</u>	<u>(6,435)</u>	<u>207</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	88,774	-	-	-
Transfers Out	-	-	(121,164)	-
	<u>88,774</u>	<u>-</u>	<u>(121,164)</u>	<u>-</u>
Total Other Financing Sources (Uses)	88,774	-	(121,164)	-
Net Change in Fund Balances	-	9	(127,599)	207
Fund Balances, Beginning of Year	70,253	3,827	226,490	84,411
Prior Period Adjustment	-	-	-	-
Fund Balances, End of Year	<u>\$ 70,253</u>	<u>\$ 3,836</u>	<u>\$ 98,891</u>	<u>\$ 84,618</u>

Special Revenue

Traffic Safety Fund	Asset Forfeiture Fund	Afterschool Program Fund	Vehicle Theft Deterrent Fund	Transporation Development Act Fund	Fire Prevention Fund	North Putah Creek Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5,869	-	-	-	-	-	-
-	-	-	-	-	-	-
406	27	296	89	134	2	149
-	287	130,788	12,000	336,714	-	143,597
-	-	2,430	-	12,091	-	-
<u>6,275</u>	<u>314</u>	<u>133,514</u>	<u>12,089</u>	<u>348,939</u>	<u>2</u>	<u>143,746</u>
-	-	-	-	-	-	-
18,581	2,593	-	28,696	-	-	-
-	-	115,303	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	181,300	-	149,380
<u>18,581</u>	<u>2,593</u>	<u>115,303</u>	<u>28,696</u>	<u>181,300</u>	<u>-</u>	<u>149,380</u>
(12,306)	(2,279)	18,211	(16,607)	167,639	2	(5,634)
-	-	-	-	-	-	121,164
-	-	-	-	-	-	(143,597)
-	-	-	-	-	-	(22,433)
(12,306)	(2,279)	18,211	(16,607)	167,639	2	(28,067)
174,233	13,210	121,596	66,823	286,832	854	149,231
-	-	-	-	-	-	(121,164)
<u>\$ 161,927</u>	<u>\$ 10,931</u>	<u>\$ 139,807</u>	<u>\$ 50,216</u>	<u>\$ 454,471</u>	<u>\$ 856</u>	<u>\$ -</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2014

	Special Revenue			
	Revolving Loans Fund	State COPS 1913 Fund	Realignment Fund	AFG Grant Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Program Income	41,263	-	-	-
Use of Money and Property	8,459	-	1	-
Intergovernmental Revenues	-	111,812	36,855	479,430
Other Revenues	-	-	-	-
Total Revenues	<u>49,722</u>	<u>111,812</u>	<u>36,856</u>	<u>479,430</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	73,594	4,546	-
Public Works	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	-
Capital Outlay	-	-	-	479,430
Total Expenditures	<u>-</u>	<u>73,594</u>	<u>4,546</u>	<u>479,430</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>49,722</u>	<u>38,218</u>	<u>32,310</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	38,064	-	-	-
Transfers Out	<u>(3,340)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>34,724</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	84,446	38,218	32,310	-
Fund Balances, Beginning of Year	489,097	(59,908)	16,874	-
Prior Period Adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 573,543</u>	<u>\$ (21,690)</u>	<u>\$ 49,184</u>	<u>\$ -</u>

Special Revenue

Prop 84 Park Fund	Dry Slough Fund	Beverage Recycling Fund	SACOG Community Grant Fund	STBG 96-1043 Fund	HOME 98-347 Fund	STBG 6745 Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	54	-	-	-	-
-	121,777	-	65,672	-	-	491,772
-	-	-	-	-	-	-
-	121,777	54	65,672	-	-	491,772
-	-	-	-	-	-	-
-	-	-	-	-	-	-
9,907	-	2,397	-	-	-	-
-	153,562	-	-	-	-	-
-	-	-	88,407	-	-	420,500
9,907	153,562	2,397	88,407	-	-	420,500
(9,907)	(31,785)	(2,343)	(22,735)	-	-	71,272
-	-	-	-	-	-	-
-	-	-	-	-	-	(10,977)
-	-	-	-	-	-	(10,977)
(9,907)	(31,785)	(2,343)	(22,735)	-	-	60,295
(116,322)	(9,282)	25,036	-	(29,070)	-	(60,295)
-	-	-	-	-	-	-
<u>\$ (126,229)</u>	<u>\$ (41,067)</u>	<u>\$ 22,693</u>	<u>\$ (22,735)</u>	<u>\$ (29,070)</u>	<u>\$ -</u>	<u>\$ -</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2014

	Special Revenue			Volunteer Fire Assistance Grant Fund
	CDBG Park Grant Fund	EDBG 99-688 Fund	EDBG 96-405 Fund	
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Program Income	-	10,723	8,464	-
Use of Money and Property	-	6,119	10,136	-
Intergovernmental Revenues	-	-	-	11,765
Other Revenues	-	-	-	-
Total Revenues	<u>-</u>	<u>16,842</u>	<u>18,600</u>	<u>11,765</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	64
Public Works	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	-
Capital Outlay	18,879	-	-	-
Total Expenditures	<u>18,879</u>	<u>-</u>	<u>-</u>	<u>64</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(18,879)</u>	<u>16,842</u>	<u>18,600</u>	<u>11,701</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(16,842)	(17,882)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(16,842)</u>	<u>(17,882)</u>	<u>-</u>
Net Change in Fund Balances	(18,879)	-	718	11,701
Fund Balances, Beginning of Year	(261)	-	-	(11,701)
Prior Period Adjustment	-	-	-	-
Fund Balances, End of Year	<u>\$ (19,140)</u>	<u>\$ -</u>	<u>\$ 718</u>	<u>\$ -</u>

Capital Projects

Flood Control Study Fund	General Plan 92 Fund	Capital Asset Replacement Fund	General Fund Capital Fund	Landfill Capital Fund	Parks and Recreation Capital Fund	Flood Control Fees Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	8,950	-	-	-	-
3	444	158	1,346	492	-	560
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>3</u>	<u>444</u>	<u>9,108</u>	<u>1,346</u>	<u>492</u>	<u>-</u>	<u>560</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	7,435	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	7,435	-	-
<u>3</u>	<u>444</u>	<u>9,108</u>	<u>1,346</u>	<u>(6,943)</u>	<u>-</u>	<u>560</u>
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
<u>3</u>	<u>444</u>	<u>9,108</u>	<u>1,346</u>	<u>(6,943)</u>	<u>-</u>	<u>560</u>
(123,704)	605,970	62,839	551,632	205,792	-	229,083
-	-	-	-	-	-	-
<u>\$ (123,701)</u>	<u>\$ 606,414</u>	<u>\$ 71,947</u>	<u>\$ 552,978</u>	<u>\$ 198,849</u>	<u>\$ -</u>	<u>\$ 229,643</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2014

	Capital Projects			
	RAJA Storm Drain Fund	Street Impact Fee Fund	Storm Drain Impact Fee Fund	Parks and Recreation Impact Fee Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Program Income	-	-	-	-
Use of Money and Property	94	808	394	471
Intergovernmental Revenues	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>94</u>	<u>808</u>	<u>394</u>	<u>471</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	-
Capital Outlay	-	-	-	22,057
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,057</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>94</u>	<u>808</u>	<u>394</u>	<u>(21,586)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	143,597
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>143,597</u>
Net Change in Fund Balances	<u>94</u>	<u>808</u>	<u>394</u>	<u>122,011</u>
Fund Balances, Beginning of Year	28,914	728,196	189,761	(233,565)
Prior Period Adjustment	-	-	-	-
Fund Balances, End of Year	<u>\$ 29,008</u>	<u>\$ 729,004</u>	<u>\$ 190,155</u>	<u>\$ (111,554)</u>

Capital Projects					Debt Service	Total Non-major Governmental Funds
Police Impact Fee Fund	Fire Impact Fee Fund	General Facilities Impact Fee Fund	Water Impact Fee Fund	Sewer Impact Fee Fund	Debt Service Fund	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 426,049
-	-	-	-	-	-	5,869
-	-	-	910	1,344	-	11,204
-	-	-	-	-	-	60,450
997	1,070	1,016	1,054	484	137	35,988
-	-	-	-	-	-	1,942,469
-	-	-	-	-	-	14,649
<u>997</u>	<u>1,070</u>	<u>1,016</u>	<u>1,964</u>	<u>1,828</u>	<u>137</u>	<u>2,496,678</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	128,074
-	-	-	137	650	-	8,222
-	-	-	-	-	-	414,676
-	-	-	-	-	-	309,317
29,716	-	-	-	-	-	1,468,603
<u>29,716</u>	<u>-</u>	<u>-</u>	<u>137</u>	<u>650</u>	<u>-</u>	<u>2,328,892</u>
(28,719)	1,070	1,016	1,827	1,178	137	167,786
-	-	-	-	-	-	391,599
-	-	-	-	-	-	(313,802)
-	-	-	-	-	-	77,797
(28,719)	1,070	1,016	1,827	1,178	137	245,583
271,586	271,772	346,548	433,563	(199,705)	56,140	4,866,750
-	-	-	-	-	-	(121,164)
<u>\$ 242,867</u>	<u>\$ 272,842</u>	<u>\$ 347,564</u>	<u>\$ 435,390</u>	<u>\$ (198,527)</u>	<u>\$ 56,277</u>	<u>\$ 4,991,169</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - City Wide Assessment Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 195,278	\$ 198,167	\$ 2,889
Other Revenues	-	128	128
Total Revenues	<u>195,278</u>	<u>198,295</u>	<u>3,017</u>
EXPENDITURES			
Current:			
Parks and Recreation	262,836	287,069	(24,233)
Capital Outlay	-	-	-
Total Expenditures	<u>262,836</u>	<u>287,069</u>	<u>(24,233)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(67,558)</u>	<u>(88,774)</u>	<u>(21,216)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	63,708	88,774	25,066
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>63,708</u>	<u>88,774</u>	<u>25,066</u>
Net Change in Fund Balances	(3,850)	-	3,850
Fund Balance, Beginning of Year	<u>70,253</u>	<u>70,253</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 66,403</u>	<u>\$ 70,253</u>	<u>\$ 3,850</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Flood Assessment Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	28	9	(19)
Total Revenues	<u>28</u>	<u>9</u>	<u>(19)</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>28</u>	<u>9</u>	<u>(19)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	28	9	(19)
Fund Balances, Beginning of Year	<u>3,827</u>	<u>3,827</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 3,855</u>	<u>\$ 3,836</u>	<u>\$ (19)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Gas Tax Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 190,338	\$ 227,882	\$ 37,544
Use of Money and Property	-	372	372
Total Revenues	<u>190,338</u>	<u>228,254</u>	<u>37,916</u>
EXPENDITURES			
Current:			
Streets and Highways	159,812	155,755	4,057
Capital Outlay	157,553	78,934	78,619
Total Expenditures	<u>317,365</u>	<u>234,689</u>	<u>82,676</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(127,027)</u>	<u>(6,435)</u>	<u>120,592</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	(121,164)	(121,164)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(121,164)</u>	<u>(121,164)</u>
Net Change in Fund Balances	(127,027)	(127,599)	(572)
Fund Balance, Beginning of Year	<u>226,490</u>	<u>226,490</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 99,463</u>	<u>\$ 98,891</u>	<u>\$ (572)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Traffic Safety Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fines and Forfeitures	\$ 6,000	\$ 5,869	\$ (131)
Use of Money and Property	800	406	(394)
	6,800	6,275	(525)
EXPENDITURES			
Current:			
Public Safety	18,430	18,581	(151)
Capital Outlay	-	-	-
	18,430	18,581	(151)
Excess (Deficiency) of Revenues Over Expenditures	(11,630)	(12,306)	(676)
Fund Balance, Beginning of Year	174,233	174,233	-
Fund Balance, End of Year	\$ 162,603	\$ 161,927	\$ (676)

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Afterschool Program Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ -	\$ 296	\$ 296
Intergovernmental Revenue	141,670	130,788	(10,882)
Other Revenues	-	2,430	
Total Revenues	<u>141,670</u>	<u>133,514</u>	<u>(8,156)</u>
EXPENDITURES			
Current:			
Parks and Recreation	145,311	115,303	30,008
Capital Outlay	-	-	-
Total Expenditures	<u>145,311</u>	<u>115,303</u>	<u>30,008</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,641)</u>	<u>18,211</u>	<u>21,852</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(3,641)	18,211	21,852
Fund Balance, Beginning of Year	<u>121,596</u>	<u>121,596</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 117,955</u>	<u>\$ 139,807</u>	<u>\$ 21,852</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Vehicle Theft Deterrent Special Revenue Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ 185	\$ 89	\$ (96)
Intergovernmental Revenue	-	12,000	12,000
	<u>185</u>	<u>12,089</u>	<u>11,904</u>
EXPENDITURES			
Current:			
Public Safety	-	28,696	(28,696)
Capital Outlay	-	-	-
	<u>-</u>	<u>28,696</u>	<u>(28,696)</u>
Total Expenditures	-	28,696	(28,696)
Excess (Deficiency) of Revenues over Expenditures	<u>185</u>	<u>(16,607)</u>	<u>(16,792)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	185	(16,607)	(16,792)
Fund Balance, Beginning of Year	<u>66,823</u>	<u>66,823</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 67,008</u>	<u>\$ 50,216</u>	<u>\$ (16,792)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual -Transportation Development Act Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 524	\$ 134	\$ (390)
Intergovernmental Revenue	304,401	336,714	32,313
Other Revenues	-	12,091	12,091
Total Revenues	<u>304,925</u>	<u>348,939</u>	<u>44,014</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	283,232	181,300	101,932
Total Expenditures	<u>283,232</u>	<u>181,300</u>	<u>101,932</u>
Excess (Deficiency) of Revenues over Expenditures	<u>21,693</u>	<u>167,639</u>	<u>145,946</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	21,693	167,639	145,946
Fund Balance, Beginning of Year	<u>286,832</u>	<u>286,832</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 308,525</u></u>	<u><u>\$ 454,471</u></u>	<u><u>\$ 145,946</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Revolving Loans Fund Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ -	\$ 41,263	\$ 41,263
Use of Money and Property	544	8,459	7,915
Total Revenues	<u>544</u>	<u>49,722</u>	<u>49,178</u>
EXPENDITURES			
Current:			
Parks and Recreation	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>544</u>	<u>49,722</u>	<u>49,178</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	33,852	38,064	4,212
Transfers Out	-	(3,340)	(3,340)
Total Other Financing Sources (Uses)	<u>33,852</u>	<u>34,724</u>	<u>872</u>
Net Change in Fund Balances	34,396	84,446	50,050
Fund Balance, Beginning of Year	<u>489,097</u>	<u>489,097</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 523,493</u>	<u>\$ 573,543</u>	<u>\$ 50,050</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - State COPS 1913 Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental Revenues	\$ 100,000	\$ 111,812	\$ 11,812
Use of Money and Property	-	-	-
Total Revenues	<u>100,000</u>	<u>111,812</u>	<u>11,812</u>
EXPENDITURES			
Current:			
Public Safety	77,332	73,594	3,738
Capital Outlay	-	-	-
Total Expenditures	<u>77,332</u>	<u>73,594</u>	<u>3,738</u>
Excess (Deficiency) of Revenues over Expenditures	<u>22,668</u>	<u>38,218</u>	<u>15,550</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	22,668	38,218	15,550
Fund Balance, Beginning of Year	<u>(59,908)</u>	<u>(59,908)</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (37,240)</u>	<u>\$ (21,690)</u>	<u>\$ 15,550</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Beverage Recycling Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 100	\$ 54	\$ (46)
Intergovernmental Revenue	5,000	-	(5,000)
Total Revenues	5,100	54	(5,046)
EXPENDITURES			
Current:			
Parks and Recreation	5,000	2,397	2,603
Capital Outlay	-	-	-
Total Expenditures	5,000	2,397	2,603
Excess (Deficiency) of Revenues over Expenditures	100	(2,343)	(2,443)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	100	(2,343)	(2,443)
Fund Balance, Beginning of Year	25,036	25,036	-
Fund Balance, End of Year	\$ 25,136	\$ 22,693	\$ (2,443)

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - STBG 96-1043 Special Revenue Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ 7,451	\$ -	\$ (7,451)
Use of Money and Property	71	-	(71)
Total Revenues	<u>7,522</u>	<u>-</u>	<u>(7,522)</u>
EXPENDITURES			
Current:			
Community Development	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>7,522</u>	<u>-</u>	<u>(7,522)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>(7,522)</u>	<u>-</u>	<u>7,522</u>
Total Other Financing Sources (Uses)	<u>(7,522)</u>	<u>-</u>	<u>7,522</u>
Net Change in Fund Balances	-	-	-
Fund Balance, Beginning of Year	<u>(29,070)</u>	<u>(29,070)</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (29,070)</u>	<u>\$ (29,070)</u>	<u>\$ -</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - EDBG 99-688 Special Revenue Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Program Income	\$ 10,810	\$ 10,723	\$ (87)
Use of Money and Property	<u>8,770</u>	<u>6,119</u>	<u>(2,651)</u>
Total Revenues	<u>19,580</u>	<u>16,842</u>	<u>(2,738)</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>19,580</u>	<u>16,842</u>	<u>(2,738)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>(19,580)</u>	<u>(16,842)</u>	<u>2,738</u>
Total Other Financing Sources (Uses)	<u>(19,580)</u>	<u>(16,842)</u>	<u>2,738</u>
Net Change in Fund Balances	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - EDBG 96-405 Special Revenue Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Program Income	\$ 1,970	\$ 8,464	\$ 6,494
Use of Money and Property	<u>3,578</u>	<u>10,136</u>	<u>6,558</u>
Total Revenues	<u>5,548</u>	<u>18,600</u>	<u>13,052</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>5,548</u>	<u>18,600</u>	<u>13,052</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>(5,548)</u>	<u>(17,882)</u>	<u>(12,334)</u>
Total Other Financing Sources (Uses)	<u>(5,548)</u>	<u>(17,882)</u>	<u>(12,334)</u>
Net Change in Fund Balances	-	718	718
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 718</u>	<u>\$ 718</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Flood Control Study Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 5	\$ 3	\$ (2)
Intergovernmental Revenue	-	-	-
Total Revenues	5	3	(2)
EXPENDITURES			
Current:			
General Governmental	-	-	-
Community Development	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	5	3	(2)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	5	3	(2)
Fund Balance, Beginning of Year	(123,704)	(123,704)	-
Fund Balance, End of Year	\$ (123,699)	\$ (123,701)	\$ (2)

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Capital Asset Replacement Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 1,000	\$ 8,950	\$ 7,950
Use of Money and Property	90	158	68
Total Revenues	<u>1,090</u>	<u>9,108</u>	<u>8,018</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,090</u>	<u>9,108</u>	<u>8,018</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,090	9,108	8,018
Fund Balance, Beginning of Year	<u>62,839</u>	<u>62,839</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 63,929</u></u>	<u><u>\$ 71,947</u></u>	<u><u>\$ 8,018</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	2,085	1,346	(739)
Total Revenues	<u>2,085</u>	<u>1,346</u>	<u>(739)</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,085</u>	<u>1,346</u>	<u>(739)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,085	1,346	(739)
Fund Balance, Beginning of Year	<u>551,632</u>	<u>551,632</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 553,717</u></u>	<u><u>\$ 552,978</u></u>	<u><u>\$ (739)</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Landfill Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	820	492	(328)
Total Revenues	<u>820</u>	<u>492</u>	<u>(328)</u>
EXPENDITURES			
Current:			
Public Works	9,500	7,435	(2,065)
Capital Outlay	-	-	-
Total Expenditures	<u>9,500</u>	<u>7,435</u>	<u>2,065</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(8,680)</u>	<u>(6,943)</u>	<u>1,737</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(8,680)	(6,943)	1,737
Fund Balance, Beginning of Year	<u>205,792</u>	<u>205,792</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 197,112</u>	<u>\$ 198,849</u>	<u>\$ 1,737</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Parks and Recreation Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	29	-	(29)
Total Revenues	29	-	(29)
EXPENDITURES			
Current:			
Parks and Recreation	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	29	-	(29)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	29	-	(29)
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	<u>\$ 29</u>	<u>\$ -</u>	<u>\$ (29)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - RAJA Storm Drain Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 246	\$ 94	\$ (152)
Total Revenues	<u>246</u>	<u>94</u>	<u>(152)</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>246</u>	<u>94</u>	<u>(152)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	246	94	(152)
Fund Balance, Beginning of Year	<u>28,914</u>	<u>28,914</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 29,160</u>	<u>\$ 29,008</u>	<u>\$ (152)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Street Impact Fee Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 2,226	\$ 808	\$ (1,418)
Licenses, Fees, and Permits	177,360	-	(177,360)
Total Revenues	<u>179,586</u>	<u>808</u>	<u>(178,778)</u>
EXPENDITURES			
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>179,586</u>	<u>808</u>	<u>(178,778)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	179,586	808	(178,778)
Fund Balance, Beginning of Year	<u>728,196</u>	<u>728,196</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 907,782</u>	<u>\$ 729,004</u>	<u>\$ (178,778)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Storm Drain Impact Fee Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 4,550	\$ -	\$ (4,550)
Use of Money and Property	218	394	176
Total Revenues	<u>4,768</u>	<u>394</u>	<u>(4,374)</u>
EXPENDITURES			
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>4,768</u>	<u>394</u>	<u>(4,374)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	4,768	394	(4,374)
Fund Balance, Beginning of Year	<u>189,761</u>	<u>189,761</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 194,529</u>	<u>\$ 190,155</u>	<u>\$ (4,374)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Parks and Recreation Impact Fee Capital Project Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ 1,918	\$ 471	\$ (1,447)
Total Revenues	<u>1,918</u>	<u>471</u>	<u>(1,447)</u>
EXPENDITURES			
Capital Outlay	<u>-</u>	<u>22,057</u>	<u>(22,057)</u>
Total Expenditures	<u>-</u>	<u>22,057</u>	<u>(22,057)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,918</u>	<u>(21,586)</u>	<u>(23,504)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	143,597	143,597
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>143,597</u>	<u>143,597</u>
Net Change in Fund Balances	1,918	122,011	120,093
Fund Balance, Beginning of Year	<u>(233,565)</u>	<u>(233,565)</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (231,647)</u>	<u>\$ (111,554)</u>	<u>\$ 120,093</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Police Impact Fee Capital Project Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ 32,000	\$ -	\$ (32,000)
Use of Money and Property	<u>1,319</u>	<u>997</u>	<u>(322)</u>
Total Revenues	<u>33,319</u>	<u>997</u>	<u>(32,322)</u>
EXPENDITURES			
Capital Outlay	<u>-</u>	<u>29,716</u>	<u>(29,716)</u>
Total Expenditures	<u>-</u>	<u>29,716</u>	<u>(29,716)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>33,319</u>	<u>(28,719)</u>	<u>(62,038)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	33,319	(28,719)	(62,038)
Fund Balance, Beginning of Year	<u>271,586</u>	<u>271,586</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 304,905</u>	<u>\$ 242,867</u>	<u>\$ (62,038)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fire Impact Fee Capital Project Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ 66,300	\$ -	\$ (66,300)
Use of Money and Property	<u>1,088</u>	<u>1,070</u>	<u>(18)</u>
Total Revenues	<u>67,388</u>	<u>1,070</u>	<u>(66,318)</u>
EXPENDITURES			
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>67,388</u>	<u>1,070</u>	<u>(66,318)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	67,388	1,070	(66,318)
Fund Balance, Beginning of Year	<u>271,772</u>	<u>271,772</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 339,160</u>	<u>\$ 272,842</u>	<u>\$ (66,318)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Facilities Impact Fee Capital Project Fund
Year Ended June 30, 2014

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 117,000	\$ -	\$ (117,000)
Use of Money and Property	1,301	1,016	(285)
Total Revenues	118,301	1,016	(117,285)
EXPENDITURES			
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	118,301	1,016	(117,285)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	118,301	1,016	(117,285)
Fund Balance, Beginning of Year	346,548	346,548	-
Fund Balance, End of Year	\$ 464,849	\$ 347,564	\$ (117,285)

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Water Impact Fee Capital Project Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ 32,500	\$ 910	\$ (31,590)
Use of Money and Property	<u>2,766</u>	<u>1,054</u>	<u>(1,712)</u>
Total Revenues	<u>35,266</u>	<u>1,964</u>	<u>(33,302)</u>
EXPENDITURES			
Current:			
Public Works	-	137	(137)
Capital Outlay	<u>96,772</u>	<u>-</u>	<u>96,772</u>
Total Expenditures	<u>96,772</u>	<u>137</u>	<u>96,635</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(61,506)</u>	<u>1,827</u>	<u>63,333</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(61,506)	1,827	63,333
Fund Balance, Beginning of Year	<u>433,563</u>	<u>433,563</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 372,057</u>	<u>\$ 435,390</u>	<u>\$ 63,333</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Sewer Impact Fee Capital Project Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ 63,050	\$ 1,344	\$ (61,706)
Use of Money and Property	1,645	484	(1,161)
Total Revenues	<u>64,695</u>	<u>1,828</u>	<u>(62,867)</u>
EXPENDITURES			
Current:			
Public Works	-	650	(650)
Capital Outlay	93,672	-	93,672
Total Expenditures	<u>93,672</u>	<u>650</u>	<u>93,022</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(28,977)</u>	<u>1,178</u>	<u>30,155</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(28,977)	1,178	30,155
Fund Balance, Beginning of Year	<u>(199,705)</u>	<u>(199,705)</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ (228,682)</u></u>	<u><u>\$ (198,527)</u></u>	<u><u>\$ 30,155</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Debt Service Fund
Year Ended June 30, 2014

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ 212	\$ 137	\$ (75)
Total Revenues	<u>212</u>	<u>137</u>	<u>(75)</u>
EXPENDITURES			
Current:			
General Governmental	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>212</u>	<u>137</u>	<u>(75)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	212	137	(75)
Fund Balance, Beginning of Year	<u>56,140</u>	<u>56,140</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 56,352</u>	<u>\$ 56,277</u>	<u>\$ (75)</u>

**City of Winters
Fiduciary Funds
June 30, 2014**

Agency Funds - These funds are used to account for funds received by the City as an agent for other entities.

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
June 30, 2014

	Winters Library Fund	Swim Team Fund	Festival De La Fund	Quilt Festival Fund	Elderberry Fund	Totals
ASSETS						
Cash and Investments	\$ 4,060	\$ 90,889	\$ 6,440	\$ 46	\$ 149,380	\$ 250,815
Interest Receivable	-	48	3	-	-	51
Total Assets	<u>\$ 4,060</u>	<u>\$ 90,937</u>	<u>\$ 6,443</u>	<u>\$ 46</u>	<u>\$ 149,380</u>	<u>\$ 250,866</u>
LIABILITIES						
Accounts Payable	\$ -	\$ 9,204	\$ -	\$ -	\$ -	\$ 9,204
Due to Other Agencies	4,060	81,733	6,443	46	149,380	241,662
Total Liabilities	<u>\$ 4,060</u>	<u>\$ 90,937</u>	<u>\$ 6,443</u>	<u>\$ 46</u>	<u>\$ 149,380</u>	<u>\$ 250,866</u>

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
Year Ended June 30, 2014

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Winters Library Fund</u>				
ASSETS				
Cash and Investments	\$ 53,987	\$ 73	\$ 50,000	\$ 4,060
Interest Receivable	35	-	35	-
Total Assets	<u>\$ 54,022</u>	<u>\$ 73</u>	<u>\$ 50,035</u>	<u>\$ 4,060</u>
LIABILITIES				
Due to Other Agencies	\$ 54,022	\$ 38	\$ 50,000	\$ 4,060
Total Liabilities	<u>\$ 54,022</u>	<u>\$ 38</u>	<u>\$ 50,000</u>	<u>\$ 4,060</u>
<u>Swim Team Fund</u>				
ASSETS				
Cash and Investments	\$ 83,472	\$ 41,321	\$ 33,904	\$ 90,889
Interest Receivable	54	48	54	48
Total Assets	<u>\$ 83,526</u>	<u>\$ 41,369</u>	<u>\$ 33,958</u>	<u>\$ 90,937</u>
LIABILITIES				
Accounts Payable	\$ 8,000	\$ 9,204	\$ 8,000	\$ 9,204
Due to Other Agencies	75,526	41,369	35,162	81,733
Total Liabilities	<u>\$ 83,526</u>	<u>\$ 50,573</u>	<u>\$ 43,162</u>	<u>\$ 90,937</u>
<u>Festival De La Fund</u>				
ASSETS				
Cash and Investments	\$ 2,777	\$ 12,036	\$ 8,373	\$ 6,440
Interest Receivable	-	3	-	3
Total Assets	<u>\$ 2,777</u>	<u>\$ 12,039</u>	<u>\$ 8,373</u>	<u>\$ 6,443</u>
LIABILITIES				
Due to Other Agencies	\$ 2,777	\$ 12,039	\$ 8,373	\$ 6,443
Total Liabilities	<u>\$ 2,777</u>	<u>\$ 12,039</u>	<u>\$ 8,373</u>	<u>\$ 6,443</u>

Continued

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
Year Ended June 30, 2014

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<u>Quilt Festival</u>				
ASSETS				
Cash and Investments	\$ 321	\$ 479	\$ 754	\$ 46
Interest Receivable	-	-	-	-
Total Assets	<u>\$ 321</u>	<u>\$ 479</u>	<u>\$ 754</u>	<u>\$ 46</u>
LIABILITIES				
Accounts Payable	\$ 597	\$ -	\$ 597	\$ -
Due to Other Agencies	(276)	322	-	46
Total Liabilities	<u>\$ 321</u>	<u>\$ 322</u>	<u>\$ 597</u>	<u>\$ 46</u>
<u>Elderberry</u>				
ASSETS				
Cash and Investments	\$ -	\$ 149,380	\$ -	\$ 149,380
Total Assets	<u>\$ -</u>	<u>\$ 149,380</u>	<u>\$ -</u>	<u>\$ 149,380</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Agencies	-	149,380	-	149,380
Total Liabilities	<u>\$ -</u>	<u>\$ 149,380</u>	<u>\$ -</u>	<u>\$ 149,380</u>
<u>Total Agency Funds</u>				
ASSETS				
Cash and Investments	\$ 140,557	\$ 203,289	\$ 93,031	\$ 250,815
Interest Receivable	89	51	89	51
Total Assets	<u>\$ 140,646</u>	<u>\$ 203,340</u>	<u>\$ 93,120</u>	<u>\$ 250,866</u>
LIABILITIES				
Accounts Payable	\$ 8,597	\$ 9,204	\$ 8,597	\$ 9,204
Due to Other Agencies	132,049	203,148	93,535	241,662
Total Liabilities	<u>\$ 140,646</u>	<u>\$ 212,352</u>	<u>\$ 102,132</u>	<u>\$ 250,866</u>

STATISTICAL SECTION

City of Winters
Description of Statistical Section Contents
June 30, 2014

This part of the City of Winters'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 say about the government's overall financial health.

Contents:	<u>Pages</u>
<u>Financial Trends</u> these schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time	120
<u>Revenue Capacity</u> these schedules contain information to help the reader assess the City's most significant local revenue source, the property tax	130
<u>Debt Capacity</u> 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	136
<u>Demographic and Economic Information</u> these schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place	143
<u>Operating Information</u> these schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs	145

CITY OF WINTERS, CALIFORNIA

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (accrual basis of accounting)

	Fiscal Year Ended June 30,					
	2005	2006	2007	2008	2009	2010
GOVERNMENTAL ACTIVITIES:						
Net Investment in Capital						
Assets	\$ -	\$ (997,447)	\$ 2,380,494	\$ 7,044,817	\$ 8,936,433	\$ 8,181,857
Restricted	3,933,274	3,812,117	5,235,360	6,532,953	13,677,650	9,367,303
Unrestricted	11,205,077	14,277,490	14,656,092	9,927,205	(1,305,148)	1,628,706
TOTAL GOVERNMENTAL ACTIVITIES	15,138,351	17,092,160	22,271,946	23,504,975	21,308,935	19,177,866
BUSINESS-TYPE ACTIVITIES:						
Net Investment in Capital						
Assets	1,774,986	1,748,464	1,987,463	2,116,498	1,844,816	1,736,566
Restricted	-	-	-	-	5,717,324	4,171,609
Unrestricted	1,543,992	1,612,418	1,145,478	566,410	(4,101,359)	(1,485,296)
TOTAL BUSINESS-TYPE ACTIVITIES	3,318,978	3,360,882	3,132,941	2,682,908	3,460,781	4,422,879
PRIMARY GOVERNMENT:						
Net Investment in Capital						
Assets	1,774,986	751,017	4,367,957	9,161,315	10,781,249	9,918,423
Restricted	3,933,274	3,812,117	5,235,360	6,532,953	19,394,974	13,538,912
Unrestricted	12,749,069	15,889,908	15,801,570	10,493,615	(5,406,507)	143,410
TOTAL PRIMARY GOVERNMENT	\$ 18,457,329	\$ 20,453,042	\$ 25,404,887	\$ 26,187,883	\$ 24,769,716	\$ 23,600,745

Fiscal Year Ended June 30,			
2011	2012	2013	2014
\$ 8,699,018	\$ 9,652,796	\$ 10,809,780	\$ 22,986,473
5,167,265	6,777,763	9,641,029	10,242,135
<u>6,632,851</u>	<u>6,241,918</u>	<u>1,976,314</u>	<u>1,474,403</u>
 20,499,134	 22,672,477	 22,427,123	 34,703,011
 1,681,730	 3,595,646	 2,407,222	 1,163,652
 -			 544,210
<u>2,877,523</u>	<u>2,381,096</u>	<u>3,986,369</u>	<u>4,244,115</u>
 4,559,253	 5,976,742	 6,393,591	 5,951,977
 10,380,748	 13,248,422	 13,217,002	 24,150,125
5,167,265	6,777,763	9,641,029	10,786,345
<u>9,510,374</u>	<u>8,623,014</u>	<u>5,962,683</u>	<u>5,718,518</u>
 <u>\$25,058,387</u>	 <u>\$ 28,649,199</u>	 <u>\$ 28,820,714</u>	 <u>\$ 40,654,988</u>

CITY OF WINTERS, CALIFORNIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2005	2006	2007	2008
EXPENSES:				
GOVERNMENTAL ACTIVITIES:				
General government	\$ 1,514,288	\$ 1,010,123	\$ 1,270,036	\$ 1,318,150
Public works	622,305	291,343	266,764	215,673
Public safety	1,631,247	1,805,197	2,264,099	2,376,129
Cultural and recreation	302,299	209,039	253,530	407,454
Community development	439,246	1,177,004	1,783,897	717,669
Parks	73,615	394,202	459,383	632,736
Streets and highways	249,976	95,709	101,448	368,273
Public transportation	110,276	122,406	-	-
Pass through agreements	342,940	-	-	-
Interest on long-term debt	292,755	289,113	456,876	665,197
TOTAL GOVERNMENTAL ACTIVITIES	5,578,947	5,394,136	6,856,033	6,701,281
BUSINESS-TYPE ACTIVITIES:				
Water	613,920	568,433	651,194	1,016,474
Sewer	783,042	821,800	1,105,717	1,382,370
TOTAL BUSINESS ACTIVITIES	1,396,962	1,390,233	1,756,911	2,398,844
TOTAL PRIMARY GOVERNMENT EXPENSES	6,975,909	6,784,369	8,612,944	9,100,125
PROGRAM REVENUES:				
GOVERNMENTAL ACTIVITIES:				
Charges for services				
General government	246,864	238,085	61,589	80,698
Public works	261,183	30,890	380,446	23,391
Public safety	79,922	15,389	153,388	66,761
Cultural and recreation	65,817	12,222	163,563	77,751
Community development	446,116	440,539	588,448	90,214
Parks	-	-	-	16,766
Streets and highways	-	-	-	-
Operating contributions and grants	137,931	112,674	3,254,278	732,097
Capital contributions and grants	209,739	1,142,084	1,717,055	1,169,132
TOTAL GOVERNMENTAL ACTIVITIES	1,447,572	1,991,883	6,318,767	2,256,810
BUSINESS-TYPE ACTIVITIES:				
Charges for services				
Water	547,467	624,342	712,125	916,242
Sewer	709,034	760,127	820,894	1,011,084
Capital contributions and grants				
TOTAL BUSINESS-TYPE ACTIVITIES	1,256,501	1,384,469	1,533,019	1,927,326
TOTAL PRIMARY GOVERNMENT REVENUES	\$ 2,704,073	\$ 3,376,352	\$ 7,851,786	\$ 4,184,136
NET (EXPENSE) REVENUES:				
Governmental activities	\$(4,131,375)	\$(3,402,253)	\$ (537,266)	\$(4,444,471)
Business-type activities	(140,461)	(5,764)	(223,892)	(471,518)
TOTAL PRIMARY GOVERNMENT NET EXPENSES	\$(4,271,836)	\$(3,408,017)	\$ (761,158)	\$(4,915,989)

Fiscal Year Ended June 30,					
2009	2010	2011	2012	2013	2014
\$ 2,677,075	\$ 1,044,194	\$ 365,754	\$ 320,983	\$ 349,842	\$ 345,978
615,937	627,898	313,127	1,496,172	739,622	218,488
2,370,883	2,404,697	2,365,123	2,939,539	2,947,065	2,979,999
394,294	316,619	662,484	712,628	663,801	747,457
1,322,095	3,102,948	1,616,007	937,790	499,056	418,479
635,505	358,626	-	-	-	-
297,171	144,062	362,125	406,860	366,085	602,267
-	-	-	-	-	-
360,476	308,024	-	-	-	-
773,758	764,964	778,274	495,130	-	-
<u>9,447,194</u>	<u>9,072,032</u>	<u>6,462,894</u>	<u>7,309,102</u>	<u>5,565,471</u>	<u>5,312,668</u>
454,298	521,751	1,752,536	1,191,159	1,249,358	1,303,791
621,766	623,110	1,241,718	1,607,864	1,490,721	1,590,022
<u>1,076,064</u>	<u>1,144,861</u>	<u>2,994,254</u>	<u>2,799,023</u>	<u>2,740,079</u>	<u>2,893,813</u>
<u>10,523,258</u>	<u>10,216,893</u>	<u>9,457,148</u>	<u>10,108,125</u>	<u>8,305,550</u>	<u>8,206,481</u>
85,881	113,736	111,930	6,394	8,901	225
115,535	80,441	32,057	24,540	109,232	29,524
33,437	17,024	8,802	318,782	331,534	241,261
61,780	65,441	87,593	64,506	75,622	88,265
4,157	3,061	205,692	101,368	154,549	227,626
-	-	-	-	-	-
-	-	0	-	-	-
1,189,158	1,048,546	1,102,329	454,489	412,573	536,549
301,536	998,427	1,396,248	903,837	1,635,819	1,841,968
<u>1,791,484</u>	<u>2,326,676</u>	<u>2,944,651</u>	<u>1,873,916</u>	<u>2,728,230</u>	<u>2,965,418</u>
941,612	1,017,580	1,196,068	1,132,901	1,266,720	1,304,238
1,048,742	1,209,549	1,330,624	1,602,043	1,564,279	1,671,494
-	-	-	1,458,688	510,886	-
<u>1,990,354</u>	<u>2,227,129</u>	<u>2,526,692</u>	<u>4,193,632</u>	<u>3,341,885</u>	<u>2,975,732</u>
<u>\$ 3,781,838</u>	<u>\$ 4,553,805</u>	<u>\$ 5,471,343</u>	<u>\$ 6,067,548</u>	<u>\$ 6,070,115</u>	<u>\$ 5,941,150</u>
\$(7,655,710)	\$(6,745,356)	\$(3,518,243)	\$(5,435,186)	\$(2,837,241)	\$(2,347,250)
914,290	1,082,268	(467,562)	1,394,609	601,806	81,919
<u>\$(6,741,420)</u>	<u>\$(5,663,088)</u>	<u>\$(3,985,805)</u>	<u>\$(4,040,577)</u>	<u>\$(2,235,435)</u>	<u>\$(2,265,331)</u>

continued

CITY OF WINTERS, CALIFORNIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2005	2006	2007	2008
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION:				
GOVERNMENTAL ACTIVITIES:				
Taxes				
Property taxes	\$ 2,621,091	\$ 3,132,212	\$ 3,291,501	\$ 2,996,227
Sales and use taxes	295,197	315,794	276,539	344,136
Franchise fees	165,242	191,511	187,939	218,521
Other taxes	889,765	849,895	837,652	721,127
Motor vehicle in-lieu	156,491	22,002	46,898	29,750
Investment income	435,019	706,759	889,692	1,200,495
Developer contributions	456,890	-	-	-
Transfers	-	-	50,128	98,884
Other revenues	151,561	137,889	136,703	68,360
TOTAL GOVERNMENTAL ACTIVITIES	5,171,256	5,356,062	5,717,052	5,677,500
BUSINESS-TYPE ACTIVITIES:				
Property taxes	28,775	23,537	23,451	-
Investment income	17,032	24,131	22,628	120,367
Transfers	-	-	(50,128)	(98,884)
Developer contributions	300,663	-	-	-
Other revenues	-	-	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	346,470	47,668	(4,049)	21,483
TOTAL PRIMARY GOVERNMENT REVENUES	\$ 5,517,726	\$ 5,403,730	\$ 5,713,003	\$ 5,698,983
CHANGES IN NET POSITION:				
Governmental activities	1,039,881	1,953,809	5,179,786	1,233,029
Business type activities	206,009	41,904	(227,941)	(450,035)
Gain on Transfer of Assets & Liabilities to Successor Agency				
Prior Period Adjustments				
TOTAL PRIMARY GOVERNMENT	\$ 1,245,890	\$ 1,995,713	\$ 4,951,845	\$ 782,994

Fiscal Year Ended June 30,					
2009	2010	2011	2012	2013	2014
\$ 3,409,220	\$ 3,027,868	\$ 2,974,549	\$ 2,103,907	\$ 1,429,395	1,232,688
288,748	242,257	295,215	374,975	408,845	460,165
209,913	203,985	224,608	228,129	230,805	239,385
722,778	665,333	1,225,801	969,098	1,023,096	990,428
26,418	21,071	32,026	3,511	3,639	3,011
615,206	(13,275)	144,210	163,862	128,124	41,155
-	-	-	-	-	-
491,144	131,261	-	-	190,314	208,535
27,339	335,787	91,936	894,477	187,941	230,592
<u>5,790,766</u>	<u>4,614,287</u>	<u>4,988,345</u>	<u>4,737,959</u>	<u>3,602,159</u>	<u>3,405,959</u>
-	-	-	-	-	-
38,991	13,275	1,810	22,880	5,357	2,590
(491,144)	-	-	-	(190,314)	(208,535)
-	(131,261)	-	-	-	-
41,908	(2,184)	-	-	-	-
<u>(410,245)</u>	<u>(120,170)</u>	<u>1,810</u>	<u>22,880</u>	<u>(184,957)</u>	<u>(205,945)</u>
<u>\$ 5,380,521</u>	<u>\$ 4,494,117</u>	<u>\$ 4,990,155</u>	<u>\$ 4,760,839</u>	<u>\$ 3,417,202</u>	<u>\$ 3,200,014</u>
(1,864,944)	(2,131,069)	1,470,102	(697,227)	764,918	1,058,708
504,045	962,098	(465,752)	1,417,489	416,849	(124,026)
-	-	-	3,590,832	-	-
-	-	-	-	(1,010,272)	10,899,592
<u>\$(1,360,899)</u>	<u>\$(1,168,971)</u>	<u>\$ 1,004,350</u>	<u>\$ 4,311,094</u>	<u>\$ 171,495</u>	<u>\$11,834,274</u>

CITY OF WINTERS, CALIFORNIA

FUND BALANCES OF GOVERNMENTAL FUNDS LAST TEN YEARS (modified accrual basis of accounting)

	Fiscal Year Ended June 30,				
	2005	2006	2007	2008	2009
GENERAL FUND:					
Reserved	\$ 167,165	\$ 160,002	\$ 406,992	\$ 376,403	\$ -
Designated	-	-	-	-	1,264,559
Unreserved	3,602,950	3,702,209	3,400,722	3,150,028	1,810,356
Nonspendable					
Assigned					
Unassigned					
TOTAL GENERAL FUND	<u>\$ 3,770,115</u>	<u>\$ 3,862,211</u>	<u>\$ 3,807,714</u>	<u>\$ 3,526,431</u>	<u>\$ 3,074,915</u>
ALL OTHER GOVERNMENTAL FUNDS:					
Reserved ①	\$ 4,034,391	\$ 4,203,730	\$ 4,955,935	\$ 5,996,904	\$ 3,161,275
Designated	-	-	-	-	11,361,627
Unreserved reported in:					
Special Revenue Funds	327,972	783,604	1,160,617	1,876,261	663,535
Capital Project Funds	8,865,973	7,793,128	17,306,132	15,780,323	4,372,336
Restricted					
Committed					
Assigned					
Unassigned					
TOTAL ALL OTHER GOVERNMENTAL FUNDS	<u>\$13,228,336</u>	<u>\$12,780,462</u>	<u>\$23,422,684</u>	<u>\$23,653,488</u>	<u>\$19,558,773</u>

Fiscal Year Ended June 30,				
2010	2011	2012	2013	2014
\$ 36,923	\$ -			
676,730	-			
1,606,367	-			
	781,448	457,821	457,821	1,238,282
	81,050			
	<u>1,566,838</u>	<u>2,105,370</u>	<u>2,064,941</u>	<u>1,208,759</u>
<u>\$ 2,320,020</u>	<u>\$ 2,429,336</u>	<u>\$ 2,563,191</u>	<u>\$ 2,522,762</u>	<u>\$ 2,447,041</u>
\$ 7,236,218				
3,521,121				
886,240		5,598,406		
1,686,609		1,025,359	5,627,300	5,645,329
	8,348,197	55,968	1,078,260	1,082,425
	1,024,452		56,140	56,277
	(337,855)	(521,759)	(843,813)	(693,713)
<u>\$ 13,330,188</u>	<u>\$ 9,034,794</u>	<u>\$ 6,157,974</u>	<u>\$ 5,917,887</u>	<u>\$ 6,090,318</u>

CITY OF WINTERS, CALIFORNIA

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (modified accrual basis of accounting)

	Fiscal Year Ended June 30,			
	2005	2006	2007	2008
REVENUES:				
Taxes	\$ 3,953,428	\$ 4,511,414	\$ 4,952,001	\$ 4,787,290
Licenses and permits	636,406	173,495	812,872	186,261
Fines and forfeitures	22,641	7,817	27,418	50,100
Program income	118,396	35,020	90,026	96,494
Use of money and property	435,019	706,759	889,692	1,200,495
Intergovernmental	522,028	1,254,758	3,721,333	1,767,520
Charges for services	56,055	128,731	96,102	64,571
Refunds and reimbursement		84,846	28,534	36,546
Development fees	114,442	-	-	-
Contributions	456,890	-	-	-
Miscellaneous	37,119	53,043	1,386,703	89,127
TOTAL REVENUES	<u>6,352,424</u>	<u>6,955,883</u>	<u>12,004,681</u>	<u>8,278,404</u>
EXPENDITURES:				
Current:				
General government	790,650	487,240	733,140	1,066,357
Public works	277,510	206,957	210,798	183,582
Public safety	1,619,616	1,767,983	2,216,696	2,294,448
Cultural and recreation	179,474	177,116	209,785	297,193
Community development	1,245,417	786,394	4,757,300	719,212
Parks	73,615	394,202	459,383	632,736
Streets and highways	249,976	95,709	37,125	290,665
Public transportation	110,276	122,406	-	-
Pass through agreements	342,940	438,180	311,472	363,024
Capital outlay	1,317,684	2,292,647	2,840,369	1,666,174
Debt service:				
Bond issue costs	-	-	613,589	-
Principal	410,000	265,000	275,000	280,000
Interest	278,161	277,827	272,427	634,376
TOTAL EXPENDITURES	<u>6,895,319</u>	<u>7,311,661</u>	<u>12,937,084</u>	<u>8,427,767</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(542,895)</u>	<u>(355,778)</u>	<u>(932,403)</u>	<u>(149,363)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	614,458	300,488	12,153,448	635,294
Transfers out	(614,458)	(300,488)	(12,103,320)	(536,410)
Issuance of bonds	-	-	11,470,000	-
TOTAL OTHER FINANCING SOURCES	<u>-</u>	<u>-</u>	<u>11,520,128</u>	<u>98,884</u>
NET CHANGE IN FUND BALANCES BEFORE EXTRAORDINARY ITEM	<u>\$ (542,895)</u>	<u>\$ (355,778)</u>	<u>\$ 10,587,725</u>	<u>\$ (50,479)</u>
EXTRAORDINARY ITEM				
Loss on transfer of assets and liabilities to RDA successor trust fund				
Prior Period Adjustments				
NET CHANGES IN FUND BALANCE	<u>\$ (542,895)</u>	<u>\$ (355,778)</u>	<u>\$ 10,587,725</u>	<u>\$ (50,479)</u>
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	<u>12.34%</u>	<u>10.82%</u>	<u>12.24%</u>	<u>13.52%</u>

Fiscal Year Ended June 30,					
2009	2010	2011	2012	2013	2014
\$ 4,969,284	\$ 4,470,119	\$ 4,752,199	\$ 4,013,897	\$3,371,144	\$3,372,065
219,268	211,459	1,324,932	161,336	381,226	5,919
30,901	11,423	10,745	21,059	16,146	163,605
30,496	32,471	44,781	28,531	27,182	60,450
615,205	250,775	144,210	118,781	128,124	108,016
1,178,487	1,737,368	831,230	1,188,508	1,884,423	1,946,989
54,122	59,516	43,929	337,482	282,466	414,884
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
27,339	85,011	2,325,751	952,093	187,942	190,015
7,125,102	6,858,142	9,477,777	6,821,687	6,278,653	6,261,943
2,542,986	1,008,391	220,632	234,854	332,059	339,250
593,672	584,850	270,011	175,433	216,709	207,625
2,318,611	2,356,584	2,269,423	2,771,159	2,834,727	2,819,242
279,358	202,341	548,057	617,395	589,091	599,450
612,582	3,215,133	1,688,046	1,062,943	426,631	395,440
635,508	358,626	-	-	-	-
214,566	453,574	225,109	257,060	248,735	309,317
-	-	-	-	-	-
360,476	308,024	-	-	-	-
2,920,330	4,255,546	5,783,033	3,113,832	2,494,531	1,582,280
-	-	-	-	-	-
-	-	-	-	-	-
295,000	460,000	470,000	485,000	-	-
775,800	769,814	750,627	467,833	-	-
11,548,889	13,972,883	12,224,938	9,185,509	7,142,483	6,252,604
(4,423,787)	(7,114,741)	(2,747,161)	(2,363,822)	(863,830)	9,339
1,562,647	1,418,888	2,117,877	209,139	1,036,100	611,111
(1,071,503)	(1,287,627)	(2,117,877)	(209,139)	(845,786)	(402,576)
-	-	-	-	-	-
491,144	131,261	-	-	190,314	208,535
\$ (3,932,643)	\$(6,983,480)	\$ (2,747,161)	\$ (2,363,822)	\$ (673,516)	\$ 217,874
			(379,143)	-	-
				393,000	(121,164)
\$ (3,932,643)	\$(6,983,480)	\$ (2,747,161)	\$ (2,742,965)	\$ (280,516)	\$ 96,710
12.41%	13.27%	18.73%	15.60%	0.00%	0.00%

CITY OF WINTERS, CALIFORNIA

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE LAST TEN FISCAL YEARS (accrual basis of accounting)

Year Ended June 30,	Property Taxes	Sales Tax	Franchise Tax	Other Taxes	Total
2005	2,621,091	295,197	165,242	889,765	3,971,295
2006	3,132,212	315,794	191,511	849,895	4,489,412
2007	3,291,501	276,539	187,939	837,652	4,593,631
2008	2,996,227	344,136	218,521	721,127	4,280,011
2009	3,409,220	288,748	209,913	722,778	4,630,659
2010	3,027,868	242,257	203,985	659,284	4,133,394
2011	2,974,549	295,215	224,608	1,225,801	4,720,173
2012	2,103,907	374,975	228,129	972,609	3,679,620
2013	1,429,395	408,845	230,805	1,026,735	3,095,780
2014	1,232,688	460,165	239,385	993,439	2,925,677

CITY OF WINTERS, CALIFORNIA

GENERAL FUND ACTIVITIES TAX REVENUES BY SOURCE LAST TEN FISCAL YEARS (accrual basis of accounting)

Year Ended June 30,	Property Taxes	Sales Tax	Franchise Tax	Other Taxes	Total
2005	1,052,780	295,197	165,242	649,263	2,162,482
2006	1,209,345	315,794	191,511	705,020	2,421,670
2007	1,350,914	276,539	187,939	714,618	2,530,010
2008	1,345,630	344,136	218,521	707,685	2,615,972
2009	1,395,538	288,748	209,913	749,196	2,643,395
2010	1,121,922	242,257	203,985	686,404	2,254,568
2011	1,187,176	295,215	224,608	989,477	2,696,475
2012	1,229,698	344,781	228,129	974,044	2,776,652
2013	1,344,228	408,845	230,805	1,023,095	3,006,973
2014	1,232,688	460,165	239,385	1,013,778	2,946,016

CITY OF WINTERS, CALIFORNIA

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

Year Ended June 30,	City			Taxable Assessed Value	Community Development Agency		Taxable Assessed Value	Total Direct Tax Rate
	Secured	Unsecured	Utility		Secured	Unsecured		
2005	211,470,328	7,571,916	2,450	219,044,694	79,225,359	5,441,972	84,667,331	0.583%
2006	227,884,381	7,581,801	2,800	235,468,982	118,105,960	5,443,842	123,549,802	0.557%
2007	241,718,966	7,805,000	2,800	249,526,766	140,461,620	9,999,736	150,461,356	0.600%
2008	272,749,292	7,869,139	2,800	280,621,231	165,656,591	9,659,494	175,316,085	0.617%
2009	280,882,222	2,100,831	2,800	282,985,853	193,204,983	16,028,418	209,233,401	0.525%
2010	281,161,063	2,708,797	2,800	283,872,660	195,614,967	18,538,689	214,153,656	0.547%
2011	252,232,212	5,284,746	4,200	257,521,158	201,524,009	14,777,955	216,301,964	0.540%
2012	189,223,168	3,700,078	4,200	196,681,644	217,303,685	14,726,066	232,029,751	0.524%
2013	182,230,025	2,830,751	4,200	185,064,976	221,613,542	14,420,507	236,034,049	0.533%
2014	186,404,540	5,674,469	-	192,079,009	220,277,577	23,767,600	244,045,177	0.422%

NOTE:

In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property 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 taxable property and is subject to the limitations described above.

Source: Yolo County Auditor Controller Office

CITY OF WINTERS, CALIFORNIA

DIRECT AND OVERLAPPING PROPERTY TAX RATES (RATE PER \$100 OF ASSESSED VALUE) LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
CITY DIRECT RATE:										
City basic rate	0.171	0.148	0.154	0.156	0.143	0.143	0.137	0.149	0.154	0.151
Community Development Agency	0.413	0.409	0.446	0.461	0.404	0.404	0.402	0.376	0.379	0.271
TOTAL CITY DIRECT RATE	0.583	0.557	0.600	0.617	0.547	0.547	0.540	0.524	0.533	0.422
OVERLAPPING RATES:										
Yolo County	0.156	0.122	0.108	0.119	0.221	0.109	0.111	0.124	0.155	0.192
Yolo County Library	0.021	0.032	0.011	0.029	0.029	0.029	0.030	0.030	0.031	0.031
Winters Cemetary District	0.019	0.003	0.027	0.027	0.027	0.027	0.027	0.028	0.028	0.028
Sacramento-Yolo Mosquito Vector District	0.007	0.010	0.009	0.009	0.009	0.009	0.009	0.009	0.010	0.010
Yolo County Resources Conservation District	0.000	0.000	0.000	0.000	0.000	-	-	-	-	-
Yolo County Flood Control District	0.006	0.009	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010
Solano Community College District	0.030	0.046	0.042	0.042	0.042	0.042	0.042	0.043	0.043	0.043
Yolo County School Services	0.018	0.028	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030
Winters Joint Unified School District	0.185	0.150	0.147	0.201	0.086	0.205	0.296	0.297	0.296	0.296
	1.026	0.957	0.983	1.083	1.000	1.007	1.095	1.095	1.135	1.061
City of Winters General Obligation Bonds	0.710	0.071	0.074	0.074	0.074	-	-	-	-	-
Winters Joint Unified School District Bonds	0.080	0.080	0.154	0.266	0.299	0.092	0.092	0.092	-	-
Indian Valley Dam Bond	0.000	0.000	0.000	0.000	0.373					
TOTAL DIRECT RATE	1.816	1.108	1.211	1.423	1.745	1.099	1.187	1.187	1.135	1.061

NOTE:

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 a taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes a percentage of assessed property values for payment of the Winters Joint Unified School District bonds and for City of Winters General Obligation Bonds.

CITY OF WINTERS, CALIFORNIA

PRINCIPAL PROPERTY TAX PAYERS CURRENT YEAR AND TEN YEARS AGO

Taxpayer	Fiscal Year Ended June 30, 2014			Fiscal Year Ended June 30, 2005		
	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percent of Total City Taxable Assessed Value
Central Valley Coalition for Affordable Housing	\$ 19,408,496	1	4.45%	\$ -	-	-
Pavestone Company LP	10,590,140	2	2.43%	5,995,801	1	1.974%
Mariani Nut Company	6,244,802	3	1.43%	5,142,873	3	1.693%
GBH-Winters Highlands LLC	4,782,262	4	1.10%			
Bruhn Orchards Housing LLP	3,895,706	5	0.89%			
South Market Court PTN LP	3,205,800	6	0.74%	-		-
Winters Gateway Inc.	2,725,419	7				
Winters Almondwood LP	2,658,630	8	0.61%			
Ogando, Joseph E and Karen M Trust	2,391,392	9	0.55%	-		-
Winters Apartments	2,309,179	10	0.53%			
Turning Point Acquisitions V LLC	2,040,000	11				
Corp of the Presiding Bishop LDS Church	1,883,901	12	0.43%			
Evilsizor, Kenneht A Jr., Etal	1,784,532	13	0.41%	1,800,531	6	0.593%
Bellevue North	1,622,208	14	0.37%			
Cook, Sara K & Smith Daniel P	1,605,325	15				
Winters Investment Group	1,519,000	16	0.35%	1,669,395	9	0.550%
Ali Ashraf & Yasmin A	1,439,584	17	0.33%	-		-
Pickerel, John and Melanie B.	1,436,784	18	0.33%	-		-
Lorenzo Family Trust	1,355,935	19				
Gateway Investors Club LLC	1,350,000	20	0.31%	1,540,453	10	0.507%
Schuhart, Thuel V & Vive	1,340,426	21	0.31%			
Martinez Family Limited Partnership	1,254,200	22	0.29%			
Roman Catholic Bishop of Sacramento	1,216,048	23	0.28%			
Montosa, Donna M. TR	1,214,342	24	0.28%	1,105,809	17	0.364%
Siracusa, John & Elizabeth	1,065,975	25	0.24%	1,481,506	11	0.488%
Tiechert Land Co	956,826	26	0.22%			
Winters MHP LLC	918,121	27	0.21%			
THR California LP	909,285	28	0.21%			
Jordan Family Trust	898,149	29	0.21%			
M & L Fruit Company	859,497	30	0.20%			
Aichwalder Eirc	858,657	31	0.20%			
Mazza Graziani 2009 Family Trust	857,208	32	0.20%			
Fridae, Keith and Rebecca	836,632	33	0.19%			
Ali Samir	815,996	34	0.19%			
Gianola Trust	810,427	35	0.19%			
Winters Investors, LLC				3,090,600	4	1.018%
Croxson, Kimberly				1,199,987	13	0.395%
Thompson, Robert and Cheryl				1,167,655	14	0.384%
Conway Lousi W TR Etal				1,153,178	15	0.380%
Lorenzo, Aladdin C. & Lynda R TR	-	-	0.00%	1,674,785	8	0.551%
Cheney, D Rick Tr Etal	-	-	0.00%	5,212,360	2	1.716%
Miller Disclaimer Trust	-	-	0.00%	1,778,357	7	0.586%
Almondwood Developments			0.00%	1,149,630	16	0.379%
Greyhawke LLC			0.00%	1,260,543	12	0.415%
Hisey, Raymond P & Rebecca A			0.00%	1,877,828	5	0.618%
	<u>\$ 89,060,884</u>		<u>18.65%</u>	<u>\$ 38,301,291</u>		<u>12.61%</u>

The City of Winters implemented GASB 34 for the fiscal year ended June 30, 2004. Information prior to that shown above is not available.

The amounts shown above include assessed value data for both the City and the Community Development Agency.

Source: Yolo County Assessor's Office

CITY OF WINTERS, CALIFORNIA

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal year ended June 30,	Tax levied for the fiscal year	Collected within the Fiscal Year of Levy		Total Collections to Date	
		Amount	Percent of levy	Amount	Percent of levy
2005	1,771,991	1,771,991	100%	1,771,991	100%
2006	1,999,986	1,999,986	100%	1,999,986	100%
2007	2,399,794	2,399,794	100%	2,399,794	100%
2008	2,814,012	2,814,012	100%	2,814,012	100%
2009	2,581,766	2,581,766	100%	2,581,766	100%
2010	2,723,983	2,723,983	100%	2,723,983	100%
2011	2,556,664	2,556,664	100%	2,556,664	100%
2012	2,247,499	2,247,499	100%	2,247,499	100%
2013	2,243,269	2,243,269	100%	2,243,269	100%
2014	1,839,222	1,839,222	100%	1,839,222	100%

NOTES:

- ① Yolo County has adopted the "Teeter Plan" effective 1993-1994, which means that the City receives full payment for taxes levied each year, while the County retains all penalty, interest and delinquent taxes, when collected
- ② The amounts presented include City property taxes and Community Development Agency tax increment. This schedule also includes amounts collected by the City and the Community Development Agency that were passed-through to other agencies.

SOURCE: Yolo County Auditor Controller's Office

CITY OF WINTERS, CALIFORNIA

RATIO OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

Fiscal year ended June 30,	Governmental Activities		Business Type Activities				Total Business- type Activities
	Tax Allocation Bonds	Total Govern- mental Activities	General Obligation Bonds	Loans	Sewer Bonds	Water Bonds	
2005	\$ 7,410,000	\$ 7,410,000	\$ 125,000	\$ -	\$ -	\$ -	\$ 125,000
2006	7,145,000	7,145,000	120,000	-	-	-	120,000
2007	18,340,000	18,340,000	-	-	-	-	-
2008	18,060,000	18,060,000	-	-	4,495,000	3,810,000	8,305,000
2009	17,765,000	17,765,000	-	-	4,495,000	3,810,000	8,305,000
2010	17,305,000	17,305,000	-	-	4,495,000	3,810,000	8,305,000
2011	16,835,000	16,835,000	-	-	4,495,000	3,810,000	8,305,000
2012					4,400,000	3,730,000	8,130,000
2013					4,300,000	3,645,000	7,945,000
2014					4,195,000	3,555,000	7,750,000

NOTE: Details regarding the city's outstanding debt can be found in the notes to the financial statements.
Personal Income Data for the City of Winters is not available

- ① See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on Page 112 for property tax value data
- ② Population Data can be found in the Schedule of Demographic and Economic Statistics on Page 123

Total Primary Govern- ment	Percentage of Estimated Actual Taxble Value of Property^①	Debt per Capita^②
\$7,535,000	2.48%	\$ 1,097.12
7,265,000	2.02%	1,042.03
18,340,000	4.59%	2,663.76
26,365,000	5.78%	3,753.02
26,070,000	5.23%	3,696.82
25,610,000	5.40%	3,608.06
25,140,000	5.92%	3,755.60
8,130,000	1.90%	1,188.77
7,945,000	1.89%	1,139.23
7,750,000	1.78%	1,110.47

CITY OF WINTERS, CALIFORNIA

RATIO OF GENERAL BONDED DEBT OUTSTANDING LAST TEN FISCAL YEARS

Fiscal year ended June 30,	Outstanding General Bonded Debt			Percent of Assessed Value	Debt per Capita
	General Obligation Bonds	Tax Allocation Bonds	Total		
2005	\$ 125,000	\$ 7,410,000	\$ 7,535,000	2.10%	\$ 1,097.12
2006	120,000	7,145,000	7,265,000	1.82%	1,042.03
2007		18,340,000	18,340,000	4.59%	2,663.76
2008		18,060,000	18,060,000	3.96%	2,570.82
2009		17,765,000	17,765,000	3.57%	2,519.14
2010		17,305,000	17,305,000	3.65%	2,438.01
2011		16,835,000	16,835,000	3.96%	2,371.79
2012				0.00%	
2013				0.00%	
2014				0.00%	

NOTE: General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds

① Assessed value has been used because the actual value of taxable property is not readily available in the State of California

CITY OF WINTERS, CALIFORNIA

OVERLAPPING DEBT AS OF JUNE 30, 2014

City Assessed Valuation		\$ 436,124,186	
Redevelopment Agency Incremental Valuation		-	
TOTAL ASSESSED VALUATION		<u>436,124,186</u>	
	Percentage Applicable	Outstanding Debt at June 30, 2013	Estimated Share of Overlapping Debt
	①		
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Solano County Community College District	1.116%	\$ 221,151,989	\$ 2,468,056
Winters Joint Unified School District	51.076%	<u>3,130,000</u>	<u>1,598,679</u>
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		<u>\$ 224,281,989</u>	4,066,735
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Yolo County General Fund Obligations	2.109%	25,840,000	544,966
Yolo County Office of Education Certificates of Participation	2.109%	6,899,042	145,501
Winters Joint Unified School District Certificates of Participation	51.076%	<u>1,180,000</u>	<u>602,697</u>
TOTAL OVERLAPPING GENERAL FUND DEBT		<u>33,919,042</u>	1,293,162
OVERLAPPING TAX INCREMENT DEBT (Successor Agency)	100.00%	<u>15,335,000</u>	<u>15,335,000</u>
TOTAL OVERLAPPING DEBT			<u>20,694,897</u>

NOTE:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Winters. This process recognizes that, when considering the governments' ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

- ① Percentage of overlapping agency's assessed valuation located within boundaries of the City of Winters.
- ② Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

SOURCE:

California Municipal Statistics, Inc

CITY OF WINTERS, CALIFORNIA

LEGAL DEBT MARGIN INFORMATION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,				
	2005	2006	2007	2008	2009
Assessed valuation	\$359,018,784	\$399,988,122	\$ 455,937,316	\$492,219,254	\$ 498,026,316
Debt limit percentage	15.00%	15.00%	15.00%	15.00%	15.00%
DEBT LIMIT	53,852,818	59,998,218	68,390,597	73,832,888	74,703,947
Total debt applicable to limit General Obligation Bonds	125,000	120,000	-	-	-
LEGAL DEBT MARGIN	<u>\$ 53,727,818</u>	<u>\$ 59,878,218</u>	<u>\$ 68,390,597</u>	<u>\$ 73,832,888</u>	<u>\$ 74,703,947</u>
Total debt applicable to limit as a percentage of debt limit	<u>0.23%</u>	<u>0.20%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

Fiscal Year Ended June 30,

2010	2011	2012	2013	2014
\$473,823,122	\$ 424,957,197	\$421,099,025	\$421,099,025	\$ 436,124,186
15.00%	15.00%	15.00%	15.00%	15.00%
71,073,468	63,743,580	63,164,854	63,164,854	65,418,628
-	-	-	-	-
<u>\$ 71,073,468</u>	<u>\$ 63,743,580</u>	<u>\$ 63,164,854</u>	<u>\$ 63,164,854</u>	<u>\$ 65,418,628</u>
<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

CITY OF WINTERS, CALIFORNIA

PLEGDED REVENUE COVERAGE LAST TEN FISCAL YEARS

Fiscal year ended June 30,	General Obligation Bonds				Tax Allocation Bonds			
	Debt Service				Debt Service			
	Taxes	Principal	Interest	Coverage	Tax Incre- ment	Principal	Interest	Coverage
2005	\$ 28,775	\$ 5,000	\$ 6,500	2.50	\$ 1,469,479	\$ 182,573	\$ 118,261	4.88
2006	23,537	5,000	6,250	2.09	1,785,601	265,000	277,827	3.29
2007	23,451	120,000	6,000	0.19	2,100,792	275,000	272,427	3.84
2008	-	-	-	n/a	1,853,339	280,000	634,376	2.03
2009	-	-	-	n/a	2,013,682	295,000	773,758	1.88
2010					1,905,946	460,000	765,462	1.56
2011					1,610,359	470,000	750,626	1.32
2012					1,596,679	485,000	734,953	1.31
2013					1,097,497	500,000	775,521	0.86
2014					1,181,485	515,000	693,807	0.98

CITY OF WINTERS, CALIFORNIA

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN CALENDAR YEARS

Calendar Year	Population ①	Median Household Income②	Unemploy- ment Rate ③
2005	6,972	n/a	4.80%
2006	6,885	n/a	5.20%
2007	6,935	n/a	6.80%
2008	7,025	n/a	7.40%
2009	7,052	n/a	11.27%
2010	7,098	\$ 59,679	12.68%
2011	6,694	n/a	11.56%
2012	6,839	n/a	11.10%
2013	6,974	n/a	9.34%
2014	6,979	n/a	6.70%

NOTE: Data on Personal Income and Per Capita income for residents in The City of Winters is not available.

① State Department of Finance

② U.S. Census Bureau, Census 2010

③ State of California Employment Development Department

CITY OF WINTERS, CALIFORNIA

PRINCIPAL EMPLOYERS CURRENT YEAR AND FIVE YEARS AGO

Employer	2014		2009	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Mariani Nut Company	350	10.83%	200	7.33%
Winters Joint Unified School District	230	7.11%	220	8.06%
Buckhorn Restaruant	120	3.71%	100	3.67%
Double M Trucking	75	2.32%	70	2.57%
City of Winters	41.35	1.28%	43	1.58%
Pavestone	35	1.08%	50	1.83%
Town and Country	14	0.43%	14	0.00%
Vintage Paving	11	0.34%	9	0.00%
AM/PM	8	0.25%		
JDS	0	0.00%	13	0.48%
Woodtech	-	0.00%	0	0.00%
	<u>884.35</u>	<u>27.35%</u>	<u>719</u>	<u>25.51%</u>

NOTE: Data for Period nine years earlier not available.

"Total Employment" based on U.S. Census Bureau, Census 2000

SOURCE: Source: City of Winters
U.S. Census Bureau, Census 2000 FOR 2008

CITY OF WINTERS, CALIFORNIA

FULL-TIME AND PART-TIME CITY EMPLOYEES BY FUNCTION LAST TEN FISCAL YEARS

Function	Fiscal Year Ended June 30,										
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Community Development	3.19	2.44	3.44	4.00	3.33	2.50	1.50	1.50	1.00	1.00	1.00
Community Development Agency	1.00	1.00	1.44	1.44	3.11	1.94	1.94	1.94	0.00	0.00	1.00
Finance	2.00	2.44	2.44	2.60	2.44	3.00	3.00	3.00	3.00	3.00	3.00
General Government	3.44	3.88	3.88	4.44	4.88	5.00	5.00	4.00	4.00	5.00	5.00
Police	11.44	11.44	12.94	13.88	13.21	11.44	12.44	12.44	12.44	10.44	10.00
Fire Department								4.00	7.00	7.00	3.50
Public Works	8.69	8.94	8.44	9.32	8.44	7.32	7.32	7.32	7.32	7.32	8.00
Recreation	2.42	3.03	3.03	3.33	12.09	11.81	9.85	9.85	9.85	9.85	9.85
TOTAL	<u>32.18</u>	<u>33.17</u>	<u>35.61</u>	<u>39.01</u>	<u>47.50</u>	<u>43.01</u>	<u>41.05</u>	<u>44.05</u>	<u>44.61</u>	<u>43.61</u>	<u>41.35</u>

SOURCE: City of Winters, California

CITY OF WINTERS, CALIFORNIA

OPERATING INDICATORS BY FUNCTION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,					
	2005	2006	2007	2008	2009	2010
Police:						
Traffic Citations	\$ 21,102	\$ 6,242	\$ 24,523	\$ 48,860	\$ 48,860	\$ 11,177
Parking Citations	\$ 1,540	\$ 805	\$ 1,710	\$ 1,195	\$ 1,195	\$ 245
Water						
New Connections	135	80	2	1	3	
Average Daily Consumption	1.64 mgd	1.84 mgd	1.60 mgd	1.86 mgd	1.58 mgd	1.28 mgd
Sewer						
New Connections	135	80	2	1		
Average Daily Sewage Treatment	.604 mgd	.598 mgd	.598 mgd	.548 mgd	.548 mgd	.567 mgd

SOURCE: City of Winters, California

Fiscal Year Ended June 30,			
2011	2012	2013	2014
\$ 10,745	\$ 19,569	\$ 15,396	\$ 5,104
\$ -	\$ 1,490	\$ 750	765
	5	2	1
1.39 mgd	1.10 mgd	1.15 mgd	1.12mgd
		2	1
.556 mgd	.535 mgd	.543 mgd	.641 mgd

CITY OF WINTERS, CALIFORNIA

CAPITAL ASSET STATISTICS BY FUNCTION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
POLICE:										
Stations	1	1	1	1	1	1	1	1	1	1
FIRE										
Stations	0	0	0	0	0	0	1	1	1	1
PUBLIC WORKS:										
Streets (lane miles)	22	22	22	22	22	22	22	22	22	22
Traffic Signals	1	1	1	1	1	1	1	2	3	3
PARKS AND RECREATION:										
Parks	6	6	6	6	6	6	6	6	6	6
Park acreage	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2
Community Centers	1	1	1	1	1	1	1	1	1	1
WATER:										
Water Mains (miles)	20	20	20	20	20	20	20	20	20	20
Water Wells	5	5	5	5	5	5	6	6	6	6
Storage tanks (non-operational)	2	2	2	2	2	2	2	2	2	2
WASTEWATER:										
Sewer Lines (miles)	23	23	23	23	23	23	23	23	23	23
Pump Stations	2	2	2	2	2	2	2	2	2	2
Sewer Treatment Plant	1	1	1	1	1	1	1	1	1	1

SOURCE: City of Winters, California



**CITY COUNCIL
STAFF REPORT**

TO: Honorable Mayor and Council Members
DATE: February 17, 2015
THROUGH: John W. Donlevy, Jr., City Manager
FROM: Dan Maguire, Economic Development and Housing Manager *DM*
SUBJECT: Lease Agreement Between the City of Winters and Charley Wallace for that Certain Property at 201 First Street, Winters, CA

RECOMMENDATION:

Staff recommends the City Council approve and authorize the execution of a Lease Agreement between the City and Charley Wallace for the Property at 201 First Street (the "Property").

BACKGROUND:

Newt Wallace purchased the Winters Express and the building/property located at 310 Railroad Avenue on January 1, 1947. In 1962 he added the adjacent building at 312 Railroad Avenue. Approximately three years ago, ownership was transferred to Charley Wallace. Most recently, AKM Railroad Avenue LLC has been in discussions with Charley Wallace to purchase the Wallace property in conjunction with the properties they are purchasing from the City in order to develop a downtown hotel.

DISCUSSION:

Relocation of Charley Wallace (Winters Express) is essential to the Downtown Hotel project. Relocation of the Express to this location will allow for the hotel project to move forward based on the preferred design that incorporates the Wallace property into the hotel footprint.

The attached Master Lease (the "Lease") provide for the City to lease a portion of the Premises to Charley Wallace for \$ 800 per month for a period of 60 months.

FISCAL IMPACT:

\$48,000 in lease payments (\$800 per month for 60 months). The City agrees to install one ADA compliant uni-sex bathroom as part of the tenant improvements necessary to make the space usable to the proposed tenant. The City agrees to "up to \$10,000" in rent deducts for the tenant improvements needed to make the space "rentable" (electrical, roof leaks etc.- cost TBD)

ATTACHMENTS:

Lease by and between the City and Charley Wallace.

LEASE

THIS LEASE, is executed in duplicate at Winters, California as of _____, 2015, by and between the City of Winters CITY, a municipal corporation and general law city ("CITY" or "Landlord"), and CHARLEY WALLACE, an individual ("Tenant").

RECITALS

- A. CITY is the owner of that certain real property located at 201 First Street, Winters, California, more commonly known as the Rogers Building or the old library site (the "Property").
- B. CITY wishes to lease the southern half of the Property, approximately 3,300 square feet, to Tenant, as depicted in Exhibit A (the "Premises").
- C. Tenant is leasing the property for the conduct of his business.

AGREEMENT

Now, therefore, for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Landlord and Tenant hereby agree as follows:

1. Recitals. The recitals above are incorporated by reference as though fully stated herein.
2. Leasing. Landlord Leases to Tenant and Tenant Leases from Landlord, at the rent and upon all the terms and conditions set forth herein, the Premises. Landlord further gives to Tenant the nonexclusive right to use all areas and facilities outside of the boundaries of the Leased Premises and within the boundaries of the Property that are not included within the premises leased to other tenants and that are provided and designated by Landlord, in its sole discretion, from time to time, for the general use and convenience of Tenant ("Common Areas") with others who are entitled to use the Common Areas.
3. Term. The term of this Lease shall be for five (5) years, commencing on _____ (the "Commencement Date") and expiring, unless sooner terminated as provided in the Lease, on _____ (the "Lease Term"). Provided Tenant requires additional use of the Premises, the Tenant shall have an option to lease the Premises, up to an additional five (5) years, at a rent to be negotiated by the Parties.
4. Rent. (a) Commencing on the Commencement Date, Tenant shall pay as rent, without deduction or set-off, EIGHT HUNDRED DOLLARS (\$800.00) per month (the "Lease Rent"). If the Lease Rent is due for a period of less than a full month, it shall be prorated for such partial month on the basis of a thirty (30) day month. (b) Tenant shall be allowed to offset 50% of the Lease Rent, on a monthly basis, up to a total of \$10,000, to pay for any asbestos removal, electrical work, HVAC repairs, or any other existing conditions needed to be addressed for the operation of his businesses. Tenant shall provide Landlord with documentation of costs incurred for any repairs or other work described in this Section for which Tenant is claiming an offset against Lease Rent.

5. Security Deposit. Upon signing of this Lease by Landlord and Tenant, Tenant will pay to Landlord as a "Security Deposit" the amount of EIGHT HUNDRED DOLLARS (\$800.00). If Tenant fails to pay Lease Rent, additional rent, or other charges due hereunder, or otherwise defaults with respect to any provision of this Lease, Landlord may use, apply or retain all or any portion of the Security Deposit for the payment of any such or other sums to which Landlord may become obligated by reason of Tenant's default, or to compensate Landlord for any loss or damage which Landlord may suffer thereby. If Landlord so uses or applies all or any portion of said deposit(s), Tenant shall within thirty (30) days after written demand therefore deposit cash with Landlord in an amount sufficient to restore the Security Deposit to the full amount stated herein. Tenant's failure to do so shall be a material breach of this Lease. Within thirty (30) business days of expiration of the Lease Term and Tenant's vacating of the Premises, Landlord shall return to Tenant the Security Deposit or so much thereof as has not been properly applied by Landlord.

6. Other Charges. Tenant is obligated to pay maintenance, repair and replacement costs, taxes, utilities (including but not limited to electricity, gas, water, sewer, and garbage), and other charges directly to the providing or taxing persons or entities. Any sums owed by Tenant to Landlord under this Lease shall be considered "additional rent" and shall be due and payable in the same manner as Lease Rent.

7. Maintenance and Repair. Tenant shall, at its own expense, undertake to keep, maintain and repair all portions of the Premises, including without limitation, all Tenant's personal property and trade fixtures, during the term of this Lease, in good working and sanitary order, condition and repair, reasonable wear and tear and damage by casualty not caused by the negligence of Tenant or its agents, contractors or employees excepted. Tenant shall be liable for any damage to the Premises resulting from the acts or omissions of Tenant or its authorized representatives. Landlord shall, at Landlord's expense, maintain, repair and replace, and keep in a good and safe condition the roof, foundation, exterior walls and all structural components of the Property and the Premises.

8. Holding Over. If Tenant remains in possession of the Premises after the expiration of the Lease Term, with the express written consent of Landlord, such occupancy shall be a tenancy from month to month at the rental and on the terms set forth in this Lease, plus all other charges payable hereunder.

9. Statement Regarding Possessory Interest Tax. This Lease creates a possessory property interest in Tenant. Tenant's property interest may be subject to property taxation, and Tenant or the party in whom the possessory interest is vested may be subject to the payment of property taxes levied on the interest. Such taxes are referred to herein as "Possessory Interest Taxes." Tenant shall pay any Possessory Interest Taxes directly to the taxing authority.

10. Assignment. The parties acknowledge that Tenant is using the Premises under this lease on a temporary basis, pending the sale and demolition of Tenant's buildings at 310 and 312 Railroad Avenue, Winters, California, until Tenant secures new office space. Tenant's existing property is currently used for downtown commercial purposes, including the Winters Express, the Visitor's Center, and Solano Construction. Though Tenant will not have the right to Assign this Lease without the consent in writing of Landlord, which may be granted or denied in

Landlord's sole and absolute discretion, Tenant shall be able to sublet the premises to the same tenants as those on his current real property. Such subletting shall not, in any way affect or limit the liability of Tenant under the terms of this Lease. In the event of default by any subtenant, in the performance of any of the terms hereof, Landlord may proceed directly against Tenant or any guarantor(s) or anyone else responsible for the performance of this Lease, including the assignee or sub-subtenant, without the necessity of first exhausting Landlord's remedies against any other person or entity responsible therefor to Landlord. Landlord may consent to subsequent assignments or Leases or amendments or modifications to this Lease or any lease, without notifying Tenant, any successor of Tenant, or anyone else liable under this Lease without obtaining its or their consent thereto and such action shall not relieve Tenant or any such other parties of liability under this Lease.

11. Quiet Enjoyment. As long as Tenant is not in default of this Lease, during the term of this Lease Tenant shall have quiet enjoyment of the Premises.

12. Use and Continuous Operating Covenant/Duties of Landlord/Tenant Solar Facility.

(a) The Premises shall be used and occupied only for the Tenant's current businesses, similar businesses, subtenants as described in Section 10, and for no other purposes. Specifically the Winters Express Museum shall be a permitted use.

(b) The Premises currently contain no restroom or water use. Landlord shall construct and install, prior to occupancy, an ADA compliant restroom, and will restore the double door entry on Russell Street. Adjacent to the Restroom shall be a "shop sink." Such improvements shall be made in a manner and according to specifications as deemed necessary and appropriate by the Landlord in its sole and absolute discretion.

(c) Tenant may, at his discretion, install photovoltaic facilities on the Property, provided that any such installation shall be at Tenant's sole cost and expense, shall be subject to all required approvals and applicable laws and regulations, and shall further be subject to a determination by City that the Property roof is suitable and in an adequate condition for the installation of such facilities, prior to commencement of installation. Upon termination or expiration of the Lease, Tenant shall either remove the photovoltaic facilities and return the Property to the condition prior to such installation, or leave the photovoltaic facilities in place.

13. Indemnity and Insurance.

(a) Indemnity. Tenant agrees to protect, defend, indemnify, and hold harmless Landlord and its respective partners, affiliates, subsidiaries, directors, officials, officers, successors and assigns, agents, employees, volunteers, and representatives harmless from and against any and all liabilities, claims, expenses, losses and damages, orders, fines, penalties and expenses of any kind whatsoever (including but not limited to reasonable attorneys fees and costs) that may at any time be asserted against Landlord arising out of or in connection with the Lease (except to the extent caused by Landlord's sole or active negligence or willful misconduct), or resulting from or in connection with the obligation to comply with all laws with

respect to the Premises, including, without limitation, all applicable federal and state labor laws and standards.

(b) Insurance. Tenant shall carry such insurance as required of under Landlord's standards, as follows:

Tenant shall maintain a commercially available general liability policy insuring against bodily injury and property damage on the Property in the amount of not less than One Million Dollars (\$1,000,000). Landlord shall be named an additional insured on the policy. The liability insurance shall apply as primary insurance with respect to any other insurance or self-insurance programs afforded to Landlord. Tenant waives all rights of subrogation against Landlord and its agents, representatives, officers, directors and employees for recovery of damages to the extent these damages are covered by insurance maintained pursuant to this Agreement. Tenant shall furnish Landlord with certificate(s) of insurance, executed by a duly authorized representative of each insurer, showing compliance with the insurance requirements set forth above. Such certificates shall provide for thirty (30) days written notice to Landlord prior to the cancellation or material change of any insurance referred to herein. .

14. Release. Tenant fully releases and discharges Landlord from all and any manner of rights, demands, liabilities, obligations, claims, or cause of actions, in law or equity, of whatever kind or nature, whether known or unknown, whether now existing or hereinafter arising, which arise from or relate in any manner to the Landlord arising out of or in connection with this Lease, except to the extent caused by Landlord's sole or active negligence or willful misconduct. Tenant acknowledges and agrees that the release and waiver set forth in this section is material consideration for Landlord's Lease of the Premises to Tenant on the terms set forth herein and that, but for this release and waiver, Landlord would not have leased the Premises to Tenant. It is hereby intended that the above release relates to both known and unknown claims that the Tenant may have, or claim to have, against the City with respect to the subject matter contained herein or the events relating thereto. By releasing and forever discharging claims both known and unknown which are related to or which arise under or in connection with the items set out above, the Tenant expressly waives any rights under California Civil Code section 1542, which provides:

"A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM MUST HAVE MATERIALLY AFFECTED HIS SETTLEMENT WITH THE DEBTOR."

15. Attorneys' Fees. If Landlord or Tenant (each a "party") brings an action to enforce the terms of this Lease, to declare rights hereunder or for any other relief against another party or parties, the prevailing party in any such action, on trial and appeal, shall be entitled to its reasonable attorneys' fees and costs of suit to be paid by the losing party as fixed by the Court.

16. Notices. All notices to be given hereunder shall be in writing and mailed postage prepaid by certified or registered mail, return receipt requested, or delivered by personal or courier delivery, or sent by facsimile (immediately followed by one of the preceding methods),

to the addresses indicated below, or to such other place as Landlord or Tenant may designate in a written notice given to the other party. Notices shall be deemed served upon the earlier of receipt or three (3) days after the date of mailing.

To Landlord: City of Winters
 Attn: DAN MAGUIRE
 318 First Street
 Winters, CA 95694
 Telephone: (530) 795-4910
 Facsimile: (530) 795-4935

To Tenant: Charley Wallace
 784 Hill Place
 Winters, CA 95694
 Telephone: (530) 795-4551
 Facsimile: (530) 795-3578

17. Non-Discrimination. The Tenant herein covenants by and for itself, its successors and assigns, and all persons claiming under or through it, and this Lease is made and accepted upon and subject to the following conditions:

That there shall be no discrimination against or segregation of any person or group of persons, on account of any basis listed in subdivision (a) or (d) of Section 12955 of the Government Code, as those bases are defined in Sections 12926, 12926.1, subdivision (m) and paragraph (1) of subdivision (p) of Section 12955, and Section 12955.2 of the Government Code, in the leasing, leasing, transferring, use, occupancy, tenure, or enjoyment of the Premises herein leased nor shall the Tenant himself or herself, or any person claiming under or through him or her, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use, or occupancy, of tenants, subtenants, or vendees in the Premises herein leased.

18. No Brokers. Neither party has had any contact or dealings regarding the Premises, or any communication in connection with this Lease, through any real estate broker or other person who is entitled to a commission or finder's fee in connection with this transaction. In the event that any broker or finder perfects a claim for a commission or finder's fee based upon any contact, dealings or communication with either party, then the party upon whose contact, dealings or communication the claim is based shall indemnify and hold the other party harmless from all costs and expenses (including but not limited to attorneys' fees) incurred by such other party in connection with such claim.

19. Counterparts. This Lease may be executed in counterparts, each of which shall be deemed an original and all of which together shall constitute one and the same instrument.

20. Miscellaneous. This Lease constitutes the entire understanding of Landlord and Tenant with respect to the matters covered by it and supersedes all prior Leases and understandings, written or oral, between Landlord and Tenant with respect to such matters. This

Lease may not be modified or amended, nor may any term or provision be waived or discharged, except in writing signed by the party or parties against whom such amendment, modification, waiver, or discharge is sought to be enforced. The waiver by any party of any breach by another party of any provision of this Lease will not constitute or operate as a waiver of any other breach of such provision or of any other provision by such party, nor will any failure to enforce any provision operate as a waiver of such provision or any other provision. This Lease will be construed in accordance with, and be governed by, the laws of the State of California. This Lease will benefit and be binding upon the parties to it and their respective heirs, representatives, successors and assigns. If any provision of this Lease or the application of any such provision shall be held by a court of competent jurisdiction to be invalid, void or unenforceable to any extent, the remaining provisions of this Lease and the application thereof shall remain in full force and effect and shall not be affected, impaired or invalidated.

IN WITNESS WHEREOF, the parties have executed this Lease the day and year first above written.

LANDLORD:

City of Winters

By: _____
Its: City Manager

TENANT:

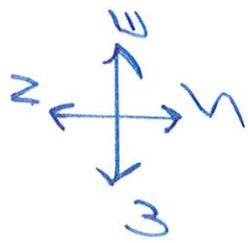
The Tenant

By: _____
Charley Wallace

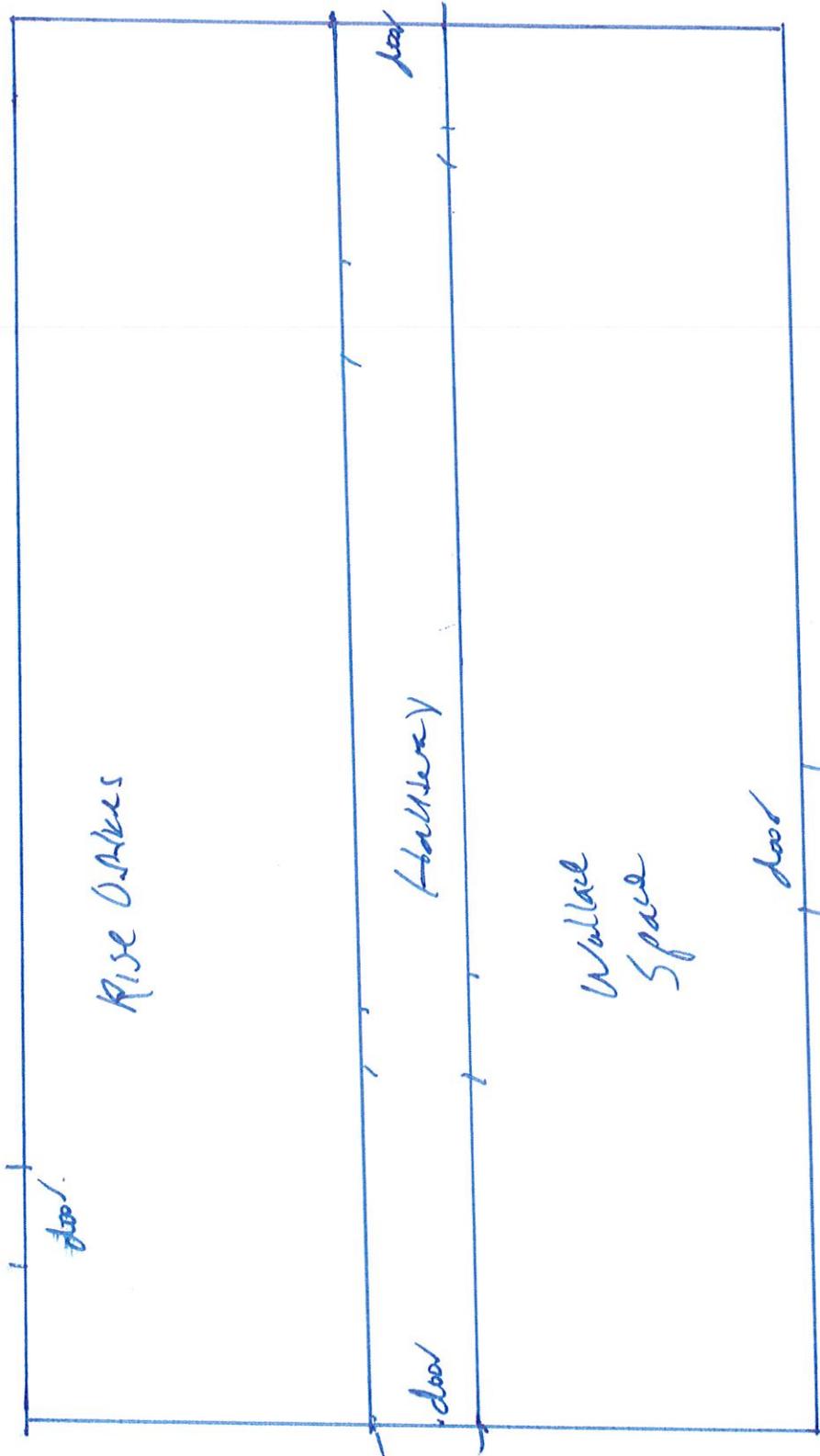
Approved as to Form:

By: _____
Ethan Walsh, City Attorney

Exhibit "A" 201 First Street (Rogers Bldg / Old library)



Alley



1st street

Russell Street

Parking Lot



CITY COUNCIL
STAFF REPORT

TO: Honorable Mayor and Councilmembers
DATE: February 17, 2015
THROUGH: John W. Donlevy, Jr., City Manager
FROM: Shelly A. Gunby, Director of Financial Management *Shelly*
SUBJECT: November 2014 Investment Report

RECOMMENDATION:

Staff recommends that the City Council receive and file the City of Winters investment for the period July 1, 2013 through November 30, 2014.

BACKGROUND:

The City of Winters financial policy requires, at a minimum, quarterly investment earnings reports. The attached report shows the earnings for July 1 2013 through November 30, 2014. The City of Winters is invested in the Local Agency Investment Funds (LAIF), a savings account at our local First Northern Bank, a Guaranteed Investment Contract (GIC) for the 2004 Tax Allocation Bond Reserve, and receives interest payments on the various CDBG and EDBG funded loans made to residents and businesses within the City of Winters, as well as from the Money Market Account set up for the North Bank Putah Creek Improvement Elderberry Beetle Mitigation.

The investment report for the month of November 2014 reflects interest from the CDBG and EDBG funded loans.

FISCAL IMPACT:

None

City of Winters
Cash and LAIF Balances Report
Cash and LAIF Balances as of November 30, 2014

Fund	Description	Balance 6/30/14	Balance 11/30/2014
101	General Fund	\$ 624,772	\$ (109,566)
104	Fireworks Fund	(288)	(3,256)
105	Senior Fund	385	387
106	Monitoring Fee		1,600
107	Park Maintenance	2,206	2,253
110	Housing Successor Agency	(161,368)	(161,368)
113	Housing 2007 Tabs	1,268,584	1,248,860
201	Fire Prevention Grant	939	940
208	First Time Homebuyer	84,571	84,669
211	City Wide Assessment	72,304	(52,772)
212	Flood Assessment District	3,834	3,838
221	Gas Tax	199,697	210,712
223	PERS Trust Fund		1
231	State COPS 1913	(29,817)	(21,201)
233	Realignment	49,183	65,738
251	Traffic Safety	162,691	162,024
252	Asset Forfeiture	11,963	6,545
254	Vehicle Theft Deterrent	38,207	50,227
278	Prop 84 Park Grant	(115,680)	(131,684)
287	After School Contributions	759	760
289	Dry Slough Bridge	(25,933)	(42,164)
291	Beverage Recycling Fund	22,681	27,307
294	Transportation(Including Bus S	482,111	376,565
299	After School Program	148,324	177,698
304	2012 SACOG Grant	(8,728)	69,630
306	Sacog 2014 Grant		(100,000)
319	CDBG Park Grant	(261)	(57,574)
322	EDBG 96-405 Cradwick Building	718	
351	RLF Housing Rehab	305,867	
352	RLF First Time Homebuyer	3,353	
355	RLF Small Business	116,939	
356	RLF-HOME Program	110,548	110,385
357	Micro Enterprise RLF	7,471	
358	Program Income Fund		454,744
382	VFA Grant		(689,845)
411	Street Impact Fee	633,821	658,532
412	Storm Impact Fee	159,833	159,640
413	Parks and Recreation Impact Fe	(111,554)	(112,585)
414	Police Impact Fee	242,733	246,645
415	Fire Impact Fee	272,692	281,485
416	General Facilities Impact Fee	347,372	363,524
417	Water Impact Fee	435,150	439,285
418	Sewer Impact Fee	217,920	226,163
419	Flood Fee	229,516	229,782
421	General Fund Capital	552,673	553,315
422	Landfill Capital	198,739	195,535
427	Capital Equipment Fund	460,572	172,539
429	Service Reserve	732,662	733,264
481	General Plan 1992 Study	(488,488)	(482,522)
482	Flood Control Study	1,298	1,300
492	RAJA Storm Drain	38,576	38,620
494	Capital Asset Recovery Fee	71,910	77,195
496	Storm Drain Non-Flood	234	234
501	General Debt Service	56,246	56,311
611	Water O & M	473,642	499,326
612	Water Reserve	120,140	131,673
615	07 Water Bonds	(12,897)	(20,592)
616	Water Conservation	20,199	20,209
617	Water Meter	307,995	329,475
619	Water Debt Service	52,054	
621	Sewer O & M	1,264,786	1,153,208
626	07 Sewer Bonds	4	
629	Sewer Debt Service	122,962	61,187
631	Storm Drain		22
651	Central Services	11,041	16,481
652	Central Service w PD & FD	9,978	19,445
771	RORF	522,996	347,854
773	2007 TABS	34,444	34,458
803	Elderberry Mitigation	149,380	149,442
821	Winters Library	4,060	4,060
831	Swim Team	90,889	87,785
833	Festival de la Comunidad	6,440	7,009
846	Quilt Festival	46	544
Total Cash		\$ 10,606,096	\$ 8,365,301



CITY COUNCIL
STAFF REPORT

TO: Honorable Mayor and Councilmembers
DATE: February 17, 2015
THROUGH: John W. Donlevy, Jr., City Manager
FROM: Shelly A. Gunby, Director of Financial Management *Shelly*
SUBJECT: November 2014 Treasurer Report

RECOMMENDATION:

Staff recommends that the City Council receive and file the City of Winters Treasurer Report for November 2014.

BACKGROUND:

The City of Winters financial policy requires monthly reports regarding receipts, disbursement and fund balances be submitted to the City Council for review, due to the audits that staff has been involved in, this report has been delayed in being submitted to the City Council.

Items of note in the attached report are as follows:

General Fund

General Fund revenues are 19% of budgeted; the following items affect the cash flows into the General Fund.

- The first installment of Property Tax will be received in January 2015.
- The first installment of Property Tax in lieu of Sales Tax will be received in January 2015 .
- The first installment t of Property Tax in lieu of VLF will be received in January 2015.
- Sale and use taxes are remitted to the City two (2) months after they are received by the State Board of Equalization and is 28% of budget.
- Utility User Tax is received approximately 1-3 months after the utilities are used and is 36% of budget.
- Building permit fees received are 18% of budget.
- General Fund expenditures are 39% of budget.

Other funds:

Fund 211 City Wide Assessment District: The first installment will be received in January 2015.

Fund 611 Water: Water fund revenues are 47% of budget and expenditures are 46% of budget.

Fund 621 Sewer: Sewer fund revenues are 47% of budget and expenditures are 39% of budget.

FISCAL IMPACT:

None

City of Winters
Summary of Revenues
July 1, 2014 through November 30, 2014

		% of Year Complete				42%
Fund	Fund Description	Budget FY 14-15	November Actual	Year to Date Actual	Unreceived Budget	Actual/ Budget %
101	General Fund	\$ 4,158,525	\$ 237,303	\$ 775,375	\$ 3,383,150	19%
104	Fireworks Fund	15,000		2,609	12,391	17%
105	Senior Fund	1		2	(1)	200%
106	Winters Swim		0	1960	(1,960)	
107	Park Maintenance	6		46	(40)	767%
108	Koda Camp			8,860	(8,860)	
113	2007 Housing TABS	2,980		728	2,252	24%
201	Fire Prevention Grant	2		1	1	50%
208	First Time Homebuyer In Lieu	222		52	170	23%
211	City Wide Assessment	277,318		3,268	274,050	1%
212	Flood Assessment District			2	(2)	
221	Gas Tax	183,537		49,302	134,235	27%
223	PERS Trust Fund	8,000		1	7,999	
231	State COPS AB1913	100,000	8,943	33,452	66,548	33%
233	Realignment			17,245	(17,245)	
251	Traffic Safety	6,800		97	6,703	1%
252	Asset Forfeiture	53		6	47	11%
254	Vehicle Theft Deterrent	186		10	176	5%
262	Street Grants	646,269			646,269	
267	Grant Ave Improvement				-	
289	Dry Slough Bridge Grant	1,384,825			1,384,825	
291	Beverage Recycling	5,100		5,013	87	98%
294	Transportation	347,373		8,574	338,799	2%
299	After School Program	119,054	1,432	79,761	39,293	67%
304	2012 SACOG Grant	126,891		7,232	119,659	6%
313	STBG 96-1043 Housing & Public W	36,592			36,592	
321	EDBG 99-688 Buckhorn	19,580	1,981	3,431	16,149	18%
322	EDBG 96-405 Cradwick	5,548	2,470	9,208	(3,660)	166%
351	RLF Housing Rehab	5,024		186	4,838	4%
352	RLF Affordable Housing	13,119		2	13,117	
355	RLF Small Business	9,058	676	9,604	(546)	106%
356	RLF HOME Program	8,795		67	8,728	1%
357	Micro Enterprise RLF	8,795		1	8,794	
358	Program Income Fund		450,126	451,676	(451,676)	
411	Street Impact Fee	618,073		25,558	592,515	4%
412	Storm Drain Impact Fee	6,001		749	5,252	12%
413	Parks & Recreation Impact Fee	68,192			68,192	
414	Public Safety Impact Fee	51,619		4,808	46,811	9%
415	Fire Impact Fee	92,889		9,674	83,215	10%
416	General Facilities Impact Fee	188,292		16,990	171,302	9%
417	Water Impact Fee	607,534		4,925	602,609	1%
418	Sewer Impact Fee	1,464,866		9,164	1,455,702	1%
419	Flood Fees	234,760		140	234,620	
421	General Fund Capital	2,085		337	1,748	16%
422	Landfill Capital	820		121	699	15%
427	Capital Equipment	151,672		9,802	141,870	6%
429	Service Reserve Fund	5,000		316	4,684	6%
481	General Plan 1992	55,848		5,966	49,882	11%
482	Flood Control Study	3		1	2	33%
492	RAJA Storm Drain	101		23	78	23%
494	CARF	3,740	1,205	5,248	(1,508)	140%
495	Monitoring Fee	54,948		5,966	48,982	14%
496	Storm Drain Non-Flood	1			1	
501	General Debt Service	148		34	114	23%
611	Water O & M	1,406,248	88,157	661,307	744,941	47%
612	Water Reserve	12,302	849	1,615	10,687	13%
616	Water Conservation	12,000		6	11,994	
617	Water Meter Fund	54,450	4,278	21,355	33,095	39%
619	Water Debt Service			168,081	(168,081)	
621	Sewer O & M	1,810,548	154,691	844,699	965,849	47%
629	Sewer Debt Service			204,671	(204,671)	
631	Storm Drain O & M		0	22	(22)	
771	RORF	1,308,420		233,596	1,074,824	18%
773	2007 TABS			7	(7)	
781	RDA Long Term Debt	20,000			20,000	
803	Elderberry Trust		13	63	(63)	
831	Swim Team	62,300		26,098	36,202	42%
833	Festival de la Comunidad	6,403		3,004	3,399	47%
846	Quilt Festival	300		525	(225)	175%
Total Revenues		\$ 15,788,216	\$ 952,125	\$ 3,732,642	\$ 12,055,574	21%

City of Winters
Investment Earnings Report
July 1, 2014 through November 30, 2014

Fund	Description	November Investment Earnings	Year to Date Investment Earnings
101	GENERAL FUND		\$ 116
105	SENIOR FUND		2
113	2007 HOUSING TABS		728
201	FIRE PREVENTION FUND		1
208	FIRST TIME HOMEBUYER		52
212	FLOOD ASSESSMENT DISTRICT		2
221	GAS TAX FUND		87
223	PERS TRUST FUND		1
251	TRAFFIC SAFETY		97
252	ASSET FORFEITURE		6
254	VEHICLE THEFT DETERRENT		10
291	BEVERAGE RECYCLE GRANT		13
294	TRANSPORTATION/BUS		33
299	AFTER SCHOOL PROGRAM		74
321	EDBG 99-688	1,048	1,591
322	EDBG 96-405 CRADWICK	820	4,661
351	RLF HOUSING REHAB		186
352	RLF AFFORDABLE HOUSING		2
355	RLF SMALL BUSINESS	144	659
356	RLF HOME PROGRAM		67
357	MICROENTERPRISE RLF		1
411	STREET IMPACT FEE		202
412	STORM IMPACT FEE		97
414	POLICE IMPACT FEE		147
415	FIRE IMPACT FEE		165
416	GENERAL FACILITY IMPACT FEE		211
417	WATER IMPACT FEE		264
418	SEWER IMPACT FEE		122
419	FLOOD OVERLAY		140
421	GENERAL FUND CAPITAL		337
422	LANDFILL CAPITAL		121
427	EQUIPMENT REPLACEMENT FUND		83
429	SERVICE RESERVE		316
482	FLOOD CONTROL STUDY		1
492	RAJA STORM DRAIN		23
494	CARF		41
501	GENERAL DEBT SERVICE		34
612	WATER RESERVE		4
616	WATER CONSERVATION		6
617	WATER METER FUND		114
621	SEWER O & M		437
629	SEWER DEBT SERVICE FUND		37
771	RORF		(7,245)
773	2007 TABS		7
803	ELDERBERRY TRUST		63
831	SWIM TEAM		53
846	Quilt Show		4
	Total Investment Earnings	<u>\$ 2,012</u>	<u>\$ 4,173</u>

City of Winters
General Fund Revenue Summary
July 1, 2014 through November 30, 2014

		% Of Year Completed			42%
G/L Code	Account Description	Budget 2014-2015	November Actual	Year to Date Actual	% of Budget Received
101-41101	Property Tax	\$ 716,588			0%
101-41102	Property Tax in Lieu of Sales Tax	143,238			0%
101-41103	Property Tax in Lieu of VLF	467,386			0%
101-41401	Sales & Use Tax	410,262	38,200	115,381	28%
101-41402	Prop 172	40,231			0%
101-41403	Franchise Fee	233,346	43,819	50,853	22%
101-41404	Property Transfer Tax	9,000			0%
101-41405	Utility Tax	697,205	63,514	252,132	36%
101-41406	Municipal Services Tax	296,760	24,740	123,730	42%
101-41408	TOT Tax	5,100		881	17%
101-41407	Business Licenses	26,000	540	3,841	15%
101-46102	Building Permits	257,339	19,889	45,805	18%
101-46103	Encroachment Permit	5,000	1,623	3,500	70%
101-46104	Other Licenses & Permits	125,454	4,641	29,095	23%
101-41507	Motor Vehicle in Lieu	6,500			0%
101-41508	Motor Vehicle Licensing Fee-ERAF		2,909	2,909	
101-41509	Homeowners Property Tax Relief	16,300			0%
101-48106	Post Reimbursement	5,000			0%
101-41511	Off-Highway Motor Vehicle				
101-42102	Copy Fees	75		6	8%
101-42103	Plan Check Fees	193,004	970	7,721	4%
101-42104	Planning Application Fees	10,000		6,200	62%
101-42107	Project Monitoring Fees			437	
101-42108	Police Reports	500	56	557	111%
101-42109	Fingerprint Fees	3,500	124	2,107	60%
101-42111	Towing/DUI Reimbursement	1,500		55	4%
101-42112	Ticket Sign Off Fees	250	25	435	174%
101-42114	Public Works Inspections			5,000	
101-42201	Recreation Fees	12,100		700	6%
101-42202	Drama Revenue Fees		35	35	
101-42205	Basketball Revenues	5,800	6,340	6,340	109%
101-42211	Pool Ticket Sales	9,100		2,797	31%
101-42213	Pool Proceeds	600		225	38%
101-42212	Pool Concession Stand Revenues	4,500		4,130	92%
101-42215	Swim Passes	6,000			0%
101-42216	Swim Lessons	11,000		3,905	36%
101-42217	Water Aerobics Fees	150			0%
101-42218	Swim Team Reimbursement	8,000			0%
101-42301	Park Rental	1,400		600	43%
101-42303	Community Center Rental	12,750		3,942	31%
101-42304	Community Center Insurance Collected	900			0%
101-42308	Ambulance Service Charge	3,000	381	2,068	69%
101-44101	Rents/Leases Revenues	60,000	5,592	32,036	53%
101-43151	Fire District Payments	204,560			0%
101-44102	Interest Earnings	3,000		116	4%
101-46106	Reinspect Fee	250	358	775	310%
101-48105	Cal Ema Grant		5,322	5,322	
101-49101	Contributions	98,777	4,210	28,156	29%
101-49102	Reimbursements/Refunds	3,500		1,102	31%
101-49104	Miscellaneous Revenues	26,000	14,005	11,373	44%
101-49106	Cash Over/Short		10	24	
101-49109	Developer Planning Reimbursement			21,090	
101-49999	Interfund Operating Transfer	16,600			0%
Total General Fund Revenues		<u>\$ 4,157,525</u>	<u>\$ 237,303</u>	<u>\$ 775,381</u>	<u>19%</u>

City of Winters
Summary of Expenditures
July 1, 2014 through November 30, 2014

Fund	Fund Description	Budget 2014-2015	November Actual	Year to Date Actual	% of Year Comp	% of Year Comp	42%
					Unspent Budget	% of Budget Spent	
General Fund Expenditures by Department							
101	City Council	\$ 15,998	\$ 207	\$ 1,680	\$ 14,318		11%
120	City Clerk	17,492	885	4,530	12,962		26%
130	City Treasurer	401	27	135	266		34%
160	City Manager	38,608	4,667	27,015	11,593		70%
161	Economic Development & Ho	40,933	1,785	8,319	32,614		20%
163	Rogers Building		310	310	(310)		
170	Administrative Services	182,941	15,319	77,627	105,314		42%
180	Finance	3,555	260	1,402	2,153		39%
210	Police Department	2,153,830	257,106	829,983	1,323,847		39%
310	Fire Department	767,712	113,121	362,412	405,300		47%
410	Community Development	137,307	20,433	50,913	86,394		37%
420	Building Inspections	265,340	17,176	88,645	176,695		33%
610	Public Works-Administrati	381,018	33,574	116,835	264,183		31%
650	Public Works-Parks		(225)				
710	Recreation	17,900	1,280	4,194	13,706		23%
720	Community Center	107,013	9,430	40,198	66,815		38%
730	Swimming Pool	87,921	744	41,086	46,835		47%
	Total General Fund Expen	\$ 4,217,969	\$ 476,099	\$ 1,655,284	\$ 2,562,685		39%
104	Fireworks Fund	15,000		5,578	9,422		37%
106	Monitoring Fee			360	(360)		
108	Koda Camp			16,206			
113	2007 Housing TABS		12,384	12,384	(12,384)		
201	Fire Prevention Grant	200			200		
211	City Wide Assessment	302,173	24,950	128,399	173,774		42%
221	Gas Tax Fund	522,616	24,952	70,788	451,828		14%
231	State COPS 1913	75,568	5,762	33,042	42,526		44%
233	Realignment	8,000		691	7,309		9%
251	Traffic Safety	3,500			3,500		
252	Asset Forfeiture		4,392	4,392	(4,392)		
262	Street Grants	646,269			646,269		
278	Prop 84 Park Grant			5,455	(5,455)		
289	Dry Slough Bridge	1,341,229		1,097	1,340,132		
291	Beverage Recycling Grant	5,000	400	400	4,600		8%
294	Transportation	429,472	407,310	468,927	(39,455)		109%
299	After School Program	85,398	16,161	48,726	36,672		57%
304	2012 SACOG GRANT	88,000	199,280	214,868	(126,868)		244%
306	2014 Sacog Grant		100,000	100,000			
313	STBG 96-1043 Housing & Pu		(539)				
319	CDBG Park Grant		3,857	38,940			
321	EDBG 99-688 Buckhorn	19,580	1,981	3,431	16,149		18%
322	EDBG 405-Cradwick	5,548	3,008	9,102	(3,554)		164%
351	RLF Housing Rehab		306,221	306,221	(306,221)		
352	RLF Affordable Housing		3,357	3,357	(3,357)		
355	RLF Small Business		128,046	128,046	(128,046)		
356	RLF HOME Program		291	291	(291)		
358	Program Income Fund		(3,068)	(3,067)			
357	Microenterprise RLF		7,474	7,474			
382	VFA Grant		689,845	689,845			
411	Street Impact Fee	100,000		1,031	98,969		1%
412	Storm Drain Impact Fee			1,031	(1,031)		
413	Park & Recreation Impact			1,031	(1,031)		
414	Public Safety Impact Fee			1,031	(1,031)		
415	Fire Impact Fee	155,429		1,031	154,398		1%
416	General Facility Impact F			1,031	(1,031)		
417	Water Impact Fee			1,031	(1,031)		
418	Sewer Impact Fee			1,031	(1,031)		
422	Landfill Capital	9,500		3,435	6,065		36%
427	Equipment Replacement Fun	255,475	146,838	284,531	(29,056)		111%
495	Monitoring Fee	54,948		5,966	48,982		11%
611	Water O & M	1,482,137	106,816	683,381	798,756		46%
615	07 Water Bonds	180,000		7,695	172,305		4%
616	Water Conservation Fund	45,100			45,100		
617	Water Meter Fund	6,000	781	867	5,133		14%
619	Water Debt Service			78,081	(78,081)		
621	Sewer O & M	2,724,212	286,968	1,073,977	1,650,235		39%
626	2007 Sewer Bond			6,868	(6,868)		
629	Sewer Debt Service			92,769	(92,769)		
703	2007 Bond Project Fund		888				
771	RORF	1,253,318	30,159	258,039	995,279		21%
773	2007 TABS	34,438	5,636	5,636	28,802		16%
781	RDA Long Term Debt	20,664		168,154	(147,490)		814%
831	Swim Team	61,988		28,046	33,942		45%
833	Festival de la Comunidad		1,033	2,438	(2,438)		
846	Quilt Festival			27	(27)		
	Total Expenditures	\$ 14,148,731	\$ 2,991,281	\$ 6,658,394	\$ 8,339,734		41%

City of Winters
Fund Balance Report
Estimated Fund Balances as of November 30, 2014

Fund	Description	Unaudited	Current Year	Current Year	Transfers	Estimated	Change From
		Fund Balance 6/30/2014	Revenues	Expenditures	in/(Out)	Fund Balance 11/30/2014	6/30/2014
101	General Fund	\$ 835,095	\$ 775,375	\$ 1,655,285	\$ -	\$ (44,815)	\$ (879,910)
104	Fireworks Fund	(288)	2,609	5,578	-	(3,257)	(2,969)
105	Senior Fund	385	2	-	-	387	2
106	Monitoring Fee	-	1,960	360	-	1,600	1,600
107	City Park Maintenance	2,207	46	-	-	2,253	46
108	Koda Camp	-	8,860	16,206	-	-	-
110	Housing Successor	(161,368)	-	-	-	(161,368)	-
113	2007 Housing TABS	1,260,515	728	12,384	-	1,248,860	(11,656)
201	Fire Prevention Grant	857	1	-	-	858	1
208	First Time Homebuyer	84,618	52	-	-	84,670	52
211	City Wide Assessment	70,253	3,268	128,399	-	(54,878)	(125,131)
212	Flood Assessment District	3,836	2	-	-	3,838	2
221	Gas Tax	98,890	49,302	70,788	-	77,404	(21,486)
223	PERS Trust Fund	-	1	-	-	1	1
231	State COPS 1913	(21,690)	33,452	33,042	-	(21,280)	410
233	Realignment Funds	49,184	17,245	691	-	65,738	16,554
251	Traffic Safety	161,927	97	-	-	162,024	97
252	Asset Forfeiture	10,931	6	1,037	(3,355)	6,545	(4,386)
254	Vehicle Theft Deterrent	50,216	10	-	-	50,226	10
278	Prop 84 Park	(126,229)	-	5,455	-	(131,684)	(5,455)
287	After School Program Contr	542	-	-	-	542	-
289	Dry Slough Bridge	(41,067)	-	1,097	-	(42,164)	(1,097)
291	Beverage Recycling Grant	22,693	5,013	400	-	27,306	4,613
294	Transportation	454,472	8,574	468,927	-	(5,881)	(460,353)
299	After School Program	139,264	79,761	48,726	-	170,260	30,996
304	2012 SACOG Grant	(22,735)	7,232	214,868	-	(230,371)	(207,636)
306	2014 Sacog Grant	-	-	100,000	-	-	-
313	STBG-96-1043 Housing and P	(29,070)	-	-	-	(29,070)	-
319	CDBG Park Grant	(19,140)	-	38,940	-	(58,080)	(38,940)
321	EDBG 99-688 Buckhorn	-	3,431	-	(3,431)	-	-
322	EDBG 96-405 Cradwick	718	9,208	-	(9,102)	824	106
351	RLF Housing Rehabilitation	317,678	186	-	(306,221)	11,643	(306,035)
352	RLF Affordable Housing	20,782	2	-	(3,357)	17,427	(3,355)
355	RLF Small Business	117,002	2,247	-	(120,689)	(1,440)	(118,442)
356	RLF HOME Program	110,608	67	-	(291)	110,384	(224)
357	Micro Enterprise RLF	7,472	1	-	(7,474)	(1)	(7,473)
358	Program Income Fund	-	-	689,845	454,744	-	-
382	VFA Grant	-	-	-	-	-	-
411	Street Impact Fee	729,004	25,558	1,031	-	753,531	24,527
412	Storm Drain Impact Fee	189,921	749	1,031	-	189,639	(282)
413	Parks & Recreation Impact	(111,554)	-	1,031	-	(112,585)	(1,031)
414	Public Safety Impact Fee	242,867	4,808	1,031	-	246,644	3,777
415	Fire Impact Fee	272,842	9,674	1,031	-	281,485	8,643
416	General Facilities Impact	347,564	16,990	1,031	-	363,523	15,959
417	Water Impact Fee	435,390	4,925	1,031	-	439,284	3,894
418	Sewer Impact Fee	(198,527)	9,164	1,031	-	(190,394)	8,133
419	Flood Control Fee	229,642	140	-	-	229,782	140
421	General Fund Capital	552,978	337	-	-	553,315	337
422	Landfill Capital	198,849	121	3,435	-	195,535	(3,314)
427	Equipment Replacement Fund	599,274	9,802	284,531	-	324,545	(274,729)
429	Service Reserve Fund	1,002,770	316	-	-	1,003,086	316
481	General Plan 1992	606,414	-	-	5,966	612,380	5,966
482	Flood Control Study	(123,701)	1	-	-	(123,700)	1
492	RAJA Storm Drain	29,008	23	-	-	29,031	23
494	CARF	71,947	5,248	-	-	77,195	5,248
495	Monitoring Fee	-	5,966	-	(5,966)	-	-
496	Storm Drain Non-Flood	234	-	-	-	234	-
501	General Debt Service	56,277	34	-	-	56,311	34
611	Water O & M	4,113,749	583,227	515,300	(90,000)	4,091,676	(22,073)
612	Water Reserve	1,631,131	1,615	-	-	1,632,746	1,615
615	2007 Water Bonds	170,816	-	7,695	-	163,121	(7,695)
616	Water Conservation	20,204	6	-	-	20,210	6
617	Water Meter Fund	313,660	21,355	867	-	334,148	20,488
619	Water Debt Service Fund	(3,305,525)	-	-	90,000	(3,215,525)	90,000
621	Sewer O & M	4,742,423	751,926	876,186	(105,018)	4,513,145	(229,278)
626	2007 Sewer Bonds	2,118,292	-	(6,868)	-	2,111,424	(6,868)
629	Sewer Debt Service	(3,845,962)	37	-	111,865	(3,734,060)	111,902
631	Storm Drain	-	-	-	22	-	22
771	RORF	(16,488,185)	65,443	258,039	168,154	(16,512,627)	(24,442)
772	RDA Trust	608,993	-	-	-	608,993	-
773	2007 TABS	34,451	7	5,635	-	28,822	(5,629)
781	RDA Long Term Debt	668,155	-	-	(168,154)	500,001	(168,154)
803	Elderberry Trust	-	63	-	-	-	63
821	Winters Library	4,060	-	-	-	4,060	-
831	Winters Library	81,733	26,098	28,046	-	79,785	(1,948)
833	Festival de La Comunidad	6,443	3,004	2,438	-	7,009	566
846	Quilt Festival	46	525	27	-	544	498
911	General Fixed Assets	23,570,556	-	-	-	23,570,556	-
Totals		\$ 22,974,798	\$ 2,555,900	\$ 5,482,476	\$ 824	\$ 20,391,370	\$ (2,583,428)



CITY COUNCIL
STAFF REPORT

TO: Honorable Mayor and Councilmembers
DATE: February 17, 2015
THROUGH: John W. Donlevy, Jr., City Manager
FROM: Shelly A. Gunby, Director of Financial Management *Shelly*
SUBJECT: December 2014 Investment Report

RECOMMENDATION:

Staff recommends that the City Council receive and file the City of Winters investment for the period July 1, 2013 through December 31, 2014.

BACKGROUND:

The City of Winters financial policy requires, at a minimum, quarterly investment earnings reports. The attached report shows the earnings for July 1 2013 through December 31, 2014. The City of Winters is invested in the Local Agency Investment Funds (LAIF), a savings account at our local First Northern Bank, a Guaranteed Investment Contract (GIC) for the 2004 Tax Allocation Bond Reserve, and receives interest payments on the various CDBG and EDBG funded loans made to residents and businesses within the City of Winters, as well as from the Money Market Account set up for the North Bank Putah Creek Improvement Elderberry Beetle Mitigation.

The investment report for the month of December 2014 reflects interest from the CDBG and EDBG funded loans.

FISCAL IMPACT:

None

City of Winters
Investment Earnings Report
July 1, 2014 through December 31, 2014

Fund	Description	December Investment Earnings	Year to Date Investment Earnings
101	GENERAL FUND		\$ 116
105	SENIOR FUND		2
110	HOUSING SUCCESSOR AGENCY	17,633	17,633
113	2007 HOUSING TABS		728
201	FIRE PREVENTION FUND		1
208	FIRST TIME HOMEBUYER		52
212	FLOOD ASSESSMENT DISTRICT		2
221	GAS TAX FUND		87
223	PERS TRUST FUND		1
251	TRAFFIC SAFETY		97
252	ASSET FORFEITURE		6
254	VEHICLE THEFT DETERRENT		10
291	BEVERAGE RECYCLE GRANT		13
294	TRANSPORTATION/BUS		33
299	AFTER SCHOOL PROGRAM		74
321	EDBG 99-688	510	2,100
322	EDBG 96-405 CRADWICK	817	5,478
351	RLF HOUSING REHAB		186
352	RLF AFFORDABLE HOUSING		2
355	RLF SMALL BUSINESS	143	802
356	RLF HOME PROGRAM		67
357	MICROENTERPRISE FUNDS		1
411	STREET IMPACT FEE		202
412	STORM IMPACT FEE		97
414	POLICE IMPACT FEE		147
415	FIRE IMPACT FEE		165
416	GENERAL FACILITY IMPACT FEE		211
417	WATER IMPACT FEE		264
418	SEWER IMPACT FEE		122
419	FLOOD OVERLAY		140
421	GENERAL FUND CAPITAL		337
422	LANDFILL CAPITAL		121
427	EQUIPMENT REPLACEMENT FUND		83
429	SERVICE RESERVE		316
482	FLOOD CONTROL STUDY		1
492	RAJA STORM DRAIN		23
494	CARF		41
501	GENERAL DEBT SERVICE		34
612	WATER RESERVE		4
616	WATER CONSERVATION		6
617	WATER METER FUND		114
621	SEWER O & M		437
629	SEWER DEBT SERVICE FUND		37
771	RORF	7,245	
773	2007 TABS		7
803	ELDERBERRY TRUST	12	75
831	SWIM TEAM		53
846	QUILT SHOW		4
TOTAL INVESTMENT EARNINGS		\$ 26,360	\$ 30,532



CITY COUNCIL
STAFF REPORT

TO: Honorable Mayor and Councilmembers
DATE: February 17, 2015
THROUGH: John W. Donlevy, Jr., City Manager
FROM: Shelly A. Gunby, Director of Financial Management *Shelly*
SUBJECT: December 2014 Treasurer Report

RECOMMENDATION:

Staff recommends that the City Council receive and file the City of Winters Treasurer Report for December 2014.

BACKGROUND:

The City of Winters financial policy requires monthly reports regarding receipts, disbursement and fund balances be submitted to the City Council for review. Items of note in the attached report are as follows:

General Fund

General Fund revenues are 22% of budgeted; the following items affect the cash flows into the General Fund.

- The first installment of Property Tax will be received in January 2015.
- The first installment of Property Tax in lieu of Sales Tax will be received in January 2015 .
- The first installment t of Property Tax in lieu of VLF will be received in January 2015.
- Sale and use taxes are remitted to the City two (2) months after they are received by the State Board of Equalization and is 38% of budget.
- Utility User Tax is received approximately 1-3 months after the utilities are used and is 42% of budget.
- Building permit fees received are 18% of budget.
- General Fund expenditures are 45% of budget.

Other funds:

Fund 211 City Wide Assessment District: The first installment will be received in January 2015.

Fund 611 Water: Water fund revenues are 62% of budget and expenditures are 51% of budget.

Fund 621 Sewer: Sewer fund revenues are 55% of budget and expenditures are 43% of budget.

FISCAL IMPACT:

None

City of Winters
General Fund Revenue Summary
July 1, 2014 through December 31, 2014

G/L Code	Account Description	Budget 2014-2015	% Of Year Completed		% of Budget Received
			December Actual	Year to Date Actual	
101-41101	Property Tax	\$ 716,588			0%
101-41102	Property Tax in Lieu of Sales Tax	143,238			0%
101-41103	Property Tax in Lieu of VLF	467,386			0%
101-41401	Sales & Use Tax	410,262	40,945	156,326	38%
101-41402	Prop 172	40,231			0%
101-41403	Franchise Fee	233,346	(6,846)	44,007	19%
101-41404	Property Transfer Tax	9,000			0%
101-41405	Utility Tax	697,205	38,596	290,728	42%
101-41406	Municipal Services Tax	296,760	24,730	148,460	50%
101-41408	TOT Tax	5,100	1,806	2,687	53%
101-41407	Business Licenses	26,000	420	4,261	16%
101-46102	Building Permits	257,339	1,465	47,270	18%
101-46103	Encroachment Permit	5,000	3,104	6,604	132%
101-46104	Other Licenses & Permits	125,454	175	29,270	23%
101-41507	Motor Vehicle in Lieu	6,500			0%
101-41508	Motor Vehicle Licensing Fee-ERAF			2,909	
101-41509	Homeowners Property Tax Relief	16,300			0%
101-48106	Post Reimbursement	5,000			0%
101-41511	Off-Highway Motor Vehicle				
101-42102	Copy Fees	75		6	8%
101-42103	Plan Check Fees	193,004	2,947	10,667	6%
101-42104	Planning Application Fees	10,000		6,200	62%
101-42107	Project Monitoring Fees		165	602	
101-42108	Police Reports	500	95	652	130%
101-42109	Fingerprint Fees	3,500	416	2,523	72%
101-42111	Towing/DUI Reimbursement	1,500	25	80	5%
101-42112	Ticket Sign Off Fees	250	5	440	176%
101-42114	Public Works Inspections			5,000	
101-42201	Recreation Fees	12,100		700	6%
101-42202	Drama Revenue Fees			35	
101-42205	Basketball Revenues	5,800	415	6,755	116%
101-42211	Pool Ticket Sales	9,100		2,797	31%
101-42213	Pool Proceeds	600		225	38%
101-42212	Pool Concession Stand Revenues	4,500		4,130	92%
101-42215	Swim Passes	6,000			0%
101-42216	Swim Lessons	11,000		3,905	36%
101-42217	Water Aerobics Fees	150			0%
101-42218	Swim Team Reimbursement	8,000			0%
101-42301	Park Rental	1,400		600	43%
101-42303	Community Center Rental	12,750	805	4,747	37%
101-42304	Community Center Insurance Collected	900			0%
101-42308	Ambulance Service Charge	3,000		2,068	69%
101-44101	Rents/Leases Revenues	60,000	3,142	35,179	59%
101-43151	Fire District Payments	204,560			0%
101-44102	Interest Earnings	3,000		116	4%
101-46106	Reinspect Fee	250	179	953	381%
101-48105	Cal Ema Grant			5,322	
101-49101	Contributions	98,777	4,691	32,847	33%
101-49102	Reimbursements/Refunds	3,500		1,102	31%
101-49104	Miscellaneous Revenues	26,000	15	11,388	44%
101-49106	Cash Over/Short			24	
101-49109	Developer Planning Reimbursement		8,719	29,809	
101-49999	Interfund Operating Transfer	16,600			0%
Total General Fund Revenuesw		\$ 4,157,525	\$ 126,014	\$ 901,394	22%

City of Winters
Summary of Revenues
July 1, 2014 through December 31, 2014

Fund	Fund Description	% of Year Completed		50%		
		Budget 2014-2015	December Actual	Year to Date Actual	Budget yet to Received	% of Budget Received
101	General Fund	\$ 4,158,525	\$ 126,015	\$ 901,390	\$ 3,257,135	22%
104	Fireworks Fund	15,000		2,609	12,391	17%
105	Senior Fund	1		2	-1	200%
106	Winters Swim Project			1,960		
107	Park Maintenance	6		46	-40	767%
108	Koda Camp			8,860		
110	Housing Successor Agency		62,880	62,880	-62,880	
113	2007 Housing TABS	2,980		728	2,252	24%
201	Fire Prevention Grant	2		1	1	50%
208	First Time Homebuyer In Lieu	222		52	170	23%
211	City Wide Assessment	277,318		3,268	274,050	1%
212	Flood Assessment District			2	-2	
221	Gas Tax	183,537	40,506	89,808	93,729	49%
223	PERS Trust Fund	8,000		1	7,999	
231	State COPS AB1913	100,000		33,452	66,548	33%
233	Realignment			17,245	-17,245	
251	Traffic Safety	6,800		97	6,703	1%
252	Asset Forfeiture	53		6	47	11%
254	Vehicle Theft Deterrent	186		10	176	5%
262	Street Grants	646,269			646,269	
267	Grant Ave Improvement					
289	Dry Slough Bridge Grant	1,384,825			1,384,825	
291	Beverage Recycling	5,100		5,013	87	98%
294	Transportation	347,373		8,574	338,799	2%
299	AFTER School Program	119,054	500	80,261	38,793	67%
304	2012 SACOG Grant	126,891		7,232	119,659	6%
313	STBG 96-1043 Housing & Public W	36,592			36,592	
321	EDBG 99-688 Buckhorn	19,580	1,450	4,882	14,698	25%
322	EDBG 96-405 Cradwick	5,548	1,550	10,758	-5,210	194%
351	RLF Housing Rehab	5,024		186	4,838	4%
352	RLF Affordable Housing	13,119		2	13,117	
355	RLF Small Business	9,058	676	10,280	-1,222	113%
356	RLF HOME Program	8,795		67	8,728	1%
357	Micro Enterprise RLF	8,795		1	8,794	
358	Program Income Fund		11,275	462,952		
382	VFA Grant		658,938	658,938		
411	Street Impact Fee	618,073		25,558	592,515	4%
412	Storm Drain Impact Fee	6,001		749	5,252	12%
413	Parks & Recreation Impact Fee	68,192			68,192	
414	Public Safety Impact Fee	51,619		4,808	46,811	9%
415	Fire Impact Fee	92,889		9,674	83,215	10%
416	General Facilities impact Fee	188,292		16,990	171,302	9%
417	Water Impact Fee	607,534		4,925	602,609	1%
418	Sewer Impact Fee	1,464,866		9,164	1,455,702	1%
419	Flood Fees	234,760		140	234,620	
421	General Fund Capital	2,085		337	1,748	16%
422	Landfill Capital	820		121	699	15%
427	Capital Equipment	151,672		9,802	141,870	6%
429	Service Reserve Fund	5,000		316	4,684	6%
481	General Plan 1992	55,848		5,966	49,882	11%
482	Flood Control Study	3		1	2	33%
492	RAJA Storm Drain	101		23	78	23%
494	CARF	3,740	145	5,393	-1,653	144%
495	Monitoring Fee	54,948		5,966	47,022	14%
496	Storm Drain Non-Flood	1			1	
501	General Debt Service	148		34	114	23%
611	Water O & M	1,406,248	206,561	867,868	538,380	62%
612	Water Reserve	12,302		1,615	10,687	13%
616	Water Conservation	12,000		6	11,994	
617	Water Meter Fund	54,450	3,977	25,332	29,118	47%
619	Water Debt Service			168,081	-168,081	
621	Sewer O & M	1,810,548	148,773	993,472	817,076	55%
629	Sewer Debt Service			204,671	-204,671	
631	Storm Drain		22			
771	RORF	1,308,420	7,245	240,841	1,067,579	18%
773	2007 TABS			7	-7	
781	RDA Long Term Debt	20,000			20,000	
803	Elderberry Trust		12	75		
831	Swim Team	62,300		26,098	36,202	42%
833	Festival de la Comunidad	6,403		3,004	3,399	47%
835	Senior Foundation Contributions		70	70		
836	PCH HOA contributions		15,200	15,200		
846	Quilt Festival	300		525	-225	175%
	Total Revenues	\$ 15,788,216	\$ 1,285,795	\$ 5,018,394	\$ 11,913,956	25%

City of Winters
 Summary of Expenditures
 July 1, 2014 through December 31, 2014

Fund	Fund Description	% of Year Completed				Actual/ Budget %
		Budget 2014-2015	Current Month Actual	Actual YTD	Balance	
101	General Fund Expenditures by Department					50%
110	City Council	\$ 15,998	\$ 82	\$ 1,761	\$ 14,237	11%
120	City Clerk	17,492	598	5,128	12,364	29%
130	City Treasurer	401	27	162	239	40%
160	City Manager	38,608	5,766	32,781	5,827	85%
161	Economic Development & Housing	40,933	28,007	36,325	4,608	89%
163	Rogers Building			310	(310)	
170	Administrative Services	182,941	13,050	90,678	92,263	50%
180	Finance	3,555	285	1,687	1,868	47%
210	Police Department	2,153,830	129,158	959,141	1,194,689	45%
310	Fire Department	767,712	45,116	407,528	360,184	53%
410	Community Development	137,307	3,536	54,448	82,859	40%
420	Building Inspections	265,340	11,414	100,059	165,281	38%
610	Public Works-Administration	398,168	12,980	129,815	268,353	33%
710	Recreation	17,900		4,194	13,706	23%
720	Community Center	107,013	2,696	42,894	64,119	40%
730	Swimming Pool	87,921	187	41,274	46,647	47%
	Total General Fund Expenditure	\$ 4,235,119	\$ 252,902	\$ 1,908,185	\$ 2,326,934	45%
104	Fireworks Fund	15,000		5,578	9,422	37%
106	Monitoring Fee			360	(360)	
108	Koda Camp			16,206		
113	2007 Housing TABS		393	12,777	(12,777)	
201	Fire Prevention Grant	200		200		
211	City Wide Assessment	302,173	11,655	140,054	162,119	46%
221	Gas Tax Fund	522,616	7,631	78,419	444,197	15%
231	State COPS 1913	75,568	5,940	38,981	36,587	52%
233	Realignment	8,000	433	1,124	6,876	14%
251	Traffic Safety	3,500			3,500	
252	Asset Forfeiture			4,392	(4,392)	
262	Street Grants	646,269			646,269	
278	Prop 84 Park Grant			5,455	(5,455)	
289	Dry Slough Bridge	1,341,229		1,097	1,340,132	
291	Beverage Recycling Grant	5,000		400	4,600	8%
294	Transportation	429,472	(257,406)	211,520	217,952	49%
299	After School Program	85,398	7,661	56,426	28,972	66%
304	2012 SACOG GRANT	88,000	(200,000)	14,868	73,132	17%
306	Sacog 2014 Grant			100,000		
319	Park Grant		1,400	40,340		
321	EDBG 99-688 Buckhorn	19,580	1,450	4,882	14,698	25%
322	EDBG 405-Cradwick	5,548	1,550	10,652	(5,104)	192%
351	RLF Housing Rehab			306,221	(306,221)	
352	RLF Affordable Housing			3,357	(3,357)	
355	RLF Small Business		676	128,722	(128,722)	
356	RLF HOME Program			291	(291)	
358	Program Income Fund			(3,067)		
357	Microenterprise Fund			7,474		
382	VFA Grant			689,845		
411	Street Impact Fee	100,000		1,031	98,969	1%
412	Storm Drain Impact Fee			1,031	(1,031)	
413	Park & Recreation Impact Fee			1,031	(1,031)	
414	Public Safety Impact Fee			1,031	(1,031)	
415	Fire Impact Fee	155,429		1,031	154,398	1%
416	General Facility Impact Fee			1,031	(1,031)	
417	Water Impact Fee			1,031	(1,031)	
418	Sewer Impact Fee			1,031	(1,031)	
422	Landfill Capital	9,500	4,000	7,435	2,065	78%
427	Equipment Replacement Fund	255,475		284,531	(29,056)	111%
495	Monitoring Fee	54,948		5,966	48,982	11%
611	Water O & M	1,482,137	67,552	750,933	731,204	51%
615	07 Water Bonds	180,000		7,695	172,305	4%
616	Water Conservation Fund	45,100			45,100	
617	Water Meter Fund	6,000		867	5,133	14%
619	Water Debt Service			78,081	(78,081)	
621	Sewer O & M	2,724,212	87,358	1,161,335	1,562,877	43%
626	2007 Sewer Bond			6,868	(6,868)	
629	Sewer Debt Service			92,769	(92,769)	
652	Equipment Fund		(33,906)	(33,906)	33,906	
771	RORF	1,253,318	1,577	259,615	993,703	21%
773	2007 TABS	34,438		5,636	28,802	16%
781	RDA Long Term Debt	20,664		168,154	(147,490)	814%
831	Swim Team	61,988		28,046	33,942	45%
833	Festival de la Comunidad			2,438	(2,438)	
846	Quilt Festival			27	(27)	
	Total Expenditures	\$ 14,165,881	\$ (39,134)	\$ 6,619,296	\$ 8,397,382	41%

City of Winters
Cash and LAIF Balances Report
Cash and LAIF Balances as of December 31, 2014

Fund	Description	Balance	
		6/30/2014	12/31/2014
101	General Fund	\$ 624,772	\$ (196,578)
104	Fireworks Fund	(288)	(3,256)
105	Senior Fund	385	387
106	Monitoring Fee		1,600
107	Park Maintenance	2,206	2,253
108	Koda Camp		250
110	Housing Successor Agency	(161,368)	(98,487)
113	Housing 2007 Tabs	1,268,584	1,248,467
201	Fire Prevention Grant	939	940
208	First Time Homebuyer	84,571	84,669
211	City Wide Assessment	72,304	(66,615)
212	Flood Assessment District	3,834	3,838
221	Gas Tax	199,697	231,444
223	PERS Trust Fund		1
231	State COPS 1913	(29,817)	(27,220)
233	Realignment	49,183	65,306
251	Traffic Safety	162,691	162,024
252	Asset Forfeiture	11,963	6,545
254	Vehicle Theft Deterrent	38,207	50,227
278	Prop 84 Park Grant	(115,680)	(131,684)
287	After School Contributions	759	760
289	Dry Slough Bridge	(25,933)	(42,164)
291	Beverage Recycling Fund	22,681	27,307
294	Transportation(Including Bus Se	482,111	251,526
299	After School Program	148,324	172,941
304	2012 SACOG Grant	(8,728)	(30,370)
306	2014 Sacog Grant		(100,000)
319	CDBG Park Grant	(261)	(59,480)
322	EDBG 96-405 Cradwick Building	718	
351	RLF Housing Rehab	305,867	
352	RLF First Time Homebuyer	3,353	
355	RLF Small Business	116,939	
356	RLF-HOME Program	110,548	110,385
357	Micro Enterprise RLF	7,471	
358	Program Income Fund		466,019
382	VFA Grant		(30,907)
411	Street Impact Fee	633,821	658,532
412	Storm Impact Fee	159,833	159,640
413	Parks and Recreation Impact Fee	(111,554)	(112,585)
414	Police Impact Fee	242,733	246,645
415	Fire Impact Fee	272,692	281,485
416	General Facilities Impact Fee	347,372	363,524
417	Water Impact Fee	435,150	439,285
418	Sewer Impact Fee	217,920	226,163
419	Flood Fee	229,516	229,782
421	General Fund Capital	552,673	553,315
422	Landfill Capital	198,739	191,535
427	Capital Equipment Fund	460,572	136,546
429	Service Reserve	732,662	733,264
481	General Plan 1992 Study	(488,488)	(482,522)
482	Flood Control Study	1,298	1,300
492	RAJA Storm Drain	38,576	38,620
494	Capital Asset Recovery Fee	71,910	77,340
496	Storm Drain Non-Flood	234	234
501	General Debt Service	56,246	56,311
611	Water O & M	473,642	487,170
612	Water Reserve	120,140	131,760
615	07 Water Bonds	(12,897)	(20,592)
616	Water Conservation	20,199	20,209
617	Water Meter	307,995	332,467
619	Water Debt Service	52,054	
621	Sewer O & M	1,264,786	1,095,374
626	07 Sewer Bonds	4	
629	Sewer Debt Service	122,962	61,187
651	Central Services	11,041	
652	Central Service w PD & FD	9,978	33,906
771	RORF	522,996	212,725
773	2007 TABS	34,444	28,822
803	Elderberry Trust		149,454
821	Winters Library	4,060	4,060
831	Swim Team	90,889	87,785
835	Senior Foundation		70
836	PCH HOA		15,200
837	Construction Bonds		150,000
833	Festival de la Comunidad	6,440	7,009
846	Quilt Festival	46	544
	Total Cash	\$ 10,456,716	\$ 8,695,692

City of Winters
Fund Balances Report
Estimated Fund Balances as of December 31, 2014

Fund	Fund Description	Audited		Current Year Expenditures	Transfers In/(Out)	Estimated Ending Fund Balance	Change From 6/30/2014
		Fund Balance June 30, 2014	Current Year Revenues				
101	General Fund	\$ 835,095	\$ 901,390	\$ 1,900,588	\$ (7,599)	\$ (171,702)	\$ (1,006,797)
104	Fireworks Fund	(288)	2,609	5,578	-	(3,257)	(2,969)
105	Senior Fund	385	2	-	-	387	2
106	Monitoring Fee	-	1,960	360	-	1,600	1,600
107	City Park Maintenance	2,207	46	-	-	2,253	46
108	Koda Camp	-	8,860	16,206	-	(7,346)	(7,346)
110	Housing Successor	(161,368)	62,880	-	-	(98,488)	62,880
113	2007 Housing TABS	1,260,516	728	12,777	-	1,248,467	(12,049)
201	Fire Prevention Grant	857	1	-	-	858	1
208	First Time Homebuyer	84,618	52	-	-	84,670	52
211	City Wide Assessment	70,253	3,268	140,054	-	(66,533)	(136,786)
212	Flood Assessment District	3,836	2	-	-	3,838	2
221	Gas Tax	98,890	89,808	78,419	-	110,279	11,389
223	PERS Trust Fund	-	1	-	-	1	1
231	State COPS 1913	(21,690)	33,452	38,981	-	(27,219)	(5,529)
233	Realignment Funds	49,184	17,245	1,124	-	65,305	16,121
251	Traffic Safety	161,927	97	-	-	162,024	97
252	Asset Forfeiture	10,931	6	1,037	(3,355)	6,545	(4,386)
254	Vehicle Theft Deterrent	50,216	10	-	-	50,226	10
278	Prop 84 Park	(126,229)	-	5,455	-	(131,684)	(5,455)
287	After School Program Contr	542	-	-	-	542	-
289	Dry Slough Bridge	(41,067)	-	1,097	-	(42,164)	(1,097)
291	Beverage Recycling Grant	22,693	5,013	400	-	27,306	4,613
294	Transportation	454,472	8,574	211,520	-	251,526	(202,946)
299	After School Program	139,264	80,261	56,426	-	163,099	23,835
304	2012 SACOG Grant	(22,735)	7,232	14,868	-	(30,371)	(7,636)
306	2014 Sacog Grant	-	-	100,000	-	(100,000)	(100,000)
313	STBG-96-1043 Housing and P	(29,070)	-	-	-	(29,070)	-
319	CDBG Park Grant	(19,140)	-	40,340	-	(59,480)	(40,340)
321	EDBG 99-688 Buckhorn	-	4,882	-	(4,882)	-	-
322	EDBG 96-405 Cradwlck	718	10,758	-	(10,652)	824	106
351	RLF Housing Rehabilitation	317,678	186	-	(306,221)	11,643	(306,035)
352	RLF Affordable Housing	20,782	2	-	(3,357)	17,427	(3,355)
355	RLF Small Business	117,002	2,923	-	(121,365)	(1,440)	(118,442)
356	RLF HOME Program	110,608	67	-	(291)	110,384	(224)
357	Micro Enterprise RLF	7,472	1	-	(7,474)	(1)	(7,473)
358	Program Income Fund	-	0	-	466,019	466,019	466,019
382	VFA Grant	-	658,938	689,845	-	(30,907)	(30,907)
411	Street Impact Fee	729,004	25,558	1,031	-	753,531	24,527
412	Storm Drain Impact Fee	189,921	749	1,031	-	189,639	(282)
413	Parks & Recreation Impact	(111,554)	-	1,031	-	(112,585)	(1,031)
414	Public Safety Impact Fee	242,857	4,808	1,031	-	246,644	3,777
415	Fire Impact Fee	272,842	9,674	1,031	-	281,485	8,643
416	General Facilities Impact	347,564	16,990	1,031	-	363,523	15,959
417	Water Impact Fee	435,390	4,925	1,031	-	439,284	3,894
418	Sewer Impact Fee	(198,527)	9,164	1,031	-	(190,394)	8,133
419	Flood Control Fee	229,642	140	-	-	229,782	140
421	General Fund Capital	552,978	337	-	-	553,315	337
422	Landfill Capital	198,849	121	7,435	-	191,535	(7,314)
427	Equipment Replacement Fund	599,274	9,802	284,531	-	324,545	(274,729)
429	Service Reserve Fund	1,002,770	316	-	-	1,003,086	316
481	General Plan 1992	606,414	-	-	5,966	612,380	5,966
482	Flood Control Study	(123,701)	1	-	-	(123,700)	1
492	RAJA Storm Drain	29,008	23	-	-	29,031	23
494	CARF	71,947	5,393	-	-	77,340	5,393
495	Monitoring Fee	-	5,966	-	(5,966)	-	-
496	Storm Drain Non-Flood	234	-	-	-	234	-
501	General Debt Service	56,277	34	-	-	56,311	34
611	Water O & M	4,113,749	789,787	582,852	(90,000)	4,230,684	116,935
612	Water Reserve	1,631,131	1,615	-	-	1,632,746	1,615
615	2007 Water Bonds	170,816	-	7,695	-	163,121	(7,695)
616	Water Conservation	20,204	6	-	-	20,210	6
617	Water Meter Fund	313,660	25,332	867	-	338,125	24,465
619	Water Debt Service Fund	(3,305,525)	-	-	90,000	(3,215,525)	90,000
621	Sewer O & M	4,742,423	900,677	963,544	(104,996)	4,574,560	(167,863)
626	2007 Sewer Bonds	2,118,292	-	-	(6,868)	2,111,424	(6,868)
629	Sewer Debt Service	(3,845,962)	37	-	111,865	(3,734,060)	111,902
652	Internal Service Fund	-	-	(33,906)	-	33,906	33,906
771	RORF	(16,488,185)	72,688	259,615	168,154	(16,506,958)	(18,773)
772	RDA Trust	608,993	-	-	-	608,993	-
773	2007 TABS	34,451	7	5,636	-	28,822	(5,629)
781	RDA Long Term Debt	668,155	-	-	(168,154)	500,001	(168,154)
803	Elderberry Trust	-	75	-	-	75	75
821	Winters Library	4,060	-	-	-	4,060	-
831	Winters Library	81,733	26,098	28,046	-	79,785	(1,948)
833	Festival de La Comunidad	5,443	3,004	2,438	-	7,009	566
835	Senior Foundation	-	70	-	-	70	70
836	PCH HOA Contributions	-	15,200	-	-	15,200	15,200
846	Quilt Festival	46	525	27	-	544	498
911	General Fixed Assets	23,570,556	-	-	-	23,570,556	-
Totals		\$ 22,974,798	\$ 3,830,376	\$ 5,432,103	\$ 824	\$ 21,373,895	\$ (1,600,903)