



COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2016

City Manager John W. Donlevy, Jr

Director of Financial Management Shelly Gunby

318 First Street - Winters, CA 95694

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**CITY OF WINTERS
CALIFORNIA**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2016

**CITY OF WINTERS
Finance Department**

**Shelly Gunby
Director of Financial Management**

City of Winters
Comprehensive Annual Financial Report
Year Ended June 30, 2016

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INTRODUCTORY SECTION



December 15, 2016

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, 2016 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, 2016 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, 2016 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.

318 First Street
Winters, CA 95694
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COUNCIL

MEMBERS

Bruce Guelden
Harold Anderson
Wade Cowan

MAYOR

Cecilia Aguiar-Curry

MAYOR PRO TEM

Cecilia Aguiar-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 started a slow recovery and we expect prices to continue to slowly increase.
- Residential construction has begun on the 72 unit Winters Ranch (formerly known as the Ogando Hudson Subdivision), and the 400 unit Winters Highland Project has begun looking towards working on providing the items required by the conditions of approval in order to begin construction of the project. 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 \$530,365 in the current fiscal year.
- Additional freeway serving businesses are expected to develop along the Grant Avenue corridor, with the ground breaking for the new State of the Art PG&E Gas Operation Technical Training facility breaking ground on November 2, 2015.
- 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 construction of a boutique style Downtown Hotel has begun, and will be completed at approximately the same time as the PG&E Facility, providing accommodations for those attending courses at the PG&E facility and providing a place for overnight tourists to stay.

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. The PG&E facility construction will provide the construction of improvements required as part of the Flood Master Plan.

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. The City of Winters has worked diligently to increase revenues through various Economic Development projects, and these efforts have provided additional revenues while the economy has begun to improve for existing business, and the assessed values of properties within the City have begun to recover. The combination of the new businesses throughout the City and the increase in assessed values are included in the 2016-2018 budget, and the City of Winter sis once again anticipating adhering to our our General Fund policy that "Operating Revenues must fully cover operating expenditures" in the 2016-2017 fiscal year. Our Policy of having reserves on hand, as well as significant concessions from all levels of staff allowed the City to continue to provide consistent levels of service during times of declining revenues and staff is committed to continue to adhere to these policies in the future.

Capital Projects

The City has focused on the implementation of critical infrastructures as part of our overall Capital Improvement planning. Since 2010 the focus has been on "backbone" infrastructure to support current needs, while providing opportunity for economic development. Projects have been implemented utilizing the 2007 Water and Sewer Revenue Bonds as well as budgeted capital funds from City run utilities and various grant programs. Examples include:

- Water Well #7 was completed to sustain reliability and allow key subdivision and economic projects to advance throughout the City.
- Water pipes were extended to the area along I-505, which resulted in extensive freeway commercial expansion and the PG&E Gas Training Facility.

- 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 to maximize efficiency of utility systems. 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.

Capital Improvement Plans will be reviewed and updated in the 16-17/17-18 fiscal year and will coordinate with the master plans for both Water and Sewer Enterprise Functions. The Development Impact fee program will be reviewed in 16-17/17-18 and that will be coordinated with the updated Capital Improvement Plan.

Awards and Acknowledgements

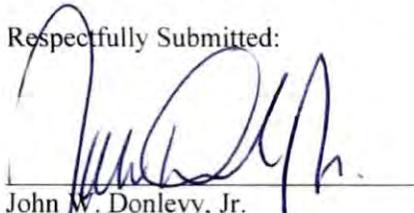
In 2009, the City of Winters was awarded the 2009 SACOG Blueprint Excellence Award for its efforts in planning, engineering and capital project implementation. This award is the highest award given within the five (5) county region in recognition for "smart growth" and the agency's ability to effectively 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, 2015. This is the thirteenth (13th) 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.

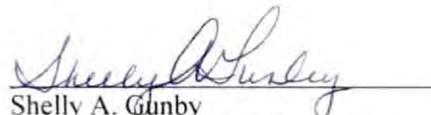
A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and are submitting it to the GFOA to determine its eligibility for another certificate.

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

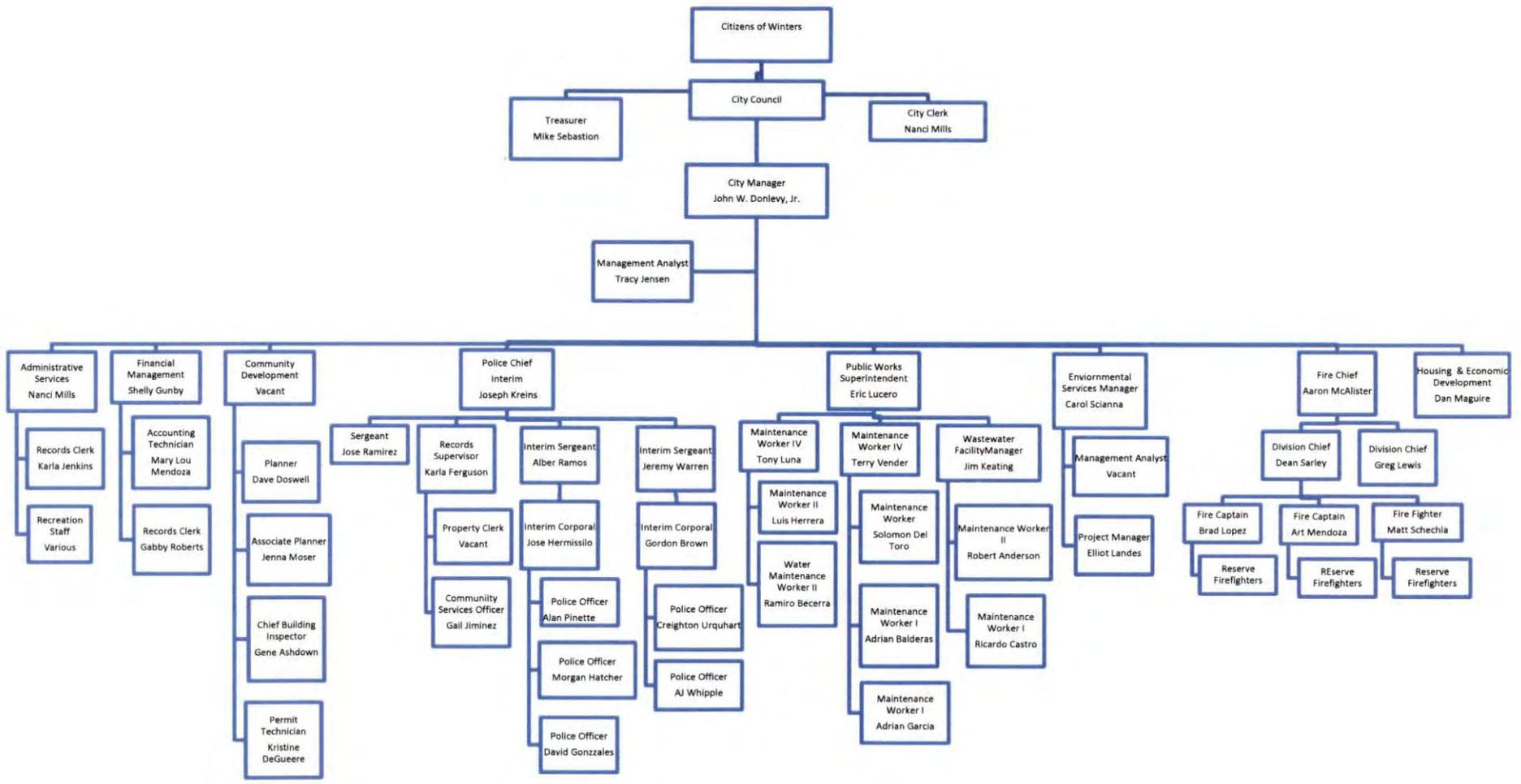


CITY COUNCIL

- *Cecilia Aguiar-Curry*.....Mayor
- *Woody Fridae*.....Mayor Pro Tem
- *Pierre Neu* Council member
- *Harold Anderson*.....Council member
- *Jesse Lorens*.....Council member

APPOINTED OFFICIALS

- *John W. Donlevy, Jr.*.....City Manager
- *Joseph Kreins*Interim 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
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Winters
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO



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, 2016, 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, 2016, 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.

Change in Accounting Principle

As described in Note 3 to the financial statements, in 2016, the City adopted new accounting guidance, *GASB Statement No. 72, Fair Value Measurement and Application*. 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 other required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming 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 combining statements and 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 combining statements 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 15, 2016 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.

Van Lant + Fankhanel, LLP

December 15, 2016

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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, 2016. 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 \$36,759,405 (net position). Of this amount, \$316,559 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 \$12,555,706 an increase of \$380,801 in comparison with the prior fiscal year. Approximately 9.56% or \$1,200,249 is available for spending at the government's discretion (unrestricted fund balance).
- At the end of the current fiscal year, unrestricted fund balance for the general fund was \$1,513,508 or, 28.45% 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

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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, 2016

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 \$36,759,405 at the close of the most recent fiscal year.

69.13% 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, 30.01%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$316,559 or .86% 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, 2016

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	
	2016	2015	2016	2015	2016	2015
ASSETS:						
Current and other Assets	\$ 13,734,672	\$ 13,098,225	\$ 3,503,754	\$ 3,420,563	\$ 17,238,426	\$ 16,518,788
Capital Assets, net	24,140,799	23,023,985	8,619,915	8,815,835	32,760,714	31,839,820
TOTAL ASSETS	\$ 37,875,471	\$ 36,122,210	\$ 12,123,669	\$ 12,236,398	\$ 49,999,140	\$ 48,358,608
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Pension Contributions	\$ 504,432	\$ 587,986	\$ 58,784	\$ 36,542	\$ 563,216	\$ 624,528
Proportionate Share Contribution Differences	-	91,837	-	478	-	92,315
Pension Actuarial Amounts	-	469	-	-	-	469
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 504,432	\$ 680,292	\$ 58,784	\$ 37,020	\$ 563,216	\$ 717,312
LIABILITIES						
Liabilities due after one year	\$ 3,451,601	\$ 3,778,254	\$ 7,569,035	\$ 7,417,134	\$ 11,020,636	\$ 11,195,388
Other Liabilities	1,308,308	850,209	917,429	817,589	2,225,737	1,667,798
TOTAL LIABILITIES	\$ 4,759,909	\$ 4,628,463	\$ 8,486,464	\$ 8,234,723	\$ 13,246,373	\$ 12,863,186
DEFERRED INFLOWS OF RESOURCES						
Pension Actuarial Amounts	\$ 501,010	\$ 842,584	\$ 55,568	\$ 55,374	\$ 556,578	\$ 897,958
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 501,010	\$ 842,584	\$ 55,568	\$ 55,374	\$ 556,578	\$ 897,958
NET POSITION						
Net Investment in Capital Assets	\$ 24,140,799	\$ 23,023,985	\$ 1,269,915	\$ 1,260,835	\$ 25,410,714	\$ 24,284,820
Restricted	10,487,827	10,482,229	544,305	544,210	11,032,132	11,026,439
Unrestricted	(1,509,642)	(2,174,759)	1,826,201	1,989,072	316,559	(185,687)
TOTAL NET POSITION	\$ 33,118,984	\$ 31,331,455	\$ 3,640,421	\$ 3,794,117	\$ 36,759,405	\$ 35,125,572

There was an increase of \$5,598 in restricted net position reported in connection with the City of Winters' Governmental Activities. This increase is due to the decrease in amount restricted for Income Restricted Housing (\$205,375) a increase in amount restricted for Capital Projects \$289,686, an increase in the amount restricted for Streets \$46,653, a decrease in the amount for Debt Service, (\$56,423), an increase in the amount for Public Safety \$114,862, and a decrease in the amount restricted for Parks (\$183,805).

The net position of the City of Winters increased by \$1,633,833 during the fiscal year. The increase in net position is due to the increase in net position in Governmental Activities of \$1,787,529 and a decrease in Business-Type Activities of \$153,696. 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 \$1,787,529. The increase in net position is due to:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

- Increase in liabilities (\$131,446)
 - The increase liabilities is comprised of the following:
 - Increase in Accounts Payable (\$56,035)
 - Increase in Accrued Payroll (\$144,585)
 - Increase in Long term Debt due in one year (\$5,193)
 - Increase in Deposits (\$252,286)
 - Decrease in Long term Debt due in more than one year \$326,653
- Increase in assets \$1,753,261
 - The increase in assets is comprised of the following
 - Increase in Capital Assets \$1,116,814
 - Increase in Cash and investments \$122,851
 - Increase in Restricted Cash \$631,586
 - Increase in Interest Receivable \$2,528
 - Increase in Amount Due from Developers \$156,780
 - Increase in Internal Balance \$416,557
 - Decrease in Accounts Receivable (\$120,544)
 - Decrease in Land for Resale (\$490,000)
 - Decrease in Notes Receivable (\$83,312).
- Decrease of deferred outflows of resources to report pension information of (\$175,860)
- Decrease of deferred inflows of resources to report pension information of \$341,574

The Cost of all governmental activities during 2015-2016 was \$7,054,673. Some of the cost of governmental activities was paid by those who directly benefited from the programs in the amount of \$1,487,496 or by other governmental agencies and organizations that subsidized certain programs with grants and contributions in the amount of \$3,431,137. Overall, the City generated program revenues of \$4,918,633. The balance of the cost of governmental activities of \$2,136,040 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, 2016:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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

	Governmental Activities		Business-Type Activities		Totals	
	2016	2015	2016	2015	2016	2015
PROGRAM REVENUES						
Charges for services	\$ 1,487,496	\$ 1,002,958	\$ 2,994,780	\$ 2,958,528	\$ 4,482,276	\$ 3,961,486
Operating grants	536,783	762,334	-	-	536,783	762,334
Capital Grants	2,894,354	1,593,554	161,181	-	3,055,535	1,593,554
GENERAL REVENUES						
Property taxes	1,375,248	1,464,684	-	-	1,375,248	1,464,684
Sales and uses taxes	530,365	462,807	-	-	530,365	462,807
Motor Vehicle in lieu	2,806	2,909	-	-	2,806	2,909
Franchise fees	254,705	231,993	-	-	254,705	231,993
Utility Tax	650,469	702,835	-	-	650,469	702,835
Municipal services tax	296,750	296,850	-	-	296,750	296,850
Transient Occupancy Tax	12,216	7,303	-	-	12,216	7,303
Other Revenues	447,583	166,167	-	-	447,583	166,167
Gain on Sale of Land	296,512	-	-	-	296,512	-
Use Money and property	56,915	56,761	6,315	2,539	63,230	59,300
TOTAL REVENUES	\$ 8,842,202	\$ 6,751,155	\$ 3,162,276	\$ 2,961,067	\$ 12,004,478	\$ 9,712,222
EXPENSES						
Governmental Activities						
General Government	\$ 291,214	\$ 307,778	\$ -	\$ -	\$ 291,214	\$ 307,778
Public Safety	3,748,055	3,837,172	-	-	3,748,055	3,837,172
Public Works	309,620	282,417	-	-	309,620	282,417
Community Development	1,197,114	556,024	-	-	1,197,114	556,024
Parks and Recreation	1,046,138	805,051	-	-	1,046,138	805,051
Streets and Highways	462,532	571,864	-	-	462,532	571,864
Interest on Long Term Debt	-	-	-	-	-	-
Business Type Activities						
Water	-	-	1,539,702	1,396,231	1,539,702	1,396,231
Sewer	-	-	1,776,270	1,818,137	1,776,270	1,818,137
TOTAL EXPENSES	\$ 7,054,673	\$ 6,360,306	\$ 3,315,972	\$ 3,214,368	\$ 10,370,645	\$ 9,574,674
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE TRANSFERS	\$ 1,787,529	\$ 390,849	\$ (153,696)	\$ (253,301)	\$ 1,633,833	\$ 137,548
Transfers and other Financing						
Transfers	\$ -	\$ (904,559)	\$ -	\$ (1,690,343)	\$ -	\$ (2,594,902)
TOTAL TRANSFER AND OTHER FINANCING	\$ -	\$ (904,559)	\$ -	\$ (1,690,343)	\$ -	\$ (2,594,902)
CHANGE IN NET POSITION	\$ 1,787,529	\$ (513,710)	\$ (153,696)	\$ (1,943,644)	\$ 1,633,833	\$ (2,457,354)
NET POSITION JULY 1	31,331,455	34,703,011	3,794,117	5,951,977	35,125,572	40,654,988
PRIOR PERIOD ADJUSTMENTS	-	(2,857,846)	-	(214,216)	-	(3,072,062)
NET POSITION JULY 1	\$ 31,331,455	\$ 31,845,165	\$ 3,794,117	\$ 31,630,949	\$ 35,125,572	\$ 37,582,926
NET POSITION JUNE 30	\$ 33,118,984	\$ 31,331,455	\$ 3,640,421	\$ 3,794,117	\$ 36,759,405	\$ 35,125,572

Property taxes decreased by (\$89,436) or -6.4%. The major reason for the decrease in property tax revenue is the correction in overpayment from the prior year. The County of Yolo implemented a new accounting system, and there was an overpayment in the prior year that was discovered at year end and corrected with the 15-16 payment.

Operating Contributions and Grants have decreased by (\$225,551) in 2015-2016 compared to 2014-2015.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

- Grant funding for Streets and Roads decreased by (\$1,926)
- Park and Recreation Grants increased by \$52,927
- Public Safety Operating Grants decreased by (\$19,070)
- Community Development Operating Grants decreased by (\$257,482).

Capital Contributions and Grants have increased from 2014-2015 amounts by \$1,300,800. This is due to the one time nature of grants. Information on Grants, below are the details of the change in grant funding for the City of Winters from 2014-2015 to 2015-2016

- The City received a grant to for the purchase of SCBA (Self Contain Breathing Apparatus) in the amount of \$148,115, however, this is significantly less that the Radio Grant in 2014-2015,
- Public Safety Grants received decreased by (\$591,439) compare to 2014-2015. In 2014-2015
- the City received grants for the construction and/or rehabilitation of streets and roads in the amount of \$199,163 compared to the -0- received in 2015-2016 for streets and roads.
- The amount of grant funding received for Community Development projects was \$356,696 less in 2015-2016 than in 2014-2015.
- Public Works received Grant funding to renovate the existing City Park and begin construction of the Walnut Park, grant funds received for these projects were \$938,655 higher in 2015-2016 than in 2014-2015.
- The Parks Department received grant funding for equipment and other capital replacement items for parks throughout the City in the amount of \$396,888 an increase over the amount in 2014-2015.
- PG&E contributed \$200,000 for use in extending the trail in the Putah Creek Nature Park as a condition of approval for the Gas Operation Technical Training Center (GOTTC) being constructed within the City limits.

Charges for Services have increased from the 2014-2015 fiscal year by \$484,538. Below are the details of the changes in charges for services from 2015-2016 compared to 2014-2015

- Decreases in service charges for the Public Safety were (\$5,978). This is due to decreases in Traffic and Parking Fines as well as impact fees collected for Police and Fire.
- Service charges for Community Development increased by \$330,210 from 2014-2015, this is an increase in the permit fees and plan check fees due to increased activity in the building department in 2015-2016.
- The service charges for Public Works increased by \$96,207 from 2014-2015 due to an increase in Impact Fees collected.
- Parks and Recreation service charges decreased by (\$15,210) due to decreased revenues at the Community Pool and Community Center, as well as decreased contributions for the Munchkin Summer Camp program.
- General Government service charges increased by \$79,939 from 2014-2015.

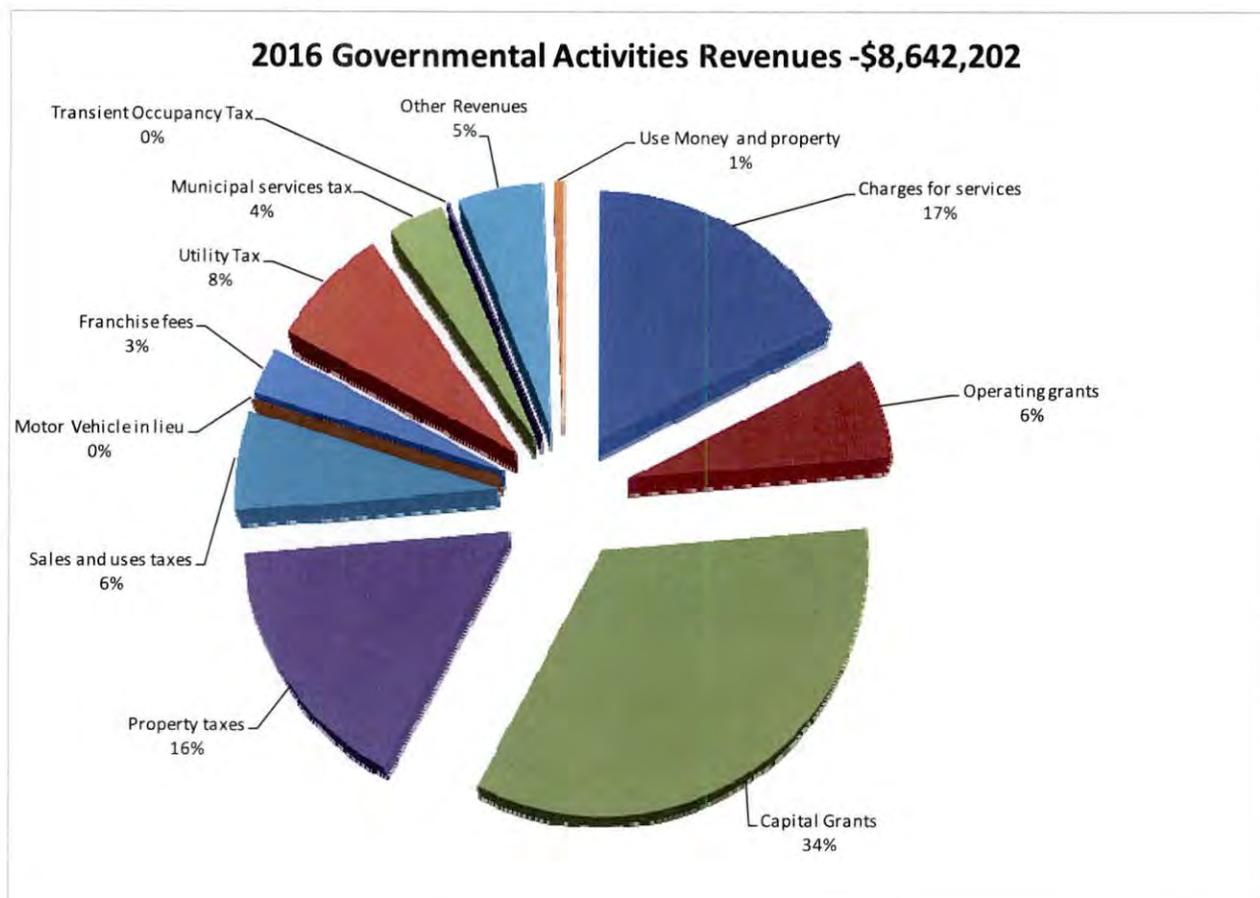
General revenues increased \$1,435,820 from 2014-2015. Property tax revenue was decreased by (89,436) due a payment error on the part of Yolo County. The net change in all the other revenues is an increase of \$620,697. The detail of the other revenue sources are detailed below:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

- Sales and Use Taxes increased by \$67,558
- Utility User Tax decreased by (\$52,366)
- Investment Revenues are \$155 higher in 2015-2016 than in 2014-2015
- Franchise Fees increased by \$22,712
- Gain on Sale of Property increased revenues by \$296,512
- Other revenues sources had increases from 2014-2015 that when aggregated with the larger changes above totaled (\$620,697) in increases. The largest factor in the revenue increase the transfer to the Successor Agency that occurred in 2014-2015 that did not reoccur in 2015-2016. This transfer was related to the dissolution of the Community Development Agency and was a one-time transfer only.

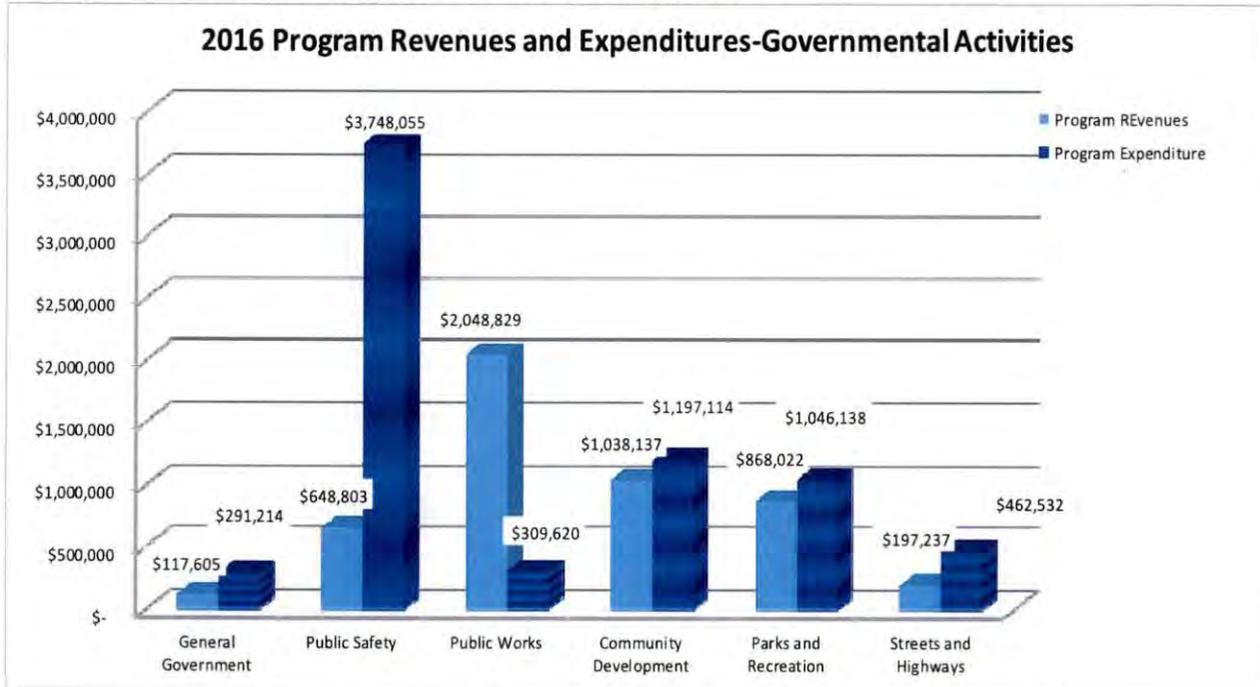
Revenues by Source-Governmental Activities



CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Program Revenues and Expenses -Governmental Activities



Governmental activity expenses increased by \$694,367 compared to 2014-2015 for the following reasons:

- Increase in Community Development Expenditures of \$641,090 due to Grants issued for affordable housing development within the City of Winters, and the addition of a Full-time Building Permit Tech to assist with the increased activity within the Building Department.
- Decrease in General Government of (\$16,564). 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.
- Decrease in Public Safety of \$89,117, this reflects lower expenditures on grant funded items for the Fire Department combined with increased costs for the payout of accrued compensation to the Chief of Police upon retirement in December 2015, along with additional expenditures for an Interim Police Chief until the end of the June 2016.
- Increase in Public Works expenditures in the amount of \$27,203, this increase is due staff education and promotions as a result of the education and testing process.
- Increase in expenditures of \$241,087 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.
- Decrease in expenditures in Streets and Highways of (\$109,332). This decrease is due to the delay in several projects that are along Highway 128 that currently are under review by CalTrans. Staff anticipates construction in early 2017.

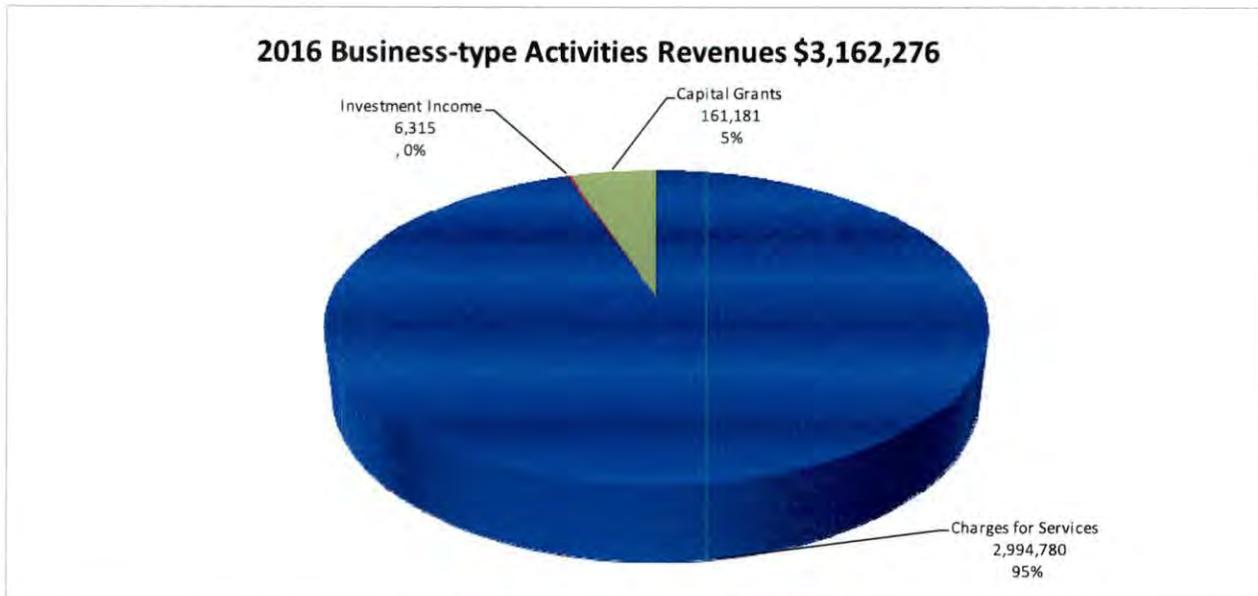
CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Business-Type Activities

Business-type activities decreased the City of Winters net position by (\$153,696). Key elements of the decrease in the net position are as follows:

- The Water O & M fund decreased net position by (\$185,733) for the fiscal year. Assets decreased by (\$183,667). Restricted Cash increased by \$36,567, Cash and investments decreased by (\$169,499), Accounts Receivables increased by \$44,788 from 2014-2015 while Depreciable Capital Assets decreased by (\$95,523). Deferred Outflows of Resources, increased by \$10,882. Liabilities increased by \$12,851, increases were due to an decrease in Long Term Debt of (\$9,556) while Accounts Payable increased by \$8,654, while other liabilities combined increased by \$13,753. New on the Summary of Net Position is the Deferred Inflow of Resources, decreasing net position by (\$27,687)
- The Sewer O & M Fund increased net position of the City of Winters by \$32,037. Assets increased by \$70,938, Cash increased by \$505,409 and Restricted Cash increased by (\$59,439) while Capital Assets decreased by (\$100,397) and Accounts Receivable increased by \$23,044, and Due from other funds decreased by (\$416,557). Deferred Outflows of Resources increased by 10,882. Liabilities increased by \$49,686, Accounts Payable increased by \$8,602, Deposits Payable increased by \$59,409, Interest Payable decreased by (\$1,247), Long term debt due within one Year increased by \$5,000, Compensated Absences increased by \$5,669 and Long term debt due after one year decreased by (\$27,747). Deferred Inflow of Resources, increased by (\$97)



CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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, unassigned 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 \$12,555,706, an increase of \$380,801 in comparison with the prior fiscal year. Approximately 9.56% or \$1,200,249 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 \$2,067,79 which is a decrease of (\$295,135) 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:

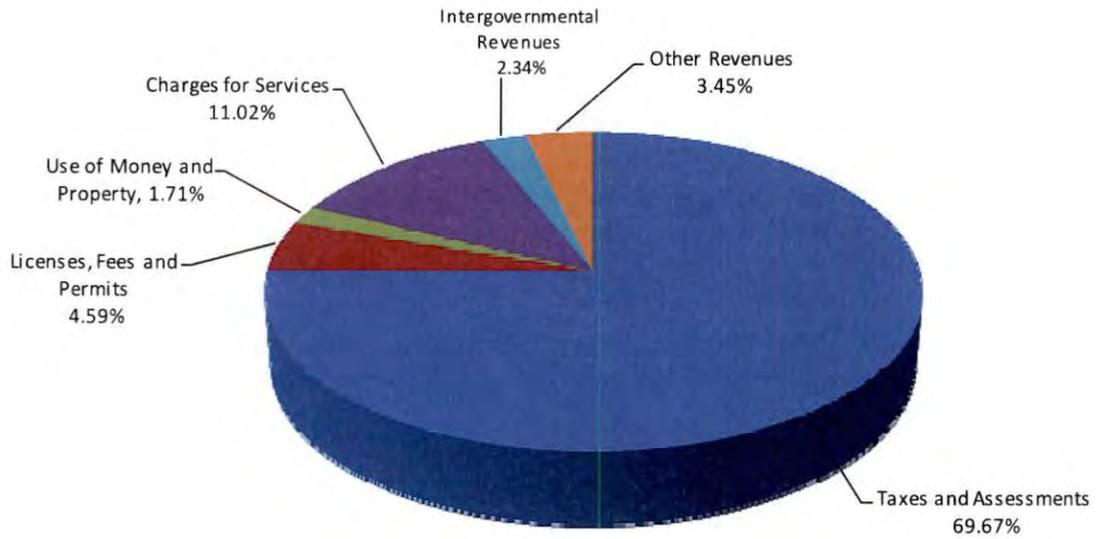
1. Non-spendable Fund balance- \$552,224. These are a portion of the fund balance that cannot be spent because it is not in a spendable form, such as a receivables.
2. Restricted Fund Balance- \$2,147. These are amounts that are restricted by the source of the funds, such as a grant.
3. Committed Fund 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 \$ 1,513,508. 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, 2016 were \$4,583,952 comprised of the following:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

2016 General Fund Revenues - \$4,583,952

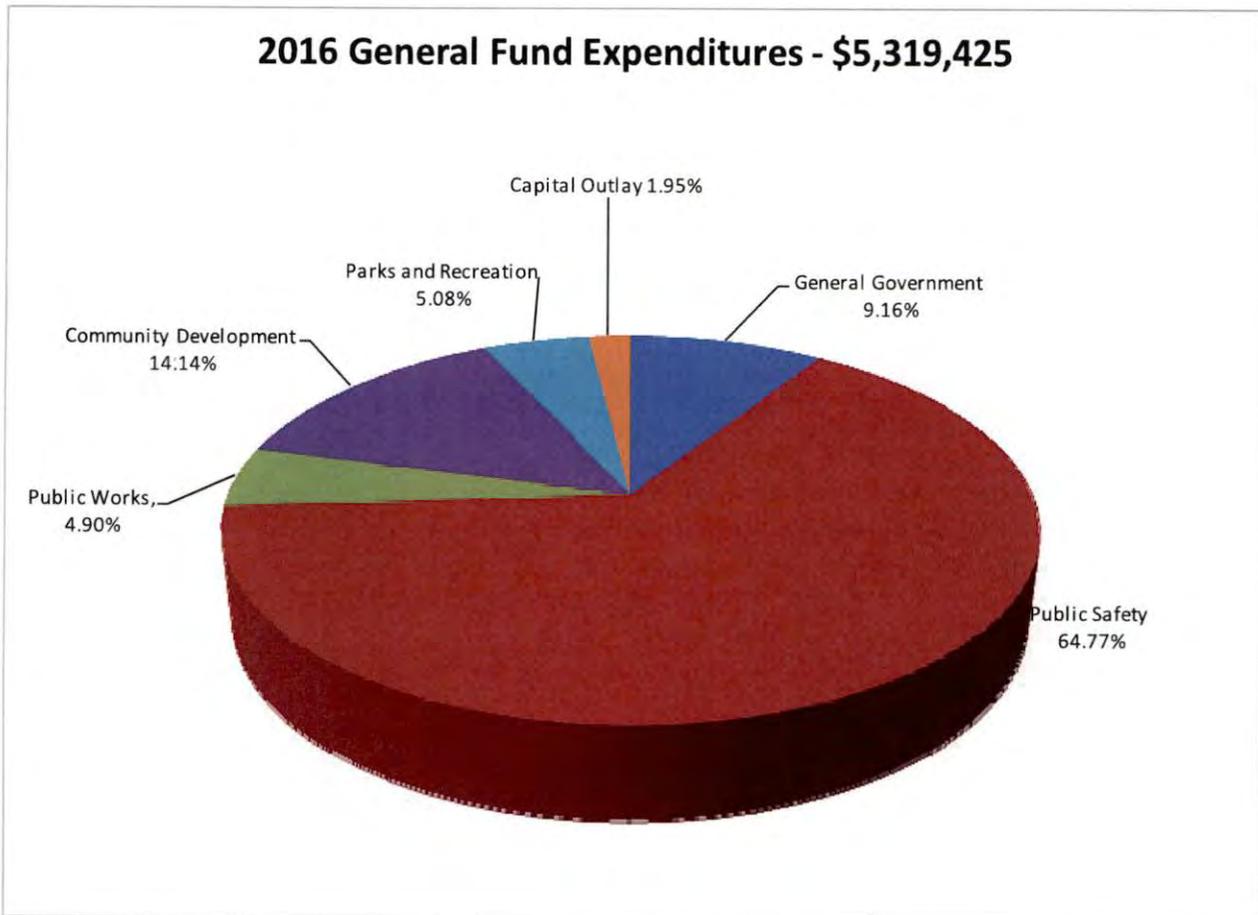


	Amount
	\$ 3,148,939
Taxes and Assessments	584,842
Licenses, Fees and Permits	78,331
Use of Money and Property	429,630
Charges for Services	3,857
Intergovernmental Revenues	338,353
Other Revenues	\$ 4,583,952

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

General Fund expenditures were \$5,319,425 for the fiscal year ended June 30, 2016 as illustrated in the charts that follow:



	Amount
General Government	\$ 487,149
Public Safety	3,445,473
Public Works	260,501
Community Development	752,043
Parks and Recreation	270,484
Capital Outlay	103,775
TOTAL	\$ 5,319,425

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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.

Proprietary Funds

The City of Winters proprietary funds financial statement provides 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 \$618,408 and \$1,207,793 respectively. The Water Fund had a decrease in net position during the fiscal year while the Sewer Fund had an increase 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:
 - City Manager Department-Budget increase of \$79,492 for MOU negotiated wage and benefit increases, as well as the use of fund balance (\$75,055 of the \$79,492 budget adjustment) to pay down leave balances on a one time basis with the implementation of a cap of 500 hours for vacation leave, this policy was negotiated with all labor groups in an effort to control the unfunded liability for accrued leaves.
 - Housing and Economic Development Department- Budget increase of \$5,883 for MOU negotiated wage and benefit increases, as well as the use of fund balance (\$3,664 of the

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

\$5,883 budget adjustment) to pay down leave balances on a one time basis with the implementation of a cap of 500 hours for vacation leave, this policy was negotiated with all labor groups in an effort to control the unfunded liability for accrued leaves. An additional Budget increase of \$13,338 for additional consultant fees for development of a Senior Affordable Housing Complex was approved.

- Administrative Services Department- Budget increase of \$55,180 for MOU negotiated wage and benefit increases, as well as the use of fund balance (\$50,776 of the \$55,180 budget adjustment) to pay down leave balances on a one time basis with the implementation of a cap of 500 hours for vacation leave, this policy was negotiated with all labor groups in an effort to control the unfunded liability for accrued leaves.
- Financial Management Department- Budget increase of \$25,996 for MOU negotiated wage and benefit increases, as well as the use of fund balance (\$16,961 of the \$25,996 budget adjustment) to pay down leave balances on a one time basis with the implementation of a cap of 500 hours for vacation leave, this policy was negotiated with all labor groups in an effort to control the unfunded liability for accrued leaves.
- Police Department- Budget increase of \$81,393 for MOU negotiated wage and benefit increases, as well as the total cash out of leave time for the retiring Police Chief. Additional budget increase of \$48,337 was approved for retaining a recruiting firm for the recruitment of a Police Chief due to the retirement of the Chief in December 2015, as well as wages for the Interim Police Chief.
- Fire Department- Budget increase of \$31,507 for MOU negotiated wage and benefit increases.
- Community Development Department-Budget Increase of \$68,687 for additional Consultant Services due to increased development Activity.
- Building Department-Budget increase of \$51,103 for MOU negotiated wage and benefit increases, as well as the use of fund balance (\$49,250 of the \$51,103 budget adjustment) to pay down leave balances on a one time basis with the implementation of a cap of 500 hours for vacation leave, this policy was negotiated with all labor groups in an effort to control the unfunded liability for accrued leaves. This budget increase also includes the Permit Tech position as a full time position instead of a part time position.
- Public Works Department- Budget increase of \$13,894 for MOU negotiated wage and benefit increases. An additional budget increase of \$26,050 for additional consultant expenditures related to public work projects was approved.

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

- ❖ Taxes and Assessments
 - Revenues were higher than budgeted by \$7,879, Property tax, UUT(Utility User) tax and Franchise Tax all had reduced revenues, while Sales Tax and TOT (Transient Occupancy Tax) had increased revenues, combined together, the net effect was a small higher than budgeted amount.
- ❖ Licenses, Fees, and permits
 - Revenues were higher than budgeted by \$86,896 because developers pulled permits for more units than anticipated during the year.
- ❖ Use of Money and Property

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

- Revenues were more than budgeted by \$13,824, due to the addition of rental income from an underutilized city building that a new tenant moved into to allow for additional development in the core downtown area.
- ❖ Intergovernmental Revenues
 - Revenues were less than budgeted by \$3,376.
- ❖ Charges for Services
 - Revenues were more than budgeted by \$24,426, 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 \$308,853 due to Pilot fees received on Orchard Village Affordable housing project, the reimbursement of overtime by CalFire for staff time on Wildfires, and City Share of proceeds from the sale of Successor Agency owned property.

Expenditures were higher than budgeted throughout the organization in 2015-2016. Explanations are as follows:

- ❖ General Government
- ❖ General Government spent more than budgeted by \$49,000 due to the receipt of less Administrative Fees by the Successor Agency. This reduction in fees caused less allocation from the Finance, Housing, City Manager and Administrative Services to the Successor Agency for the year, causing higher expenditures in the General Fund.
- ❖ Public Safety
 - Both Police and Fire Departments had expenditures higher than budgeted for the fiscal year. This is due to overtime in the Fire Department for providing staff to CalFIRE during the wildfire season, which was reimbursed in the "other revenue" section, and for City match on grants that were awarded throughout the fiscal year. The Police Department expenditures were higher than budgeted due to costs related to the recruitment process for hiring a new Police Chief upon the retirement of Chief Gutierrez.
- ❖ Public Works
 - Expenditures were less than budgeted due to savings at all levels throughout the year.
- ❖ Community Development
 - Community Development expenditures were higher than budgeted due to increased costs for the addition of a full time Permit Tech position in the Building Division, and the additional costs for contract staff.
- ❖ Parks and Recreation
 - Expenditures were higher than budgeted due to the addition of the Munchkin Summer Program costs
- ❖ Capital Outlay
 - Expenditures were higher than budgeted due to the additional projects added that weren't in the original budget.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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, 2016, amounts to \$32,760,714 (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.

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

	Governmental Activities		Business Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Capital Assets not being Depreciated:						
Construction in Progress	\$ 671,338	\$ 766,347	\$ -	-	\$ 671,338	\$ 766,347
Land	686,080	686,080	682,979	682,979	1,369,059	1,369,059
	-	-	-	-	-	-
Depreciable Capital Assets, Net:						
Water Pipes	-	-	3,085,610	3,155,321	3,085,610	3,155,321
Sewer Plant and Pipes	-	-	3,671,542	3,753,086	3,671,542	3,753,086
Buildings	9,609,744	9,908,896	-	-	9,609,744	9,908,896
Machinery and Equipment	-	-	851,191	887,306	851,191	887,306
Vehicles and Equipment	689,043	737,776	-	-	689,043	737,776
Infrastructure	12,484,594	10,924,886	328,593	337,143	12,813,187	11,262,029
TOTAL	<u>\$ 24,140,799</u>	<u>\$ 23,023,985</u>	<u>\$ 8,619,915</u>	<u>\$ 8,815,835</u>	<u>\$ 32,760,714</u>	<u>\$ 31,839,820</u>

Capital asset additions during 2015-2016 include the following:

- Engine Replacement in Grass Fire Truck G26
- 2015 Chevy Tahoe Police Vehicle 151
- 2015 Chevy Tahoe Police Vehicle 152
- 2016 Chevy Tahoe Police Vehicle 153
- City Park Rehabilitation
- Sewer Pond Aerator
- Pump#1 Replacement at East Street Pump Station
- Pump#2 Replacement at East Street Pump Station
- Grinder Replacement

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

Long-term Debt

At June 30, 2016, the City of Winters had \$11,383,137 in total long-term debt, compared to \$11,717,582 on June 30, 2015.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

The following table provides a breakdown of the City's outstanding indebtedness as of June 30, 2016 and 2015:

TABLE 4
OUTSTANDING DEBT
FOR THE FISCAL YEAR ENDED JUNE 30

	Governmental Activities		Business-type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Revenue Bonds:						
2007 Water Bonds	\$ -	\$ -	\$ 3,370,000	3,465,000	\$ 3,370,000	\$ 3,465,000
2007 Sewer Bonds	-	-	3,980,000	4,090,000	3,980,000	4,090,000
Pension Related Debt	3,133,578	3,311,481	354,672	189,204	3,488,250	3,500,685
Compensated Absences	385,418	543,695	82,044	59,285	467,462	602,980
Post Employment Benefits	61,553	46,833	15,872	12,084	77,425	58,917
Totals	<u>3,580,549</u>	<u>3,902,009</u>	<u>7,802,588</u>	<u>7,815,573</u>	<u>11,383,137</u>	<u>11,717,582</u>
Less: due within one year	(128,948)	(123,755)	(233,553)	(209,235)	(362,501)	(332,990)
TOTALS	<u>\$ 3,451,601</u>	<u>\$ 3,778,254</u>	<u>\$ 7,569,035</u>	<u>\$ 7,606,338</u>	<u>\$ 11,020,636</u>	<u>\$ 11,384,592</u>

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

- Realization of development in both the Housing and Commercial Sectors.
- 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.
- Continued monitoring of water issues due to the ongoing drought, including usage, rates and compliance with State of California mandates, particularly the Chr6 issue.

All of the above factors were considered in the preparation of the City of Winters 2016-2018 budget.

The water rates were adjusted in September 2015 to eliminate the tier structure according to the decision in Capistrano Taxpayer Association vs City of San Juan Capistrano decision. Rates were also adjusted to

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

provide appropriate revenues for operating the Water System with the reduced usage required by the State of California.

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, 2016

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
ASSETS			
Cash and Investments	\$ 7,451,858	\$ 2,130,435	\$ 9,582,293
Receivables:			
Accounts	850,408	358,628	1,209,036
Interest	6,667	1,315	7,982
Due from Developers	276,266	-	276,266
Notes Receivable	4,260,066	-	4,260,066
Due from Successor Agency	457,821	-	457,821
Restricted Cash and Investments	431,586	1,013,376	1,444,962
Capital Assets:			
Land	686,080	682,979	1,369,059
Construction in Process	671,338	-	671,338
Other Capital Assets, Net	22,783,381	7,936,936	30,720,317
Total Assets	<u>37,875,471</u>	<u>12,123,669</u>	<u>49,999,140</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Related Items	<u>504,432</u>	<u>58,784</u>	<u>563,216</u>
LIABILITIES			
Accounts Payable	502,306	105,422	607,728
Accrued Payroll Liabilities	247,615	-	247,615
Interest Payable	-	109,383	109,383
Deposits	429,439	469,071	898,510
Noncurrent Liabilities:			
Due Within One Year	128,948	233,553	362,501
Due in More Than One Year	3,451,601	7,569,035	11,020,636
Total Liabilities	<u>4,759,909</u>	<u>8,486,464</u>	<u>13,246,373</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Related Items	<u>501,010</u>	<u>55,568</u>	<u>556,578</u>
NET POSITION			
Net Investment in Capital Assets	24,140,799	1,269,915	25,410,714
Restricted for:			
Parks and Recreation	22,672	-	22,672
Housing Programs	5,913,233	-	5,913,233
Public Safety	988,481	-	988,481
Streets and Highways	1,776,796	-	1,776,796
Capital Projects	1,786,645	-	1,786,645
Debt Service	-	544,305	544,305
Unrestricted	(1,509,642)	1,826,201	316,559
Total Net Position	<u>\$ 33,118,984</u>	<u>\$ 3,640,421</u>	<u>\$ 36,759,405</u>

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Activities
Year Ended June 30, 2016

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 291,214	\$ 117,605	\$ -	\$ -
Public Safety	3,748,055	351,293	149,395	148,115
Public Works	309,620	290,832	-	1,757,997
Community Development	1,197,114	641,783	5,000	391,354
Parks and Recreation	1,046,138	85,983	185,151	596,888
Streets and Highways	462,532	-	197,237	-
Total Governmental Activities	7,054,673	1,487,496	536,783	2,894,354
Business-type Activities:				
Water	1,539,702	1,353,065	-	-
Sewer	1,776,270	1,641,715	-	161,181
Total Business-type Activities	3,315,972	2,994,780	-	161,181
Total Primary Government	\$ 10,370,645	\$ 4,482,276	\$ 536,783	\$ 3,055,535

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
- Gain on Sale of Land Held for Resale
- Investment Income

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning of Year

Net Position - End of Year

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-type Activities	Totals
\$ (173,609)	\$ -	\$ (173,609)
(3,099,252)	-	(3,099,252)
1,739,209	-	1,739,209
(158,977)	-	(158,977)
(178,116)	-	(178,116)
(265,295)	-	(265,295)
<u>(2,136,040)</u>	<u>-</u>	<u>(2,136,040)</u>
-	(186,637)	(186,637)
<u>-</u>	<u>26,626</u>	<u>26,626</u>
-	(160,011)	(160,011)
<u>(2,136,040)</u>	<u>(160,011)</u>	<u>(2,296,051)</u>
1,375,248	-	1,375,248
530,365	-	530,365
2,806	-	2,806
254,705	-	254,705
650,469	-	650,469
296,750	-	296,750
12,216	-	12,216
447,583	-	447,583
296,512	-	296,512
56,915	6,315	63,230
<u>3,923,569</u>	<u>6,315</u>	<u>3,929,884</u>
1,787,529	(153,696)	1,633,833
<u>31,331,455</u>	<u>3,794,117</u>	<u>35,125,572</u>
<u>\$ 33,118,984</u>	<u>\$ 3,640,421</u>	<u>\$ 36,759,405</u>

The accompanying notes are an integral part of this statement.

**City of Winters
Balance Sheet
Governmental Funds
June 30, 2016**

	General Fund	Special Revenue	
		HOME-CHOC Fund	Dry Slough Fund
ASSETS			
Cash and Investments	\$ 895,584	\$ -	\$ -
Receivables:			
Accounts	676,138	-	-
Interest	1,530	-	-
Due from Developers	276,266	-	-
Notes	18,808	2,843,180	-
Due from Other Funds	162,246	-	-
Advance to Successor Agency	457,821	-	-
Advances to Other Funds	94,403	-	-
Restricted Cash and Investments	414,710	-	-
Total Assets	\$ 2,997,506	\$ 2,843,180	\$ -
LIABILITIES			
Accounts Payable	\$ 269,449	\$ -	\$ -
Accrued Payroll Liabilities	247,615	-	-
Deposits	412,563	-	-
Due to Other Funds	-	-	-
Advances from Other Funds	-	-	-
Total Liabilities	929,627	-	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues - Grants Receivable	-	-	-
Total Deferred Inflows of Resources	-	-	-
FUND BALANCES (DEFICITS)			
Nonspendable	552,224	-	-
Restricted	2,147	2,843,180	-
Unassigned	1,513,508	-	-
Total Fund Balances (Deficits)	2,067,879	2,843,180	-
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 2,997,506	\$ 2,843,180	\$ -

The accompanying notes are an integral part of this statement.

Total Non-major Governmental Funds	Totals
\$ 6,529,601	\$ 7,425,185
174,270	850,408
5,137	6,667
-	276,266
1,398,078	4,260,066
29,070	191,316
-	457,821
125,000	219,403
16,876	431,586
<u>\$ 8,278,032</u>	<u>\$ 14,118,718</u>
\$ 205,790	\$ 475,239
-	247,615
16,876	429,439
191,316	191,316
219,403	219,403
<u>633,385</u>	<u>1,563,012</u>
<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>
-	552,224
7,957,906	10,803,233
(313,259)	1,200,249
<u>7,644,647</u>	<u>12,555,706</u>
<u>\$ 8,278,032</u>	<u>\$ 14,118,718</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, 2016

Fund Balances of Governmental Funds \$ 12,555,706

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	\$ 686,080	
Construction in Progress	671,338	
Buildings and Improvements	12,935,453	
Vehicles and Equipment	2,599,224	
Infrastructure	14,346,022	
Less: Accumulated Depreciation	<u>(7,097,318)</u>	24,140,799

In governmental funds, other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. -

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

Compensated Absences		(385,418)
Postemployment Benefits		(61,553)
Net Pension Liability		<u>(3,133,578)</u>

Amounts for deferred inflows and deferred outflows related to the City's Net Pension Liability are not reported in the funds.

Deferred Outflows Related to Pensions		504,432
Deferred Inflows Related to Pensions		<u>(501,010)</u>

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. (394)

Net Position of Governmental Activities \$ 33,118,984

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, 2016

	General Fund	Special Revenue	
		HOME-CHOC Fund	Dry Slough Fund
REVENUES			
Taxes and Assessments	\$ 3,148,939	\$ -	\$ -
Fines and Forfeitures	-	-	-
Licenses, Fees, and Permits	584,842	-	-
Use of Money and Property	78,331	-	-
Intergovernmental Revenues	3,857	-	1,098,720
Charges for Services	429,630	-	-
Other Revenues	338,353	-	-
Total Revenues	4,583,952	-	1,098,720
EXPENDITURES			
Current:			
General Government	487,149	-	-
Public Safety	3,445,473	-	-
Public Works	260,501	-	-
Community Development	752,043	-	-
Parks and Recreation	270,484	-	-
Streets and Highways	-	-	1,060,842
Capital Outlay	103,775	-	-
Total Expenditures	5,319,425	-	1,060,842
Excess (Deficiency) of Revenues Over Expenditures	(735,473)	-	37,878
OTHER FINANCING SOURCES (USES)			
Transfers In	638,822	-	-
Transfers Out	(494,996)	-	-
Gain on Sale of Land Held for Resale	296,512	-	-
Total Other Financing Sources (Uses)	440,338	-	-
Net Change in Fund Balances	(295,135)	-	37,878
Fund Balances, Beginning	2,363,014	2,843,180	(37,878)
Fund Balances, Ending	\$ 2,067,879	\$ 2,843,180	\$ -

The accompanying notes are an integral part of this statement.

Total Non-major Governmental Funds	Totals
\$ 350,307	\$ 3,499,246
17,950	17,950
1,152,847	1,737,689
49,587	127,918
1,427,063	2,529,640
-	429,630
62,130	400,483
<u>3,059,884</u>	<u>8,742,556</u>
21,215	508,364
171,189	3,616,662
29,221	289,722
410,043	1,162,086
618,742	889,226
201,740	1,262,582
825,850	929,625
<u>2,278,000</u>	<u>8,658,267</u>
<u>781,884</u>	<u>84,289</u>
543,732	1,182,554
(687,558)	(1,182,554)
-	296,512
<u>(143,826)</u>	<u>296,512</u>
638,058	380,801
7,006,589	12,174,905
<u>\$ 7,644,647</u>	<u>\$ 12,555,706</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, 2016

Net Change in Fund Balances - Total Governmental Funds \$ 380,801

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.

Capital Expenditures	1,907,117
Loss on Disposal	(11,989)
Depreciation Expense	(778,314)

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. (196,866)

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):

Net Pension Liability	177,903
Postemployment Benefits	(14,720)
Compensated Absences	158,277

Amounts for deferred inflows and deferred outflows related to the City's Net Pension Liability are not reported in the funds. This is the net change in deferred inflows and outflows related to the net pension liability.

Deferred Outflows Related to Pensions	(175,860)
Deferred Inflows Related to Pensions	341,574

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. (394)

Change in Net Position of Governmental Activities \$ 1,787,529

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Net Position
Proprietary Funds
June 30, 2016

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Fund	Sewer Fund	Totals	Internal Service Fund
ASSETS				
Current Assets:				
Cash and Investments	\$ 786,931	\$ 1,343,504	\$ 2,130,435	\$ 26,673
Receivables:				
Accounts, Net	168,680	189,948	358,628	-
Interest	276	1,039	1,315	-
Restricted Cash and Investments	286,052	727,324	1,013,376	-
Total Current Assets	<u>1,241,939</u>	<u>2,261,815</u>	<u>3,503,754</u>	<u>26,673</u>
Noncurrent Assets:				
Non-depreciable Capital Assets	150,000	532,979	682,979	-
Depreciable Capital Assets, Net	3,248,875	4,688,061	7,936,936	-
Total Noncurrent Assets	<u>3,398,875</u>	<u>5,221,040</u>	<u>8,619,915</u>	<u>-</u>
Total Assets	<u>4,640,814</u>	<u>7,482,855</u>	<u>12,123,669</u>	<u>26,673</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension Related Items	29,392	29,392	58,784	-
LIABILITIES				
Current Liabilities:				
Accounts Payable	44,043	61,379	105,422	27,067
Interest Payable	49,965	59,418	109,383	-
Deposits	36,541	432,530	469,071	-
Compensated Absences Payable	16,067	7,486	23,553	-
Long-term Debt, Due Within One Year	95,000	115,000	210,000	-
Total Current Liabilities	<u>241,616</u>	<u>675,813</u>	<u>917,429</u>	<u>27,067</u>
Noncurrent Liabilities:				
Postemployment Benefits	11,776	4,096	15,872	-
Compensated Absences Payable	39,900	18,591	58,491	-
Net Pension Liability	177,336	177,336	354,672	-
Long-term Debt	3,275,000	3,865,000	7,140,000	-
Total Noncurrent Liabilities	<u>3,504,012</u>	<u>4,065,023</u>	<u>7,569,035</u>	<u>-</u>
Total Liabilities	<u>3,745,628</u>	<u>4,740,836</u>	<u>8,486,464</u>	<u>27,067</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Related Items	27,784	27,784	55,568	-
NET POSITION				
Net Investment in Capital Assets	28,875	1,241,040	1,269,915	-
Restricted for Debt Service	249,511	294,794	544,305	-
Unrestricted	618,408	1,207,793	1,826,201	(394)
Total Net Position	<u>\$ 896,794</u>	<u>\$ 2,743,627</u>	<u>\$ 3,640,421</u>	<u>\$ (394)</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, 2016

	<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>
OPERATING REVENUES				
Charges for Sales and Services	\$ 1,353,065	\$ 1,641,715	\$ 2,994,780	\$ 559,317
Total Operating Revenue	1,353,065	1,641,715	2,994,780	559,317
OPERATING EXPENSES				
Salaries and Benefits	361,802	500,886	862,688	-
Materials, Supplies, and Miscellaneous	60,226	294,471	354,697	22,688
Insurance	-	-	-	178,414
Administration	646,926	355,425	1,002,351	394
Fuels, Lubricants, and Maintenance	-	34,171	34,171	48,193
Contract Services	74,566	76,926	151,492	261,001
Utilities	150,227	174,151	324,378	49,021
Depreciation	95,523	161,363	256,886	-
Total Operating Expenses	1,389,270	1,597,393	2,986,663	559,711
Operating Income (Loss)	(36,205)	44,322	8,117	(394)
NONOPERATING REVENUES (EXPENSES)				
Interest Expense	(150,432)	(178,877)	(329,309)	-
Interest Income	904	5,411	6,315	-
Total Nonoperating Revenues (Expenses)	(149,528)	(173,466)	(322,994)	-
Income (Loss) Before Transfers and Capital Contributions	(185,733)	(129,144)	(314,877)	(394)
Capital Contributions	-	161,181	161,181	-
Change in Net Position	(185,733)	32,037	(153,696)	(394)
Net Position - Beginning of Year	1,082,527	2,711,590	3,794,117	-
Net Position - End of Year	\$ 896,794	\$ 2,743,627	\$ 3,640,421	\$ (394)

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2016

	Business-type Activities - Enterprise Funds			Governmental
	Water	Sewer	Totals	Activities
	Fund	Fund		Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 1,309,590	\$ 1,678,582	\$ 2,988,172	\$ 559,317
Payments to Suppliers for Goods and Services	(1,027,512)	(1,032,234)	(2,059,746)	(563,801)
Payments to Employees for Services	(169,273)	(313,057)	(482,330)	-
Net Cash Provided (Used) by Operating Activities	<u>112,805</u>	<u>333,291</u>	<u>446,096</u>	<u>(4,484)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash Received from Other Funds	-	416,557	416,557	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>-</u>	<u>416,557</u>	<u>416,557</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	-	(60,966)	(60,966)	-
Capital Contributions	-	161,181	161,181	-
Principal Paid on Capital Debt	(95,000)	(110,000)	(205,000)	-
Interest Paid on Capital Debt	(151,508)	(180,124)	(331,632)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(246,508)</u>	<u>(189,909)</u>	<u>(436,417)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income Received	771	4,909	5,680	-
Net Cash Provided (Used) by Investing Activities	<u>771</u>	<u>4,909</u>	<u>5,680</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(132,932)</u>	<u>564,848</u>	<u>431,916</u>	<u>(4,484)</u>
Cash and Cash Equivalents - Beginning of the Year	1,205,915	1,505,980	2,711,895	31,157
Cash and Cash Equivalents - End of the Year	<u>\$ 1,072,983</u>	<u>\$ 2,070,828</u>	<u>\$ 3,143,811</u>	<u>\$ 26,673</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Cash and Investments	\$ 786,931	\$ 1,343,504	\$ 2,130,435	\$ 26,673
Restricted Cash and Investments	286,052	727,324	1,013,376	-
Total Cash and Cash Equivalents	<u>\$ 1,072,983</u>	<u>\$ 2,070,828</u>	<u>\$ 3,143,811</u>	<u>\$ 26,673</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ (36,205)	\$ 44,322	\$ 8,117	\$ (394)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation	95,523	161,363	256,886	-
(Increase) Decrease in Accounts Receivable	(44,655)	(22,542)	(67,197)	-
(Increase) Decrease in Deferred Outflows - Pensions	(10,882)	(10,882)	(21,764)	-
Increase (Decrease) in Accounts Payable	8,654	8,602	17,256	(4,090)
Increase (Decrease) in Deposits Payable	1,180	59,409	60,589	-
Increase (Decrease) in Postemployment Benefits	2,810	978	3,788	-
Increase (Decrease) in Net Pension Liability	82,734	82,734	165,468	-
Increase (Decrease) in Deferred Inflows - Pensions	97	97	194	-
Increase (Decrease) in Compensated Absences Payable	13,549	9,210	22,759	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 112,805</u>	<u>\$ 333,291</u>	<u>\$ 446,096</u>	<u>\$ (4,484)</u>

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016

	Agency Funds	Successor Agency Private-purpose Trust Fund
ASSETS		
Cash and Investments	\$ 335,794	\$ 594,297
Interest Receivable	141	-
Notes Receivable	-	66,600
Restricted Cash and Investments	-	645,632
Property Held for Resale	-	827,181
	\$ 335,935	2,133,710
LIABILITIES		
Accounts Payable	\$ 554	255
Interest Payable	-	223,385
Due to Other Agencies	335,381	-
Due to City of Winters	-	457,821
Long-Term Debt, Due within One Year	-	290,000
Long-Term Debt, Due in more Than One Year	-	14,485,000
	\$ 335,935	15,456,461
NET POSITION		
Net Position (Deficit) Held in Trust for Successor Agency		\$ (13,322,751)

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, 2016

	Successor Agency Private-purpose Trust Fund
ADDITIONS	
Investment Income	\$ 3,460
Taxes and Assessments	953,778
Gain on Sale of Land	4,888
Total Additions	962,126
DEDUCTIONS	
Community Development	427,355
Interest Expense	671,916
Total Deductions	1,099,271
Change in Net Position	(137,145)
Net Position - Beginning of Year	(13,185,606)
Net Position - End of Year	\$ (13,322,751)

The accompanying notes are an integral part of this statement.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

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, 2016

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, 2016

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Dry Slough Special Revenue Fund – This fund is used to account for grant funds restricted for the replacement of the bridge over Dry Slough Creek.

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 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, 2016

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 received prior to the implementation of GASB 72 were recorded at fair value on the date of donation. Donated capital assets received subsequent to the implementation of GASB 72 are recorded at acquisition value as of the date received. 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, 2016.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

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, 2016. 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, 2016. 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, 2016

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 three items that qualify for reporting in this category. Each of these items are a result of the City's implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. See Note 10 – Pension Plans for more information.

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 one item, which arises only under the modified accrual basis of accounting, and another, which is a result of the City's implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which qualify 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, 2016

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, 2016

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) Pensions

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

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

Governmental Accounting Standards Board Statement No. 75

In June of 2015, GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This statement was issued to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions. This GASB Statement is required to be implemented in financial statements issued for the periods beginning after June 15, 2017. The City has elected not to early implement this statement and has not determined its effect on the financial statements.

2) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Deficit Fund Balances/Net Position

As of June 30, 2016 the following nonmajor funds had deficit fund balances:

Nonmajor Special Revenue Funds:		
City Wide Assessment Fund	\$	45,812
Prop 84 Park Fund		23,360
STBG 96-1043 Fund		29,070
HRP Grant Fund		374
Nonmajor Capital Projects Funds:		
Flood Control Study Fund		123,692
Parks and Recreation Impact Fee Fund		90,951

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, 2016

3) CASH AND INVESTMENTS

The following is a summary of cash and investments at June 30, 2016:

Statement of Net Position:	
Cash and Investments	\$ 9,582,293
Restricted Cash and Investments	1,444,962
Fiduciary Funds Statement of Net Position:	
Cash and Investments	930,091
Restricted Cash and Investments	645,632
Total	\$ 12,602,978

Cash and investments at June 30, 2016 consisted of the following:

Cash on Hand	\$ 750
Deposits with Financial Institutions	4,978,637
Investments	7,623,591
Total	\$ 12,602,978

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, 2016

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	\$ 6,282,152	\$ 6,282,152	\$ -	\$ -
Money Market Funds	5,488	5,488	-	-
Held by Bond Trustees:				
Money Market Funds	1,335,951	1,335,951	-	-
Total	\$ 7,623,591	\$ 7,623,591	\$ -	\$ -

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

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	\$ 6,282,152	N/A	\$ -	\$ -	\$ 6,282,152
Money Market Funds	5,488	N/A	-	-	5,488
Held by Bond Trustees:					
Money Market Funds	1,335,951	N/A	-	-	1,335,951
Total	\$ 7,623,591		\$ -	\$ -	\$ 7,623,591

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, 2016, 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, 2016

3) CASH AND INVESTMENTS - Continued

Fair Value

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

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 in the governmental funds balance sheet. At June 30, 2016, the outstanding balance of notes receivable totaled \$4,260,066.

5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Due To and Due From Other Funds

Amounts due to/due from other funds at June 30, 2016 are as follows:

Receivable	Payable	Amount
General Fund	Non-major Governmental Funds	\$ 162,246
Non-major Governmental Funds	Non-major Governmental Funds	29,070
	Totals	\$ 191,316

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

Advance to 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, 2016, the balance was \$457,821.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Long-term Advances

At June 30, 2016, the City had the following interfund long-term advances:

Receivable	Payable	Amount
General Fund	Non-major Governmental Funds	\$ 94,403
Non-major Governmental Funds	Non-major Governmental Funds	125,000
	Totals	\$ 219,403

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. The advances between the General Fund and the Non-major Governmental Funds is the result of the General Fund advancing \$94,403 to the Parks and Recreation Impact Fee Non-major Governmental Fund. These will be repaid with future impact fees.

Transfers In and Transfers Out

Transfers in and out for the year ended June 30, 2016 are as follows:

Transfers In	Transfers Out	Amount
Non-major Governmental Funds	General Fund	\$ 494,996
	Non-major Governmental Funds	48,736
General Fund	Non-major Governmental Funds	638,822
		\$ 1,182,554

The General Fund transferred \$21,524 to the AFG Grant Non-major Special Revenue fund for various project costs. In addition, the General Fund transferred \$473,472 to the General Plan non-major governmental fund to combine the activity of this fund with the General Fund.

Transfers of \$48,736 between the Non-major Governmental Funds were made to fund various project costs and transfer repayments from loans to the Revolving Loans Non-major Special Revenue Fund. The Non-major Governmental Funds transferred \$638,822 in residual balances from the General Fund Capital and Debt Service non-major funds. The activity in these funds is now combined with the General Fund.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

6) CAPITAL ASSETS

A summary of changes in the Governmental Activities capital assets at June 30, 2016 is as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 686,080	\$ -	\$ -	\$ 686,080
Construction in Progress	766,347	1,724,020	(1,819,029)	671,338
Total Capital Assets, Not Being Depreciated	1,452,427	1,724,020	(1,819,029)	1,357,418
Capital Assets Being Depreciated:				
Buildings and Improvements	12,935,453	-	-	12,935,453
Vehicles and Equipment	2,462,534	183,097	(46,407)	2,599,224
Infrastructure	12,526,993	1,819,029	-	14,346,022
Total Capital Assets Being Depreciated	27,924,980	2,002,126	(46,407)	29,880,699
Less Accumulated Depreciation:				
Buildings and Improvements	(3,026,557)	(299,152)	-	(3,325,709)
Vehicles and Equipment	(1,724,758)	(219,841)	34,418	(1,910,181)
Infrastructure	(1,602,107)	(259,321)	-	(1,861,428)
Total Accumulated Depreciation	(6,353,422)	(778,314)	34,418	(7,097,318)
Total Capital Assets Being Depreciated, Net	21,571,558	1,223,812	(11,989)	22,783,381
Governmental Activities Capital Assets, Net	\$ 23,023,985	\$ 2,947,832	\$ (1,831,018)	\$ 24,140,799

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

General Government	\$ 39,619
Public Safety	361,404
Public Works	19,898
Parks and Recreation	156,912
Streets and Highways	177,442
Community Development	23,039
Total Depreciation Expense - Governmental Activities	\$ 778,314

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

6) CAPITAL ASSETS - Continued

A summary of changes in the Business-type Activities capital assets at June 30, 2016 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	-	-	-	-
Total Capital Assets, Not Being Depreciated	682,979	-	-	682,979
Capital Assets Being Depreciated:				
Water Pipes	11,082,935	-	-	11,082,935
Sewer Plant and Pipes	9,619,000	-	-	9,619,000
Infrastructure	427,506	-	-	427,506
Machinery and Equipment	1,882,622	60,966	-	1,943,588
Total Capital Assets Being Depreciated	23,012,063	60,966	-	23,073,029
Less Accumulated Depreciation:				
Water Pipes	(7,927,614)	(69,711)	-	(7,997,325)
Sewer Plant and Pipes	(5,865,914)	(81,544)	-	(5,947,458)
Infrastructure	(90,363)	(8,550)	-	(98,913)
Machinery and Equipment	(995,316)	(97,081)	-	(1,092,397)
Total Accumulated Depreciation	(14,879,207)	(256,886)	-	(15,136,093)
Total Capital Assets Being Depreciated, Net	8,132,856	(195,920)	-	7,936,936
Business-type Activities				
Capital Assets, Net	\$ 8,815,835	\$ (195,920)	\$ -	\$ 8,619,915

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

Water	\$ 95,523
Sewer	161,363
Total Depreciation Expense - Business-Type Activities	\$ 256,886

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

7) LONG-TERM LIABILITIES

The following is a summary of long-term liability transactions for the year ended June 30, 2016:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 543,695	\$ 61,682	\$ 219,959	\$ 385,418	\$ 128,948
Postemployment Benefits	46,833	14,720	-	61,553	-
Net Pension Liability	3,311,481	379,632	557,535	3,133,578	-
Total	<u>\$ 3,902,009</u>	<u>\$ 456,034</u>	<u>\$ 777,494</u>	<u>\$ 3,580,549</u>	<u>\$ 128,948</u>
Business-type Activities:					
Compensated Absences	\$ 59,285	\$ 22,759	\$ -	\$ 82,044	\$ 23,553
Water Revenue Bonds	3,465,000	-	95,000	3,370,000	95,000
Net Pension Liability	189,204	232,461	66,993	354,672	-
Sewer Revenue Bonds	4,090,000	-	110,000	3,980,000	115,000
Postemployment Benefits	12,084	3,788	-	15,872	-
Total	<u>\$ 7,815,573</u>	<u>\$ 259,008</u>	<u>\$ 271,993</u>	<u>\$ 7,802,588</u>	<u>\$ 233,553</u>

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, 2016, is \$3,370,000. The Water Fund did not meet the rate covenant of 1.20 times net revenues for the fiscal year ended June 30, 2016, as required by the bond indenture.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

7) LONG-TERM LIABILITIES - Continued

The scheduled annual debt service requirements at June 30, 2016, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
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>\$ 3,370,000</u>	<u>\$ 1,983,152</u>	<u>\$ 5,353,152</u>

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, 2016, is \$3,980,000.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

7) LONG-TERM LIABILITIES - Continued

The scheduled annual debt service requirements at June 30, 2016, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
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	\$ 3,980,000	\$ 2,358,073	\$ 6,338,073

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, 2016:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Tax Allocation Bonds:					
Series 2004	\$ 4,985,000	\$ -	\$ 165,000	\$ 4,820,000	\$ 170,000
Series 2007	10,075,000	-	120,000	9,955,000	100,000
Total	\$ 15,060,000	\$ -	\$ 285,000	\$ 14,775,000	\$ 270,000

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

7) LONG-TERM LIABILITIES - Continued

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, 2016, is \$4,820,000.

The scheduled annual debt service requirements at June 30, 2016, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
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	\$ 4,820,000	\$ 2,381,534	\$ 7,201,534

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

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, 2016, is \$9,955,000.

The scheduled annual debt service requirements at June 30, 2016, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
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	\$ 9,955,000	\$ 7,440,192	\$ 17,395,192

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

8) FUND BALANCES

The details of the governmental fund balances as of June 30, 2016 are presented below:

	General Fund	HOME- CHOC Fund	Dry Slough Fund	Total Non-major Governmental Funds	Total Governmental Funds
Nonspendable:					
Long-term Receivable from Successor Agency	\$ 457,821	\$ -	\$ -	\$ -	\$ 457,821
Advances to Other Funds	94,403	-	-	-	94,403
Restricted for:					
Flood Control	-	-	-	235,079	235,079
Streets and Roads	-	-	-	21,176	21,176
First Time Homebuyers Program	-	2,843,180	-	85,198	2,928,378
Traffic Safety	-	-	-	137,798	137,798
Asset Forfeiture	-	-	-	8,124	8,124
Afterschool Program	-	-	-	149,402	149,402
Vehicle Theft	-	-	-	50,379	50,379
Transportation	-	-	-	454,268	454,268
Fire Prevention	-	-	-	12,545	12,545
Police	-	-	-	123,426	123,426
Beverage Recycling	-	-	-	24,620	24,620
Revolving Loans	-	-	-	1,385,815	1,385,815
Income Restricted Housing	-	-	-	1,628,110	1,628,110
Boost Grant	-	-	-	10,407	10,407
Landfill Closure	-	-	-	179,598	179,598
Capital Projects	-	-	-	3,451,961	3,451,961
Elderberry Mitigation	2,147	-	-	-	2,147
Unassigned:	1,513,508	-	-	(313,259)	1,200,249
Total Fund Balance	\$ 2,067,879	\$2,843,180	\$ -	\$ 7,644,647	\$12,555,706

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 (\$122 and \$125 for the calendar years 2015 and 2016 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, 2016

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 2015-16, the City contributed \$8,892, 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)	\$	28,702
Interest on Net OPEB Obligation		1,768
Adjustment to ARC		(3,070)
Annual OPEB Cost		27,400
Contribution Made		(8,892)
Increase in Net OPEB Obligation		18,508
Net OPEB Obligation at June 30, 2015		58,917
 Net OPEB Obligation at June 30, 2016	 \$	 77,425

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)	
6/30/14	\$ 22,083	\$ 11,186	51%	\$ 39,880	
6/30/15	\$ 27,821	\$ 8,784	32%	\$ 58,917	
6/30/16	\$ 27,400	\$ 8,892	32%	\$ 77,425	

Funded Status and Funding Progress

As of June 30, 2015, the most recent Alternate Measurement Method valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$861,054, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$861,054. The covered payroll (annual payroll of active employees covered by the plan) was \$2,247,561, and the ratio of the UAAL to the covered payroll was 38.3 percent.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

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, 2015 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, 2016 was 28 years. The City uses an open amortization period.

10) PENSION PLAN

General Information about the Defined Benefit Pension Plans

Plan Descriptions – All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool. Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City sponsors six rate plans (two miscellaneous and four safety). Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

10) PENSION PLAN - Continued

Benefits Provided – The Plans are cost-sharing multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan benefit provisions, assumptions for funding purposes but not accounting purposes, and membership information is listed in the June 30, 2014 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2014 actuarial valuation report. This report is a publically available valuation report that can be obtained at CalPERS' website under Forms and Publications.

	Miscellaneous	Miscellaneous PEPRA	Safety Police
	Prior to January 1, 2013	On or After January 1, 2013	Prior to January 1, 2013
Hire date	Prior to January 1, 2013	On or After January 1, 2013	Prior to January 1, 2013
Benefit formula	2% @ 55	2% @ 62	3% @ 55
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	55	62	55
Monthly benefits, as a % of eligible compensation	Highest single year	3-year average	3-year average
Required employee contribution rates	7%	6.25%	9%
Required employer contribution rates	8.512% + \$106,386	6.237%	15.627% + \$130,190
	Safety Police Tier II	Safety Police PEPRA	Safety Fire
	On or after February 7, 2011	On or after January 1, 2013	Prior to January 1, 2013
Hire date	On or after February 7, 2011	On or after January 1, 2013	Prior to January 1, 2013
Benefit formula	2% @ 50	2.7% @ 57	2% @ 50
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Retirement age	50	57	50
Monthly benefits, as a % of eligible compensation	3-year average	3-year average	3-year average
Required employee contribution rates	9%	11.500%	9%
Required employer contribution rates	13.813% + \$3	11.153%	13.813% + \$1,284

Contributions – Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability. The dollar amounts are billed on a monthly basis. The City's required contribution for the unfunded liability was \$237,863 in fiscal year 2016.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

10) PENSION PLAN - Continued

The City's contributions to the plan for the year ended June 30, 2016 were \$436,944.

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2016, the City reported net pension liabilities for its proportionate shares of the net pension liability of each Plan as follows:

As of June 30, 2016, the City reported a liability of \$3,488,250 for its proportionate share of the net pension liability. The City's net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plans is measured as of June 30, 2015, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2014 rolled forward to June 30, 2015 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability as of June 30, 2014 and 2015 was as follows:

Proportion - June 30, 2014	0.05626%
Proportion - June 30, 2015	0.05082%
Change - Increase (Decrease)	-0.00544%

For the year ended June 30, 2016, the City recognized pension expense of \$70,227. At June 30, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 490,580	\$ -
Differences between actual and expected experience	13,039	30,874
Changes in assumptions	-	265,362
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	59,597	126,533
Net differences between projected and actual earnings on plan investments	-	133,809
Total	<u>\$ 563,216</u>	<u>\$ 556,578</u>

\$490,580 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

10) PENSION PLAN - Continued

Year Ended June 30,		
2017	\$	(229,732)
2018		(219,476)
2019		(160,036)
2020		125,302
2021		-
Thereafter		-

Actuarial Assumptions – The total pension liabilities in the June 30, 2014 actuarial valuations were determined using the following actuarial assumptions:

	All Plans
Valuation date	June 30, 2014
Measurement date	June 30, 2015
Actuarial cost method	entry-age normal
Actuarial assumptions:	
Discount rate	7.65%
Inflation	2.75%
Payroll growth	3.00%
Projected salary increase	(1)
Investment rate of return	7.65%
Mortality	(2)

(1) Depending on age, service and type of employment

(2) Derived using CalPERS' Membership Data for all Funds.

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2014 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can found on the CalPERS website.

Discount Rate – The discount rate used to measure the total pension liability was 7.65% for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.65 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.65 percent will be applied to all plans in the Public

Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

10) PENSION PLAN - Continued

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (1)	Real Return Years 11+ (2)
Global Equity	51%	5.25%	5.71%
Global Fixed Income	19%	0.99%	2.43%
Inflation Sensitive	6%	0.45%	3.36%
Private Equity	10%	6.83%	6.95%
Real Estate	10%	4.50%	5.13%
Infrastructure and Forestland	2%	4.50%	5.09%
Liquidity	2%	-0.55%	-1.05%

(1) An expected inflation of 2.5% used for this period.

(2) An expected inflation of 3.0% used for this period.

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

The following presents the City's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

10) PENSION PLAN - Continued

1% Decrease		6.65%
Net Pension Liability	\$	5,711,720
Current Discount Rate		7.65%
Net Pension Liability	\$	3,488,250
1% Increase		8.65%
Net Pension Liability	\$	1,658,895

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

Payable to the Pension Plan

At June 30, 2016, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2016.

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. Separate financial statement are not prepared for the District.

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. Separate financial statements are not prepared for the Agency.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

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:

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 2015-16 fiscal year, the City incurred monitoring costs of \$9,285 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.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2016

13) COMMITMENTS AND CONTINGENCIES - Continued

The City's water system will be required to adhere to the water quality standards established under California Health and Safety Code Section 116431 for hexavalent chromium (Chrome 6) by January 1, 2020. The financial impacts for the City to adhere to this standard will be substantial, somewhere between \$22 to \$40 million. Staff is currently working with a consultant on possible projects for meeting the standards as well as possible financing for the project. The City anticipates steep water increases as a result of the Chrome 6 issues.

14) GENERAL FUND OPERATING DEFICIT

The current year results of operations show a deficiency of revenues over expenditures of \$735,473 (operating deficit) in the current year.

Management believes most of the issues affecting the General Fund were a result of one-time costs relating to the retirement of the Police Chief and related accrued compensated absences cash out, compensated absences cash out for various employees from the implementation of a vacation hour maximum accrual, reduced revenues from the Successor Agency, and other one-time costs.

Fiscal year 2016-17 shows little to no deficit will occur. Management feels the two-year budget cycle has addressed the issues, and with the completion of new homes built in the City and other economic development projects, the General Fund should be able to operate on a solid financial base into the future.

REQUIRED SUPPLEMENTARY INFORMATION

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and Assessments	\$ 3,141,060	\$ 3,141,060	\$ 3,148,939	\$ 7,879
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	497,946	497,946	584,842	86,896
Use of Money and Property	64,507	64,507	78,331	13,824
Intergovernmental Revenues	7,233	7,233	3,857	(3,376)
Charges for Services	405,204	405,204	429,630	24,426
Other Revenues	29,500	29,500	338,353	308,853
Total Revenues	<u>4,145,450</u>	<u>4,145,450</u>	<u>4,583,952</u>	<u>438,502</u>
EXPENDITURES				
Current:				
General Government	259,917	438,149	487,149	(49,000)
Public Safety	3,017,542	3,193,195	3,445,473	(252,278)
Public Works	302,135	356,943	260,501	96,442
Community Development	474,720	566,438	752,043	(185,605)
Parks and Recreation	227,710	228,159	270,484	(42,325)
Capital Outlay	-	-	103,775	(103,775)
Total Expenditures	<u>4,282,024</u>	<u>4,782,884</u>	<u>5,319,425</u>	<u>(536,541)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(136,574)</u>	<u>(637,434)</u>	<u>(735,473)</u>	<u>(98,039)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	166,937	166,937	638,822	471,885
Transfers Out	(70,275)	(73,315)	(494,996)	(421,681)
Gain on Sale of Land Held for Resale	-	-	296,512	296,512
Total Other Financing Sources (Uses)	<u>96,662</u>	<u>93,622</u>	<u>440,338</u>	<u>346,716</u>
Net Change in Fund Balances	(39,912)	(543,812)	(295,135)	248,677
Fund Balance, Beginning of Year	<u>2,363,014</u>	<u>2,363,014</u>	<u>2,363,014</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 2,323,102</u>	<u>\$ 1,819,202</u>	<u>\$ 2,067,879</u>	<u>\$ 248,677</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Dry Slough Special Revenue Fund
Year Ended June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental Revenues	\$ -	\$ -	\$ 1,098,720	\$ 1,098,720
Use of Money and Property	-	-	-	-
Total Revenues	-	-	1,098,720	1,098,720
EXPENDITURES				
Current:				
Streets and Highways	-	1,091,926	1,060,842	31,084
Total Expenditures	-	1,091,926	1,060,842	-
Excess (Deficiency) of Revenues over Expenditures	-	(1,091,926)	37,878	1,129,804
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(1,091,926)	37,878	1,129,804
Fund Balance, Beginning of Year	(37,878)	(37,878)	(37,878)	-
Fund Balance, End of Year	<u>\$ (37,878)</u>	<u>\$ (1,129,804)</u>	<u>\$ -</u>	<u>\$ 1,129,804</u>

City of Winters
Required Supplementary Information
For the Year Ended June 30, 2016

Other Post-Employment Benefits Plan – Schedule of Funding Progress

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%
6/30/15	\$ -	\$ 861,054	\$ 861,054	0.00%	\$ 2,247,561	38.3%

City of Winters
Required Supplementary Information
For the Year Ended June 30, 2016

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
Last 10 Years*

	Measurement Period	
	2015	2014
Proportion of the Net Pension Liability	0.05876%	0.05626%
Proportionate Share of Net Pension Liability	\$ 3,488,250	\$ 3,500,685
Covered - Employee Payroll	\$ 2,395,781	\$ 2,247,561
Proportionate Share of the Net Pension Liability as a percentage of Payroll	145.60%	155.75%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.46%	77.86%

Notes to the Schedule of the City's Proportionate Share of the Net Pension Liability

Benefit Changes: The figures above do not include any liability impact that may have resulted from plan changes which occurred after the June 30, 2014 valuation date. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a. Golden Handshakes).

Changes in Assumptions: The discount rate was changed from 7.5 percent (net of administrative expense) to 7.65 percent to correct for an adjustment to exclude administrative expense.

*Fiscal year 2015 was the first year of implementation, therefore, not all 10 years of information is available.

City of Winters
Required Supplementary Information
For the Year Ended June 30, 2016

SCHEDULE OF PLAN CONTRIBUTIONS
Last 10 Years*

	2016	2015
Contractually Required Contributions (actuarially determined) \$	490,580	\$ 624,528
Contributions in Relation to the Actuarially Determined Contributions	(490,580)	(624,528)
Contribution Deficiency (Excess)	\$ -	\$ -
Covered-Employee Payroll	\$ 2,396,181	\$ 2,247,561
Contributions as a Percentage of Covered Employee Payroll	20.47%	27.79%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/2014

*Fiscal year 2015 was the first year of implementation, therefore, not all 10 years of information is available.

City of Winters
Notes to Required Supplementary Information
Year Ended June 30, 2016

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.

Expenditures in Excess of Appropriations

Expenditures in the General Fund exceeded appropriations in the current year by \$536,541.

There were no budgets prepared for the HOME-CHOC Special Revenue Fund, First Time Homebuyers Special Revenue Fund, Asset Forfeiture Special Revenue Fund, Avoid Grant Special Revenue Fund, AFG Grant Special Revenue Fund, SACOG Community Grant Special Revenue Fund, Monitoring Fee Special Revenue Fund, STBG 96-1043 Special Revenue Fund, HOME 98-347 Special Revenue Fund, CDBG Park Grant Bund, Boost Grant Special Revenue Fund, HRP Grant Special Revenue Fund, General Plan 92 Capital Project Fund, Parks and Recreation Capital Project Fund, Flood Control Fees Capital Project Fund, and Street Capital Project Fund.

City of Winters
Non-major Governmental Funds
June 30, 2016

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.

Avoid Grant Fund – This fund is used to account for funding received to for DUI checkpoints.

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.

City of Winters
Non-major Governmental Funds - Continued
June 30, 2016

SPECIAL REVENUE FUNDS - Continued

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.

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.

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.

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

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.

Monitoring Fee Fund – This fund is used to account for permits and fees collected for the General Plan.

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.

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, 2016

SPECIAL REVENUE FUNDS - Continued

In-Lieu Housing Fund – This fund is used to account for the funds collected from developers to provide affordable housing, this could be in the form of for purchase homes or multifamily rentals.

Boost Grant Fund – This fund is used to account for a restricted grant from First 5 California to boost early childhood education.

HRP Grant Fund – This fund is used to account for a restricted grant and related expenditures for the Housing Related Park Grant revenue from CDBG.

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
- Street Capital 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

City of Winters
Non-major Governmental Funds – Continued
June 30, 2016

CAPITAL PROJECTS FUNDS - Continued

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
- 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, 2016

	Special Revenue			
	City Wide Assessment Fund	Flood Assessment Fund	Gas Tax Fund	First Time Homebuyers Fund
ASSETS				
Cash and Investments	\$ -	\$ 3,857	\$ 153,529	\$ 85,082
Receivables:				
Accounts	9,600	-	-	-
Interest	-	5	3	116
Notes Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Total Assets	\$ 9,600	\$ 3,862	\$ 153,532	\$ 85,198
LIABILITIES				
Accounts Payable	\$ 11,225	\$ -	\$ 132,356	\$ -
Deposits	-	-	-	-
Due to Other Funds	44,187	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	55,412	-	132,356	-
FUND BALANCE (DEFICITS)				
Restricted	-	3,862	21,176	85,198
Unassigned	(45,812)	-	-	-
Total Fund Balances	(45,812)	3,862	21,176	85,198
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 9,600	\$ 3,862	\$ 153,532	\$ 85,198

Special Revenue

Traffic Safety Fund	Asset Forfeiture Fund	Afterschool Program Fund	Vehicle Theft Deterrent Fund	Transporation Development Act Fund	Fire Prevention Fund	Avoid Grant Fund
\$ 149,396	\$ 9,306	\$ 150,334	\$ 50,310	\$ 461,607	\$ 945	\$ -
7,544	-	-	-	-	-	1,461
196	12	1	69	-	1	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	3,707	-	-	-	-
<u>\$ 157,136</u>	<u>\$ 9,318</u>	<u>\$ 154,042</u>	<u>\$ 50,379</u>	<u>\$ 461,607</u>	<u>\$ 946</u>	<u>\$ 1,461</u>
\$ 19,338	\$ 1,194	\$ 933	\$ -	\$ 7,339	\$ 83	\$ -
-	-	3,707	-	-	-	-
-	-	-	-	-	-	1,461
-	-	-	-	-	-	-
<u>19,338</u>	<u>1,194</u>	<u>4,640</u>	<u>-</u>	<u>7,339</u>	<u>83</u>	<u>1,461</u>
137,798	8,124	149,402	50,379	454,268	863	-
-	-	-	-	-	-	-
<u>137,798</u>	<u>8,124</u>	<u>149,402</u>	<u>50,379</u>	<u>454,268</u>	<u>863</u>	<u>-</u>
<u>\$ 157,136</u>	<u>\$ 9,318</u>	<u>\$ 154,042</u>	<u>\$ 50,379</u>	<u>\$ 461,607</u>	<u>\$ 946</u>	<u>\$ 1,461</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2016

	Special Revenue			
	Revolving Loans Fund	State COPS 1913 Fund	Realignment Fund	Housing Successor Fund
ASSETS				
Cash and Investments	\$ 716,675	\$ 25,938	\$ 76,772	\$ 725,523
Receivables:				
Accounts	689	-	20,625	-
Interest	151	-	91	1,383
Notes Receivable	639,230	-	-	284,665
Due from Other Funds	29,070	-	-	-
Advances to Other Funds	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Total Assets	\$ 1,385,815	\$ 25,938	\$ 97,488	\$ 1,011,571
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ 393
Deposits	-	-	-	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	-	-	-	393
FUND BALANCE (DEFICITS)				
Restricted	1,385,815	25,938	97,488	1,011,178
Unassigned	-	-	-	-
Total Fund Balances	1,385,815	25,938	97,488	1,011,178
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 1,385,815	\$ 25,938	\$ 97,488	\$ 1,011,571

Special Revenue

Prop 84 Park Fund	AFG Grant Fund	Beverage Recycling Fund	SACOG Community Grant Fund	Monitoring Fee Fund	STBG 96-1043 Fund	HOME 98-347 Fund
\$ -	\$ 3,399	\$ 24,594	\$ -	\$ -	\$ -	\$ -
-	12,000	-	-	-	-	-
-	-	26	-	-	-	-
-	-	-	-	-	-	127,146
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 15,399</u>	<u>\$ 24,620</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,146</u>
\$ 1,758	\$ 3,717	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
21,602	-	-	-	-	29,070	-
-	-	-	-	-	-	-
<u>23,360</u>	<u>3,717</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,070</u>	<u>-</u>
-	11,682	24,620	-	-	-	127,146
(23,360)	-	-	-	-	(29,070)	-
<u>(23,360)</u>	<u>11,682</u>	<u>24,620</u>	<u>-</u>	<u>-</u>	<u>(29,070)</u>	<u>127,146</u>
<u>\$ -</u>	<u>\$ 15,399</u>	<u>\$ 24,620</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,146</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2016

	Special Revenue			
	CDBG Park Grant Fund	EDBG 99-688 Fund	EDBG 96-405 Fund	In-Lieu Housing Fund
ASSETS				
Cash and Investments	\$ -	\$ -	\$ -	\$ 153,183
Receivables:				
Accounts	-	-	-	-
Interest	-	-	-	141
Notes Receivable	-	105,645	230,817	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Total Assets	\$ -	\$ 105,645	\$ 230,817	\$ 153,324
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	-	-	-	-
FUND BALANCE (DEFICITS)				
Restricted	-	105,645	230,817	153,324
Unassigned	-	-	-	-
Total Fund Balances	-	105,645	230,817	153,324
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ -	\$ 105,645	\$ 230,817	\$ 153,324

Special Revenue		Capital Projects				
Boost Grant Fund	HRP Grant Fund	Flood Control Study Fund	General Plan 92 Fund	Capital Asset Replacement Fund	General Fund Capital Fund	Landfill Capital Fund
\$ 7,364	\$ -	\$ 1,306	\$ -	\$ 104,762	\$ -	\$ 179,354
5,126	117,225	-	-	-	-	-
-	-	2	-	97	-	244
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 12,490</u>	<u>\$ 117,225</u>	<u>\$ 1,308</u>	<u>\$ -</u>	<u>\$ 104,859</u>	<u>\$ -</u>	<u>\$ 179,598</u>
\$ 2,083	\$ 22,603	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	94,996	-	-	-	-	-
-	-	125,000	-	-	-	-
<u>2,083</u>	<u>117,599</u>	<u>125,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
10,407	-	-	-	104,859	-	179,598
-	(374)	(123,692)	-	-	-	-
<u>10,407</u>	<u>(374)</u>	<u>(123,692)</u>	<u>-</u>	<u>104,859</u>	<u>-</u>	<u>179,598</u>
<u>\$ 12,490</u>	<u>\$ 117,225</u>	<u>\$ 1,308</u>	<u>\$ -</u>	<u>\$ 104,859</u>	<u>\$ -</u>	<u>\$ 179,598</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2016

	Capital Projects			
	Parks and Recreation Capital Fund	Flood Control Fees Fund	RAJA Storm Drain Fund	Street Impact Fee Fund
ASSETS				
Cash and Investments	\$ 319,430	\$ 230,903	\$ 67,508	\$ 829,414
Receivables:				
Accounts	-	-	-	-
Interest	-	314	53	87
Notes Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	95,000
Restricted Cash and Investments	-	-	9,589	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 319,430</u>	<u>\$ 231,217</u>	<u>\$ 77,150</u>	<u>\$ 924,501</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ 2,768
Deposits	-	-	9,589	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>9,589</u>	<u>2,768</u>
FUND BALANCE (DEFICITS)				
Restricted	319,430	231,217	67,561	921,733
Unassigned	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>319,430</u>	<u>231,217</u>	<u>67,561</u>	<u>921,733</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 319,430</u>	<u>\$ 231,217</u>	<u>\$ 77,150</u>	<u>\$ 924,501</u>

Capital Projects

Storm Drain Impact Fee Fund	Parks and Recreation Impact Fee Fund	Police Impact Fee Fund	Fire Impact Fee Fund	General Facilities Impact Fee Fund	Water Impact Fee Fund	Sewer Impact Fee Fund
\$ 183,334	\$ -	\$ 262,754	\$ 362,196	\$ 464,939	\$ 526,428	\$ 81,455
-	-	-	-	-	-	-
218	-	338	387	496	601	105
-	3,452	2,957	2,957	1,209	-	-
-	-	-	-	-	-	-
30,000	-	-	-	-	-	-
-	-	-	3,580	-	-	-
<u>\$ 213,552</u>	<u>\$ 3,452</u>	<u>\$ 266,049</u>	<u>\$ 369,120</u>	<u>\$ 466,644</u>	<u>\$ 527,029</u>	<u>\$ 81,560</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	3,580	-	-	-
-	-	-	-	-	-	-
-	94,403	-	-	-	-	-
-	94,403	-	3,580	-	-	-
213,552	-	266,049	365,540	466,644	527,029	81,560
-	(90,951)	-	-	-	-	-
<u>213,552</u>	<u>(90,951)</u>	<u>266,049</u>	<u>365,540</u>	<u>466,644</u>	<u>527,029</u>	<u>81,560</u>
<u>\$ 213,552</u>	<u>\$ 3,452</u>	<u>\$ 266,049</u>	<u>\$ 369,120</u>	<u>\$ 466,644</u>	<u>\$ 527,029</u>	<u>\$ 81,560</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2016

	<u>Capital Projects</u>	<u>Debt Service</u>	Total
	Street Capital Fund	Debt Service Fund	Non-major Governmental Funds
			<u>Funds</u>
ASSETS			
Cash and Investments	\$ 118,004	\$ -	\$ 6,529,601
Receivables:			
Accounts	-	-	174,270
Interest	-	-	5,137
Notes Receivable	-	-	1,398,078
Due from Other Funds	-	-	29,070
Advances to Other Funds	-	-	125,000
Restricted Cash and Investments	-	-	16,876
	<u>-</u>	<u>-</u>	<u>16,876</u>
 Total Assets	 <u>\$ 118,004</u>	 <u>\$ -</u>	 <u>\$ 8,278,032</u>
LIABILITIES			
Accounts Payable	\$ -	\$ -	\$ 205,790
Deposits	-	-	16,876
Due to Other Funds	-	-	191,316
Advances from Other Funds	-	-	219,403
	<u>-</u>	<u>-</u>	<u>219,403</u>
 Total Liabilities	 <u>-</u>	 <u>-</u>	 <u>633,385</u>
FUND BALANCE (DEFICITS)			
Restricted	118,004	-	7,957,906
Unassigned	-	-	(313,259)
	<u>-</u>	<u>-</u>	<u>(313,259)</u>
 Total Fund Balances	 <u>118,004</u>	 <u>-</u>	 <u>7,644,647</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	 <u>\$ 118,004</u>	 <u>\$ -</u>	 <u>\$ 8,278,032</u>

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
Year Ended June 30, 2016

	Special Revenue			
	City Wide Assessment Fund	Flood Assessment Fund	Gas Tax Fund	First Time Homebuyers Fund
REVENUES				
Taxes and Assessments	\$ 193,537	\$ -	\$ 156,770	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Use of Money and Property	-	16	119	360
Intergovernmental Revenues	-	-	-	-
Other Revenues	3,700	-	-	-
Total Revenues	<u>197,237</u>	<u>16</u>	<u>156,889</u>	<u>360</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	313,302	-	-	-
Streets and Highways	-	-	142,753	-
Capital Outlay	-	-	130,052	-
Total Expenditures	<u>313,302</u>	<u>-</u>	<u>272,805</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(116,065)</u>	<u>16</u>	<u>(115,916)</u>	<u>360</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(116,065)</u>	<u>16</u>	<u>(115,916)</u>	<u>360</u>
Fund Balances, Beginning of Year	<u>70,253</u>	<u>3,846</u>	<u>137,092</u>	<u>84,838</u>
Fund Balances, End of Year	<u>\$ (45,812)</u>	<u>\$ 3,862</u>	<u>\$ 21,176</u>	<u>\$ 85,198</u>

Special Revenue

Traffic Safety Fund	Asset Forfeiture Fund	Afterschool Program Fund	Vehicle Theft Deterrent Fund	Transporation Development Act Fund	Fire Prevention Fund	Avoid Grant
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
17,950	-	-	-	-	-	-
-	-	-	-	-	-	-
329	37	100	118	45	4	-
-	597	130,237	-	391,354	-	8,116
-	-	4,430	-	-	-	-
<u>18,279</u>	<u>634</u>	<u>134,767</u>	<u>118</u>	<u>391,399</u>	<u>4</u>	<u>8,116</u>
-	-	-	-	-	-	-
53,706	3,583	-	-	-	-	8,116
-	-	-	-	-	-	-
-	-	121,589	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	398,752	-	-
<u>53,706</u>	<u>3,583</u>	<u>121,589</u>	<u>-</u>	<u>398,752</u>	<u>-</u>	<u>8,116</u>
<u>(35,427)</u>	<u>(2,949)</u>	<u>13,178</u>	<u>118</u>	<u>(7,353)</u>	<u>4</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	(11,579)	-	-
-	-	-	-	(11,579)	-	-
<u>(35,427)</u>	<u>(2,949)</u>	<u>13,178</u>	<u>118</u>	<u>(18,932)</u>	<u>4</u>	<u>-</u>
<u>173,225</u>	<u>11,073</u>	<u>136,224</u>	<u>50,261</u>	<u>473,200</u>	<u>859</u>	<u>-</u>
<u>\$ 137,798</u>	<u>\$ 8,124</u>	<u>\$ 149,402</u>	<u>\$ 50,379</u>	<u>\$ 454,268</u>	<u>\$ 863</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, 2016

	Special Revenue			
	Revolving Loans Fund	State COPS 1913 Fund	Realignment Fund	Housing Successor Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Use of Money and Property	18,115	-	122	4,968
Intergovernmental Revenues	-	90,743	29,248	-
Other Revenues	-	-	-	-
Total Revenues	<u>18,115</u>	<u>90,743</u>	<u>29,370</u>	<u>4,968</u>
EXPENDITURES				
Current:				
General Government	-	-	-	18,709
Public Safety	-	78,706	14,330	-
Public Works	-	-	-	-
Community Development	-	-	-	405,631
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>78,706</u>	<u>14,330</u>	<u>424,340</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>18,115</u>	<u>12,037</u>	<u>15,040</u>	<u>(419,372)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	34,200	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>34,200</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	52,315	12,037	15,040	(419,372)
Fund Balances, Beginning of Year	<u>1,333,500</u>	<u>13,901</u>	<u>82,448</u>	<u>1,430,550</u>
Fund Balances, End of Year	<u>\$ 1,385,815</u>	<u>\$ 25,938</u>	<u>\$ 97,488</u>	<u>\$ 1,011,178</u>

Special Revenue

Prop 84 Park Fund	AFG Grant Fund	Beverage Recycling Fund	SACOG Community Grant Fund	Monitoring Fee	STBG 96-1043 Fund	HOME 98-347 Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	27,984	-	-
-	-	44	-	-	-	-
277,458	160,115	5,000	-	-	-	-
-	-	-	-	-	-	-
<u>277,458</u>	<u>160,115</u>	<u>5,044</u>	<u>-</u>	<u>27,984</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
-	9,437	-	-	-	-	-
-	-	-	-	-	-	-
-	4,412	-	-	-	-	-
150,764	-	3,668	-	-	-	-
-	-	-	-	-	-	-
-	129,241	-	-	-	-	-
<u>150,764</u>	<u>143,090</u>	<u>3,668</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
126,694	17,025	1,376	-	27,984	-	-
-	21,524	-	-	-	-	-
-	-	-	-	(27,984)	-	-
-	21,524	-	-	(27,984)	-	-
126,694	38,549	1,376	-	-	-	-
<u>(150,054)</u>	<u>(26,867)</u>	<u>23,244</u>	<u>-</u>	<u>-</u>	<u>(29,070)</u>	<u>127,146</u>
<u>\$ (23,360)</u>	<u>\$ 11,682</u>	<u>\$ 24,620</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,070)</u>	<u>\$ 127,146</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2016

	Special Revenue			
	CDBG Park Grant Fund	EDBG 99-688 Fund	EDBG 96-405 Fund	In-Lieu Housing Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Use of Money and Property	-	5,620	9,432	174
Intergovernmental Revenues	59,140	-	-	-
Other Revenues	-	-	-	54,000
Total Revenues	<u>59,140</u>	<u>5,620</u>	<u>9,432</u>	<u>54,174</u>
EXPENDITURES				
Current:				
General Government	-	-	-	850
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	-
Capital Outlay	50,206	-	-	-
Total Expenditures	<u>50,206</u>	<u>-</u>	<u>-</u>	<u>850</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>8,934</u>	<u>5,620</u>	<u>9,432</u>	<u>53,324</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(17,404)	(16,796)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(17,404)</u>	<u>(16,796)</u>	<u>-</u>
Net Change in Fund Balances	8,934	(11,784)	(7,364)	53,324
Fund Balances, Beginning of Year	<u>(8,934)</u>	<u>117,429</u>	<u>238,181</u>	<u>100,000</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ 105,645</u>	<u>\$ 230,817</u>	<u>\$ 153,324</u>

Special Revenue		Capital Projects				
Boost Grant Fund	HRP Grant Fund	Flood Control Study Fund	General Plan 92 Fund	Capital Asset Replacement Fund	General Fund Capital Fund	Landfill Capital Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	19,640	-	-
-	-	6	-	303	-	567
39,826	117,225	-	-	-	-	-
-	-	-	-	-	-	-
<u>39,826</u>	<u>117,225</u>	<u>6</u>	<u>-</u>	<u>19,943</u>	<u>-</u>	<u>567</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	9,285
-	-	-	-	-	-	-
29,419	-	-	-	-	-	-
-	-	-	-	-	-	-
-	117,599	-	-	-	-	-
<u>29,419</u>	<u>117,599</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,285</u>
-	-	-	-	-	-	-
10,407	(374)	6	-	19,943	-	(8,718)
-	-	-	473,472	-	-	-
-	-	-	-	-	(554,415)	-
-	-	-	473,472	-	(554,415)	-
10,407	(374)	6	473,472	19,943	(554,415)	(8,718)
-	-	(123,698)	(473,472)	84,916	554,415	188,316
<u>\$ 10,407</u>	<u>\$ (374)</u>	<u>\$ (123,692)</u>	<u>\$ -</u>	<u>\$ 104,859</u>	<u>\$ -</u>	<u>\$ 179,598</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2016

	Capital Projects			
	Parks and Recreation Capital Fund	Flood Control Fees Fund	RAJA Storm Drain Fund	Street Impact Fee Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	319,430	-	38,288	211,858
Use of Money and Property	-	978	165	855
Intergovernmental Revenues	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>319,430</u>	<u>978</u>	<u>38,453</u>	<u>212,713</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	58,987
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>58,987</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>319,430</u>	<u>978</u>	<u>38,453</u>	<u>153,726</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>319,430</u>	<u>978</u>	<u>38,453</u>	<u>153,726</u>
Fund Balances, Beginning of Year	<u>-</u>	<u>230,239</u>	<u>29,108</u>	<u>768,007</u>
Fund Balances, End of Year	<u>\$ 319,430</u>	<u>\$ 231,217</u>	<u>\$ 67,561</u>	<u>\$ 921,733</u>

Capital Projects

Storm Drain Impact Fee Fund	Parks and Recreation Impact Fee Fund	Police Impact Fee Fund	Fire Impact Fee Fund	General Facilities Impact Fee Fund	Water Impact Fee Fund	Sewer Impact Fee Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
22,784	-	14,591	75,536	89,224	85,340	248,172
680	-	1,052	1,203	1,546	1,870	759
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>23,464</u>	<u>-</u>	<u>15,643</u>	<u>76,739</u>	<u>90,770</u>	<u>87,210</u>	<u>248,931</u>
-	-	-	-	1,656	-	-
-	-	1,656	1,655	-	-	-
1,656	3,222	-	-	-	13,402	1,656
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,656</u>	<u>3,222</u>	<u>1,656</u>	<u>1,655</u>	<u>1,656</u>	<u>13,402</u>	<u>1,656</u>
<u>21,808</u>	<u>(3,222)</u>	<u>13,987</u>	<u>75,084</u>	<u>89,114</u>	<u>73,808</u>	<u>247,275</u>
-	11,579	-	-	2,957	-	-
-	-	-	(2,957)	-	-	-
-	11,579	-	(2,957)	2,957	-	-
21,808	8,357	13,987	72,127	92,071	73,808	247,275
<u>191,744</u>	<u>(99,308)</u>	<u>252,062</u>	<u>293,413</u>	<u>374,573</u>	<u>453,221</u>	<u>(165,715)</u>
<u>\$ 213,552</u>	<u>\$ (90,951)</u>	<u>\$ 266,049</u>	<u>\$ 365,540</u>	<u>\$ 466,644</u>	<u>\$ 527,029</u>	<u>\$ 81,560</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2016

	<u>Capital Projects</u>	<u>Debt Service</u>	<u>Total Non-major Governmental Funds</u>
	<u>Street Capital Fund</u>	<u>Debt Service Fund</u>	
REVENUES			
Taxes and Assessments	\$ -	\$ -	\$ 350,307
Fines and Forfeitures	-	-	17,950
Licenses, Fees, and Permits	-	-	1,152,847
Use of Money and Property	-	-	49,587
Intergovernmental Revenues	118,004	-	1,427,063
Other Revenues	-	-	62,130
	<u>118,004</u>	<u>-</u>	<u>3,059,884</u>
Total Revenues			
EXPENDITURES			
Current:			
General Government	-	-	21,215
Public Safety	-	-	171,189
Public Works	-	-	29,221
Community Development	-	-	410,043
Parks and Recreation	-	-	618,742
Streets and Highways	-	-	201,740
Capital Outlay	-	-	825,850
	<u>-</u>	<u>-</u>	<u>2,278,000</u>
Total Expenditures			
Excess (Deficiency) of Revenues Over Expenditures	<u>118,004</u>	<u>-</u>	<u>781,884</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	543,732
Transfers Out	-	(56,423)	(687,558)
	<u>-</u>	<u>(56,423)</u>	<u>(143,826)</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	118,004	(56,423)	638,058
Fund Balances, Beginning of Year	-	56,423	7,006,589
Fund Balances, End of Year	<u>\$ 118,004</u>	<u>\$ -</u>	<u>\$ 7,644,647</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 200,186	\$ 193,537	\$ (6,649)
Other Revenues	-	3,700	3,700
	<u>200,186</u>	<u>197,237</u>	<u>(2,949)</u>
EXPENDITURES			
Current:			
Parks and Recreation	278,670	313,302	(34,632)
Capital Outlay	-	-	-
	<u>278,670</u>	<u>313,302</u>	<u>(34,632)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(78,484)</u>	<u>(116,065)</u>	<u>(37,581)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	45,131	-	(45,131)
Transfers Out	-	-	-
	<u>45,131</u>	<u>-</u>	<u>(45,131)</u>
Net Change in Fund Balances	(33,353)	(116,065)	(82,712)
Fund Balance, Beginning of Year	<u>70,253</u>	<u>70,253</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 36,900</u>	<u>\$ (45,812)</u>	<u>\$ (82,712)</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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	-	16	16
Total Revenues	-	16	16
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	16	16
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	-	16	16
Fund Balances, Beginning of Year	3,846	3,846	-
Fund Balance, End of Year	\$ 3,846	\$ 3,862	\$ 16

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Gas Tax Special Revenue Fund
Year Ended June 30, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 183,537	\$ 156,770	\$ (26,767)
Use of Money and Property	-	119	119
Total Revenues	<u>183,537</u>	<u>156,889</u>	<u>(26,648)</u>
EXPENDITURES			
Current:			
Streets and Highways	155,887	142,753	13,134
Capital Outlay	183,920	130,052	53,868
Total Expenditures	<u>339,807</u>	<u>272,805</u>	<u>67,002</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(156,270)</u>	<u>(115,916)</u>	<u>40,354</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(156,270)	(115,916)	40,354
Fund Balance, Beginning of Year	<u>137,092</u>	<u>137,092</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (19,178)</u>	<u>\$ 21,176</u>	<u>\$ 40,354</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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Fines and Forfeitures	\$ 6,000	\$ 17,950	\$ 11,950
Use of Money and Property	800	329	(471)
	<u>6,800</u>	<u>18,279</u>	<u>11,479</u>
Total Revenues			
EXPENDITURES			
Current:			
Public Safety	-	53,706	(53,706)
Capital Outlay	-	-	-
	<u>-</u>	<u>53,706</u>	<u>(53,706)</u>
Total Expenditures			
Excess (Deficiency) of Revenues Over Expenditures	6,800	(35,427)	(42,227)
Fund Balance, Beginning of Year	<u>173,225</u>	<u>173,225</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 180,025</u>	<u>\$ 137,798</u>	<u>\$ (42,227)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Afterschool Program Special Revenue Fund
Year Ended June 30, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ -	\$ 100	\$ 100
Intergovernmental Revenue	119,054	130,237	11,183
Other Revenues	-	4,430	4,430
Total Revenues	<u>119,054</u>	<u>134,767</u>	<u>15,713</u>
EXPENDITURES			
Current:			
Parks and Recreation	119,054	121,589	(2,535)
Capital Outlay	-	-	-
Total Expenditures	<u>119,054</u>	<u>121,589</u>	<u>(2,535)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>13,178</u>	<u>13,178</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	-	13,178	13,178
Fund Balance, Beginning of Year	<u>136,224</u>	<u>136,224</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 136,224</u>	<u>\$ 149,402</u>	<u>\$ 13,178</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 187	\$ 118	\$ (69)
Intergovernmental Revenue	-	-	-
Total Revenues	<u>187</u>	<u>118</u>	<u>(69)</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>187</u>	<u>118</u>	<u>(69)</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	187	118	(69)
Fund Balance, Beginning of Year	<u>50,261</u>	<u>50,261</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 50,448</u></u>	<u><u>\$ 50,379</u></u>	<u><u>\$ (69)</u></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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ 524	\$ 45	\$ (479)
Intergovernmental Revenue	350,317	391,354	41,037
Other Revenues	-	-	-
	<u>350,841</u>	<u>391,399</u>	<u>40,558</u>
Total Revenues			
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	346,466	398,752	(52,286)
	<u>346,466</u>	<u>398,752</u>	<u>(52,286)</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>4,375</u>	<u>(7,353)</u>	<u>(11,728)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	(11,579)	(11,579)
	<u>-</u>	<u>(11,579)</u>	<u>(11,579)</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	4,375	(18,932)	(23,307)
Fund Balance, Beginning of Year	<u>473,200</u>	<u>473,200</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 477,575</u>	<u>\$ 454,268</u>	<u>\$ (23,307)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fire Prevention Special Revenue Fund
Year Ended June 30, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ 2	\$ 4	\$ 2
Intergovernmental	<u>2</u>	<u>-</u>	<u>(2)</u>
Total Revenues	<u>4</u>	<u>4</u>	<u>-</u>
EXPENDITURES			
Current:			
Parks and Recreation	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>4</u>	<u>4</u>	<u>-</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	4	4	-
Fund Balance, Beginning of Year	<u>859</u>	<u>859</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 863</u></u>	<u><u>\$ 863</u></u>	<u><u>\$ -</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ -	\$ -	\$ -
Use of Money and Property	12,839	18,115	5,276
Total Revenues	<u>12,839</u>	<u>18,115</u>	<u>5,276</u>
EXPENDITURES			
Current:			
Parks and Recreation	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>12,839</u>	<u>18,115</u>	<u>5,276</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	25,128	34,200	9,072
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>25,128</u>	<u>34,200</u>	<u>9,072</u>
Net Change in Fund Balances	37,967	52,315	14,348
Fund Balance, Beginning of Year	<u>1,333,500</u>	<u>1,333,500</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,371,467</u>	<u>\$ 1,385,815</u>	<u>\$ 14,348</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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 100,000	\$ 90,743	\$ (9,257)
Use of Money and Property	-	-	-
Total Revenues	<u>100,000</u>	<u>90,743</u>	<u>(9,257)</u>
EXPENDITURES			
Current:			
Public Safety	78,148	78,706	(558)
Capital Outlay	-	-	-
Total Expenditures	<u>78,148</u>	<u>78,706</u>	<u>(558)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>21,852</u>	<u>12,037</u>	<u>(9,815)</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	21,852	12,037	(9,815)
Fund Balance, Beginning of Year	<u>13,901</u>	<u>13,901</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 35,753</u>	<u>\$ 25,938</u>	<u>\$ (9,815)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Realignment Special Revenue Fund
Year Ended June 30, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ 8,000	\$ 29,248	\$ 21,248
Use of Money and Property	-	122	122
Total Revenues	<u>8,000</u>	<u>29,370</u>	<u>21,370</u>
EXPENDITURES			
Current:			
Public Safety	8,000	14,330	(6,330)
Capital Outlay	-	-	-
Total Expenditures	<u>8,000</u>	<u>14,330</u>	<u>(6,330)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>15,040</u>	<u>15,040</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	-	15,040	15,040
Fund Balance, Beginning of Year	<u>82,448</u>	<u>82,448</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 82,448</u>	<u>\$ 97,488</u>	<u>\$ 15,040</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Housing Successor Special Revenue Fund
Year Ended June 30, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Intergovernmental Revenues	\$ -	\$ -	\$ -
Use of Money and Property	2,980	4,968	1,988
	<u>2,980</u>	<u>4,968</u>	<u>1,988</u>
Total Revenues			
EXPENDITURES			
Current:			
General Government	13,388	18,709	(5,321)
Community Development	-	405,631	405,631
	<u>13,388</u>	<u>424,340</u>	<u>(410,952)</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>(10,408)</u>	<u>(419,372)</u>	<u>(408,964)</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	(10,408)	(419,372)	(408,964)
Fund Balance, Beginning of Year	<u>1,430,550</u>	<u>1,430,550</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,420,142</u>	<u>\$ 1,011,178</u>	<u>\$ (408,964)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Prop 84 Park Special Revenue Fund
Year Ended June 30, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental Revenues	\$ -	\$ 277,458	\$ 277,458
Use of Money and Property	-	-	-
Total Revenues	<u>-</u>	<u>277,458</u>	<u>277,458</u>
EXPENDITURES			
Current:			
Parks and Recreation	<u>235,522</u>	<u>150,764</u>	<u>84,758</u>
Total Expenditures	<u>235,522</u>	<u>150,764</u>	<u>84,758</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(235,522)</u>	<u>126,694</u>	<u>362,216</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	(235,522)	126,694	362,216
Fund Balance, Beginning of Year	<u>(150,054)</u>	<u>(150,054)</u>	-
Fund Balance, End of Year	<u>\$ (385,576)</u>	<u>\$ (23,360)</u>	<u>\$ 362,216</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 100	\$ 44	\$ (56)
Intergovernmental Revenue	5,000	5,000	-
Total Revenues	<u>5,100</u>	<u>5,044</u>	<u>(56)</u>
EXPENDITURES			
Current:			
Parks and Recreation	5,000	3,668	1,332
Capital Outlay	-	-	-
Total Expenditures	<u>5,000</u>	<u>3,668</u>	<u>1,332</u>
Excess (Deficiency) of Revenues over Expenditures	<u>100</u>	<u>1,376</u>	<u>1,276</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	100	1,376	1,276
Fund Balance, Beginning of Year	<u>23,244</u>	<u>23,244</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 23,344</u>	<u>\$ 24,620</u>	<u>\$ 1,276</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ 10,810	\$ -	\$ (10,810)
Use of Money and Property	8,770	5,620	(3,150)
Total Revenues	<u>19,580</u>	<u>5,620</u>	<u>(13,960)</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>19,580</u>	<u>5,620</u>	<u>(13,960)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(19,580)	(17,404)	2,176
Total Other Financing Sources (Uses)	<u>(19,580)</u>	<u>(17,404)</u>	<u>2,176</u>
Net Change in Fund Balances	-	(11,784)	(11,784)
Fund Balance, Beginning of Year	<u>117,429</u>	<u>117,429</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 117,429</u>	<u>\$ 105,645</u>	<u>\$ (11,784)</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ 1,970	\$ -	\$ (1,970)
Use of Money and Property	3,578	9,432	5,854
Total Revenues	5,548	9,432	3,884
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	5,548	9,432	3,884
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(5,548)	(16,796)	(11,248)
Total Other Financing Sources (Uses)	(5,548)	(16,796)	(11,248)
Net Change in Fund Balances	-	(7,364)	(7,364)
Fund Balance, Beginning of Year	238,181	238,181	-
Fund Balance, End of Year	\$ 238,181	\$ 230,817	\$ (7,364)

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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 3	\$ 6	\$ 3
Intergovernmental Revenue	-	-	-
Total Revenues	<u>3</u>	<u>6</u>	<u>3</u>
EXPENDITURES			
Current:			
General Governmental	-	-	-
Community Development	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3</u>	<u>6</u>	<u>3</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	6	3
Fund Balance, Beginning of Year	<u>(123,698)</u>	<u>(123,698)</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ (123,695)</u></u>	<u><u>\$ (123,692)</u></u>	<u><u>\$ 3</u></u>

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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ 5,800	\$ 19,640	\$ 13,840
Use of Money and Property	90	303	213
	<u>5,890</u>	<u>19,943</u>	<u>14,053</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	-	-	-
Excess (Deficiency) of Revenues over Expenditures	<u>5,890</u>	<u>19,943</u>	<u>14,053</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	5,890	19,943	14,053
Fund Balance, Beginning of Year	<u>84,916</u>	<u>84,916</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 90,806</u>	<u>\$ 104,859</u>	<u>\$ 14,053</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Landfill Capital Project Fund
Year Ended June 30, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	820	567	(253)
Total Revenues	<u>820</u>	<u>567</u>	<u>(253)</u>
EXPENDITURES			
Current:			
Public Works	9,500	9,285	215
Capital Outlay	-	-	-
Total Expenditures	<u>9,500</u>	<u>9,285</u>	<u>215</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(8,680)</u>	<u>(8,718)</u>	<u>(38)</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)	(8,718)	(38)
Fund Balance, Beginning of Year	<u>188,316</u>	<u>188,316</u>	-
Fund Balance, End of Year	<u>\$ 179,636</u>	<u>\$ 179,598</u>	<u>\$ (38)</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 101	\$ 165	\$ 64
Licenses Fees and Permits	-	38,288	38,288
Total Revenues	<u>101</u>	<u>38,453</u>	<u>38,352</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>101</u>	<u>38,453</u>	<u>38,352</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	101	38,453	38,352
Fund Balance, Beginning of Year	<u>29,108</u>	<u>29,108</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 29,209</u>	<u>\$ 67,561</u>	<u>\$ 38,352</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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Use of Money and Property	\$ -	\$ 855	\$ 855
Licenses, Fees, and Permits	<u>472,606</u>	<u>211,858</u>	<u>(260,748)</u>
Total Revenues	<u>472,606</u>	<u>212,713</u>	<u>(259,893)</u>
EXPENDITURES			
Current:			
Streets and Highways	-	58,987	(58,987)
Capital Outlay	<u>735,000</u>	<u>-</u>	<u>(735,000)</u>
Total Expenditures	<u>735,000</u>	<u>58,987</u>	<u>676,013</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(262,394)</u>	<u>153,726</u>	<u>416,120</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	(262,394)	153,726	416,120
Fund Balance, Beginning of Year	<u>768,007</u>	<u>768,007</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 505,613</u></u>	<u><u>\$ 921,733</u></u>	<u><u>\$ 416,120</u></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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 4,260	\$ 22,784	\$ 18,524
Use of Money and Property	1	680	679
	<u>4,261</u>	<u>23,464</u>	<u>19,203</u>
Total Revenues			
EXPENDITURES			
Current:			
Public Works	-	1,656	(1,656)
Capital Outlay	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	-	1,656	(1,656)
Excess (Deficiency) of Revenues over Expenditures	<u>4,261</u>	<u>21,808</u>	<u>17,547</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	4,261	21,808	17,547
Fund Balance, Beginning of Year	<u>191,744</u>	<u>191,744</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 196,005</u>	<u>\$ 213,552</u>	<u>\$ 17,547</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 110,812	\$ -	\$ (110,812)
Use of Money and Property	-	-	-
Total Revenues	110,812	-	(110,812)
EXPENDITURES			
Current:			
Public Works	-	3,222	(3,222)
Capital Outlay	-	-	-
Total Expenditures	-	3,222	(3,222)
Excess (Deficiency) of Revenues over Expenditures	110,812	(3,222)	(114,034)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	11,579	11,579
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	11,579	11,579
Net Change in Fund Balances	110,812	8,357	(102,455)
Fund Balance, Beginning of Year	(99,308)	(99,308)	-
Fund Balance, End of Year	\$ 11,504	\$ (90,951)	\$ (102,455)

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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 40,988	\$ 14,591	\$ (26,397)
Use of Money and Property	-	1,052	1,052
Total Revenues	40,988	15,643	(25,345)
EXPENDITURES			
Current:			
Public Safety	-	1,656	(1,656)
Capital Outlay	-	-	-
Total Expenditures	-	1,656	(1,656)
Excess (Deficiency) of Revenues over Expenditures	40,988	13,987	(27,001)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	40,988	13,987	(27,001)
Fund Balance, Beginning of Year	252,062	252,062	-
Fund Balance, End of Year	\$ 293,050	\$ 266,049	\$ (27,001)

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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 117,046	\$ 75,536	\$ (41,510)
Use of Money and Property	-	1,203	1,203
	<u>117,046</u>	<u>76,739</u>	<u>(40,307)</u>
EXPENDITURES			
Current:			
Public Safety	-	1,655	(1,655)
Capital Outlay	-	-	-
	<u>-</u>	<u>1,655</u>	<u>(1,655)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>117,046</u>	<u>75,084</u>	<u>(41,962)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	(2,957)	(2,957)
	<u>-</u>	<u>(2,957)</u>	<u>(2,957)</u>
Net Change in Fund Balances	117,046	72,127	(44,919)
Fund Balance, Beginning of Year	<u>293,413</u>	<u>293,413</u>	-
Fund Balance, End of Year	<u>\$ 410,459</u>	<u>\$ 365,540</u>	<u>\$ (44,919)</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, 2016

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Licenses, Fees, and Permits	\$ 165,034	\$ 89,224	\$ (75,810)
Use of Money and Property	-	1,546	1,546
	<u>165,034</u>	<u>90,770</u>	<u>(74,264)</u>
EXPENDITURES			
Current:			
General Government	-	1,656	(1,656)
Capital Outlay	-	-	-
	<u>-</u>	<u>1,656</u>	<u>(1,656)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>165,034</u>	<u>89,114</u>	<u>(75,920)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	2,957	2,957
Transfers Out	-	-	-
	<u>-</u>	<u>2,957</u>	<u>2,957</u>
Net Change in Fund Balances	165,034	92,071	(72,963)
Fund Balance, Beginning of Year	<u>374,573</u>	<u>374,573</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 539,607</u>	<u>\$ 466,644</u>	<u>\$ (72,963)</u>

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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 269,040	\$ 85,340	\$ (183,700)
Use of Money and Property	-	1,870	1,870
Total Revenues	<u>269,040</u>	<u>87,210</u>	<u>(181,830)</u>
EXPENDITURES			
Current:			
Public Works	-	13,402	(13,402)
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>13,402</u>	<u>(13,402)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>269,040</u>	<u>73,808</u>	<u>(195,232)</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	269,040	73,808	(195,232)
Fund Balance, Beginning of Year	<u>453,221</u>	<u>453,221</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 722,261</u>	<u>\$ 527,029</u>	<u>\$ (195,232)</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, 2016

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 441,112	\$ 248,172	\$ (192,940)
Use of Money and Property	-	759	759
Total Revenues	441,112	248,931	(192,181)
EXPENDITURES			
Current:			
Public Works	-	1,656	(1,656)
Capital Outlay	-	-	-
Total Expenditures	-	1,656	(1,656)
Excess (Deficiency) of Revenues over Expenditures	441,112	247,275	(193,837)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	441,112	247,275	(193,837)
Fund Balance, Beginning of Year	(165,715)	(165,715)	-
Fund Balance, End of Year	\$ 275,397	\$ 81,560	\$ (193,837)

City of Winters
Fiduciary Funds
June 30, 2016

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 Fiduciary Assets and Liabilities
Agency Funds
June 30, 2016

	Swim Team Fund	Festival De La Fund	Senior Foundation Fund	PCH HOA Fund	Youth Services Fund	Quilt Festival Fund
ASSETS						
Cash and Investments	\$ 84,588	\$ 13,421	\$ -	\$ 15,264	\$ 794	\$ 594
Interest Receivable	103	16	-	21	1	-
Total Assets	<u>\$ 84,691</u>	<u>\$ 13,437</u>	<u>\$ -</u>	<u>\$ 15,285</u>	<u>\$ 795</u>	<u>\$ 594</u>
LIABILITIES						
Accounts Payable	\$ 369	\$ 135	\$ -	\$ -	\$ -	\$ 50
Due to Other Agencies	84,322	13,302	-	15,285	795	544
Total Liabilities	<u>\$ 84,691</u>	<u>\$ 13,437</u>	<u>\$ -</u>	<u>\$ 15,285</u>	<u>\$ 795</u>	<u>\$ 594</u>

<u>Elderberry Fund</u>	<u>Totals</u>
\$ 221,133	\$ 335,794
<u>-</u>	<u>141</u>
<u>\$ 221,133</u>	<u>\$ 335,935</u>
\$ -	\$ 554
<u>221,133</u>	<u>335,381</u>
<u>\$ 221,133</u>	<u>\$ 335,935</u>

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
Year Ended June 30, 2016

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Swim Team Fund</u>				
ASSETS				
Cash and Investments	\$ 85,006	\$ 39,523	\$ 39,941	\$ 84,588
Interest Receivable	62	103	62	103
Total Assets	<u>\$ 85,068</u>	<u>\$ 39,626</u>	<u>\$ 40,003</u>	<u>\$ 84,691</u>
LIABILITIES				
Accounts Payable	\$ 12,723	\$ 22,159	\$ 34,513	\$ 369
Due to Other Agencies	72,345	11,977	-	84,322
Total Liabilities	<u>\$ 85,068</u>	<u>\$ 34,136</u>	<u>\$ 34,513</u>	<u>\$ 84,691</u>
<u>Festival De La Fund</u>				
ASSETS				
Cash and Investments	\$ 7,018	\$ 11,993	\$ 5,590	\$ 13,421
Interest Receivable	5	16	5	16
Total Assets	<u>\$ 7,023</u>	<u>\$ 12,009</u>	<u>\$ 5,595</u>	<u>\$ 13,437</u>
LIABILITIES				
Accounts Payable	\$ -	\$ 6,446	\$ 6,311	\$ 135
Due to Other Agencies	7,023	6,279	-	13,302
Total Liabilities	<u>\$ 7,023</u>	<u>\$ 12,725</u>	<u>\$ 6,311</u>	<u>\$ 13,437</u>
<u>Senior Foundation Fund</u>				
ASSETS				
Cash and Investments	\$ 1,141	\$ -	\$ 1,141	\$ -
Interest Receivable	1	-	1	-
Total Assets	<u>\$ 1,142</u>	<u>\$ -</u>	<u>\$ 1,142</u>	<u>\$ -</u>
LIABILITIES				
Due to Other Agencies	\$ 1,142	\$ -	\$ 1,142	\$ -
Total Liabilities	<u>\$ 1,142</u>	<u>\$ -</u>	<u>\$ 1,142</u>	<u>\$ -</u>
<u>PCH HOA Fund</u>				
ASSETS				
Cash and Investments	\$ 15,210	\$ 54	\$ -	\$ 15,264
Interest Receivable	11	21	11	21
Total Assets	<u>\$ 15,221</u>	<u>\$ 75</u>	<u>\$ 11</u>	<u>\$ 15,285</u>
LIABILITIES				
Due to Other Agencies	\$ 15,221	\$ 64	\$ -	\$ 15,285
Total Liabilities	<u>\$ 15,221</u>	<u>\$ 64</u>	<u>\$ -</u>	<u>\$ 15,285</u>

Continued

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
Year Ended June 30, 2016

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Youth Services Fund</u>				
ASSETS				
Cash and Investments	\$ 448	\$ 346	\$ -	\$ 794
Interest Receivable	-	1	-	1
Total Assets	<u>\$ 448</u>	<u>\$ 347</u>	<u>\$ -</u>	<u>\$ 795</u>
LIABILITIES				
Due to Other Agencies	\$ 448	\$ 347	\$ -	\$ 795
Total Liabilities	<u>\$ 448</u>	<u>\$ 347</u>	<u>\$ -</u>	<u>\$ 795</u>
<u>Quilt Festival</u>				
ASSETS				
Cash and Investments	\$ 434	\$ 371	\$ 211	\$ 594
Interest Receivable	-	-	-	-
Total Assets	<u>\$ 434</u>	<u>\$ 371</u>	<u>\$ 211</u>	<u>\$ 594</u>
LIABILITIES				
Accounts Payable	\$ 212	\$ 288	\$ 450	\$ 50
Due to Other Agencies	222	322	-	544
Total Liabilities	<u>\$ 434</u>	<u>\$ 610</u>	<u>\$ 450</u>	<u>\$ 594</u>
<u>Elderberry</u>				
ASSETS				
Cash and Investments	\$ 149,529	\$ 72,058	\$ 454	\$ 221,133
Total Assets	<u>\$ 149,529</u>	<u>\$ 72,058</u>	<u>\$ 454</u>	<u>\$ 221,133</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Agencies	149,529	72,058	454	221,133
Total Liabilities	<u>\$ 149,529</u>	<u>\$ 72,058</u>	<u>\$ 454</u>	<u>\$ 221,133</u>
<u>Total Agency Funds</u>				
ASSETS				
Cash and Investments	\$ 258,786	\$ 124,345	\$ 47,337	\$ 335,794
Interest Receivable	79	141	79	141
Total Assets	<u>\$ 258,865</u>	<u>\$ 124,486</u>	<u>\$ 47,416</u>	<u>\$ 335,935</u>
LIABILITIES				
Accounts Payable	\$ 12,935	\$ 28,893	\$ 41,274	\$ 554
Due to Other Agencies	245,930	91,047	1,596	335,381
Total Liabilities	<u>\$ 258,865</u>	<u>\$ 119,940</u>	<u>\$ 42,870</u>	<u>\$ 335,935</u>

STATISTICAL SECTION

City of Winters
Description of Statistical Section Contents
June 30, 2016

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.

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<u>Revenue Capacity</u> these schedules contain information to help the reader assess the City's most significant local revenue source, the property tax	139
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<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	151
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CITY OF WINTERS, CALIFORNIA

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (accrual basis of accounting)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
GOVERNMENTAL ACTIVITIES:				
Invested in capital assets, net of related debt	\$ 2,380,494	\$ 7,044,817	\$ 8,936,433	\$ 8,181,857
Restricted	5,235,360	6,532,953	13,677,650	9,367,303
Unrestricted	<u>14,656,092</u>	<u>9,927,205</u>	<u>(1,305,148)</u>	<u>1,628,706</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>22,271,946</u>	<u>23,504,975</u>	<u>21,308,935</u>	<u>19,177,866</u>
BUSINESS-TYPE ACTIVITIES:				
Invested in capital assets, net of related debt	1,987,463	2,116,498	1,844,816	1,736,566
Restricted	-	-	5,717,324	4,171,609
Unrestricted	<u>1,145,478</u>	<u>566,410</u>	<u>(4,101,359)</u>	<u>(1,485,296)</u>
TOTAL BUSINESS-TYPE ACTIVITIES	<u>3,132,941</u>	<u>2,682,908</u>	<u>3,460,781</u>	<u>4,422,879</u>
PRIMARY GOVERNMENT:				
Invested in capital assets, net of related debt	4,367,957	9,161,315	10,781,249	9,918,423
Restricted	5,235,360	6,532,953	19,394,974	13,538,912
Unrestricted	<u>15,801,570</u>	<u>10,493,615</u>	<u>(5,406,507)</u>	<u>143,410</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ 25,404,887</u>	<u>\$ 26,187,883</u>	<u>\$ 24,769,716</u>	<u>\$ 23,600,745</u>

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
\$ 8,699,018	\$ 9,652,796	\$ 10,809,780	\$ 22,986,473	\$ 23,023,985	\$ 24,140,799
5,167,265	6,777,763	9,641,029	10,242,135	10,482,229	10,487,827
<u>6,632,851</u>	<u>6,241,918</u>	<u>1,976,314</u>	<u>1,474,403</u>	<u>(2,174,759)</u>	<u>(1,509,642)</u>
<u>20,499,134</u>	<u>22,672,477</u>	<u>22,427,123</u>	<u>34,703,011</u>	<u>31,331,455</u>	<u>33,118,984</u>
1,681,730	3,595,646	2,407,222	1,163,652	1,260,835	1,269,915
-			544,210	544,210	544,305
<u>2,877,523</u>	<u>2,381,096</u>	<u>3,986,369</u>	<u>4,244,115</u>	<u>1,989,072</u>	<u>1,826,201</u>
<u>4,559,253</u>	<u>5,976,742</u>	<u>6,393,591</u>	<u>5,951,977</u>	<u>3,794,117</u>	<u>3,640,421</u>
10,380,748	13,248,422	13,217,002	24,150,125	24,284,820	25,410,714
5,167,265	6,777,763	9,641,029	10,786,345	11,026,439	11,032,132
<u>9,510,374</u>	<u>8,623,014</u>	<u>5,962,683</u>	<u>5,718,518</u>	<u>(185,687)</u>	<u>316,559</u>
<u>\$ 25,058,387</u>	<u>\$ 28,649,199</u>	<u>\$ 28,820,714</u>	<u>\$ 40,654,988</u>	<u>\$ 35,125,572</u>	<u>\$ 36,759,405</u>

CITY OF WINTERS, CALIFORNIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (accrual basis of accounting)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
EXPENSES:				
GOVERNMENTAL ACTIVITIES:				
General government	\$ 1,270,036	\$ 1,318,150	\$ 2,677,075	\$ 1,044,194
Public works	266,764	215,673	615,937	627,898
Public safety	2,264,099	2,376,129	2,370,883	2,404,697
Cultural and recreation	253,530	407,454	394,294	316,619
Community development	1,783,897	717,669	1,322,095	3,102,948
Parks	459,383	632,736	635,505	358,626
Streets and highways	101,448	368,273	297,171	144,062
Public transportation	-	-	-	-
Pass through agreements	-	-	360,476	308,024
Interest on long-term debt	456,876	665,197	773,758	764,964
TOTAL GOVERNMENTAL ACTIVITIES	<u>6,856,033</u>	<u>6,701,281</u>	<u>9,447,194</u>	<u>9,072,032</u>
BUSINESS-TYPE ACTIVITIES:				
Water	651,194	1,016,474	454,298	521,751
Sewer	1,105,717	1,382,370	621,766	623,110
TOTAL BUSINESS ACTIVITIES	<u>1,756,911</u>	<u>2,398,844</u>	<u>1,076,064</u>	<u>1,144,861</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>8,612,944</u>	<u>9,100,125</u>	<u>10,523,258</u>	<u>10,216,893</u>
PROGRAM REVENUES:				
GOVERNMENTAL ACTIVITIES:				
Charges for services				
General government	61,589	80,698	85,881	113,736
Public works	380,446	23,391	115,535	80,441
Public safety	153,388	66,761	33,437	17,024
Cultural and recreation	163,563	77,751	61,780	65,441
Community development	588,448	90,214	4,157	3,061
Parks	-	16,766	-	-
Streets and highways	-	-	-	-
Operating contributions and grants	3,254,278	732,097	1,189,158	1,048,546
Capital contributions and grants	1,717,055	1,169,132	301,536	998,427
TOTAL GOVERNMENTAL ACTIVITIES	<u>6,318,767</u>	<u>2,256,810</u>	<u>1,791,484</u>	<u>2,326,676</u>
BUSINESS-TYPE ACTIVITIES:				
Charges for services				
Water	712,125	916,242	941,612	1,017,580
Sewer	820,894	1,011,084	1,048,742	1,209,549
Capital contributions and grants				
TOTAL BUSINESS-TYPE ACTIVITIES	<u>1,533,019</u>	<u>1,927,326</u>	<u>1,990,354</u>	<u>2,227,129</u>
TOTAL PRIMARY GOVERNMENT REVENUES	<u>\$ 7,851,786</u>	<u>\$ 4,184,136</u>	<u>\$ 3,781,838</u>	<u>\$ 4,553,805</u>
NET (EXPENSE) REVENUES:				
Governmental activities	\$ (537,266)	\$(4,444,471)	\$(7,655,710)	\$(6,745,356)
Business-type activities	(223,892)	(471,518)	914,290	1,082,268
TOTAL PRIMARY GOVERNMENT NET EXPENSES	<u>\$ (761,158)</u>	<u>\$(4,915,989)</u>	<u>\$(6,741,420)</u>	<u>\$(5,663,088)</u>

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
\$ 365,754	\$ 320,983	\$ 349,842	\$ 345,978	\$ 307,778	\$ 291,214
313,127	1,496,172	739,622	218,488	282,417	309,620
2,365,123	2,939,539	2,947,065	2,979,999	3,837,172	3,748,055
662,484	712,628	663,801	747,457	805,051	1,046,138
1,616,007	937,790	499,056	418,479	556,024	1,197,114
-	-	-	-	-	-
362,125	406,860	366,085	602,267	571,864	462,532
-	-	-	-	-	-
778,274	495,130	-	-	-	-
<u>6,462,894</u>	<u>7,309,102</u>	<u>5,565,471</u>	<u>5,312,668</u>	<u>6,360,306</u>	<u>7,054,673</u>
1,752,536	1,191,159	1,249,358	1,303,791	1,396,231	1,539,702
1,241,718	1,607,864	1,490,721	1,590,022	1,818,137	1,776,270
<u>2,994,254</u>	<u>2,799,023</u>	<u>2,740,079</u>	<u>2,893,813</u>	<u>3,214,368</u>	<u>3,315,972</u>
<u>9,457,148</u>	<u>10,108,125</u>	<u>8,305,550</u>	<u>8,206,481</u>	<u>9,574,674</u>	<u>10,370,645</u>
111,930	6,394	8,901	225	37,666	117,605
32,057	24,540	109,232	29,524	194,625	290,832
8,802	318,782	331,534	241,261	357,901	351,293
87,593	64,506	75,622	88,265	101,193	85,983
205,692	101,368	154,549	227,626	311,573	641,783
-	-	-	-	-	-
1,102,329	454,489	412,573	536,549	762,334	536,783
1,396,248	903,837	1,635,819	1,841,968	1,593,554	2,894,354
<u>2,944,651</u>	<u>1,873,916</u>	<u>2,728,230</u>	<u>2,965,418</u>	<u>3,358,846</u>	<u>4,918,633</u>
1,196,068	1,132,901	1,266,720	1,304,238	1,243,216	1,353,065
1,330,624	1,602,043	1,564,279	1,671,494	1,715,312	1,641,715
-	1,458,688	510,886	-	-	161,181
<u>2,526,692</u>	<u>4,193,632</u>	<u>3,341,885</u>	<u>2,975,732</u>	<u>2,958,528</u>	<u>3,155,961</u>
<u>\$ 5,471,343</u>	<u>\$ 6,067,548</u>	<u>\$ 6,070,115</u>	<u>\$ 5,941,150</u>	<u>\$ 6,317,374</u>	<u>\$ 8,074,594</u>
\$ (3,518,243)	\$ (5,435,186)	\$ (2,837,241)	\$ (2,347,250)	\$ (3,001,460)	\$ (2,136,040)
(467,562)	1,394,609	601,806	81,919	(255,840)	(160,011)
<u>\$ (3,985,805)</u>	<u>\$ (4,040,577)</u>	<u>\$ (2,235,435)</u>	<u>\$ (2,265,331)</u>	<u>\$ (3,257,300)</u>	<u>\$ (2,296,051)</u>

continued

CITY OF WINTERS, CALIFORNIA

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (accrual basis of accounting)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION:				
GOVERNMENTAL ACTIVITIES:				
Taxes				
Property taxes	\$ 3,291,501	\$ 2,996,227	\$ 3,409,220	\$ 3,027,868
Sales and use taxes	276,539	344,136	288,748	242,257
Franchise fees	187,939	218,521	209,913	203,985
Other taxes	837,652	721,127	722,778	665,333
Motor vehicle in-lieu	46,898	29,750	26,418	21,071
Investment income	889,692	1,200,495	615,206	(13,275)
Developer contributions	-	-	-	
Transfers	50,128	98,884	491,144	131,261
Other revenues	136,703	68,360	27,339	335,787
TOTAL GOVERNMENTAL ACTIVITIES	<u>5,717,052</u>	<u>5,677,500</u>	<u>5,790,766</u>	<u>4,614,287</u>
BUSINESS-TYPE ACTIVITIES:				
Property taxes	23,451	-	-	
Investment income	22,628	120,367	38,991	13,275
Transfers	(50,128)	(98,884)	(491,144)	
Developer contributions	-	-	-	(131,261)
Other revenues	-	-	41,908	(2,184)
TOTAL BUSINESS-TYPE ACTIVITIES	<u>(4,049)</u>	<u>21,483</u>	<u>(410,245)</u>	<u>(120,170)</u>
TOTAL PRIMARY GOVERNMENT REVENUES	<u>\$ 5,713,003</u>	<u>\$ 5,698,983</u>	<u>\$ 5,380,521</u>	<u>\$ 4,494,117</u>
CHANGES IN NET POSITION:				
Governmental activities	5,179,786	1,233,029	(1,864,944)	(2,131,069)
Business type activities	(227,941)	(450,035)	504,045	962,098
Gain on Transfer of Assets & Liabilities to Successor Agency				
Prior Period Adjustments				
TOTAL PRIMARY GOVERNMENT	<u>\$ 4,951,845</u>	<u>\$ 782,994</u>	<u>\$(1,360,899)</u>	<u>\$(1,168,971)</u>

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
\$ 2,974,549	\$ 2,103,907	\$ 1,429,395	1,232,688	1,464,684	1,375,248
295,215	374,975	408,845	460,165	462,807	530,365
224,608	228,129	230,805	239,385	231,993	254,705
1,225,801	969,098	1,023,096	990,428	1,006,988	959,435
32,026	3,511	3,639	3,011	2,909	2,806
144,210	163,862	128,124	41,155	56,761	56,915
-			-		
-		190,314	208,535	(904,559)	-
91,936	894,477	187,941	230,592	166,167	744,095
<u>4,988,345</u>	<u>4,737,959</u>	<u>3,602,159</u>	<u>3,405,959</u>	<u>2,487,750</u>	<u>3,923,569</u>
1,810	22,880	5,357	2,590	2,539	6,315
-		(190,314)	(208,535)	(1,690,343)	-
-	-	-			
<u>1,810</u>	<u>22,880</u>	<u>(184,957)</u>	<u>(205,945)</u>	<u>(1,687,804)</u>	<u>6,315</u>
<u>\$ 4,990,155</u>	<u>\$ 4,760,839</u>	<u>\$ 3,417,202</u>	<u>\$ 3,200,014</u>	<u>\$ 799,946</u>	<u>\$ 3,929,884</u>
1,470,102	(697,227)	764,918	1,058,708	(513,710)	1,787,529
(465,752)	1,417,489	416,849	(124,026)	(1,943,644)	(153,696)
	3,590,832				
		(1,010,272)	10,899,592	(3,072,062)	-
<u>\$ 1,004,350</u>	<u>\$ 4,311,094</u>	<u>\$ 171,495</u>	<u>\$ 11,834,274</u>	<u>\$ (5,529,416)</u>	<u>\$ 1,633,833</u>

CITY OF WINTERS, CALIFORNIA

FUND BALANCES OF GOVERNMENTAL FUNDS LAST NINE YEARS (modified accrual basis of accounting)

	Fiscal Year Ended June 30,				
	2007	2008	2009	2010	2011 *
GENERAL FUND:					
Reserved	\$ 406,992	\$ 376,403	\$ -	\$ 36,923	\$ -
Designated	-	-	1,264,559	676,730	-
Unreserved	3,400,722	3,150,028	1,810,356	1,606,367	-
Nonspendable					781,448
Restricted					
Assigned					81,050
Unassigned					1,566,838
TOTAL GENERAL FUND	\$ 3,807,714	\$ 3,526,431	\$ 3,074,915	\$ 2,320,020	\$ 2,429,336
ALL OTHER GOVERNMENTAL FUNDS:					
Reserved ①	\$ 4,955,935	\$ 5,996,904	\$ 3,161,275	\$ 7,236,218	
Designated	-	-	11,361,627	3,521,121	
Unreserved reported in:					
Special Revenue Funds	1,160,617	1,876,261	663,535	886,240	
Capital Project Funds	17,306,132	15,780,323	4,372,336	1,686,609	
Restricted					8,348,197
Committed					1,024,452
Assigned					
Unassigned					(337,855)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$23,422,684	\$23,653,488	\$19,558,773	\$13,330,188	\$9,034,794

* GASB 54 implemented in 2011

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
457,821	457,821	1,238,282	947,821	552,224 2,147
<u>2,105,370</u>	<u>2,064,941</u>	<u>1,208,759</u>	<u>1,415,193</u>	<u>1,513,508</u>
<u>\$ 2,563,191</u>	<u>\$ 2,522,762</u>	<u>\$ 2,447,041</u>	<u>\$ 2,363,014</u>	<u>\$ 2,067,879</u>

5,598,406				
1,025,359	5,627,300	5,645,329	9,783,470	10,801,086
55,968	1,078,260	1,082,425	1,086,994	
	56,140	56,277	56,423	
<u>(521,759)</u>	<u>(843,813)</u>	<u>(693,713)</u>	<u>(1,114,996)</u>	<u>(313,259)</u>
<u>\$ 6,157,974</u>	<u>\$ 5,917,887</u>	<u>\$ 6,090,318</u>	<u>\$ 9,811,891</u>	<u>\$10,487,827</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,				
	2007	2008	2009	2010	2011
REVENUES:					
Taxes	\$ 4,952,001	\$ 4,787,290	\$ 4,969,284	\$ 4,470,119	\$ 4,752,199
Licenses and permits	812,872	186,261	219,268	211,459	1,324,932
Fines and forfeitures	27,418	50,100	30,901	11,423	10,745
Program income	90,026	96,494	30,496	32,471	44,781
Use of money and property	889,692	1,200,495	615,205	250,775	144,210
Intergovernmental	3,721,333	1,767,520	1,178,487	1,737,368	831,230
Charges for services	96,102	64,571	54,122	59,516	43,929
Refunds and reimbursement	28,534	36,546	-	-	-
Development fees	-	-	-	-	-
Contributions	-	-	-	-	-
Miscellaneous	1,386,703	89,127	27,339	85,011	2,325,751
TOTAL REVENUES	<u>12,004,681</u>	<u>8,278,404</u>	<u>7,125,102</u>	<u>6,858,142</u>	<u>9,477,777</u>
EXPENDITURES:					
Current:					
General government	733,140	1,066,357	2,542,986	1,008,391	220,632
Public works	210,798	183,582	593,672	584,850	270,011
Public safety	2,216,696	2,294,448	2,318,611	2,356,584	2,269,423
Cultural and recreation	209,785	297,193	279,358	202,341	548,057
Community development	4,757,300	719,212	612,582	3,215,133	1,688,046
Parks	459,383	632,736	635,508	358,626	-
Streets and highways	37,125	290,665	214,566	453,574	225,109
Public transportation	-	-	-	-	-
Pass through agreements	311,472	363,024	360,476	308,024	-
Capital outlay	2,840,369	1,666,174	2,920,330	4,255,546	5,783,033
Debt service:					
Bond issue costs	613,589	-	-	-	-
Principal	275,000	280,000	295,000	460,000	470,000
Interest	272,427	634,376	775,800	769,814	750,627
TOTAL EXPENDITURES	<u>12,937,084</u>	<u>8,427,767</u>	<u>11,548,889</u>	<u>13,972,883</u>	<u>12,224,938</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(932,403)</u>	<u>(149,363)</u>	<u>(4,423,787)</u>	<u>(7,114,741)</u>	<u>(2,747,161)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	12,153,448	635,294	1,562,647	1,418,888	2,117,877
Transfers out	(12,103,320)	(536,410)	(1,071,503)	(1,287,627)	(2,117,877)
Gain on Sale of Land Held for Resale	-	-	-	-	-
Issuance of bonds	11,470,000	-	-	-	-
TOTAL OTHER FINANCING SOURCES	<u>11,520,128</u>	<u>98,884</u>	<u>491,144</u>	<u>131,261</u>	<u>-</u>
NET CHANGE IN FUND BALANCES BEFORE EXTRAORDINARY ITEM	<u>\$ 10,587,725</u>	<u>\$ (50,479)</u>	<u>\$ (3,932,643)</u>	<u>\$ (6,983,480)</u>	<u>\$ (2,747,161)</u>
EXTRAORDINARY ITEM					
Loss on transfer of assets and liabilities to RDA successor trust fund	-	-	-	-	-
Prior Period Adjustments	-	-	-	-	-
NET CHANGES IN FUND BALANCE	<u>\$ 10,587,725</u>	<u>\$ (50,479)</u>	<u>\$ (3,932,643)</u>	<u>\$ (6,983,480)</u>	<u>\$ (2,747,161)</u>
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	<u>12.24%</u>	<u>13.52%</u>	<u>12.41%</u>	<u>13.27%</u>	<u>18.73%</u>

	2012	2013	2014	2015	2016
\$	4,013,897	\$ 3,371,144	\$ 3,372,065	\$ 3,594,938	\$ 3,499,246
	161,336	381,226	5,919	386,492	1,737,689
	21,059	16,146	163,605	10,878	17,950
	28,531	27,182	60,450		
	118,781	128,124	108,016	132,376	127,918
	1,188,508	1,884,423	1,946,989	1,719,812	2,529,640
	337,482	282,466	414,884	504,848	429,630
	952,093	187,942	190,015	262,300	400,483
	6,821,687	6,278,653	6,261,943	6,611,644	8,742,556
	234,854	332,059	339,250	310,228	508,364
	175,433	216,709	207,625	271,554	289,722
	2,771,159	2,834,727	2,819,242	3,013,415	3,616,662
	617,395	589,091	599,450	657,043	889,226
	1,062,943	426,631	395,440	532,985	1,162,086
	257,060	248,735	309,317	148,845	1,262,582
	3,113,832	2,494,531	1,582,280	1,511,512	929,625
	485,000	-	-	-	-
	467,833	-	-	-	-
	9,185,509	7,142,483	6,252,604	6,445,582	8,658,267
	(2,363,822)	(863,830)	9,339	166,062	84,289
	209,139	1,036,100	611,111	332,953	98,244
	(209,139)	(845,786)	(402,576)	(1,237,512)	(98,244)
					296,512
	-	190,314	208,535	(904,559)	296,512
\$	(2,363,822)	\$ (673,516)	\$ 217,874	\$ (738,497)	\$ 380,801
	(379,143)	-	-	-	-
		393,000	(121,164)	4,376,044	-
\$	(2,742,965)	\$ (280,516)	\$ 96,710	\$ 3,637,547	\$ 380,801
	15.60%	0.00%	0.00%	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
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
2015	1,464,684	462,807	231,993	1,009,897	3,169,381
2016	1,375,248	530,365	254,705	962,241	3,122,559

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
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
2015	1,464,684	462,807	231,993	1,032,112	3,191,596
2016	1,375,248	530,365	254,705	988,621	3,148,939

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		
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%
2015	200,781,736	1,403,589	-	202,185,325	241,609,417	18,602,931	260,212,348	0.379%
2016	209,488,771	1,688,283	-	211,177,054	259,133,414	16,360,714	275,494,128	0.342%

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,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
CITY DIRECT RATE:										
City basic rate	0.154	0.156	0.143	0.143	0.137	0.149	0.154	0.151	0.149	0.146
Community Development Agency	0.446	0.461	0.404	0.404	0.402	0.376	0.379	0.271	0.23044	0.19598
TOTAL CITY DIRECT RATE	0.600	0.617	0.547	0.547	0.540	0.524	0.533	0.422	0.37915	0.34160
OVERLAPPING RATES:										
Yolo County	0.108	0.119	0.221	0.109	0.111	0.124	0.155	0.192	0.29380	0.32990
Yolo County Library	0.011	0.029	0.029	0.029	0.030	0.030	0.031	0.031	0.03070	0.02720
Winters Cemetary District	0.027	0.027	0.027	0.027	0.027	0.028	0.028	0.028	0.02810	0.02210
Sacramento-Yolo Mosquito Vector District	0.009	0.009	0.009	0.009	0.009	0.009	0.010	0.010	0.00950	0.00850
Yolo County Resources Conservation District	0.000	0.000	0.000	-	-	-	-	-	0.00000	0.00000
Yolo County Flood Control District	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.00970	0.00990
Solano Community College District	0.042	0.042	0.042	0.042	0.042	0.043	0.043	0.043	0.04360	0.03430
Yolo County School Services	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.02960	0.03010
Winters Joint Unified School District	0.147	0.201	0.086	0.205	0.296	0.297	0.296	0.296	0.29770	0.26660
	0.983	1.083	1.000	1.007	1.095	1.095	1.135	1.061	1.12185	1.07020
City of Winters General Obligation Bonds	0.074	0.074	0.074	-	-	-	-	-	0.00000	0.00000
Winters Joint Unified School District Bonds	0.154	0.266	0.299	0.092	0.092	0.092	-	-	0.00000	0.00000
Indian Valley Dam Bond	0.000	0.000	0.373							
TOTAL DIRECT RATE	1.211	1.423	1.745	1.099	1.187	1.187	1.135	1.061	1.12185	1.07020

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 all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for 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, 2016			Fiscal Year Ended June 30, 2007		
	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	\$ 19,886,150	1	4.30%	\$ -	-	-
Roman Catholic Bishop of Sacramento	7,250,307	2	1.57%			
Mariani Nut Company	6,384,427	3	1.38%	5,296,858	4	1.208%
GBH-Winters Highlands LLC	4,960,128	4	1.07%	9,571,790	1	2.183%
Pavestone Company LP	4,248,341	5	0.92%	6,780,140	3	1.547%
Bruhn Orchards Housing LLP	3,991,581	6	0.86%			
Corp of the Presiding Bishop LDS Church	3,236,831	7	0.70%			
Winters Almondwood LP	2,724,058	8	0.59%			
Winters Apartments	2,366,008	9	0.51%			
Ogando, Joseph E and Karen M Trust	2,103,030	10	0.45%	1,094,941	20	0.0250%
Winters Gateway Inc.	1,945,968	11	0.42%	1,571,261	12	0.358%
Lorenzo Family Trust	1,858,123	12	0.40%			
Eviliszor, Kenneht A Jr., Etal	1,828,448	13	0.40%	1,836,241	7	0.419%
Bellevue North	1,676,815	14	0.36%			
South Market Court PTN LP	1,500,000	15	0.32%	8,000,000	2	1.825%
Winters Senior Apartment	1,489,000	16	0.32%			
Conway Lousi W TR Etal	1,487,445	17	0.32%	1,176,240	17	0.268%
Ali Ashraf & Yasmin A	1,475,022	18	0.32%	1,547,936	14	0.353%
Pickerel, John and Melanie B	1,472,140	19	0.32%			
Rodriguez Family Trust	1,468,343	20	0.32%			
Gateway Investors Club LLC	1,414,000	21	0.31%			
Turning Point Acquisitions V LLC	1,405,457	22	0.30%			
Schuhart, Thuel V & Vive	1,373,412	23	0.30%			
Martinez Family Limited Partnership	1,367,800	24	0.30%			
Doughty Bill and Anna M TR	1,302,837	25	0.28%			
Montosa, Donna M TR	1,244,221	26	0.27%	1,094,261	21	0.250%
QuikServe II Concepts Inc	1,211,035	27	0.26%			
Cross Development Winters LLC	1,187,132	28	0.26%			
Burdick, Raymond and Marijean	1,181,876	29	0.26%			
Siracusa, John & Elizabeth	1,122,806	30	0.24%	1,786,766	9	0.408%
Ogando Trust	1,113,422	31	0.24%			
Gianola Trust	1,101,947	32	0.24%			
Geerts Trust	1,014,031	33	0.22%			
Tiechert Land Co	980,373	34	0.21%			
2014-3 IH Borrowers LP	931,654	35	0.20%			
Winters MHP LLC	899,981	36	0.19%			
M & L Fruit Company	880,647	37	0.19%			
Paradise Farms LLC	864,420	38	0.19%			
Dunham 2011 Living Trust	841,803	39	0.18%			
Ali Samir	836,077	40	0.18%			
Singh Sukh D TR Etal	804,840	41	0.17%			
Mazza Graziani 2009 Family Trust	796,187	42	0.17%			
Long, Darsen B and Kathleen	790,000	43	0.17%			
Fridae, Keith and Rebecca	789,183	44	0.17%			
Cook, Sara K & Smith Daniel P			0.00%			
Winters Investment Group			0.00%	1,648,776	11	0.376%
Lorenzo, Aladdin C & Lynda R TR			0.00%	1,122,843	19	0.256%
Lyons, Tom R and Diana E			0.00%	1,042,137	22	0.238%
Rodrigues, Roberto and Karen A			0.00%	1,083,382	21	0.247%
Almondwood Developments			0.00%	1,133,372	18	0.259%
Winters Investors, LLC			0.00%	1,331,712	16	0.304%
John Larry J Tr Etal			0.00%	1,529,998	15	0.349%
Alsbury, Peter L and Liza R Trust			0.00%	1,557,230	13	0.355%
Village on the Park			0.00%	1,650,000	10	3.760%
Lily H Ogden Trust			0.00%	1,821,064	8	0.415%
Greyhawk LLC			0.00%	1,917,796	6	0.437%
Hisey, Raymond P & Rebecca A			0.00%	1,946,330	5	0.444%
	<u>\$ 98,807,306</u>		<u>21.37%</u>	<u>\$ 57,541,074</u>		<u>16.284%</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
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%
2015	1,753,192	1,753,192	100%	1,753,192	100%
2016	1,662,479	1,662,479	100%	1,662,479	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	Total Primary Govern- ment	Percentage of Estimated Actual Taxble Value of Property ^①	Debt per Capita ^②
	Tax Allocation Bonds	Total Govern- mental Activities	General Obligation Bonds	Loans	Sewer Bonds	Water Bonds				
2007	18,340,000	18,340,000	-	-	-	-	-	18,340,000	4.59%	2,663.76
2008	18,060,000	18,060,000	-	-	4,495,000	3,810,000	8,305,000	26,365,000	5.78%	3,753.02
2009	17,765,000	17,765,000	-	-	4,495,000	3,810,000	8,305,000	26,070,000	5.23%	3,696.82
2010	17,305,000	17,305,000			4,495,000	3,810,000	8,305,000	25,610,000	5.40%	3,608.06
2011	16,835,000	16,835,000			4,495,000	3,810,000	8,305,000	25,140,000	5.92%	3,755.60
2012					4,400,000	3,730,000	8,130,000	8,130,000	1.90%	1,188.77
2013					4,300,000	3,645,000	7,945,000	7,945,000	1.89%	1,139.23
2014					4,195,000	3,555,000	7,750,000	7,750,000	1.78%	1,110.47
2015					4,090,000	3,465,000	7,555,000	7,555,000	1.63%	1,086.43
2016					3,980,000	3,370,000	7,350,000	7,350,000	1.51%	1,018.85

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

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		
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%	-
2015	-	-	-	0.00%	-
2016	-	-	-	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, 2016

City Assessed Valuation		\$ 486,671,181	
Redevelopment Agency Incremental Valuation		-	
		486,671,181	
TOTAL ASSESSED VALUATION		486,671,181	
	Percentage Applicable	Outstanding Debt at	Estimated Share of Overlapping Debt
	①	June 30, 2016	
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Solano County Community College District	1.092%	\$ 216,406,333	2,363,157
Winters Joint Unified School District	50.574%	7,260,000	3,671,672
		\$ 223,666,333	6,034,830
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT			
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Yolo County General Fund Obligations	2.077%	23,940,000	497,234
Yolo County Office of Education Certificates of Participation	2.077%	5,890,000	122,335
Solano County Community College District Certificates of Participation	1.092%	10,572,508	115,452
Winters Joint Unified School District Certificates of Participation	50.574%	1,032,000	521,924
		41,434,508	1,256,944
TOTAL OVERLAPPING GENERAL FUND DEBT			
OVERLAPPING TAX INCREMENT DEBT (Successor Agency)	100.00%	14,775,000	14,775,000
TOTAL OVERLAPPING DEBT			\$ 22,066,773

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's 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,				
	2007	2008	2009	2010	2011
Assessed valuation	\$ 455,937,316	\$ 492,219,254	\$ 498,026,316	\$ 473,823,122	\$ 424,957,197
Debt limit percentage	15.00%	15.00%	15.00%	15.00%	15.00%
DEBT LIMIT	68,390,597	73,832,888	74,703,947	71,073,468	63,743,580
Total debt applicable to limit General Obligation Bonds	-	-	-	-	-
LEGAL DEBT MARGIN	\$ 68,390,597	\$ 73,832,888	\$ 74,703,947	\$ 71,073,468	\$ 63,743,580
Total debt applicable to limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
\$421,099,025	\$421,099,025	\$ 436,124,186	\$ 462,397,673	\$ 486,671,181
15.00%	15.00%	15.00%	15.00%	15.00%
63,164,854	63,164,854	65,418,628	69,359,651	73,000,677
-	-	-	-	-
<u>\$ 63,164,854</u>	<u>\$ 63,164,854</u>	<u>\$ 65,418,628</u>	<u>\$ 69,359,651</u>	<u>\$ 73,000,677</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 Incre- ment	Tax Allocation Bonds		
	Debt Service					Debt Service		
	Taxes	Principal	Interest	Coverage		Principal	Interest	Coverage
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
2015					1,661,098	275,000	682,957	1.73
2016					2,173,170	285,000	960,442	1.74

CITY OF WINTERS, CALIFORNIA

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN CALENDAR YEARS

<u>Calendar Year</u>	<u>Population</u> ①	<u>Median Household Income</u> ②	<u>Unemploy- ment Rate</u> ③
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%
2015	6,954	n/a	7.70%
2016	7,214	n/a	4.80%

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

<u>Employer</u>	<u>2016</u>		<u>2011</u>	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Mariani Nut Company	350	10.82%	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	50.85	1.57%	43	1.58%
Pavestone	35	1.08%	50	1.83%
Town and Country	14	0.43%	14	0.51%
Vintage Paving	11	0.34%	9	0.33%
AM/PM	8	0.25%		
JDS	0	0.00%	13	0.48%
	<u>893.85</u>	<u>27.64%</u>	<u>719</u>	<u>26.35%</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,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Community Development	4.00	3.33	2.50	1.50	1.50	1.00	1.00	1.00	1.50	2.00
Community Development Agency	1.44	3.11	1.94	1.94	1.94	0.00	0.00	1.00	0.00	0.00
Finance	2.60	2.44	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
General Government	4.44	4.88	5.00	5.00	4.00	4.00	5.00	5.00	6.00	6.00
Police	13.88	13.21	11.44	12.44	12.44	12.44	10.44	10.00	13.00	13.00
Fire Department					4.00	7.00	7.00	3.50	3.00	3.00
Public Works	9.32	8.44	7.32	7.32	7.32	7.32	7.32	8.00	13.00	14.00
Recreation	3.33	12.09	11.81	9.85	9.85	9.85	9.85	9.85	9.85	9.85
TOTAL	<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>	<u>49.35</u>	<u>50.85</u>

SOURCE: City of Winters, California

CITY OF WINTERS, CALIFORNIA

OPERATING INDICATORS BY FUNCTION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,						
	2007	2008	2009	2010	2011	2012	2013
Police:							
Traffic Citations	\$ 24,523	\$ 48,860	\$ 48,860	\$ 11,177	\$ 10,745	\$ 19,569	\$ 15,396
Parking Citations	\$ 1,710	\$ 1,195	\$ 1,195	\$ 245	\$ -	\$ 1,490	\$ 750
Water							
New Connections	2	1	3	0	0	5	2
Average Daily Consumption	1.60 mgd	1.86 mgd	1.58 mgd	1.28 mgd	1.39 mgd	1.10 mgd	1.15 mgd
Sewer							
New Connections	2	1	-				2
Average Daily Sewage Treatment	.598 mgd	.548 mgd	.548 mgd	.567 mgd	.556 mgd	.535 mgd	.543 mgd

SOURCE: City of Winters, California

<u>2014</u>	<u>2015</u>	<u>2016</u>
\$ 5,104	\$ 10,729	\$ 17,925
\$ 765	\$ 148	\$ 380
1	1	41
1.12 mgd	1.05 mgd	.817 mgd
1	1	41
.641 mgd	.533 mgd	.438 mgd

CITY OF WINTERS, CALIFORNIA

CAPITAL ASSET STATISTICS BY FUNCTION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
POLICE:										
Stations	1	1	1	1	1	1	1	1	1	1
FIRE										
Stations	0	0	0	0	1	1	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	2	3	3	3	3
PARKS AND RECREATION:										
Parks	6	6	6	6	6	6	6	6	7	7
Park acreage	7.2	7.2	7.2	7.2	7.2	7.2	7.2	7.2	11.9	11.9
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	6	6	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