



Comprehensive Annual Financial Report

For the Year Ended

June 30, 2017

City of Winters

318 First Street

Winters, CA 95694

Phone 530-795-4910

[Www.cityofwinters.org](http://www.cityofwinters.org)

**CITY OF WINTERS
CALIFORNIA**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

**CITY OF WINTERS
Finance Department**

**Shelly Gunby
Director of Financial Management**

City of Winters
Comprehensive Annual Financial Report
Year Ended June 30, 2017

TABLE OF CONTENTS

PAGE

I.	INTRODUCTORY SECTION		PAGE
	Letter of Transmittal		i - v
	Directory of Officials		vi
	Organization Chart		vii
	Certificate of Achievement for Excellence in Financial Reporting		viii
II.	FINANCIAL SECTION		
	Independent Auditor's Report		1 - 3
	Management's Discussion & Analysis		4 - 22
	Basic Financial Statements:		
	Government-wide Financial Statements:		
	Statement of Position		23
	Statement of Activities		24 - 25
	Fund Financial Statements:		
	Governmental Funds:		
	Balance Sheet		26 - 27
	Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position		28
	Statement of Revenues, Expenditures and Changes in Fund Balances		29 - 30
	Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities		31
	Proprietary Funds:		
	Statement of Net Position		32
	Statement of Revenues, Expenses and Changes in Net Position		33
	Statement of Cash Flows		34
	Fiduciary Fund:		
	Statement of Fiduciary Net Position		35
	Statement of Changes in Fiduciary Net Position		36
	Notes to Financial Statements		37 - 65
	Required Supplementary Information:		
	Major Governmental Funds:		
	Budgetary Comparison Schedules:		
	General Fund		66
	Prop 84 Grant Special Revenue Fund		67
	Schedule of Funding Progress:		
	Other Post-Employment Benefits Plan		68
	Schedule of the City's Proportionate Share of the Net Pension Liability		69
	Schedule of Plan Contributions		70
	Notes to Required Supplementary Information		71
	Supplementary Information:		
	Non-major Governmental Funds:		72 - 75
	Combining Balance Sheet – Non-major Governmental Funds		76 - 84
	Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Non-major Governmental Funds		85 - 93
	Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual:		
	City Wide Assessment Special Revenue Fund		94
	Flood Assessment Special Revenue Fund		95
	Gas Tax Special Revenue Fund		96

City of Winters
Comprehensive Annual Financial Report
Year Ended June 30, 2017
TABLE OF CONTENTS - Continued

PAGE

Supplementary Information - Continued:

Traffic Safety Special Revenue Fund	97
Afterschool Program Special Revenue Fund	98
Vehicle Theft Deterrent Special Revenue Fund	99
Transportation Development Act Special Revenue Fund	100
Fire Prevention Special Revenue Fund	101
Revolving Loan Funds Special Revenue Fund	102
State COPS 1913 Special Revenue Fund	103
Realignment Special Revenue Fund	104
Housing Successor Special Revenue Fund	105
Prop 84 Park Special Revenue Fund	106
Beverage Recycling Special Revenue Fund	107
EDBG 99-688 Special Revenue Fund	108
EDBG 96-405 Special Revenue Fund	109
Flood Control Study Capital Project Fund	110
Capital Asset Replacement Capital Project Fund	111
Landfill Capital Project Fund	112
RAJA Storm Drain Capital Project Fund	113
Street Impact Fee Capital Project Fund	114
Storm Drain Impact Fee Capital Project Fund	115
Parks and Recreation Impact Fee Capital Project Fund	116
Police Impact Fee Capital Project Fund	117
Fire Impact Fee Capital Project Fund	118
General Facilities Impact Fee Capital Project Fund	119
Water Impact Fee Capital Project Fund	120
Sewer Impact Fee Capital Project Fund	121
Fiduciary Fund:	122
Combining Statement of Fiduciary Assets and Liabilities - Agency Fund	123 - 124
Combining Statement of Changes in Fiduciary Assets and Liabilities - Agency Fund	125 - 126

III. STATISTICAL SECTION

Description of Statistical Section Contents	127
Financial Trends:	
Net Position by Component - Last Ten Fiscal Years	128 - 129
Changes in Net Position - Last Ten Years	130 - 133
Fund Balances of Governmental Funds - Last Ten Fiscal Years	134 - 135
Changes in Fund Balances of Governmental Funds - Last Ten Fiscal Years	136 - 137
Revenue Capacity:	
Governmental Activities Tax Revenues By Source - Last Ten Fiscal Years	138
General Fund Tax Revenues By Source - Last Ten Fiscal Years	139
Assessed Value of Taxable Property - Last Ten Fiscal Years	140
Direct and Overlapping Property Tax Rates - Last Ten Fiscal Years	141
Principal Property Tax Payers (Top Ten) - Current Year and Nine Years Ago	142
Property Tax Levies and Collections - Last Ten Fiscal Years	143
Debt Capacity:	
Ratios of Outstanding Debt by Type - Last Ten Fiscal Years	144
Ration of General Bonded Debt Outstanding – Last Ten Fiscal Years	145
Direct and Overlapping Debt	146
Legal Debt Margin Information - Last Ten Fiscal Years	147 - 148
Pledged Revenue Coverage - Last Ten Fiscal Years	149

City of Winters
Comprehensive Annual Financial Report
Year Ended June 30, 2017
TABLE OF CONTENTS - Continued

	PAGE
III. STATISTICAL SECTION - Continued	
Demographic and Economic Information:	
Demographic and Economic Statistics	150
Principal Employers - Current Year and Nine Years Ago	151
Operating Information:	
Full-time and Part-time City Employees by Function - Last Ten Fiscal Years	152
Operating Indicators by Function - Last Ten Calendar Years	153 - 154
Capital Asset Statistics by Function - Last Ten Fiscal Years	155

INTRODUCTORY SECTION



December 21, 2017

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, 2017 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, 2017 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, 2017 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
Phone.530.795.4910
Fax. 530.795.4935

**COUNCIL
MEMBERS**
Pierre Neu
Harold Anderson
Jesse Lorens

MAYOR
Wade Cowan
MAYOR PRO TEM
Bill Biasi

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. In recent years, the City has employed the use of a two year budget cycle which encompasses the adoptions of concurrent individual fiscal year budget. All agencies of the City of Winters are required to submit requests for appropriation to the Director of Financial Management which are then implemented in each the ensuing fiscal years. 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 shortfalls. 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 in 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 sharp recovery and we expect prices to continue to increase.
- Residential construction has been completed on approximately all 72 units of Winters Ranch (formerly known as the Ogando Hudson Subdivision), and grading of the 400 unit Winters Highlands Project (now called Stone's Throw) and 117 Callahan Estates subdivision has begun and construction will commence in Spring, 2018. Other approved subdivisions have begun re-engaging the City of Winters in order to facilitate the construction of the approved residential subdivisions.
- The City of Winters Property Tax revenues suffered a decline of 20% during the recession from \$1,395,538 in 2008-2009 to a low of \$1,121,922 in 2009-2010. While property taxes have increased in small amounts each year since the recession, revenues for 2016-2017 still have not reached the 2008-2009 levels. With additional residential construction and the construction of business buildings, the City should finally surpass the levels of the 2008-2009 Property Tax revenues in fiscal year 2017-2018.
- The City's Sales Tax has seen a rebound from \$267,204 in 2009-2010 to \$598, 426 in the current fiscal year.
- Additional freeway serving businesses are expected to develop along the Grant Avenue corridor, the new State of the Art PG&E Gas Operation Technical Training facility began operations in September of 2017 and the Starbucks, directly across the street from the PG&E facility is under construction and anticipated to open in January 2018. Additionally a Fairfield Inn (Marriot) Hotel planned to be adjacent to the Starbucks has completed the planning process and is expected to break ground in the first quarter of 2018.
- 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 in 2018, providing accommodations for overnight tourists and a conference area for business in the area.

- The City of Winters had built up quite a reserve fund balance that has allowed us to weather the recession without making significant service cuts, and to continue pursuing and building certain projects that were necessary to keep the economic development engine functioning. Once the hotels, and other new businesses begin operations and providing additional revenue on an ongoing basis, the City is prioritizing the rebuilding of the reserve balance to prepare us for the new challenges we will face in the future.

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.

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 has provided 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 2008 recession impacted the City of Winters significantly with a reduction in assessed values and a resulting reduction in property tax revenues, these revenues are just returning to 2008 levels, a full 10 years later. Measure W, enacted in June 2010 by the voters of the City of Winters, increased the Utility User Tax from 4.75% to 9%. 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 Winters is once again anticipating adhering to our our General Fund policy that "Operating Revenues must fully cover operating expenditures" in the 2017-2018 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 #6 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.
- The advanced construction of traffic infrastructure (signal and roundabout) has advanced traffic capacities to reduce the burden of future economic development projects.

Capital Improvement Plans will be reviewed and updated in the 17-18 fiscal year and will coordinate with the master plans for both Water and Sewer Enterprise Functions. The Development Impact fee program is currently under review and new fees are anticipated to be set in early 2018.

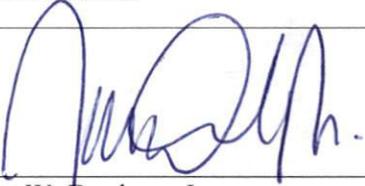
Awards and Acknowledgements

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.

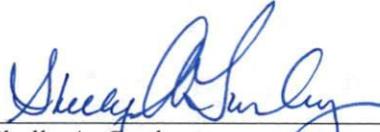
The Government Finance Officer Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Winters for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2016. This is the thirteenth (14th) year that the City has received 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.



John W. Donlevy, Jr.
City Manger



Shelly A. Gunby
Director of Financial Management

CITY OF WINTERS, CALIFORNIA

ELECTED AND APPOINTED OFFICIALS

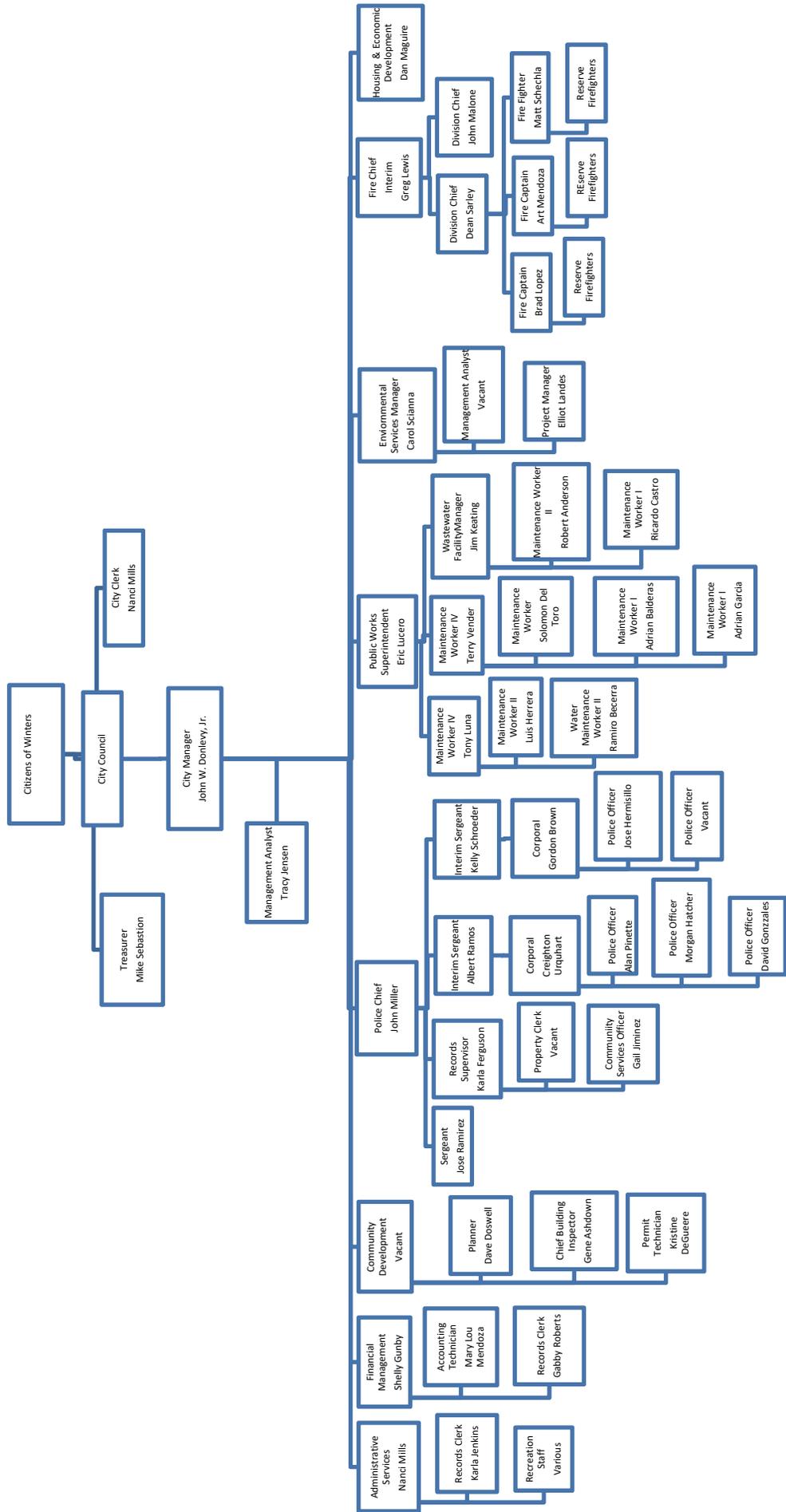


CITY COUNCIL

- *Wade Cowan*.....Mayor
- *Bill Biasi*.....Mayor Pro Tem
- *Pierre Neu*Council member
- *Harold Anderson*.....Council member
- *Jesse Lorens*.....Council member

APPOINTED OFFICIALS

- *John W. Donlevy, Jr.*.....City Manager
- *John Miller*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
- *Greg Lewis* Interim 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, 2016

Executive Director/CEO

FINANCIAL SECTION



Independent Auditor's Report

The Honorable City Council
City of Winters, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Winters (City), as of and for the year ended June 30, 2017, 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, 2017, 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.

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 21, 2017, 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 & Fankhaed, LLP

December 21, 2017

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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, 2017. 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 \$38,301,858 (net position). Of this amount, \$877,335 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 \$13,083,455 an increase of \$527,749 in comparison with the prior fiscal year. Approximately 4% or \$497,838 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 \$1,015,384 or, 20.02% 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, 2017

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.

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.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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 \$38,301,858 at the close of the most recent fiscal year.

68.13% 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, 29.58%, represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$877,355 or 2.29% may be used to meet the government's ongoing obligations to citizens and creditors.

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.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

TABLE 1
SUMMARY OF NET POSITION
AS OF JUNE 30

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
ASSETS:						
Current and other Assets	\$ 14,313,214	\$ 13,734,672	\$ 3,393,856	\$ 3,503,754	\$ 17,707,070	\$ 17,238,426
Capital Assets, net	24,511,108	24,140,799	8,725,241	8,619,915	33,236,349	32,760,714
TOTAL ASSETS	\$ 38,824,322	\$ 37,875,471	\$ 12,119,097	\$ 12,123,669	\$ 50,943,419	\$ 49,999,140
DEFERRED OUTFLOWS OF RESOURCES						
Deferred Pension Contributions	\$ 1,394,056	\$ 504,432	\$ 214,768	\$ 58,784	\$ 1,608,824	\$ 563,216
TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ 1,394,056	\$ 504,432	\$ 214,768	\$ 58,784	\$ 1,608,824	\$ 563,216
LIABILITIES						
Liabilities due after one year	\$ 4,271,286	\$ 3,451,601	\$ 7,587,232	\$ 7,569,035	\$ 11,858,518	\$ 11,020,636
Other Liabilities	1,101,707	1,308,308	1,042,665	917,429	2,144,372	2,225,737
TOTAL LIABILITIES	\$ 5,372,993	\$ 4,759,909	\$ 8,629,897	\$ 8,486,464	\$ 14,002,890	\$ 13,246,373
DEFERRED INFLOWS OF RESOURCES						
Pension Actuarial Amounts	\$ 174,236	\$ 501,010	\$ 73,259	\$ 55,568	\$ 247,495	\$ 556,578
TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 174,236	\$ 501,010	\$ 73,259	\$ 55,568	\$ 247,495	\$ 556,578
NET POSITION						
Net Investment in Capital Assets	\$ 24,511,108	\$ 24,140,799	\$ 1,585,241	\$ 1,269,915	\$ 26,096,349	\$ 25,410,714
Restricted	10,783,609	10,487,827	544,565	544,305	11,328,174	11,032,132
Unrestricted	(623,568)	(1,509,642)	1,500,903	1,826,201	877,335	316,559
TOTAL NET POSITION	\$ 34,671,149	\$ 33,118,984	\$ 3,630,709	\$ 3,640,421	\$ 38,301,858	\$ 36,759,405

There was an increase of \$295,782 in restricted net position reported in connection with the City of Winters' Governmental Activities. This increase is due to:

- Decrease in the amount restricted for Parks and Recreation (\$6,697)
- Decrease in the amount restricted for Housing Programs (\$2,329,221)
- Increase in the amount restricted for Public Safety \$2,459,343
- Decrease in the amount restricted for Streets and Highways (\$683,196)
- Increase in the amount restricted for Capital Projects \$855,553

The net position of the City of Winters increased by \$1,542,453 during the fiscal year. The increase in net position is due to the increase in net position in Governmental Activities of \$1,552,165 and a decrease in Business-Type Activities of \$9,712. 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 \$1,552,165. The increase in net position is due to:

- Increase in liabilities (\$613,084)
 - The increase in liabilities is comprised of the following:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

- Increase in Accounts Payable (\$39,214)
 - Decrease in Accrued Payroll \$ 94,144
 - Decrease in Long-term Debt due in one year \$21,583
 - Decrease in Deposits \$130,088
 - Increase in Long-term Debt due in more than one year (\$819,685)
- Increase in assets \$948,851
 - The increase in assets is comprised of the following
 - Increase in Capital Assets \$370,309
 - Increase in Cash and investments \$964,865
 - Decrease in Restricted Cash (\$132,622)
 - Increase in Interest Receivable \$2,747
 - Decrease in Amount Due from Developers (\$225,231)
 - Increase in Accounts Receivable \$969
 - Decrease in Notes Receivable (\$32,186).
 - Increase of deferred outflows of resources to report pension information of \$889,624
 - Decrease of deferred inflows of resources to report pension information of \$326,774

The Cost of all governmental activities during 2016-2017 was \$6,396,973. Some of the cost of governmental activities was paid by those who directly benefited from the programs in the amount of \$1,351,051 or by other governmental agencies and organizations that subsidized certain programs with grants and contributions in the amount of \$3,050,836. Overall, the City generated program revenues of \$4,401,887. The balance of the cost of governmental activities of \$1,995,086 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, 2017:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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

	Governmental Activities		Business-Type Activities		Totals	
	2017	2016	2017	2016	2017	2016
PROGRAM REVENUES						
Charges for services	\$ 1,351,051	\$ 1,487,496	\$ 3,060,263	\$ 2,994,780	\$ 4,411,314	\$ 4,482,276
Operating grants	1,037,512	536,783	-	-	1,037,512	536,783
Capital Grants	2,013,324	2,894,354	38,514	161,181	2,051,838	3,055,535
GENERAL REVENUES						
Property taxes	1,346,013	1,375,248	-	-	1,346,013	1,375,248
Sales and uses taxes	598,426	530,365	-	-	598,426	530,365
Motor Vehicle in lieu	-	2,806	-	-	-	2,806
Franchise fees	210,984	254,705	-	-	210,984	254,705
Utility Tax	760,075	650,469	-	-	760,075	650,469
Municipal services tax	300,621	296,750	-	-	300,621	296,750
Transient Occupancy Tax	7,198	12,216	-	-	7,198	12,216
Other Revenues	267,654	447,583	-	-	267,654	447,583
Gain on Sale of Land	-	296,512	-	-	-	296,512
Use Money and property	56,280	56,915	7,551	6,315	63,831	63,230
TOTAL REVENUES	\$ 7,949,138	\$ 8,842,202	\$ 3,106,328	\$ 3,162,276	\$ 11,055,466	\$ 12,004,478
EXPENSES						
Governmental Activities						
General Government	\$ 93,825	\$ 291,214	\$ -	\$ -	\$ 93,825	\$ 291,214
Public Safety	3,913,486	3,748,055	-	-	3,913,486	3,748,055
Public Works	352,619	309,620	-	-	352,619	309,620
Community Development	547,753	1,197,114	-	-	547,753	1,197,114
Parks and Rereation	768,571	1,046,138	-	-	768,571	1,046,138
Streets and Highways	720,719	462,532	-	-	720,719	462,532
Business Taype Activities						
Water			1,308,996	1,539,702	1,308,996	1,539,702
Sewer			1,807,044	1,776,270	1,807,044	1,776,270
TOTAL EXPENSES	\$ 6,396,973	\$ 7,054,673	\$ 3,116,040	\$ 3,315,972	\$ 9,513,013	\$ 10,370,645
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES BEFORE TRANSFERS	\$ 1,552,165	\$ 1,787,529	\$ (9,712)	\$ (153,696)	\$ 1,542,453	\$ 1,633,833
CHANGE IN NET POSITION	\$ 1,552,165	\$ 1,787,529	\$ (9,712)	\$ (153,696)	\$ 1,542,453	\$ 1,633,833
NET POSITION JULY 1	33,118,984	31,331,455	3,640,421	3,794,117	36,759,405	35,125,572
NET POSITION JUNE 30	\$ 34,671,149	\$ 33,118,984	\$ 3,630,709	\$ 3,640,421	\$ 38,301,858	\$ 36,759,405

Property taxes decreased by (\$29,235) or -2.12%. 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 16-17 payment.

Operating Contributions and Grants have increased by \$500,729 in 2016-2017 compared to 2015-2016.

- Grant funding for Streets and Roads increased by \$7,708 due to increased collections in the City Wide Assessment District. These increased collections are due to the occupancy of new buildings and homes throughout the City of Winters.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

- Park and Recreation Grants decreased by (\$15,754) due to reduced contributions for the Boost Program.
- Public Safety Operating Grants increased by \$507,775. This increase is due to payments to reimburse the City of Winters for providing staffing to State Wildfires, additional increases are for several small grants that help fund overtime for specific projects that the State of California has determined are necessary and so therefore, it provides funding for those specific programs.
- Community Development Operating Grants increased by \$1,000 due to a final payment on a grant.

Capital Contributions and Grants have decreased from 2015-2016 amounts by (\$881,030) 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 2015-2016 to 2016-2017

- Public Safety Grants received decreased by (\$142,313) compared to 2015-2016 due to the one-time nature of grants. Funds were received and expended in 2015-2016 that were not available in 2016-2017.
- Public Works Grants decreased by (\$1,080,082) from 2015-2016 due to the one-time nature of grants. Grant funds were received for a major bridge renovation in 2015-2016 and all funds were expended, those funds were not available for 2016-2017.
- The amount of grant funding received for Community Development projects was (\$10,642) less in 2016-2017 than in 2015-2016.
- The Parks Department received grant funding for \$352,007 more than in 2015-2016. The Park Department still has outstanding grants to complete Walnut Park, and this is why there was an increase in grant funding.

Charges for Services have decreased from the 2015-2016 fiscal year by (\$136,445). Below are the details of the changes in charges for services from 2016-2017 compared to 2015-2016

- Increases in service charges for the Public Safety were \$13,557. The increase is due mostly to contributions for funding a new Canine Program and for funding a Cadet program.
- Service charges for Community Development decreased by (\$166,723) from 2015-2016, this is an decrease in the permit fees and plan check fees due to decreased activity in the building department in 2016-2017
- The service charges for Public Works decreased by (\$56,909) from 2015-2016 due to an decrease in Impact Fees collected. The decrease in service charges is due to decrease in impact fees due decreased development.
- Parks and Recreation service charges increased by \$20,959 due to small increases in participation in all the programs offered by the park and recreation department.
- General Government service charges increased by \$52,671 from 2015-2016. This is due the the payment of impact fees on projects started in 2015-2016.

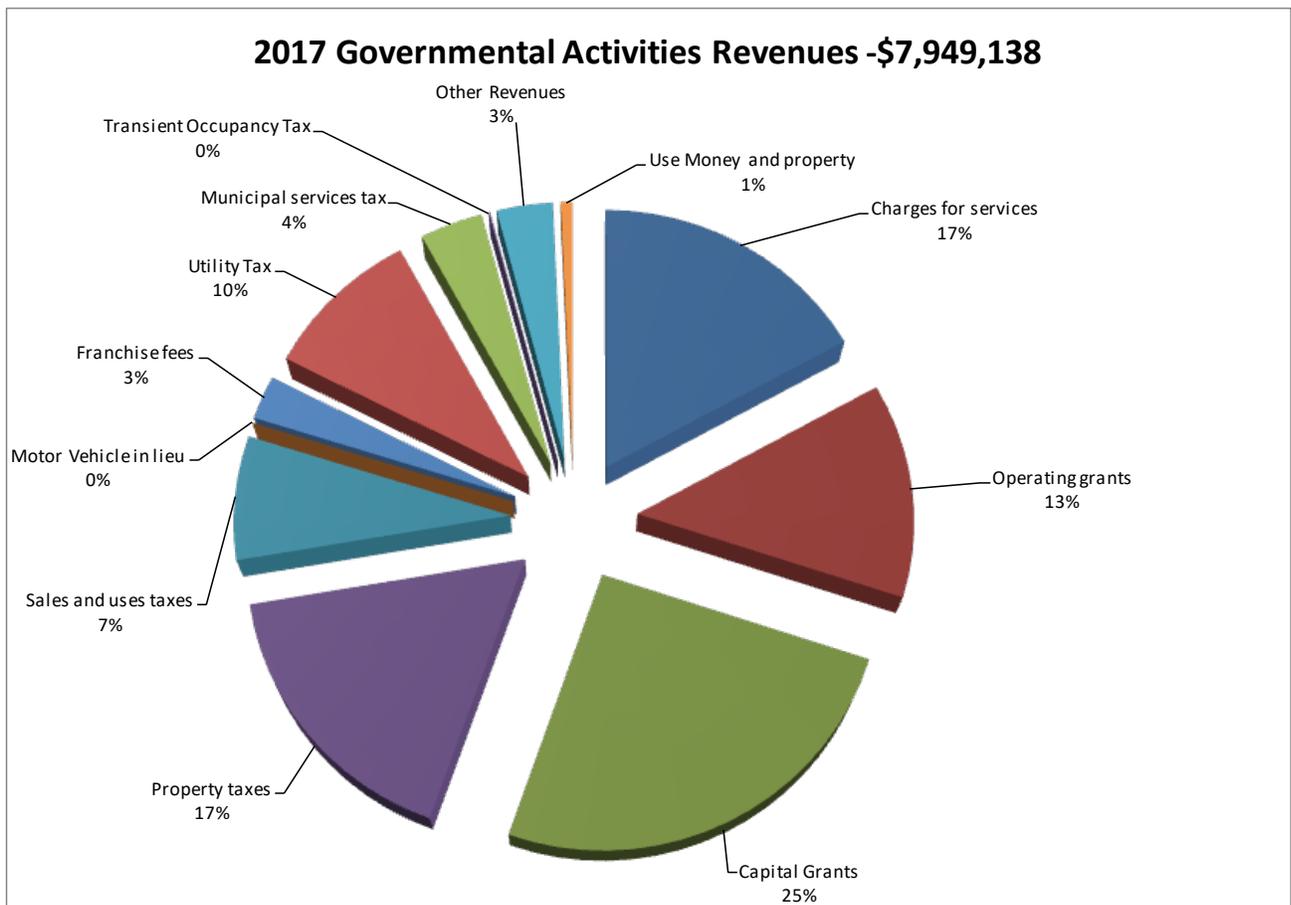
General revenues decreased (\$376,318) from 2015-2016. Property tax revenue was decreased by (\$29,235) due a payment error on the part of Yolo County. The net change in all the other revenues is an decrease (\$347,083) The detail of the other revenue sources are detailed below:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

- Sales and Use Taxes increased by \$68,061
- Utility User Tax increased by \$109,606
- Investment Revenues are (\$635) lower in 2016-2017 than in 2015-2016
- Franchise Fees decreased by (\$43,721)
- Gain on Sale of Property decreased revenues by (\$296,512)
- Other revenues sources had decreases from 2015-2016 that when aggregated with the larger changes above totaled (\$183,882) in decreases.

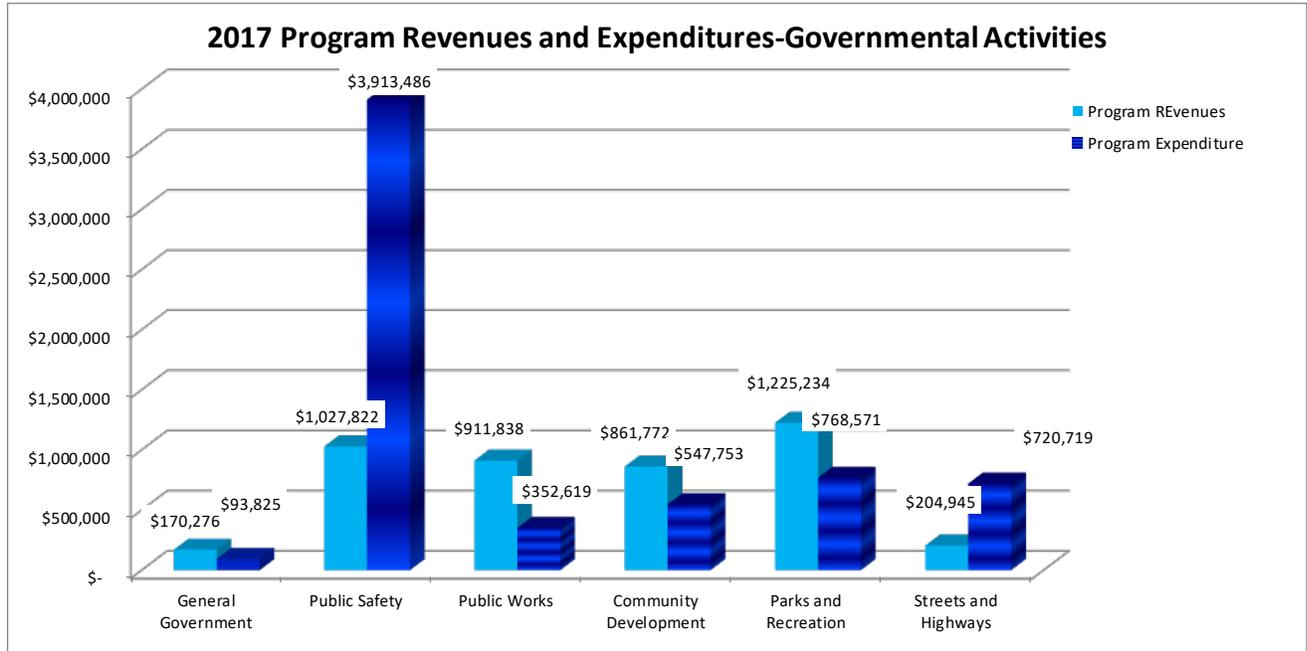
Revenues by Source-Governmental Activities



CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Program Revenues and Expenses -Governmental Activities



Governmental activity expenses decreased by (\$657,700) compared to 2015-2016 for the following reasons:

- Decrease in Community Development Expenditures of (\$649,361) due to the one-time nature of Grants issued for affordable housing development within the City of Winters, which were expended in 2015-2016 and not available for 2016-2017.
- Decrease in General Government of (\$197,389). The decrease in General Government is due to the reorganization of staffing due to staff resigning from general government positions that were not replaced.
- Increase in Public Safety of \$165,431, this reflects higher expenditures for overtime that was paid for Fire Staff to respond to CalFire managed fire, reimbursement was received from the State of California for this overtime and is included in the Operating grants and contributions.
- Increase in Public Works expenditures in the amount of \$42,999, this increase is due staff education and promotions as a result of the education and testing process.
- Decrease in expenditures of (\$277,567) for Parks and Recreation. The decrease in expenditures is due to the one-time nature of Park Grants. Current year expenditures are limited to the funds received for completing the development of Walnut Park which is a new park adjacent to a newly built affordable housing project.
- Increase in expenditures in Streets and Highways of \$258,187. This increase is due to the construction of along Highway 128 that were approved by CalTrans later in 2016-2017.

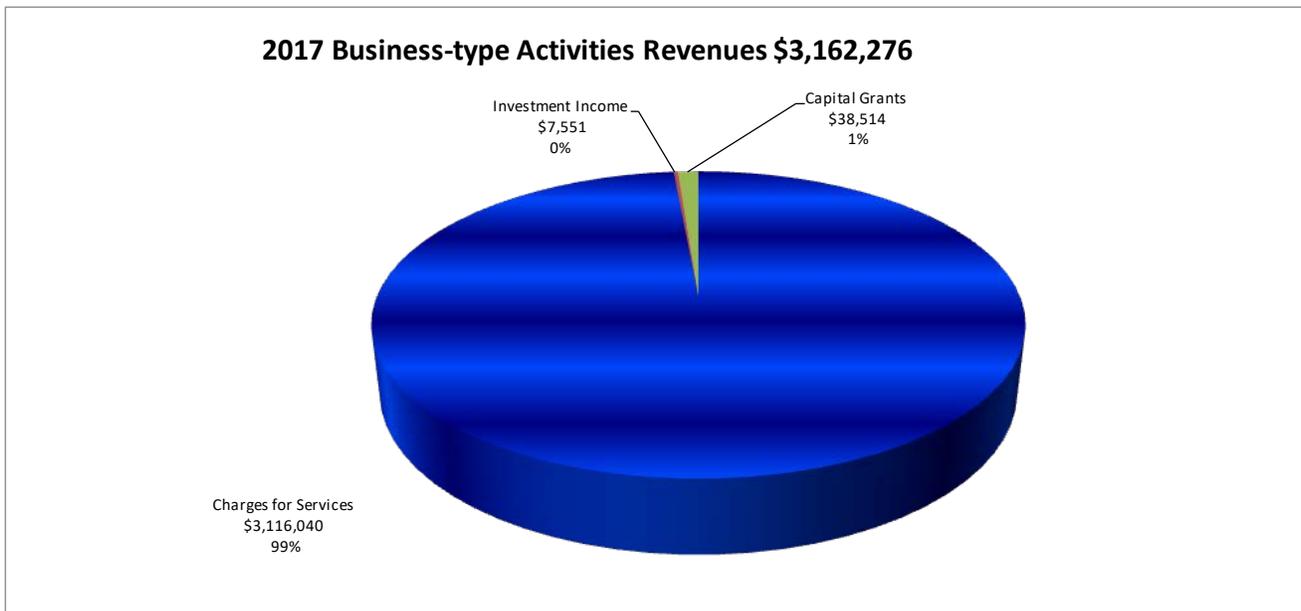
CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Business-Type Activities

Business-type activities decreased the City of Winters net position by (\$9,712). Key elements of the decrease in the net position are as follows:

- The Water O & M fund increased net position by \$136,329 for the fiscal year.
 1. Assets increased by \$141,277. Restricted Cash increased by \$8,229, Cash and investments decreased by (\$69,342), Accounts Receivables increased by \$37,414 from 2015-2016 while Depreciable Capital Assets decreased by (\$52,733). Interest Receivable increased by \$195 and Non-Depreciable Assets increased by \$217,514.
 2. Deferred Outflows of Resources, increased by \$55,823.
 3. Liabilities increased by \$70,473, increases were due to a decrease in Long Term Debt of (\$100,000) while Accounts Payable increased by \$98,365. Other liabilities combined increased by \$72,108.
 4. Deferred Inflow of Resources decreased by (\$9,702).
- The Sewer O & M Fund decreased net position of the City of Winters by (\$146,041).
 1. Assets decreased by (\$145,849). Cash decreased by (\$77,314) and Restricted Cash decreased by (\$19,264) while Capital Assets decreased by (\$59,455) and Accounts Receivable increased by \$9,453 and Interest Receivable increased by \$731.
 2. Deferred Outflows of Resources increased by \$100,161.
 3. Liabilities increased by \$72,960, Accounts Payable increased by \$30,617, Deposits Payable decreased by (\$19,405), Interest Payable decreased by (\$1,342), Long term debt due within one Year increased by \$5,000, Compensated Absences decreased by (\$1,686) and Long term debt due after one year increased by \$59,776.
 4. Deferred Inflow of Resources, increased by \$27,393



CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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 \$13,083,455, an increase of \$527,749 in comparison with the prior fiscal year. Approximately 3.81% or \$497,838 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.

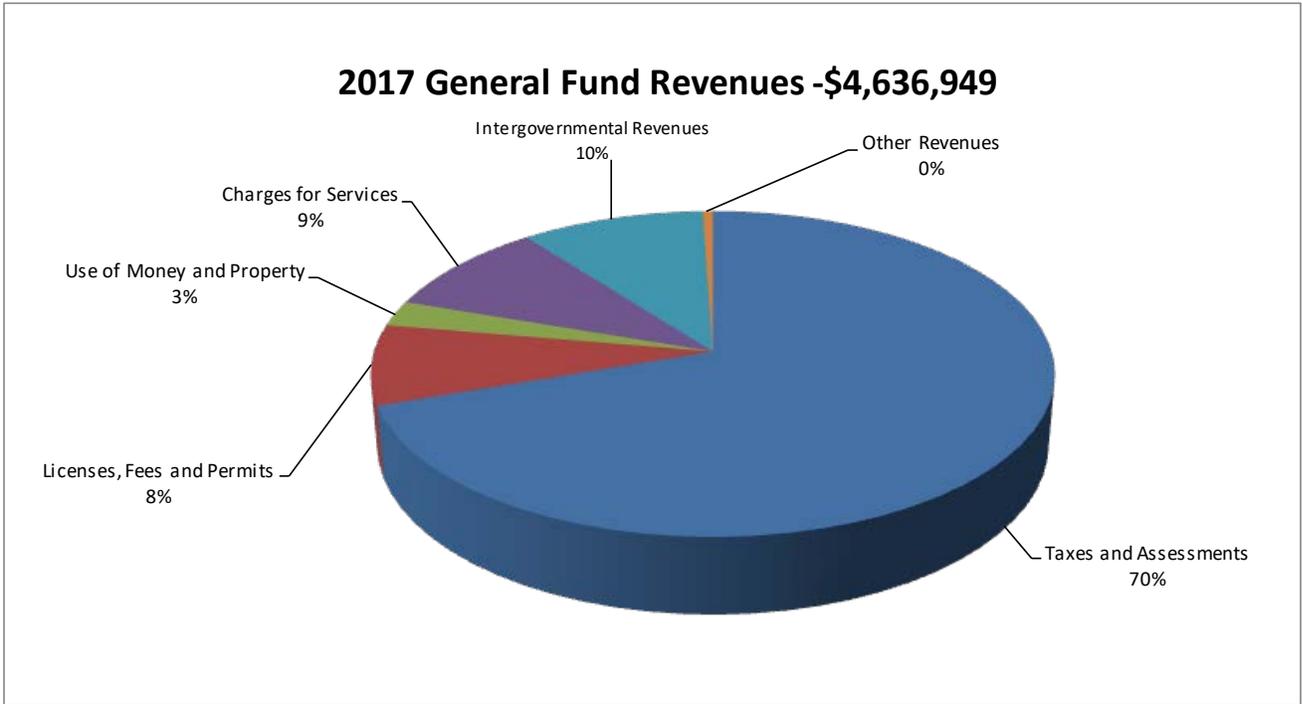
The General Fund ended the fiscal year with a fund balance of \$1,570,512 which is a decrease of (\$497,367) as compared to the prior fiscal year. The fund balance is composed of 5 components as designated by the City Council these classifications and amounts are:

1. Non-spendable Fund balance- \$555,128. These are a portion of the fund balance that cannot be spent because it is not in a spendable form, such as receivables.
2. Restricted Fund Balance- \$-0-. These are amounts that are restricted by the source of the funds, such as a grant.
3. Committed Fund Balance- \$0. These are amounts that are restricted due to a formal action of the City Council.
4. Assigned Fund Balance- \$0 These amounts are funds that are intended for a specific purpose, but for which no formal action has yet to be taken by the City Council.
5. Unassigned fund balance \$ 1,015,384. 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, 2017 were \$4,636,949 comprised of the following:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017



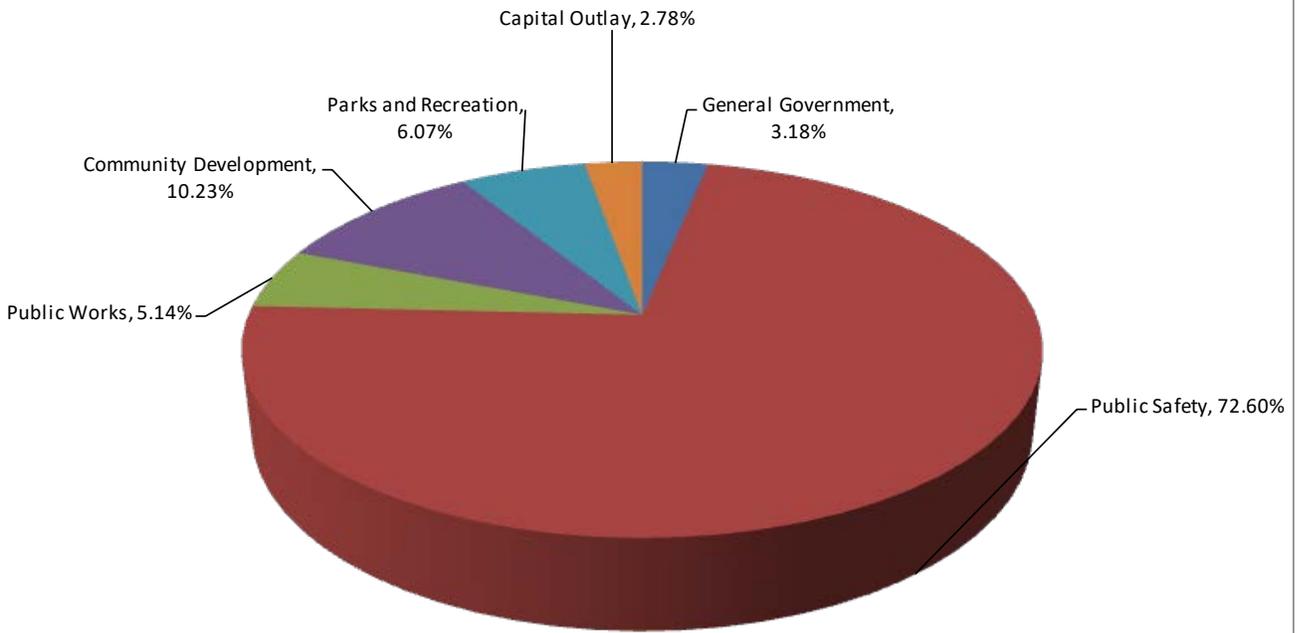
	Amount
Taxes and Assessments	\$ 3,254,266
Licenses, Fees and Permits	366,385
Use of Money and Property	116,838
Charges for Services	429,004
Intergovernmental Revenues	445,841
Other Revenues	24,615
	\$ 4,636,949

General Fund expenditures were \$5,071,675 for the fiscal year ended June 30, 2017 as illustrated in the charts that follow:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

2017 General Fund Expenditures - \$5,071,675



	Amount
General Government	\$ 161,196
Public Safety	3,681,867
Public Works	260,918
Community Development	518,605
Parks and Recreation	307,973
Capital Outlay	141,116
TOTAL	\$ 5,071,675

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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.

Prop 84 Grant Fund

The Prop 84 Grant Fund is used to account for the expenditures of Grant Funds for the completion of Walnut Park, a park directly adjacent to an affordably restricted housing complex. Total expenditures during the fiscal year 2016-2017 were \$595,586. This grant is a reimbursement grant, therefore the City of Winters pays for the services and materials used to develop the park and submits a reimbursement request to the State of California. Reimbursements received for the 2016-2017 were \$414,695.

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 \$494,837 and \$1,006,066 respectively. The Water Fund had an increase in net position during the fiscal year while the Sewer Fund had a decrease in net position during the fiscal year. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City of Winters business-type activities.

General fund Budgetary Highlights

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

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

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

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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

- General Fund:
 - City Manager Department-Budget decrease of \$3,605 due to staffing reorganization as a result of staff resignations.
 - Financial Management Department- Budget increase of \$198 due staffing reorganization as a result of staff resignations.
 - Police Department- Budget decrease of \$554 changes in staffing as a result of staff resignations.

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 \$47,254, Property tax, UUT (Utility User) tax and the Municipal Services tax all had higher revenues, while Sales Tax and TOT (Transient Occupancy Tax) had decreased revenues, combined together, the net effect was a higher than budgeted amount.
- ❖ Licenses, Fees, and permits
 - Revenues were lower than budgeted by \$193,731 because developers did not pull permits for 3 major projects that were anticipated during the year.
- ❖ Use of Money and Property
 - Revenues were more than budgeted by \$49,738, 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 more than budgeted by \$442,341 due to the reimbursement from the State of California for the expenditures for constructing Walnut Park.
- ❖ Charges for Services
 - Revenues were less than budgeted by \$3,225, this is due to a small decrease in the use of the swimming pool, other recreation activities, Fire District Reimbursement for services and Planning fees.
- ❖ Other Revenue
 - Revenues were less than budgeted by \$249,885 due to not receiving the PILOT payment from Orchard Village as well the reclassification of the receipt of repayment from the State of California for overtime, in the budget it was classified under reimbursement, however in these financial statements it was included in the Intergovernmental section.

Expenditures were higher than budgeted throughout the organization in 2016-2017. Explanations are as follows:

- ❖ General Government
 - General Government spent less than budgeted by \$116,695 in part due to the implementation of a new Cost Allocation Plan during the fiscal year. The City engaged a consultant to review city operations and update the allocation of costs in each area. The result of the updated cost allocation was that additional costs were allocated from General Government to other departments throughout the organization. Additionally, staff was extremely cautious in

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

- spending as we became aware that certain revenue sources were going to be less than anticipated.
- ❖ **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 “Intergovernmental Revenues” section, and for police overtime as turnover in staffing caused shortages and required overtime to staff all shifts. Additionally, the completion of an Audit by CalPERS discovered there were some areas that the City was incorrectly reporting compensation, corrections were made in the 2016-2017 fiscal year that were corrections going back a period of 5 years, increasing the CalPERS contributions for the Police Department in particular, as that seemed to be where the majority of reporting issues were discovered. Both Police and Fire had increase costs due to the implementation of the new Cost Allocation Plan discussed under General Government.
 - ❖ **Public Works**
 - Expenditures were less than budgeted in part due to the implementation of the new Cost Allocation Plan during the fiscal year as discussed under General Government. Additionally, staff was extremely cautious in spending as we became aware that certain revenue sources were going to be less than anticipated.
 - ❖ **Community Development**
 - Community Development expenditures were higher than budgeted due to increased costs for the addition of a part time Associate Planner position in the Planning Division, and the implementation of the new Cost Allocation Plan during the fiscal year as discussed under General Government.
 - ❖ **Parks and Recreation**
 - Expenditures were higher than budgeted due to the increased popularity, and therefore increased costs for the Munchkin Summer Program costs
 - ❖ **Capital Outlay**
 - Expenditures were less than budgeted due to cost savings on the addition of a new conference room on the lower level of City Hall to increase handicap accessibility.

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, 2017, 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.

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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

	Governmental Activities		Business Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Capital Assets not being Depreciated:						
Construction in Progress	\$ 622,802	\$ 671,338	\$ 308,416	-	\$ 931,218	\$ 671,338
Land	686,080	686,080	682,979	682,979	1,369,059	1,369,059
	-	-	-	-	-	-
Depreciable Capital Assets, Net:						
Water Pipes	-	-	3,015,899	3,085,610	3,015,899	3,085,610
Sewer Plant and Pipes	-	-	3,589,998	3,671,542	3,589,998	3,671,542
Buildings	10,427,355	9,609,744	-	-	10,427,355	9,609,744
Machinery and Equipment	-	-	807,906	851,191	807,906	851,191
Vehicles and Equipment	574,529	689,043	-	-	574,529	689,043
Infrastructure	12,200,342	12,484,594	320,043	328,593	12,520,385	12,813,187
TOTAL	\$ 24,511,108	\$ 24,140,799	\$ 8,725,241	\$ 8,619,915	\$ 33,236,349	\$ 32,760,714

Capital asset additions during 2016-2017 include the following:

- City Hall Conference Room
- Walnut Park Phase II
- Compressor
- 2016 Chevy Tahoe Police Vehicle 161
- Ford 150 Pickup
- Chevy Volt Pool Car
- Junction Box Replacement at Waste Water Treatment Facility

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

Long-term Debt

At June 30, 2017, the City of Winters had \$11,858,518 in total long-term debt, compared to \$11,020,636 on June 30, 2016.

The following table provides a breakdown of the City's outstanding indebtedness as of June 30, 2017 and 2016:

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

TABLE 4
OUTSTANDING DEBT
FOR THE FISCAL YEAR ENDED JUNE 30

	Governmental Activities		Business-type Activities		Totals	
	2017	2016	2017	2016	2017	2016
Revenue Bonds:						
2007 Water Bonds	\$ -	\$ -	\$ 3,275,000	3,370,000	\$ 3,275,000	\$ 3,370,000
2007 Sewer Bonds	-	-	3,865,000	3,980,000	3,865,000	3,980,000
Pension Related Debt	3,858,586	3,133,578	583,175	354,672	4,441,761	3,488,250
Compensated Absences	444,193	385,418	88,046	82,044	532,239	467,462
Post Employment Benefits	75,872	61,553	19,564	15,872	95,436	77,425
Totals	4,378,651	3,580,549	7,830,785	7,802,588	12,209,436	11,383,137
Less: due within one year	(107,365)	(128,948)	(243,553)	(233,553)	(350,918)	(362,501)
TOTALS	\$ 4,271,286	\$ 3,451,601	\$ 7,587,232	\$ 7,569,035	\$ 11,858,518	\$ 11,020,636

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

CITY OF WINTERS, CALIFORNIA

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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, 2017

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
ASSETS			
Cash and Investments	\$ 8,416,723	\$ 1,983,779	\$ 10,400,502
Receivables:			
Accounts	851,377	405,495	1,256,872
Interest	9,414	2,241	11,655
Due from Developers	51,035	-	51,035
Notes Receivable	4,227,880	-	4,227,880
Due from Successor Agency	457,821	-	457,821
Restricted Cash and Investments	298,964	1,002,341	1,301,305
Capital Assets:			
Land	686,080	682,979	1,369,059
Construction in Process	622,802	308,416	931,218
Other Capital Assets, Net	23,202,226	7,733,846	30,936,072
Total Assets	<u>38,824,322</u>	<u>12,119,097</u>	<u>50,943,419</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Pension Related Items	<u>1,394,056</u>	<u>214,768</u>	<u>1,608,824</u>
LIABILITIES			
Accounts Payable	541,520	234,404	775,924
Accrued Payroll Liabilities	153,471	-	153,471
Interest Payable	-	106,932	106,932
Deposits	299,351	457,776	757,127
Noncurrent Liabilities:			
Due Within One Year	107,365	243,553	350,918
Due in More Than One Year	4,271,286	7,587,232	11,858,518
Total Liabilities	<u>5,372,993</u>	<u>8,629,897</u>	<u>14,002,890</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Related Items	<u>174,236</u>	<u>73,259</u>	<u>247,495</u>
NET POSITION			
Net Investment in Capital Assets	24,511,108	1,585,241	26,096,349
Restricted for:			
Parks and Recreation	15,975	-	15,975
Housing Programs	3,584,012	-	3,584,012
Public Safety	3,447,824	-	3,447,824
Streets and Highways	1,093,600	-	1,093,600
Capital Projects	2,642,198	-	2,642,198
Debt Service	-	544,565	544,565
Unrestricted	(623,568)	1,500,903	877,335
Total Net Position	<u>\$ 34,671,149</u>	<u>\$ 3,630,709</u>	<u>\$ 38,301,858</u>

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Activities
Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$ 93,825	\$ 170,276	\$ -	\$ -
Public Safety	3,913,486	364,850	657,170	5,802
Public Works	352,619	233,923	-	677,915
Community Development	547,753	475,060	6,000	380,712
Parks and Recreation	768,571	106,942	169,397	948,895
Streets and Highways	720,719	-	204,945	-
Total Governmental Activities	6,396,973	1,351,051	1,037,512	2,013,324
Business-type Activities:				
Water	1,308,996	1,405,104	-	38,514
Sewer	1,807,044	1,655,159	-	-
Total Business-type Activities	3,116,040	3,060,263	-	38,514
Total Primary Government	\$ 9,513,013	\$ 4,411,314	\$ 1,037,512	\$ 2,051,838

General Revenues:

Taxes:

- Property Taxes
- Sales and Use Taxes
- Franchise Fees
- Utility Tax
- Municipal Service Tax
- Transient Occupance Tax

Other Revenues

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

<u>Governmental Activites</u>	<u>Business-type Activities</u>	<u>Totals</u>
\$ 76,451	\$ -	\$ 76,451
(2,885,664)	-	(2,885,664)
559,219	-	559,219
314,019	-	314,019
456,663	-	456,663
<u>(515,774)</u>	<u>-</u>	<u>(515,774)</u>
<u>(1,995,086)</u>	<u>-</u>	<u>(1,995,086)</u>
-	134,622	134,622
<u>-</u>	<u>(151,885)</u>	<u>(151,885)</u>
<u>-</u>	<u>(17,263)</u>	<u>(17,263)</u>
<u>(1,995,086)</u>	<u>(17,263)</u>	<u>(2,012,349)</u>
1,346,013	-	1,346,013
598,426	-	598,426
210,984	-	210,984
760,075	-	760,075
300,621	-	300,621
7,198	-	7,198
267,654	-	267,654
<u>56,280</u>	<u>7,551</u>	<u>63,831</u>
<u>3,547,251</u>	<u>7,551</u>	<u>3,554,802</u>
1,552,165	(9,712)	1,542,453
<u>33,118,984</u>	<u>3,640,421</u>	<u>36,759,405</u>
<u>\$ 34,671,149</u>	<u>\$ 3,630,709</u>	<u>\$ 38,301,858</u>

The accompanying notes are an integral part of this statement.

**City of Winters
Balance Sheet
Governmental Funds
June 30, 2017**

	Special Revenue		
	General Fund	HOME-CHOC Fund	Prop 84 Grant Fund
ASSETS			
Cash and Investments	\$ 641,907	\$ -	\$ -
Receivables:			
Accounts	493,689	-	176,135
Interest	2,488	-	-
Due from Developers	51,035	-	-
Notes	14,092	2,843,180	-
Due from Other Funds	230,040	-	-
Advance to Successor Agency	457,821	-	-
Advances to Other Funds	97,307	-	-
Restricted Cash and Investments	285,795	-	-
	<u>\$ 2,274,174</u>	<u>\$ 2,843,180</u>	<u>\$ 176,135</u>
LIABILITIES			
Accounts Payable	\$ 204,720	\$ -	\$ 28,116
Accrued Payroll Liabilities	153,471	-	-
Deposits	285,795	-	-
Due to Other Funds	-	-	176,135
Advances from Other Funds	-	-	-
	<u>643,986</u>	<u>-</u>	<u>204,251</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues - Grants Receivable	59,676	-	176,135
	<u>59,676</u>	<u>-</u>	<u>176,135</u>
FUND BALANCES (DEFICITS)			
Nonspendable	555,128	-	-
Restricted	-	2,843,180	-
Committed	-	-	-
Unassigned	1,015,384	-	(204,251)
	<u>1,570,512</u>	<u>2,843,180</u>	<u>(204,251)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 2,274,174</u>	<u>\$ 2,843,180</u>	<u>\$ 176,135</u>

The accompanying notes are an integral part of this statement.

Total Non-major Governmental Funds	Totals
\$ 7,744,570	\$ 8,386,477
177,911	847,735
6,926	9,414
-	51,035
1,370,608	4,227,880
29,070	259,110
-	457,821
125,000	222,307
13,169	298,964
<u>\$ 9,467,254</u>	<u>\$ 14,760,743</u>
\$ 274,402	\$ 507,238
-	153,471
13,556	299,351
82,975	259,110
222,307	222,307
<u>593,240</u>	<u>1,441,477</u>
-	235,811
-	235,811
-	555,128
9,059,833	11,903,013
127,476	127,476
(313,295)	497,838
<u>8,874,014</u>	<u>13,083,455</u>
<u>\$ 9,467,254</u>	<u>\$ 14,760,743</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, 2017

Fund Balances of Governmental Funds \$ 13,083,455

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		622,802	
Buildings and Improvements		14,057,609	
Vehicles and Equipment		2,717,864	
Infrastructure		14,346,022	
Less: Accumulated Depreciation		<u>(7,919,269)</u>	24,511,108

In governmental funds, other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. 235,811

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

Compensated Absences		(444,193)	
Postemployment Benefits		(75,872)	
Net Pension Liability		(3,858,586)	

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		1,394,056	
Deferred Inflows Related to Pensions		(174,236)	

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 \$ 34,671,149

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, 2017

	Special Revenue		
	General Fund	HOME-CHOC Fund	Prop 84 Grant Fund
REVENUES			
Taxes and Assessments	\$ 3,254,266	\$ -	\$ -
Fines and Forfeitures	-	-	-
Licenses, Fees, and Permits	366,385	-	-
Use of Money and Property	116,838	-	-
Intergovernmental Revenues	445,841	-	414,695
Charges for Services	429,004	-	-
Other Revenues	24,615	-	-
Total Revenues	<u>4,636,949</u>	<u>-</u>	<u>414,695</u>
EXPENDITURES			
Current:			
General Government	161,196	-	-
Public Safety	3,681,867	-	-
Public Works	260,918	-	-
Community Development	518,605	-	-
Parks and Recreation	307,973	-	595,586
Streets and Highways	-	-	-
Capital Outlay	141,116	-	-
Total Expenditures	<u>5,071,675</u>	<u>-</u>	<u>595,586</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(434,726)</u>	<u>-</u>	<u>(180,891)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	50,858	-	-
Transfers Out	(113,499)	-	-
Total Other Financing Sources (Uses)	<u>(62,641)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(497,367)	-	(180,891)
Fund Balances, Beginning	<u>2,067,879</u>	<u>2,843,180</u>	<u>(23,360)</u>
Fund Balances, Ending	<u>\$ 1,570,512</u>	<u>\$ 2,843,180</u>	<u>\$ (204,251)</u>

The accompanying notes are an integral part of this statement.

Total Non-major Governmental Funds	Totals
\$ 346,642	\$ 3,600,908
17,002	17,002
1,282,777	1,649,162
46,982	163,820
744,893	1,605,429
-	429,004
223,387	248,002
<u>2,661,683</u>	<u>7,713,327</u>
8,451	169,647
167,120	3,848,987
62,819	323,737
7,587	526,192
468,779	1,372,338
520,378	520,378
283,183	424,299
<u>1,518,317</u>	<u>7,185,578</u>
<u>1,143,366</u>	<u>527,749</u>
216,518	267,376
<u>(153,877)</u>	<u>(267,376)</u>
<u>62,641</u>	<u>-</u>
1,206,007	527,749
<u>7,668,007</u>	<u>12,555,706</u>
<u>\$ 8,874,014</u>	<u>\$ 13,083,455</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, 2017

Net Change in Fund Balances - Total Governmental Funds \$ 527,749

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	1,192,260
Depreciation Expense	(821,951)

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.

235,811

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	(725,008)
Postemployment Benefits	(14,319)
Compensated Absences	(58,775)

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	889,624
Deferred Inflows Related to Pensions	326,774

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.

-

Change in Net Position of Governmental Activities	\$ 1,552,165
---	--------------

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Net Position
Proprietary Funds
June 30, 2017

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Fund	Sewer Fund	Totals	Internal Service Fund
ASSETS				
Current Assets:				
Cash and Investments	\$ 717,589	\$ 1,266,190	\$ 1,983,779	\$ 30,246
Receivables:				
Accounts, Net	206,094	199,401	405,495	3,642
Interest	471	1,770	2,241	-
Restricted Cash and Investments	294,281	708,060	1,002,341	-
Total Current Assets	<u>1,218,435</u>	<u>2,175,421</u>	<u>3,393,856</u>	<u>33,888</u>
Noncurrent Assets:				
Non-depreciable Capital Assets	367,514	623,881	991,395	-
Depreciable Capital Assets, Net	3,196,142	4,537,704	7,733,846	-
Total Noncurrent Assets	<u>3,563,656</u>	<u>5,161,585</u>	<u>8,725,241</u>	<u>-</u>
Total Assets	<u>4,782,091</u>	<u>7,337,006</u>	<u>12,119,097</u>	<u>33,888</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Pension Related Items	<u>85,215</u>	<u>129,553</u>	<u>214,768</u>	<u>-</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	142,408	91,996	234,404	34,282
Interest Payable	48,856	58,076	106,932	-
Deposits	44,651	413,125	457,776	-
Compensated Absences Payable	17,753	5,800	23,553	-
Long-term Debt, Due Within One Year	100,000	120,000	220,000	-
Total Current Liabilities	<u>353,668</u>	<u>688,997</u>	<u>1,042,665</u>	<u>34,282</u>
Noncurrent Liabilities:				
Postemployment Benefits	14,508	5,056	19,564	-
Compensated Absences Payable	41,535	22,958	64,493	-
Net Pension Liability	231,390	351,785	583,175	-
Long-term Debt	3,175,000	3,745,000	6,920,000	-
Total Noncurrent Liabilities	<u>3,462,433</u>	<u>4,124,799</u>	<u>7,587,232</u>	<u>-</u>
Total Liabilities	<u>3,816,101</u>	<u>4,813,796</u>	<u>8,629,897</u>	<u>34,282</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Related Items	<u>18,082</u>	<u>55,177</u>	<u>73,259</u>	<u>-</u>
NET POSITION				
Net Investment in Capital Assets	288,656	1,296,585	1,585,241	-
Restricted for Debt Service	249,630	294,935	544,565	-
Unrestricted	494,837	1,006,066	1,500,903	(394)
Total Net Position	<u>\$ 1,033,123</u>	<u>\$ 2,597,586</u>	<u>\$ 3,630,709</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, 2017

	Business-Type Activities - Enterprise Funds			Governmental
	Water Fund	Sewer Fund	Totals	Internal Service Fund
OPERATING REVENUES				
Charges for Sales and Services	\$ 1,405,104	\$ 1,655,159	\$ 3,060,263	\$ 545,515
Total Operating Revenue	1,405,104	1,655,159	3,060,263	545,515
OPERATING EXPENSES				
Salaries and Benefits	280,624	528,476	809,100	-
Materials, Supplies, and Miscellaneous	53,748	257,308	311,056	25,885
Insurance	-	-	-	158,503
Administration	557,623	447,964	1,005,587	48
Fuels, Lubricants, and Maintenance	-	22,899	22,899	46,247
Contract Services	46,379	65,659	112,038	270,032
Utilities	132,766	147,968	280,734	44,800
Depreciation	90,733	161,870	252,603	-
Total Operating Expenses	1,161,873	1,632,144	2,794,017	545,515
Operating Income (Loss)	243,231	23,015	266,246	-
NONOPERATING REVENUES (EXPENSES)				
Interest Expense	(147,123)	(174,900)	(322,023)	-
Interest Income	1,707	5,844	7,551	-
Total Nonoperating Revenues (Expenses)	(145,416)	(169,056)	(314,472)	-
Income (Loss) Before Transfers and Capital Contributions	97,815	(146,041)	(48,226)	-
Capital Contributions	38,514	-	38,514	-
Change in Net Position	136,329	(146,041)	(9,712)	-
Net Position - Beginning of Year	896,794	2,743,627	3,640,421	(394)
Net Position - End of Year	\$ 1,033,123	\$ 2,597,586	\$ 3,630,709	\$ (394)

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2017

	Business-type Activities - Enterprise Funds			Governmental
	Water Fund	Sewer Fund	Totals	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	\$ 1,375,800	\$ 1,626,301	\$ 3,002,101	\$ 541,873
Payments to Suppliers for Goods and Services	(692,151)	(911,181)	(1,603,332)	(538,300)
Payments to Employees for Services	(286,042)	(423,154)	(709,196)	-
Net Cash Provided (Used) by Operating Activities	397,607	291,966	689,573	3,573
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Cash Received from Other Funds	-	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	-	-	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition and Construction of Capital Assets	(255,514)	(102,415)	(357,929)	-
Capital Contributions	38,514	-	38,514	-
Principal Paid on Capital Debt	(95,000)	(115,000)	(210,000)	-
Interest Paid on Capital Debt	(148,232)	(176,242)	(324,474)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(460,232)	(393,657)	(853,889)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income Received	1,512	5,113	6,625	-
Net Cash Provided (Used) by Investing Activities	1,512	5,113	6,625	-
Net Increase (Decrease) in Cash and Cash Equivalents	(61,113)	(96,578)	(157,691)	3,573
Cash and Cash Equivalents - Beginning of the Year	1,072,983	2,070,828	3,143,811	26,673
Cash and Cash Equivalents - End of the Year	\$ 1,011,870	\$ 1,974,250	\$ 2,986,120	\$ 30,246
RECONCILIATION OF CASH AND CASH EQUIVALENTS				
Cash and Investments	\$ 717,589	\$ 1,266,190	\$ 1,983,779	\$ 30,246
Restricted Cash and Investments	294,281	708,060	1,002,341	-
Total Cash and Cash Equivalents	\$ 1,011,870	\$ 1,974,250	\$ 2,986,120	\$ 30,246
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Income (Loss)	\$ 243,231	\$ 23,015	\$ 266,246	\$ -
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation	90,733	161,870	252,603	-
(Increase) Decrease in Accounts Receivable	(37,414)	(9,453)	(46,867)	(3,642)
(Increase) Decrease in Deferred Outflows - Pensions	(55,823)	(100,161)	(155,984)	-
Increase (Decrease) in Accounts Payable	98,365	30,617	128,982	7,215
Increase (Decrease) in Deposits Payable	8,110	(19,405)	(11,295)	-
Increase (Decrease) in Postemployment Benefits	2,732	960	3,692	-
Increase (Decrease) in Net Pension Liability	54,054	174,449	228,503	-
Increase (Decrease) in Deferred Inflows - Pensions	(9,702)	27,393	17,691	-
Increase (Decrease) in Compensated Absences Payable	3,321	2,681	6,002	-
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 397,607	\$ 291,966	\$ 689,573	\$ 3,573

The accompanying notes are an integral part of this statement.

City of Winters
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2017

	Agency Funds	Successor Agency Private-purpose Trust Fund
ASSETS		
Cash and Investments	\$ 357,937	\$ 603,682
Interest Receivable	218	-
Notes Receivable	-	66,600
Accounts Receivable	7	-
Restricted Cash and Investments	-	8,028
Property Held for Resale	-	608,993
	<u>\$ 358,162</u>	<u>1,287,303</u>
LIABILITIES		
Accounts Payable	\$ 2,630	3,623
Interest Payable	-	162,688
Due to Other Agencies	355,532	-
Due to City of Winters	-	457,821
Long-Term Debt, Due within One Year	-	220,000
Long-Term Debt, Due in more Than One Year	-	14,197,975
	<u>\$ 358,162</u>	<u>15,042,107</u>
NET POSITION		
Net Position (Deficit) Held in Trust for Successor Agency		<u>\$ (13,754,804)</u>

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, 2017

	Successor Agency Private-purpose Trust Fund
ADDITIONS	
Investment Income	\$ 1,943
Taxes and Assessments	1,190,696
Gain on Sale of Land	45,134
Total Additions	1,237,773
DEDUCTIONS	
Community Development	778,461
Interest Expense	891,365
Total Deductions	1,669,826
Change in Net Position	(432,053)
Net Position - Beginning of Year	(13,322,751)
Net Position - End of Year	\$ (13,754,804)

The accompanying notes are an integral part of this statement.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

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, 2017

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, 2017

1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Prop 84 Grant Special Revenue Fund – This fund is used to account for grant funds for the development of a park adjacent to Orchard Village Apartment Complex.

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, 2017

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, 2017.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

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, 2017. 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, 2017. 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, 2017

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 reports deferred outflows as a result of the City's implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. See Note 10 – Pension Plan 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, 2017

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, 2017

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) plan (Plan) and additions to/deductions from the Plan's 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

The Governmental Accounting Standards Board has issued the following Statements, which may affect the City's financial reporting requirements in the future:

GASB 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.

GASB 83, Certain Asset Retirement Obligations: This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018.

GASB 86, Certain Debt Extinguishment Issues: This Statement establishes reporting requirements for when a government places cash and other monetary assets acquired with only existing resources in an irrevocable trust to extinguish debt. In financial statements using the economic resources measurement focus, governments should recognize any difference between the reacquisition price (the amount required to be placed in the trust) and the net carrying amount of the debt defeased in substance using only existing resources as a separately identified gain or loss in the period of the defeasance. The requirements of this Statement are effective for reporting periods beginning after June 15, 2017.

GASB 87, Leases: This Statement requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after December 15, 2019.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

2) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Deficit Fund Balances/Net Position

As of June 30, 2017 the following nonmajor funds had deficit fund balances:

Nonmajor Special Revenue Funds:			
City Wide Assessment Fund	\$		45,011
Homeland Security Fund			1,793
STBG 96-1043 Fund			29,070
Nonmajor Capital Projects Funds:			
505 Overpass Fund			20,000
CDBG Domus Project Fund			1,275
Flood Control Study Fund			123,683
Parks and Recreation Impact Fee Fund			92,463

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

3) CASH AND INVESTMENTS

The following is a summary of cash and investments at June 30, 2017:

Statement of Net Position:			
Cash and Investments	\$		10,400,502
Restricted Cash and Investments			1,301,305
Fiduciary Funds Statement of Net Position:			
Cash and Investments			961,619
Restricted Cash and Investments			8,028
Total	\$		12,671,454

Cash and investments at June 30, 2017 consisted of the following:

Cash on Hand	\$		750
Deposits with Financial Institutions			3,843,048
Investments			8,827,656
Total	\$		12,671,454

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.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

3) CASH AND INVESTMENTS - Continued

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%

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

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

3) CASH AND INVESTMENTS - Continued

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	\$ 6,323,328	\$ 6,323,328	\$ -	\$ -
Money Market Funds	1,805,650	1,805,650	-	-
Held by Bond Trustees: Money Market Funds	698,678	698,678	-	-
Total	\$ 8,827,656	\$ 8,827,656	\$ -	\$ -

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	\$ 6,323,328	N/A	\$ -	\$ -	\$ 6,323,328
Money Market Funds	1,805,650	N/A	-	-	1,805,650
Held by Bond Trustees: Money Market Funds	698,678	N/A	-	-	698,678
Total	\$ 8,827,656		\$ -	\$ -	\$ 8,827,656

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.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

3) CASH AND INVESTMENTS - Continued

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, 2017, the City's deposits (bank balances) were insured by the Federal Depository Insurance Corporation or collateralized as required under California Law.

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, 2017, the outstanding balance of notes receivable totaled \$4,227,880.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Due To and Due From Other Funds

Amounts due to/due from other funds at June 30, 2017 are as follows:

Receivable	Payable	Amount
General Fund	Non-major Governmental Funds	\$ 230,040
Non-major Governmental Funds	Non-major Governmental Funds	29,070
	Totals	\$ 259,110

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, 2017, the balance was \$457,821.

Long-term Advances

At June 30, 2017, the City had the following interfund long-term advances:

Receivable	Payable	Amount
General Fund	Non-major Governmental Funds	\$ 97,307
Non-major Governmental Funds	Non-major Governmental Funds	125,000
	Totals	\$ 222,307

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 are the result of the General Fund advancing \$97,307 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, 2017 are as follows:

Transfers In	Transfers Out	Amount
Non-major Governmental Funds	General Fund	\$ 113,499
	Non-major Governmental Funds	103,019
General Fund	Non-major Governmental Funds	50,858
		\$ 267,376

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

5) INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS – Continued

The General Fund transferred \$113,499 to the Non-major Governmental Funds to pay for various projects.

Transfers of \$103,019 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 \$50,858 to the General Fund to fund various projects.

6) CAPITAL ASSETS

A summary of changes in the Governmental Activities capital assets at June 30, 2017 is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 686,080	\$ -	\$ -	\$ 686,080
Construction in Progress	<u>671,338</u>	<u>987,986</u>	<u>(1,036,522)</u>	<u>622,802</u>
 Total Capital Assets, Not Being Depreciated	 <u>1,357,418</u>	 <u>987,986</u>	 <u>(1,036,522)</u>	 <u>1,308,882</u>
Capital Assets Being Depreciated:				
Buildings and Improvements	12,935,453	1,122,156	-	14,057,609
Vehicles and Equipment	2,599,224	118,640	-	2,717,864
Infrastructure	<u>14,346,022</u>	<u>-</u>	<u>-</u>	<u>14,346,022</u>
 Total Capital Assets Being Depreciated	 <u>29,880,699</u>	 <u>1,240,796</u>	 <u>-</u>	 <u>31,121,495</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(3,325,709)	(304,545)	-	(3,630,254)
Vehicles and Equipment	(1,910,181)	(233,154)	-	(2,143,335)
Infrastructure	<u>(1,861,428)</u>	<u>(284,252)</u>	<u>-</u>	<u>(2,145,680)</u>
 Total Accumulated Depreciation	 <u>(7,097,318)</u>	 <u>(821,951)</u>	 <u>-</u>	 <u>(7,919,269)</u>
 Total Capital Assets Being Depreciated, Net	 <u>22,783,381</u>	 <u>418,845</u>	 <u>-</u>	 <u>23,202,226</u>
 Governmental Activities Capital Assets, Net	 <u>\$ 24,140,799</u>	 <u>\$ 1,406,831</u>	 <u>\$ (1,036,522)</u>	 <u>\$ 24,511,108</u>

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

General Government	\$ 38,163
Public Safety	368,810
Public Works	28,882
Parks and Recreation	164,194
Streets and Highways	200,341
Community Development	<u>21,561</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 821,951</u>

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

6) CAPITAL ASSETS - Continued

A summary of changes in the Business-type Activities capital assets at June 30, 2017 is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Business-type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 682,979	\$ -	\$ -	\$ 682,979
Construction in Progress	<u>-</u>	<u>308,416</u>	<u>-</u>	<u>308,416</u>
Total Capital Assets, Not Being Depreciated	<u>682,979</u>	<u>308,416</u>	<u>-</u>	<u>991,395</u>
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	<u>1,943,588</u>	<u>49,513</u>	<u>-</u>	<u>1,993,101</u>
Total Capital Assets Being Depreciated	<u>23,073,029</u>	<u>49,513</u>	<u>-</u>	<u>23,122,542</u>
Less Accumulated Depreciation:				
Water Pipes	(7,997,325)	(69,711)	-	(8,067,036)
Sewer Plant and Pipes	(5,947,458)	(81,544)	-	(6,029,002)
Infrastructure	(98,913)	(8,550)	-	(107,463)
Machinery and Equipment	<u>(1,092,397)</u>	<u>(92,798)</u>	<u>-</u>	<u>(1,185,195)</u>
Total Accumulated Depreciation	<u>(15,136,093)</u>	<u>(252,603)</u>	<u>-</u>	<u>(15,388,696)</u>
Total Capital Assets Being Depreciated, Net	<u>7,936,936</u>	<u>(203,090)</u>	<u>-</u>	<u>7,733,846</u>
Business-type Activities Capital Assets, Net	<u>\$ 8,619,915</u>	<u>\$ 105,326</u>	<u>\$ -</u>	<u>\$ 8,725,241</u>

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

Water	\$ 90,733
Sewer	<u>161,870</u>
Total Depreciation Expense - Business-Type Activities	<u>\$ 252,603</u>

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

7) LONG-TERM LIABILITIES

The following is a summary of long-term liability transactions for the year ended June 30, 2017:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 385,418	\$ 128,948	\$ 70,173	\$ 444,193	\$ 107,365
Postemployment Benefits	61,553	14,319	-	75,872	-
Net Pension Liability	3,133,578	725,008	-	3,858,586	-
Total	<u>\$ 3,580,549</u>	<u>\$ 868,275</u>	<u>\$ 70,173</u>	<u>\$ 4,378,651</u>	<u>\$ 107,365</u>
Business-type Activities:					
Compensated Absences	\$ 82,044	\$ 22,759	\$ 16,757	\$ 88,046	\$ 23,553
Water Revenue Bonds	3,370,000	-	95,000	3,275,000	100,000
Net Pension Liability	354,672	228,503	-	583,175	-
Sewer Revenue Bonds	3,980,000	-	115,000	3,865,000	120,000
Postemployment Benefits	15,872	3,692	-	19,564	-
Total	<u>\$ 7,802,588</u>	<u>\$ 254,954</u>	<u>\$ 226,757</u>	<u>\$ 7,830,785</u>	<u>\$ 243,553</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, 2017, is \$3,275,000.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

7) LONG-TERM LIABILITIES - Continued

The scheduled annual debt service requirements at June 30, 2017, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
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>\$ 3,275,000</u>	<u>\$ 1,834,921</u>	<u>\$ 5,109,921</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, 2017, is \$3,865,000. The Sewer Fund did not meet the rate covenant of 1.20 times net revenues for the fiscal year ended June 30, 2017, as required by the bond indenture.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

7) LONG-TERM LIABILITIES - Continued

The scheduled annual debt service requirements at June 30, 2017, are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
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	<u>\$ 3,865,000</u>	<u>\$ 2,181,832</u>	<u>\$ 6,046,832</u>

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, 2017:

	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Tax Allocation Bonds:					
Series 2017 Refunding Bonds	\$ -	\$ 14,250,000	\$ -	\$ 14,250,000	\$ 220,000
Add: Premium on Bonds	-	167,975	-	167,975	-
Series 2004	4,820,000	-	4,820,000	-	-
Series 2007	9,955,000	-	9,955,000	-	-
Total	<u>\$ 14,775,000</u>	<u>\$ 14,417,975</u>	<u>\$ 14,775,000</u>	<u>\$ 14,417,975</u>	<u>\$ 220,000</u>

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

7) LONG-TERM LIABILITIES - Continued

Tax Allocation Refunding Bonds – Series 2017

In March 2017, the Successor Agency to the Winters Community Development Agency issued \$14,250,000 of Tax Allocation Refunding Bonds, Series 2017 to refund the 2004 and 2007 Tax Allocation Bonds of the former Winters Community Development Agency. Proceeds from the 2017 bonds were placed in escrow to refund in full the 2004 and 2007 bonds, and to pay costs of issuance. As a result, the 2004 and 2007 bonds are considered defeased and the liability has been removed from these financial statements. The 2017 bonds mature in amounts from \$220,000 and \$1,115,000 annually from 2018 to 2039, with interest payments between 2.00% and 4.00%, 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 Successor Agency advance refunded the 2004 and 2007 Tax Allocation Bonds to reduce its total debt service payments for the next 20 years by \$2,480,973 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,050,894.

Future debt service requirements on the 2017 Tax Allocation Refunding Bonds are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2018	\$ 220,000	\$ 506,444	\$ 726,444
2019	320,000	520,025	840,025
2020	340,000	508,425	848,425
2021	365,000	492,500	857,500
2022	400,000	473,375	873,375
2023	435,000	452,500	887,500
2024	475,000	429,750	904,750
2025	510,000	412,138	922,138
2026	530,000	395,800	925,800
2027	570,000	373,800	943,800
2028	925,000	350,300	1,275,300
2029	665,000	323,725	988,725
2030	705,000	302,834	1,007,834
2031	735,000	279,813	1,014,813
2032	785,000	251,381	1,036,381
2033	825,000	222,594	1,047,594
2034	880,000	193,281	1,073,281
2035	920,000	161,288	1,081,288
2036	970,000	127,484	1,097,484
2037	1,025,000	90,844	1,115,844
2038	1,090,000	51,844	1,141,844
2039	560,000	10,500	570,500
Totals	<u>\$ 14,250,000</u>	<u>\$ 6,930,645</u>	<u>\$ 21,180,645</u>

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

8) FUND BALANCES

The details of the governmental fund balances as of June 30, 2017 are presented below:

	General Fund	HOME- CHOC Fund	Prop 84 Grant Fund	Total Non-major Governmental Funds	Total Governmental Funds
Nonspendable:					
Long-term Receivable from Successor Agency	\$ 457,821	\$ -	\$ -	\$ -	\$ 457,821
Advances to Other Funds	97,307	-	-	-	97,307
Restricted for:					
Flood Control	-	-	-	232,942	232,942
Streets and Roads	-	-	-	96,536	96,536
First Time Homebuyers Program	-	2,843,180	-	85,834	2,929,014
Traffic Safety	-	-	-	95,963	95,963
Asset Forfeiture	-	-	-	8,203	8,203
Afterschool Program	-	-	-	153,449	153,449
Vehicle Theft	-	-	-	50,755	50,755
Transportation	-	-	-	620,339	620,339
Fire Prevention	-	-	-	863	863
Police	-	-	-	143,370	143,370
Beverage Recycling	-	-	-	25,888	25,888
BSCC Grant	-	-	-	9,403	9,403
Revolving Loans	-	-	-	1,429,056	1,429,056
Income Restricted Housing	-	-	-	1,701,811	1,701,811
Boost Grant	-	-	-	14,843	14,843
Landfill Closure	-	-	-	176,433	176,433
Capital Projects	-	-	-	4,214,145	4,214,145
Committed:					
Capital Replacement	-	-	-	127,476	127,476
Unassigned:	1,015,384	-	(204,251)	(313,295)	497,838
Total Fund Balance	<u>\$ 1,570,512</u>	<u>\$ 2,843,180</u>	<u>\$ (204,251)</u>	<u>\$ 8,874,014</u>	<u>\$ 13,083,455</u>

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 (\$125 and \$128 for the calendar years 2016 and 2017 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, 2017

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 2016-17, the City contributed \$8,980, 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		2,323
Adjustment to ARC		(4,034)
Annual OPEB Cost		26,991
Contribution Made		(8,980)
Increase in Net OPEB Obligation		18,011
Net OPEB Obligation at June 30, 2016		77,425
Net OPEB Obligation at June 30, 2017	\$	95,436

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)
6/30/15	\$ 27,821	\$ 8,784	32%	\$ 58,917
6/30/16	\$ 27,400	\$ 8,892	32%	\$ 77,425
6/30/17	\$ 26,991	\$ 8,980	33%	\$ 95,436

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, 2017

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, 2017 was 27 years. The City uses an open amortization period.

10) PENSION PLAN

General Information about the Defined Benefit Pension Plan

Plan Description – 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, 2017

10) PENSION PLAN - Continued

Benefits Provided – The Plan is a cost-sharing multiple-employer defined benefit pension plan 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, 2015 Annual Actuarial Valuation Report. Details of the benefits provided can be obtained in Appendix B of the June 30, 2015 actuarial valuation report. This report is a publicly 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	8.880% + \$120,570	6.555% + \$6	16.656% + \$143,386
	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	14.785%	12.082% + \$25	14.785% + \$2,002

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 \$265,989 in fiscal year 2017.

City of Winters
Notes to Financial Statements
Year Ended June 30, 2017

10) PENSION PLAN - Continued

The City's contributions to the plan for the year ended June 30, 2017 were \$644,270.

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

As of June 30, 2017, the City reported a liability of \$4,441,761 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, 2016, 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, 2015 rolled forward to June 30, 2016 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, 2015 and 2016 was as follows:

Proportion - June 30, 2015	0.05082%
Proportion - June 30, 2016	0.05133%
Change - Increase (Decrease)	0.00051%

For the year ended June 30, 2017, the City recognized pension expense of \$243,089. At June 30, 2017, 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	\$ 644,270	\$ -
Differences between actual and expected experience	-	15,665
Changes in assumptions	-	180,123
Change in employer's proportion	-	51,707
Differences between the employer's contributions and employer's proportionate share of contributions	55,551	-
Net differences between projected and actual earnings on plan investments	909,003	-
Total	<u>\$ 1,608,824</u>	<u>\$ 247,495</u>

\$644,270 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, 2018. 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, 2017

10) PENSION PLAN - Continued

Year Ended June 30,	\$
2018	2,729
2019	59,804
2020	418,453
2021	236,073
2022	-
Thereafter	-

Actuarial Assumptions – The total pension liabilities in the June 30, 2015 actuarial valuations were determined using the following actuarial assumptions:

	All Plans
Valuation date	June 30, 2015
Measurement date	June 30, 2016
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, 2015 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 be 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, 2017

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	20%	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	1%	-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, 2017

10) PENSION PLAN - Continued

1% Decrease			6.65%
Net Pension Liability	\$		6,856,965
Current Discount Rate			7.65%
Net Pension Liability	\$		4,441,761
1% Increase			8.65%
Net Pension Liability	\$		2,452,211

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, 2017, the City reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2017.

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, 2017

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 2016-17 fiscal year, the City incurred monitoring costs of \$4,485 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, 2017

14) GENERAL FUND OPERATING DEFICIT

The current year results of operations show a deficiency of revenues over expenditures of \$434,726 (operating deficit) in the current year. In addition, the prior year operating deficit was \$735,473. Although the City's General Fund had available fund balance to absorb the loss, the unassigned fund balance has decreased over the last several years to \$1,015,384.

Management's Plans

Staff has removed budgeted new positions from the 2017-18 budget, reduced projected salary increases, and advised all staff to refrain from purchasing items not critical to operations. Additionally, management will not make one-time expenditures until revenues have rebounded.

REQUIRED SUPPLEMENTARY INFORMATION

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - General Fund
Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and Assessments	\$ 3,207,012	\$ 3,207,012	\$ 3,254,266	\$ 47,254
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	560,116	560,116	366,385	(193,731)
Use of Money and Property	67,100	67,100	116,838	49,738
Intergovernmental Revenues	3,500	3,500	445,841	442,341
Charges for Services	432,229	432,229	429,004	(3,225)
Other Revenues	274,500	274,500	24,615	(249,885)
	<u>4,544,457</u>	<u>4,544,457</u>	<u>4,636,949</u>	<u>92,492</u>
EXPENDITURES				
Current:				
General Government	281,298	277,891	161,196	116,695
Public Safety	3,300,469	3,299,915	3,681,867	(381,952)
Public Works	272,597	272,597	260,918	11,679
Community Development	459,301	459,301	518,605	(59,304)
Parks and Recreation	254,442	254,442	307,973	(53,531)
Capital Outlay	150,294	150,294	141,116	9,178
	<u>4,718,401</u>	<u>4,714,440</u>	<u>5,071,675</u>	<u>(357,235)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(173,944)</u>	<u>(169,983)</u>	<u>(434,726)</u>	<u>(264,743)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	16,004	16,004	50,858	34,854
Transfers Out	(113,703)	(113,703)	(113,499)	204
	<u>(97,699)</u>	<u>(97,699)</u>	<u>(62,641)</u>	<u>35,058</u>
Net Change in Fund Balances	(271,643)	(267,682)	(497,367)	(229,685)
Fund Balance, Beginning of Year	<u>2,067,879</u>	<u>2,067,879</u>	<u>2,067,879</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,796,236</u>	<u>\$ 1,800,197</u>	<u>\$ 1,570,512</u>	<u>\$ (229,685)</u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Prop 84 Grant Special Revenue Fund
Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental Revenues	\$ 587,733	\$ 587,733	\$ 414,695	\$ (173,038)
Use of Money and Property	-	-	-	-
Total Revenues	<u>587,733</u>	<u>587,733</u>	<u>414,695</u>	<u>(173,038)</u>
EXPENDITURES				
Current:				
Parks and Recreation	<u>587,733</u>	<u>587,733</u>	<u>595,586</u>	<u>(7,853)</u>
Total Expenditures	<u>587,733</u>	<u>587,733</u>	<u>595,586</u>	<u>(7,853)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>(180,891)</u>	<u>(180,891)</u>
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	(180,891)	(180,891)
Fund Balance, Beginning of Year	<u>(23,360)</u>	<u>(23,360)</u>	<u>(23,360)</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (23,360)</u>	<u>\$ (23,360)</u>	<u>\$ (204,251)</u>	<u>\$ (180,891)</u>

City of Winters
Required Supplementary Information
For the Year Ended June 30, 2017

Other Post-Employment Benefits Plan – Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Asset Value (a)	Entry Age Actuarial Accrued Liability (b)	Unfunded Actuarial Accrued Liability (b) - (a)	Funded Ratio AVA (a)/(b)	Covered Payroll (c)	Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll [(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, 2017

Schedule of the City's Proportionate Share of the Net Pension Liability
Last 10 Years*

<u>Measurement Date</u>	<u>Proportion of the Net Pension Liability</u>	<u>Proportionate Share of Net Pension Liability</u>	<u>Covered Employee Payroll</u>	<u>Proportionate Share of the Net Pension Liability as a % of Payroll</u>	<u>Plan Fiduciary Net Position as a % of the Total Pension Liability</u>
2016	0.05133%	\$ 4,441,761	\$ 3,073,091	144.54%	75.14%
2015	0.05876%	3,488,250	3,126,263	111.58%	79.46%
2014	0.05626%	3,500,685	2,456,467	142.51%	77.86%

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

Benefit Changes: None

Changes in Assumptions: None

*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, 2017

Schedule of Plan Contributions
Last 10 Years*

<u>Fiscal Year</u>	<u>Contractually Required Contributions</u>	<u>Contributions in Relation to the Actuarially Determined Contributions</u>	<u>Contribution Deficiency/ (Excess)</u>	<u>Covered Employee Payroll</u>	<u>Contributions as a % of Covered Employee Payroll</u>
2017	\$ 644,270	\$ (644,270)	\$ -	\$ 3,073,091	20.96%
2016	490,580	(490,580)	-	3,126,263	15.69%
2015	624,528	(624,528)	-	2,456,467	25.42%

Notes to the Schedule of Plan Contributions

Valuation Date: 6/30/2015, 6/30/2014, 6/30/2013

*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, 2017

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 \$357,235.

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.

SUPPLEMENTARY INFORMATION

City of Winters
Non-major Governmental Funds
June 30, 2017

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 2 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.

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.

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.

City of Winters
Non-major Governmental Funds - Continued
June 30, 2017

SPECIAL REVENUE FUNDS - Continued

Housing Successor 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.

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

AFG Grant 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.

Homeland Security Grant Fund – This fund is used to account for grant funds received from Homeland Security.

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.

BSCC Grant Fund – This fund is used to account for Police Department outreach to at risk groups and crisis intervention training for officers.

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.

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.

City of Winters
Non-major Governmental Funds – Continued
June 30, 2017

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:

- HRP Grant Fund
- Transportation Development Act Fund
- 505 Overpass Fund
- CDBG Domus Project Fund
- Flood Control Study 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
- 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 disbursed to the installing developer as reimbursements based on the agreements:

- RAJA Storm Drain Fund

City of Winters
Non-major Governmental Funds – Continued
June 30, 2017

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

City of Winters
Combining Balance Sheet
Non-major Governmental Funds
June 30, 2017

	Special Revenue			
	City Wide Assessment Fund	Flood Assessment Fund	Gas Tax Fund	First Time Homebuyers Fund
ASSETS				
Cash and Investments	\$ -	\$ 3,882	\$ 137,928	\$ 85,636
Receivables:				
Accounts	9,936	-	-	-
Interest	-	9	5	198
Notes Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Total Assets	<u>\$ 9,936</u>	<u>\$ 3,891</u>	<u>\$ 137,933</u>	<u>\$ 85,834</u>
LIABILITIES				
Accounts Payable	\$ 2,835	\$ -	\$ 41,397	\$ -
Deposits	-	-	-	-
Due to Other Funds	52,112	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>54,947</u>	<u>-</u>	<u>41,397</u>	<u>-</u>
FUND BALANCE (DEFICITS)				
Restricted	-	3,891	96,536	85,834
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	(45,011)	-	-	-
Total Fund Balances	<u>(45,011)</u>	<u>3,891</u>	<u>96,536</u>	<u>85,834</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 9,936</u>	<u>\$ 3,891</u>	<u>\$ 137,933</u>	<u>\$ 85,834</u>

Special Revenue

Traffic Safety Fund	Asset Forfeiture Fund	Afterschool Program Fund	Vehicle Theft Deterrent Fund	Fire Prevention Fund	Avoid Grant Fund	Revolving Loans Fund
\$ 94,724	\$ 8,139	\$ 153,794	\$ 50,638	\$ 951	\$ -	\$ 765,543
2,166	45	1,570	-	-	-	1,199
219	19	17	117	2	-	257
-	-	-	-	-	-	632,987
-	-	-	-	-	-	29,070
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 97,109</u>	<u>\$ 8,203</u>	<u>\$ 155,381</u>	<u>\$ 50,755</u>	<u>\$ 953</u>	<u>\$ -</u>	<u>\$ 1,429,056</u>
\$ 1,146	\$ -	\$ 1,545	\$ -	\$ 83	\$ -	\$ -
-	-	387	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,146</u>	<u>-</u>	<u>1,932</u>	<u>-</u>	<u>83</u>	<u>-</u>	<u>-</u>
95,963	8,203	153,449	50,755	870	-	1,429,056
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>95,963</u>	<u>8,203</u>	<u>153,449</u>	<u>50,755</u>	<u>870</u>	<u>-</u>	<u>1,429,056</u>
<u>\$ 97,109</u>	<u>\$ 8,203</u>	<u>\$ 155,381</u>	<u>\$ 50,755</u>	<u>\$ 953</u>	<u>\$ -</u>	<u>\$ 1,429,056</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2017

	Special Revenue			
	State COPS 1913 Fund	Realignment Fund	Housing Successor Fund	Dry Slough Fund
ASSETS				
Cash and Investments	\$ 29,058	\$ 109,341	\$ 725,585	\$ -
Receivables:				
Accounts	4,816	-	-	-
Interest	-	155	409	-
Notes Receivable	-	-	284,665	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Total Assets	<u>\$ 33,874</u>	<u>\$ 109,496</u>	<u>\$ 1,010,659</u>	<u>\$ -</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Deposits	-	-	-	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE (DEFICITS)				
Restricted	33,874	109,496	1,010,659	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>33,874</u>	<u>109,496</u>	<u>1,010,659</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 33,874</u>	<u>\$ 109,496</u>	<u>\$ 1,010,659</u>	<u>\$ -</u>

Special Revenue

AFG Grant Fund	Beverage Recycling Fund	Homeland Security Grant Fund	Monitoring Fee Fund	STBG 96-1043 Fund	HOME 98-347 Fund	BSCC Grant Fund
\$ -	\$ 27,028	\$ -	\$ -	\$ -	\$ -	\$ 9,403
-	-	-	-	-	-	-
-	44	-	-	-	-	-
-	-	-	-	-	127,146	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 27,072</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,146</u>	<u>\$ 9,403</u>
\$ -	\$ 1,184	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	1,793	-	29,070	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>1,184</u>	<u>1,793</u>	<u>-</u>	<u>29,070</u>	<u>-</u>	<u>-</u>
-	25,888	-	-	-	127,146	9,403
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>(1,793)</u>	<u>-</u>	<u>(29,070)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>25,888</u>	<u>(1,793)</u>	<u>-</u>	<u>(29,070)</u>	<u>127,146</u>	<u>9,403</u>
<u>\$ -</u>	<u>\$ 27,072</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 127,146</u>	<u>\$ 9,403</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2017

	Special Revenue			
	EDBG 99-688 Fund	EDBG 96-405 Fund	In-Lieu Housing Fund	Boost Grant Fund
ASSETS				
Cash and Investments	\$ 1,032	\$ -	\$ 248,633	\$ 13,244
Receivables:				
Accounts	-	-	-	4,101
Interest	-	-	273	-
Notes Receivable	93,242	221,276	-	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	-
Restricted Cash and Investments	-	-	-	-
Total Assets	<u>\$ 94,274</u>	<u>\$ 221,276</u>	<u>\$ 248,906</u>	<u>\$ 17,345</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ 450	\$ 2,502
Deposits	-	-	-	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>450</u>	<u>2,502</u>
FUND BALANCE (DEFICITS)				
Restricted	94,274	221,276	248,456	14,843
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>94,274</u>	<u>221,276</u>	<u>248,456</u>	<u>14,843</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 94,274</u>	<u>\$ 221,276</u>	<u>\$ 248,906</u>	<u>\$ 17,345</u>

Capital Projects

HRP Grant Fund	Transportation Development Act Fund	505 Overpass Fund	CDBG Domus Proj. Fund	Flood Control Study Fund	Capital Asset Replacement Fund	Landfill Capital Fund
\$ -	\$ 479,221	\$ -	\$ -	\$ 1,314	\$ 127,310	\$ 176,027
-	154,078	-	-	-	-	-
-	-	-	-	3	166	406
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 633,299</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,317</u>	<u>\$ 127,476</u>	<u>\$ 176,433</u>
\$ -	\$ 12,960	\$ 20,000	\$ 1,275	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	125,000	-	-
<u>-</u>	<u>12,960</u>	<u>20,000</u>	<u>1,275</u>	<u>125,000</u>	<u>-</u>	<u>-</u>
-	620,339	-	-	-	-	176,433
-	-	-	-	-	127,476	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>(20,000)</u>	<u>(1,275)</u>	<u>(123,683)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>620,339</u>	<u>(20,000)</u>	<u>(1,275)</u>	<u>(123,683)</u>	<u>127,476</u>	<u>176,433</u>
<u>\$ -</u>	<u>\$ 633,299</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,317</u>	<u>\$ 127,476</u>	<u>\$ 176,433</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2017

	Capital Projects			
	Parks and Recreation Capital Fund	Flood Control Fees Fund	RAJA Storm Drain Fund	Street Impact Fee Fund
ASSETS				
Cash and Investments	\$ 706,978	\$ 232,407	\$ 67,761	\$ 1,033,862
Receivables:				
Accounts	-	-	-	-
Interest	-	535	90	147
Notes Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Advances to Other Funds	-	-	-	95,000
Restricted Cash and Investments	-	-	9,589	-
	<u>\$ 706,978</u>	<u>\$ 232,942</u>	<u>\$ 77,440</u>	<u>\$ 1,129,009</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ 184,770
Deposits	-	-	9,589	-
Due to Other Funds	-	-	-	-
Advances from Other Funds	-	-	-	-
	<u>-</u>	<u>-</u>	<u>9,589</u>	<u>184,770</u>
FUND BALANCE (DEFICITS)				
Restricted	706,978	232,942	67,851	944,239
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
	<u>706,978</u>	<u>232,942</u>	<u>67,851</u>	<u>944,239</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	<u>\$ 706,978</u>	<u>\$ 232,942</u>	<u>\$ 77,440</u>	<u>\$ 1,129,009</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
\$ 183,468	\$ -	\$ 282,676	\$ 430,502	\$ 564,051	\$ 540,567	\$ 341,794
-	-	-	-	-	-	-
372	-	640	794	846	1,023	180
-	5,150	2,551	3,046	545	-	-
-	-	-	-	-	-	-
30,000	-	-	-	-	-	-
-	-	-	3,580	-	-	-
<u>\$ 213,840</u>	<u>\$ 5,150</u>	<u>\$ 285,867</u>	<u>\$ 437,922</u>	<u>\$ 565,442</u>	<u>\$ 541,590</u>	<u>\$ 341,974</u>
\$ 306	\$ 306	\$ 306	\$ 306	\$ 616	\$ 306	\$ 306
-	-	-	3,580	-	-	-
-	-	-	-	-	-	-
-	97,307	-	-	-	-	-
<u>306</u>	<u>97,613</u>	<u>306</u>	<u>3,886</u>	<u>616</u>	<u>306</u>	<u>306</u>
213,534	-	285,561	434,036	564,826	541,284	341,668
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	(92,463)	-	-	-	-	-
<u>213,534</u>	<u>(92,463)</u>	<u>285,561</u>	<u>434,036</u>	<u>564,826</u>	<u>541,284</u>	<u>341,668</u>
<u>\$ 213,840</u>	<u>\$ 5,150</u>	<u>\$ 285,867</u>	<u>\$ 437,922</u>	<u>\$ 565,442</u>	<u>\$ 541,590</u>	<u>\$ 341,974</u>

Continued

City of Winters
Combining Balance Sheet
Non-major Governmental Funds - Continued
June 30, 2017

	Capital Projects	Total Non-major Governmental Funds
	Street Capital Fund	
ASSETS		
Cash and Investments	\$ 112,073	\$ 7,744,570
Receivables:		
Accounts	-	177,911
Interest	-	6,926
Notes Receivable	-	1,370,608
Due from Other Funds	-	29,070
Advances to Other Funds	-	125,000
Restricted Cash and Investments	-	13,169
Total Assets	\$ 112,073	\$ 9,467,254
LIABILITIES		
Accounts Payable	\$ 1,803	\$ 274,402
Deposits	-	13,556
Due to Other Funds	-	82,975
Advances from Other Funds	-	222,307
Total Liabilities	1,803	593,240
FUND BALANCE (DEFICITS)		
Restricted	110,270	9,059,833
Committed	-	127,476
Assigned	-	-
Unassigned	-	(313,295)
Total Fund Balances	110,270	8,874,014
Total Liabilities, Deferred Inflows of Resources and Fund Balances (Deficits)	\$ 112,073	\$ 9,467,254

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds
Year Ended June 30, 2017

	Special Revenue			
	City Wide Assessment Fund	Flood Assessment Fund	Gas Tax Fund	First Time Homebuyers Fund
REVENUES				
Taxes and Assessments	\$ 203,673	\$ -	\$ 142,969	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Use of Money and Property	-	29	18	636
Intergovernmental Revenues	-	-	-	-
Other Revenues	1,273	-	121,164	-
	<u>204,946</u>	<u>29</u>	<u>264,151</u>	<u>636</u>
Total Revenues				
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	308,610	-	-	-
Streets and Highways	-	-	187,254	-
Capital Outlay	-	-	1,537	-
	<u>308,610</u>	<u>-</u>	<u>188,791</u>	<u>-</u>
Total Expenditures				
Excess (Deficiency) of Revenues Over Expenditures	<u>(103,664)</u>	<u>29</u>	<u>75,360</u>	<u>636</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	104,839	-	-	-
Transfers Out	(374)	-	-	-
	<u>104,465</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	801	29	75,360	636
Fund Balances, Beginning of Year	<u>(45,812)</u>	<u>3,862</u>	<u>21,176</u>	<u>85,198</u>
Fund Balances, End of Year	<u>\$ (45,011)</u>	<u>\$ 3,891</u>	<u>\$ 96,536</u>	<u>\$ 85,834</u>

Special Revenue

Traffic Safety Fund	Asset Forfeiture Fund	Afterschool Program Fund	Vehicle Theft Deterrent Fund	Fire Prevention Fund	Avoid Grant	Revolving Loans Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
17,002	-	-	-	-	-	-
-	-	-	-	-	-	-
928	61	19	376	7	-	9,014
-	2,260	130,304	-	-	-	-
-	-	3,950	-	-	-	-
<u>17,930</u>	<u>2,321</u>	<u>134,273</u>	<u>376</u>	<u>7</u>	<u>-</u>	<u>9,014</u>
-	-	-	-	-	-	-
59,765	2,242	-	-	-	-	-
-	-	-	-	-	-	-
-	-	130,226	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>59,765</u>	<u>2,242</u>	<u>130,226</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(41,835)</u>	<u>79</u>	<u>4,047</u>	<u>376</u>	<u>7</u>	<u>-</u>	<u>9,014</u>
-	-	-	-	-	-	44,049
-	-	-	-	-	-	(9,822)
-	-	-	-	-	-	34,227
(41,835)	79	4,047	376	7	-	43,241
<u>137,798</u>	<u>8,124</u>	<u>149,402</u>	<u>50,379</u>	<u>863</u>	<u>-</u>	<u>1,385,815</u>
<u>\$ 95,963</u>	<u>\$ 8,203</u>	<u>\$ 153,449</u>	<u>\$ 50,755</u>	<u>\$ 870</u>	<u>\$ -</u>	<u>\$ 1,429,056</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2017

	Special Revenue			
	State COPS 1913 Fund	Realignment Fund	Housing Successor Fund	Dry Slough Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Use of Money and Property	-	500	4,635	-
Intergovernmental Revenues	100,696	20,265	-	59,767
Other Revenues	-	-	-	-
Total Revenues	<u>100,696</u>	<u>20,765</u>	<u>4,635</u>	<u>59,767</u>
EXPENDITURES				
Current:				
General Government	-	-	5,154	-
Public Safety	92,760	8,757	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	12,091
Capital Outlay	-	-	-	-
Total Expenditures	<u>92,760</u>	<u>8,757</u>	<u>5,154</u>	<u>12,091</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>7,936</u>	<u>12,008</u>	<u>(519)</u>	<u>47,676</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	12,091
Transfers Out	-	-	-	(59,767)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(47,676)</u>
Net Change in Fund Balances	7,936	12,008	(519)	-
Fund Balances, Beginning of Year	<u>25,938</u>	<u>97,488</u>	<u>1,011,178</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 33,874</u>	<u>\$ 109,496</u>	<u>\$ 1,010,659</u>	<u>\$ -</u>

Special Revenue

AFG Grant Fund	Beverage Recycling Fund	Homeland Security Grant Fund	Monitoring Fee	STBG 96-1043 Fund	HOME 98-347 Fund	BSCC Grant Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	49,618	-	-	-
-	142	-	-	-	-	-
5,802	5,000	-	-	-	-	9,581
-	-	-	-	-	-	-
<u>5,802</u>	<u>5,142</u>	<u>-</u>	<u>49,618</u>	<u>-</u>	<u>-</u>	<u>9,581</u>
-	-	-	-	-	-	-
-	-	1,793	-	-	-	178
-	-	-	-	-	-	-
7,587	-	-	-	-	-	-
-	3,874	-	-	-	-	-
-	-	-	-	-	-	-
17,316	-	-	-	-	-	-
<u>24,903</u>	<u>3,874</u>	<u>1,793</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>178</u>
<u>(19,101)</u>	<u>1,268</u>	<u>(1,793)</u>	<u>49,618</u>	<u>-</u>	<u>-</u>	<u>9,403</u>
7,489	-	-	-	-	-	-
(70)	-	-	(49,618)	-	-	-
<u>7,419</u>	<u>-</u>	<u>-</u>	<u>(49,618)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(11,682)	1,268	(1,793)	-	-	-	9,403
11,682	24,620	-	-	(29,070)	127,146	-
<u>\$ -</u>	<u>\$ 25,888</u>	<u>\$ (1,793)</u>	<u>\$ -</u>	<u>\$ (29,070)</u>	<u>\$ 127,146</u>	<u>\$ 9,403</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2017

	Special Revenue			
	EDBG 99-688 Fund	EDBG 96-405 Fund	In-Lieu Housing Fund	Boost Grant Fund
REVENUES				
Taxes and Assessments	\$ -	\$ -	\$ -	\$ -
Fines and Forfeitures	-	-	-	-
Licenses, Fees, and Permits	-	-	-	-
Use of Money and Property	5,001	8,313	828	-
Intergovernmental Revenues	-	-	-	30,505
Other Revenues	-	-	96,000	-
Total Revenues	<u>5,001</u>	<u>8,313</u>	<u>96,828</u>	<u>30,505</u>
EXPENDITURES				
Current:				
General Government	-	-	1,696	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	-	-	-	26,069
Streets and Highways	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>1,696</u>	<u>26,069</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>5,001</u>	<u>8,313</u>	<u>95,132</u>	<u>4,436</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	<u>(16,372)</u>	<u>(17,854)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(16,372)</u>	<u>(17,854)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(11,371)	(9,541)	95,132	4,436
Fund Balances, Beginning of Year	<u>105,645</u>	<u>230,817</u>	<u>153,324</u>	<u>10,407</u>
Fund Balances, End of Year	<u>\$ 94,274</u>	<u>\$ 221,276</u>	<u>\$ 248,456</u>	<u>\$ 14,843</u>

Capital Projects

HRP Grant Fund	Transportation Development Act Fund	505 Overpass Fund	CDBG Domus Proj. Fund	Flood Control Study Fund	Capital Asset Replacement Fund	Landfill Capital Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	22,082	-
-	-	-	-	9	535	1,320
-	380,713	-	-	-	-	-
-	1,000	-	-	-	-	-
-	<u>381,713</u>	-	-	<u>9</u>	<u>22,617</u>	<u>1,320</u>
-	-	-	1,275	-	-	-
-	-	-	-	-	-	-
-	-	20,000	-	-	-	4,485
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	263,318	-	-	-	-	-
-	<u>263,318</u>	<u>20,000</u>	<u>1,275</u>	<u>-</u>	<u>-</u>	<u>4,485</u>
-	118,395	(20,000)	(1,275)	9	22,617	(3,165)
374	47,676	-	-	-	-	-
-	-	-	-	-	-	-
<u>374</u>	<u>47,676</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
374	166,071	(20,000)	(1,275)	9	22,617	(3,165)
(374)	454,268	-	-	(123,692)	104,859	179,598
<u>\$ -</u>	<u>\$ 620,339</u>	<u>\$ (20,000)</u>	<u>\$ (1,275)</u>	<u>\$ (123,683)</u>	<u>\$ 127,476</u>	<u>\$ 176,433</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2017

	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	387,495	-	-	335,260
Use of Money and Property	53	1,725	290	536
Intergovernmental Revenues	-	-	-	-
Other Revenues	-	-	-	-
Total Revenues	<u>387,548</u>	<u>1,725</u>	<u>290</u>	<u>335,796</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Public Works	-	-	-	-
Community Development	-	-	-	-
Parks and Recreation	-	-	-	-
Streets and Highways	-	-	-	313,290
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>313,290</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>387,548</u>	<u>1,725</u>	<u>290</u>	<u>22,506</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	387,548	1,725	290	22,506
Fund Balances, Beginning of Year	<u>319,430</u>	<u>231,217</u>	<u>67,561</u>	<u>921,733</u>
Fund Balances, End of Year	<u>\$ 706,978</u>	<u>\$ 232,942</u>	<u>\$ 67,851</u>	<u>\$ 944,239</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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
20,544	-	18,402	67,053	95,782	26,226	260,315
1,199	-	1,919	2,259	2,726	3,297	598
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>21,743</u>	<u>-</u>	<u>20,321</u>	<u>69,312</u>	<u>98,508</u>	<u>29,523</u>	<u>260,913</u>
-	-	-	-	326	-	-
-	-	809	816	-	-	-
21,761	500	-	-	-	15,268	805
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	1,012	-	-	-	-	-
<u>21,761</u>	<u>1,512</u>	<u>809</u>	<u>816</u>	<u>326</u>	<u>15,268</u>	<u>805</u>
<u>(18)</u>	<u>(1,512)</u>	<u>19,512</u>	<u>68,496</u>	<u>98,182</u>	<u>14,255</u>	<u>260,108</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(18)	(1,512)	19,512	68,496	98,182	14,255	260,108
<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>\$ 213,534</u>	<u>\$ (92,463)</u>	<u>\$ 285,561</u>	<u>\$ 434,036</u>	<u>\$ 564,826</u>	<u>\$ 541,284</u>	<u>\$ 341,668</u>

Continued

City of Winters
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-major Governmental Funds - Continued
Year Ended June 30, 2017

	Capital Projects	Total Non-major Governmental Funds
	Street Capital Fund	
REVENUES		
Taxes and Assessments	\$ -	\$ 346,642
Fines and Forfeitures	-	17,002
Licenses, Fees, and Permits	-	1,282,777
Use of Money and Property	9	46,982
Intergovernmental Revenues	-	744,893
Other Revenues	-	223,387
Total Revenues	9	2,661,683
EXPENDITURES		
Current:		
General Government	-	8,451
Public Safety	-	167,120
Public Works	-	62,819
Community Development	-	7,587
Parks and Recreation	-	468,779
Streets and Highways	7,743	520,378
Capital Outlay	-	283,183
Total Expenditures	7,743	1,518,317
Excess (Deficiency) of Revenues Over Expenditures	(7,734)	1,143,366
OTHER FINANCING SOURCES (USES)		
Transfers In	-	216,518
Transfers Out	-	(153,877)
Total Other Financing Sources (Uses)	-	62,641
Net Change in Fund Balances	(7,734)	1,206,007
Fund Balances, Beginning of Year	118,004	7,668,007
Fund Balances, End of Year	\$ 110,270	\$ 8,874,014

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, 2017

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
REVENUES			
Taxes and Assessments	\$ 200,500	\$ 203,673	\$ 3,173
Other Revenues	-	1,273	1,273
	<u>200,500</u>	<u>204,946</u>	<u>4,446</u>
EXPENDITURES			
Current:			
Parks and Recreation	314,269	308,610	5,659
Capital Outlay	-	-	-
	<u>314,269</u>	<u>308,610</u>	<u>5,659</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(113,769)</u>	<u>(103,664)</u>	<u>10,105</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	104,839	104,839
Transfers Out	-	(374)	(374)
	<u>-</u>	<u>104,465</u>	<u>104,465</u>
Net Change in Fund Balances	(113,769)	801	114,570
Fund Balance, Beginning of Year	<u>(45,812)</u>	<u>(45,812)</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ (159,581)</u></u>	<u><u>\$ (45,011)</u></u>	<u><u>\$ 114,570</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	10	29	19
Total Revenues	<u>10</u>	<u>29</u>	<u>19</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>10</u>	<u>29</u>	<u>19</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	10	29	19
Fund Balances, Beginning of Year	<u>3,862</u>	<u>3,862</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 3,872</u></u>	<u><u>\$ 3,891</u></u>	<u><u>\$ 19</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Gas Tax Special Revenue Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Taxes and Assessments	\$ 185,032	\$ 142,969	\$ (42,063)
Use of Money and Property	-	18	18
Other Revenues	-	121,164	121,164
Total Revenues	<u>185,032</u>	<u>264,151</u>	<u>79,119</u>
EXPENDITURES			
Current:			
Streets and Highways	222,105	187,254	34,851
Capital Outlay	-	1,537	(1,537)
Total Expenditures	<u>222,105</u>	<u>188,791</u>	<u>33,314</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(37,073)</u>	<u>75,360</u>	<u>112,433</u>
OTHER FINANCING SOURCES (USES)			
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(37,073)	75,360	112,433
Fund Balance, Beginning of Year	<u>21,176</u>	<u>21,176</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ (15,897)</u></u>	<u><u>\$ 96,536</u></u>	<u><u>\$ 112,433</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Fines and Forfeitures	\$ 5,000	\$ 17,002	\$ 12,002
Use of Money and Property	260	928	668
Total Revenues	<u>5,260</u>	<u>17,930</u>	<u>12,670</u>
EXPENDITURES			
Current:			
Public Safety	15,000	59,765	(44,765)
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>15,000</u>	<u>59,765</u>	<u>(44,765)</u>
Excess (Deficiency) of Revenues Over Expenditures	(9,740)	(41,835)	(32,095)
Fund Balance, Beginning of Year	<u>137,798</u>	<u>137,798</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 128,058</u></u>	<u><u>\$ 95,963</u></u>	<u><u>\$ (32,095)</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ -	\$ 19	\$ 19
Intergovernmental Revenue	128,654	130,304	1,650
Other Revenues	-	3,950	3,950
Total Revenues	<u>128,654</u>	<u>134,273</u>	<u>5,619</u>
EXPENDITURES			
Current:			
Parks and Recreation	119,773	130,226	(10,453)
Capital Outlay	-	-	-
Total Expenditures	<u>119,773</u>	<u>130,226</u>	<u>(10,453)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>8,881</u>	<u>4,047</u>	<u>(4,834)</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	8,881	4,047	(4,834)
Fund Balance, Beginning of Year	<u>149,402</u>	<u>149,402</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 158,283</u></u>	<u><u>\$ 153,449</u></u>	<u><u>\$ (4,834)</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 28	\$ 376	\$ 348
Intergovernmental Revenue	-	-	-
Total Revenues	<u>28</u>	<u>376</u>	<u>348</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>28</u>	<u>376</u>	<u>348</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	28	376	348
Fund Balance, Beginning of Year	<u>50,379</u>	<u>50,379</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 50,407</u></u>	<u><u>\$ 50,755</u></u>	<u><u>\$ 348</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ -	\$ 7	\$ 7
Intergovernmental	2	-	(2)
Total Revenues	<u>2</u>	<u>7</u>	<u>5</u>
EXPENDITURES			
Current:			
Public Safety	200	-	200
Capital Outlay	-	-	-
Total Expenditures	<u>200</u>	<u>-</u>	<u>200</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(198)</u>	<u>7</u>	<u>205</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	(198)	7	205
Fund Balance, Beginning of Year	<u>863</u>	<u>863</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 665</u></u>	<u><u>\$ 870</u></u>	<u><u>\$ 205</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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ -	\$ -	\$ -
Use of Money and Property	9,737	9,014	(723)
Total Revenues	<u>9,737</u>	<u>9,014</u>	<u>(723)</u>
EXPENDITURES			
Current:			
Parks and Recreation	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>9,737</u>	<u>9,014</u>	<u>(723)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	44,049	44,049
Transfers Out	(569,705)	(9,822)	559,883
Total Other Financing Sources (Uses)	<u>(569,705)</u>	<u>34,227</u>	<u>603,932</u>
Net Change in Fund Balances	(559,968)	43,241	603,209
Fund Balance, Beginning of Year	<u>1,385,815</u>	<u>1,385,815</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 825,847</u>	<u>\$ 1,429,056</u>	<u>\$ 603,209</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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental Revenues	\$ 100,000	\$ 100,696	\$ 696
Use of Money and Property	-	-	-
Total Revenues	<u>100,000</u>	<u>100,696</u>	<u>696</u>
EXPENDITURES			
Current:			
Public Safety	98,476	92,760	5,716
Capital Outlay	-	-	-
Total Expenditures	<u>98,476</u>	<u>92,760</u>	<u>5,716</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,524</u>	<u>7,936</u>	<u>6,412</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,524	7,936	6,412
Fund Balance, Beginning of Year	<u>25,938</u>	<u>25,938</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 27,462</u></u>	<u><u>\$ 33,874</u></u>	<u><u>\$ 6,412</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Realignment Special Revenue Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental Revenues	\$ 8,000	\$ 20,265	\$ 12,265
Use of Money and Property	20	500	480
Total Revenues	<u>8,020</u>	<u>20,765</u>	<u>12,745</u>
EXPENDITURES			
Current:			
Public Safety	8,000	8,757	(757)
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>8,000</u>	<u>8,757</u>	<u>(757)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>20</u>	<u>12,008</u>	<u>11,988</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	20	12,008	11,988
Fund Balance, Beginning of Year	<u>97,488</u>	<u>97,488</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 97,508</u></u>	<u><u>\$ 109,496</u></u>	<u><u>\$ 11,988</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental Revenues	\$ -	\$ -	\$ -
Use of Money and Property	1,000	4,635	3,635
Total Revenues	<u>1,000</u>	<u>4,635</u>	<u>3,635</u>
EXPENDITURES			
Current:			
General Government	750,000	5,154	744,846
Community Development	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>750,000</u>	<u>5,154</u>	<u>744,846</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(749,000)</u>	<u>(519)</u>	<u>748,481</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	(749,000)	(519)	748,481
Fund Balance, Beginning of Year	<u>1,011,178</u>	<u>1,011,178</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 262,178</u></u>	<u><u>\$ 1,010,659</u></u>	<u><u>\$ 748,481</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Intergovernmental Revenues	\$ -	\$ 59,767	\$ 59,767
Use of Money and Property	-	-	-
	-	-	-
Total Revenues	-	59,767	59,767
EXPENDITURES			
Current:			
Streets and Highways	-	12,091	(12,091)
	-	12,091	(12,091)
Total Expenditures	-	12,091	(12,091)
Excess (Deficiency) of Revenues over Expenditures	-	47,676	47,676
OTHER FINANCING SOURCES (USES)			
Transfers In	-	12,091	12,091
Transfers Out	-	(59,767)	(59,767)
	-	(59,767)	(59,767)
Total Other Financing Sources (Uses)	-	(47,676)	(47,676)
Net Change in Fund Balances	-	-	-
Fund Balance, Beginning of Year	-	-	-
Fund Balance, End of Year	\$ -	\$ -	\$ -

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Beverage Recycling Special Revenue Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 36	\$ 142	\$ 106
Intergovernmental Revenue	5,000	5,000	-
Total Revenues	<u>5,036</u>	<u>5,142</u>	<u>106</u>
EXPENDITURES			
Current:			
Parks and Recreation	5,000	3,874	1,126
Capital Outlay	-	-	-
Total Expenditures	<u>5,000</u>	<u>3,874</u>	<u>1,126</u>
Excess (Deficiency) of Revenues over Expenditures	<u>36</u>	<u>1,268</u>	<u>1,232</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	36	1,268	1,232
Fund Balance, Beginning of Year	<u>24,620</u>	<u>24,620</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 24,656</u></u>	<u><u>\$ 25,888</u></u>	<u><u>\$ 1,232</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - EDBG 99-688 Special Revenue Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ 10,400	\$ -	\$ (10,400)
Use of Money and Property	5,553	5,001	(552)
Total Revenues	<u>15,953</u>	<u>5,001</u>	<u>(10,952)</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>15,953</u>	<u>5,001</u>	<u>(10,952)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>(15,953)</u>	<u>(16,372)</u>	<u>(419)</u>
Total Other Financing Sources (Uses)	<u>(15,953)</u>	<u>(16,372)</u>	<u>(419)</u>
Net Change in Fund Balances	-	(11,371)	(11,371)
Fund Balance, Beginning of Year	<u>105,645</u>	<u>105,645</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 105,645</u></u>	<u><u>\$ 94,274</u></u>	<u><u>\$ (11,371)</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - EDBG 96-405 Special Revenue Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Program Income	\$ 5,832	\$ -	\$ (5,832)
Use of Money and Property	9,415	8,313	(1,102)
Total Revenues	<u>15,247</u>	<u>8,313</u>	<u>(6,934)</u>
EXPENDITURES			
Current:			
Public Safety	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>15,247</u>	<u>8,313</u>	<u>(6,934)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>(15,247)</u>	<u>(17,854)</u>	<u>(2,607)</u>
Total Other Financing Sources (Uses)	<u>(15,247)</u>	<u>(17,854)</u>	<u>(2,607)</u>
Net Change in Fund Balances	-	(9,541)	(9,541)
Fund Balance, Beginning of Year	<u>230,817</u>	<u>230,817</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 230,817</u></u>	<u><u>\$ 221,276</u></u>	<u><u>\$ (9,541)</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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 88	\$ -	\$ (88)
Intergovernmental Revenue	337,590	380,713	43,123
Other Revenues	-	1,000	1,000
Total Revenues	<u>337,678</u>	<u>381,713</u>	<u>44,035</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	491,148	263,318	227,830
Total Expenditures	<u>491,148</u>	<u>263,318</u>	<u>227,830</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(153,470)</u>	<u>118,395</u>	<u>271,865</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	47,676	47,676
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>47,676</u>	<u>47,676</u>
Net Change in Fund Balances	(153,470)	166,071	319,541
Fund Balance, Beginning of Year	<u>454,268</u>	<u>454,268</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 300,798</u></u>	<u><u>\$ 620,339</u></u>	<u><u>\$ 319,541</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Flood Control Study Capital Project Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ -	\$ 9	\$ 9
Intergovernmental Revenue	-	-	-
Total Revenues	<u>-</u>	<u>9</u>	<u>9</u>
EXPENDITURES			
Current:			
General Governmental	-	-	-
Community Development	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>9</u>	<u>9</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	-	9	9
Fund Balance, Beginning of Year	<u>(123,692)</u>	<u>(123,692)</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ (123,692)</u></u>	<u><u>\$ (123,683)</u></u>	<u><u>\$ 9</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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 3,250	\$ 22,082	\$ 18,832
Use of Money and Property	114	535	421
Total Revenues	<u>3,364</u>	<u>22,617</u>	<u>19,253</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,364</u>	<u>22,617</u>	<u>19,253</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	3,364	22,617	19,253
Fund Balance, Beginning of Year	<u>104,859</u>	<u>104,859</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 108,223</u></u>	<u><u>\$ 127,476</u></u>	<u><u>\$ 19,253</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Landfill Capital Project Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ -	\$ -
Use of Money and Property	300	1,320	1,020
Total Revenues	<u>300</u>	<u>1,320</u>	<u>1,020</u>
EXPENDITURES			
Current:			
Public Works	9,500	4,485	5,015
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>9,500</u>	<u>4,485</u>	<u>5,015</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(9,200)</u>	<u>(3,165)</u>	<u>6,035</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	(9,200)	(3,165)	6,035
Fund Balance, Beginning of Year	<u>179,598</u>	<u>179,598</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 170,398</u></u>	<u><u>\$ 176,433</u></u>	<u><u>\$ 6,035</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 65	\$ 290	\$ 225
Licenses Fees and Permits	-	-	-
Total Revenues	<u>65</u>	<u>290</u>	<u>225</u>
EXPENDITURES			
Current:			
Public Works	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>65</u>	<u>290</u>	<u>225</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	65	290	225
Fund Balance, Beginning of Year	<u>67,561</u>	<u>67,561</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 67,626</u></u>	<u><u>\$ 67,851</u></u>	<u><u>\$ 225</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Use of Money and Property	\$ 525	\$ 536	\$ 11
Licenses, Fees, and Permits	630,174	335,260	(294,914)
Total Revenues	<u>630,699</u>	<u>335,796</u>	<u>(294,903)</u>
EXPENDITURES			
Current:			
Streets and Highways	134,000	313,290	(179,290)
Capital Outlay	-	-	-
Total Expenditures	<u>134,000</u>	<u>313,290</u>	<u>(179,290)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>496,699</u>	<u>22,506</u>	<u>(474,193)</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	496,699	22,506	(474,193)
Fund Balance, Beginning of Year	<u>921,733</u>	<u>921,733</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 1,418,432</u></u>	<u><u>\$ 944,239</u></u>	<u><u>\$ (474,193)</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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 4,260	\$ 20,544	\$ 16,284
Use of Money and Property	250	1,199	949
	<u>4,510</u>	<u>21,743</u>	<u>17,233</u>
EXPENDITURES			
Current:			
Public Works	6,674	21,761	(15,087)
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>21,761</u>	<u>(21,761)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>4,510</u>	<u>(18)</u>	<u>(4,528)</u>
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	4,510	(18)	(4,528)
Fund Balance, Beginning of Year	<u>213,552</u>	<u>213,552</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 218,062</u></u>	<u><u>\$ 213,534</u></u>	<u><u>\$ (4,528)</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 139,522	\$ -	\$ (139,522)
Use of Money and Property	-	-	-
Total Revenues	139,522	-	(139,522)
EXPENDITURES			
Current:			
Public Works	-	500	(500)
Capital Outlay	72,000	1,012	70,988
Total Expenditures	72,000	1,512	70,488
Excess (Deficiency) of Revenues over Expenditures	67,522	(1,512)	(69,034)
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	67,522	(1,512)	(69,034)
Fund Balance, Beginning of Year	(90,951)	(90,951)	-
Fund Balance, End of Year	\$ (23,429)	\$ (92,463)	\$ (69,034)

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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ -	\$ 18,402	\$ 18,402
Use of Money and Property	250	1,919	1,669
Total Revenues	<u>250</u>	<u>20,321</u>	<u>20,071</u>
EXPENDITURES			
Current:			
Public Safety	12,000	809	11,191
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>12,000</u>	<u>809</u>	<u>11,191</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(11,750)</u>	<u>19,512</u>	<u>31,262</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	(11,750)	19,512	31,262
Fund Balance, Beginning of Year	<u>266,049</u>	<u>266,049</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 254,299</u></u>	<u><u>\$ 285,561</u></u>	<u><u>\$ 31,262</u></u>

City of Winters
Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Fire Impact Fee Capital Project Fund
Year Ended June 30, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 168,174	\$ 67,053	\$ (101,121)
Use of Money and Property	450	2,259	1,809
Total Revenues	<u>168,624</u>	<u>69,312</u>	<u>(99,312)</u>
EXPENDITURES			
Current:			
Public Safety	12,000	816	11,184
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>12,000</u>	<u>816</u>	<u>11,184</u>
Excess (Deficiency) of Revenues over Expenditures	<u>156,624</u>	<u>68,496</u>	<u>(88,128)</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	156,624	68,496	(88,128)
Fund Balance, Beginning of Year	<u>365,540</u>	<u>365,540</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 522,164</u></u>	<u><u>\$ 434,036</u></u>	<u><u>\$ (88,128)</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 171,919	\$ 95,782	\$ (76,137)
Use of Money and Property	600	2,726	2,126
Total Revenues	<u>172,519</u>	<u>98,508</u>	<u>(74,011)</u>
EXPENDITURES			
Current:			
General Government	12,000	326	11,674
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>12,000</u>	<u>326</u>	<u>11,674</u>
Excess (Deficiency) of Revenues over Expenditures	<u>160,519</u>	<u>98,182</u>	<u>(62,337)</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	160,519	98,182	(62,337)
Fund Balance, Beginning of Year	<u>466,644</u>	<u>466,644</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 627,163</u></u>	<u><u>\$ 564,826</u></u>	<u><u>\$ (62,337)</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 221,954	\$ 26,226	\$ (195,728)
Use of Money and Property	-	3,297	3,297
Total Revenues	<u>221,954</u>	<u>29,523</u>	<u>(192,431)</u>
EXPENDITURES			
Current:			
Public Works	12,000	15,268	(3,268)
Capital Outlay	-	-	-
Total Expenditures	<u>12,000</u>	<u>15,268</u>	<u>(3,268)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>209,954</u>	<u>14,255</u>	<u>(195,699)</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	209,954	14,255	(195,699)
Fund Balance, Beginning of Year	<u>527,029</u>	<u>527,029</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 736,983</u></u>	<u><u>\$ 541,284</u></u>	<u><u>\$ (195,699)</u></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, 2017

	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Licenses, Fees, and Permits	\$ 654,206	\$ 260,315	\$ (393,891)
Use of Money and Property	360	598	238
Total Revenues	<u>654,566</u>	<u>260,913</u>	<u>(393,653)</u>
EXPENDITURES			
Current:			
Public Works	12,000	805	11,195
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>12,000</u>	<u>805</u>	<u>11,195</u>
Excess (Deficiency) of Revenues over Expenditures	<u>642,566</u>	<u>260,108</u>	<u>(382,458)</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	642,566	260,108	(382,458)
Fund Balance, Beginning of Year	<u>81,560</u>	<u>81,560</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 724,126</u></u>	<u><u>\$ 341,668</u></u>	<u><u>\$ (382,458)</u></u>

City of Winters
Fiduciary Funds
June 30, 2017

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, 2017

	Swim Team Fund	Festival De La Fund	PCH HOA Fund	Youth Services Fund	Quilt Festival Fund
ASSETS					
Cash and Investments	\$ 67,175	\$ 20,690	\$ 15,364	\$ 1,142	\$ 546
Interest Receivable	153	28	35	1	1
Accounts Receivable	7	-	-	-	-
	<u>7</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 67,335</u>	<u>\$ 20,718</u>	<u>\$ 15,399</u>	<u>\$ 1,143</u>	<u>\$ 547</u>
LIABILITIES					
Accounts Payable	\$ 2,630	\$ -	\$ -	\$ -	\$ -
Due to Other Agencies	64,705	20,718	15,399	1,143	547
	<u>64,705</u>	<u>20,718</u>	<u>15,399</u>	<u>1,143</u>	<u>547</u>
Total Liabilities	<u>\$ 67,335</u>	<u>\$ 20,718</u>	<u>\$ 15,399</u>	<u>\$ 1,143</u>	<u>\$ 547</u>

Elderberry Fund	Totals
\$ 253,020	\$ 357,937
-	218
-	7
<u>\$ 253,020</u>	<u>\$ 358,162</u>
\$ -	\$ 2,630
<u>253,020</u>	<u>355,532</u>
<u>\$ 253,020</u>	<u>\$ 358,162</u>

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
Year Ended June 30, 2017

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Swim Team Fund</u>				
ASSETS				
Cash and Investments	\$ 84,588	\$ 16,829	\$ 34,242	\$ 67,175
Interest Receivable	103	153	103	153
Accounts Receivable	-	7	-	7
Total Assets	<u>\$ 84,691</u>	<u>\$ 16,989</u>	<u>\$ 34,345</u>	<u>\$ 67,335</u>
LIABILITIES				
Accounts Payable	\$ 369	\$ 24,349	\$ 22,088	\$ 2,630
Due to Other Agencies	84,322	-	19,617	64,705
Total Liabilities	<u>\$ 84,691</u>	<u>\$ 24,349</u>	<u>\$ 41,705</u>	<u>\$ 67,335</u>
<u>Festival De La Fund</u>				
ASSETS				
Cash and Investments	\$ 13,421	\$ 10,072	\$ 2,803	\$ 20,690
Interest Receivable	16	28	16	28
Total Assets	<u>\$ 13,437</u>	<u>\$ 10,100</u>	<u>\$ 2,819</u>	<u>\$ 20,718</u>
LIABILITIES				
Accounts Payable	\$ 135	\$ -	\$ 135	\$ -
Due to Other Agencies	13,302	10,100	2,684	20,718
Total Liabilities	<u>\$ 13,437</u>	<u>\$ 10,100</u>	<u>\$ 2,819</u>	<u>\$ 20,718</u>
<u>PCH HOA Fund</u>				
ASSETS				
Cash and Investments	\$ 15,264	\$ 100	\$ -	\$ 15,364
Interest Receivable	21	35	21	35
Total Assets	<u>\$ 15,285</u>	<u>\$ 135</u>	<u>\$ 21</u>	<u>\$ 15,399</u>
LIABILITIES				
Due to Other Agencies	\$ 15,285	\$ 135	\$ 21	\$ 15,399
Total Liabilities	<u>\$ 15,285</u>	<u>\$ 135</u>	<u>\$ 21</u>	<u>\$ 15,399</u>

Continued

City of Winters
Combining Statement of Changes in Fiduciary Assets and Liabilities
Agency Funds
Year Ended June 30, 2017

	Beginning Balance	Additions	Deletions	Ending Balance
<u>Youth Services Fund</u>				
ASSETS				
Cash and Investments	\$ 794	\$ 622	\$ 274	\$ 1,142
Interest Receivable	1	1	1	1
Total Assets	<u>\$ 795</u>	<u>\$ 623</u>	<u>\$ 275</u>	<u>\$ 1,143</u>
LIABILITIES				
Due to Other Agencies	\$ 795	\$ 623	\$ 275	\$ 1,143
Total Liabilities	<u>\$ 795</u>	<u>\$ 623</u>	<u>\$ 275</u>	<u>\$ 1,143</u>
<u>Quilt Festival</u>				
ASSETS				
Cash and Investments	\$ 594	\$ 1	\$ 49	\$ 546
Interest Receivable	-	1	-	1
Total Assets	<u>\$ 594</u>	<u>\$ 2</u>	<u>\$ 49</u>	<u>\$ 547</u>
LIABILITIES				
Accounts Payable	\$ 50	\$ -	\$ 50	\$ -
Due to Other Agencies	544	3	-	547
Total Liabilities	<u>\$ 594</u>	<u>\$ 3</u>	<u>\$ 50</u>	<u>\$ 547</u>
<u>Elderberry</u>				
ASSETS				
Cash and Investments	\$ 221,133	\$ 31,887	\$ -	\$ 253,020
Total Assets	<u>\$ 221,133</u>	<u>\$ 31,887</u>	<u>\$ -</u>	<u>\$ 253,020</u>
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Due to Other Agencies	221,133	31,887	-	253,020
Total Liabilities	<u>\$ 221,133</u>	<u>\$ 31,887</u>	<u>\$ -</u>	<u>\$ 253,020</u>
<u>Total Agency Funds</u>				
ASSETS				
Cash and Investments	\$ 335,794	\$ 59,511	\$ 37,368	\$ 357,937
Interest Receivable	141	218	141	218
Accounts Receivable	-	7	-	7
Total Assets	<u>\$ 335,935</u>	<u>\$ 59,736</u>	<u>\$ 37,509</u>	<u>\$ 358,162</u>
LIABILITIES				
Accounts Payable	\$ 554	\$ 24,349	\$ 22,273	\$ 2,630
Due to Other Agencies	335,381	42,748	22,597	355,532
Total Liabilities	<u>\$ 335,935</u>	<u>\$ 67,097</u>	<u>\$ 44,870</u>	<u>\$ 358,162</u>

STATISTICAL SECTION

City of Winters
Description of Statistical Section Contents
June 30, 2017

This part of the City of Winters's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the government's overall financial health.

Contents:	<u>Pages</u>
<u>Financial Trends</u> these schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time	128
<u>Revenue Capacity</u> these schedules contain information to help the reader assess the City's most significant local revenue source, the property tax	138
<u>Debt Capacity</u> these schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future	144
<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	150
<u>Operating Information</u> these schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs	152

CITY OF WINTERS, CALIFORNIA

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

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
GOVERNMENTAL ACTIVITIES:					
Invested in capital assets, net of related debt	\$ 7,044,817	\$ 8,936,433	\$ 8,181,857	\$ 8,699,018	\$ 9,652,796
Restricted	6,532,953	13,677,650	9,367,303	5,167,265	6,777,763
Unrestricted	9,927,205	(1,305,148)	1,628,706	6,632,851	6,241,918
TOTAL GOVERNMENTAL ACTIVITIES	<u>23,504,975</u>	<u>21,308,935</u>	<u>19,177,866</u>	<u>20,499,134</u>	<u>22,672,477</u>
BUSINESS-TYPE ACTIVITIES:					
Invested in capital assets, net of related debt	2,116,498	1,844,816	1,736,566	1,681,730	3,595,646
Restricted	-	5,717,324	4,171,609	-	-
Unrestricted	566,410	(4,101,359)	(1,485,296)	2,877,523	2,381,096
TOTAL BUSINESS-TYPE ACTIVITIES	<u>2,682,908</u>	<u>3,460,781</u>	<u>4,422,879</u>	<u>4,559,253</u>	<u>5,976,742</u>
PRIMARY GOVERNMENT:					
Invested in capital assets, net of related debt	9,161,315	10,781,249	9,918,423	10,380,748	13,248,422
Restricted	6,532,953	19,394,974	13,538,912	5,167,265	6,777,763
Unrestricted	10,493,615	(5,406,507)	143,410	9,510,374	8,623,014
TOTAL PRIMARY GOVERNMENT	<u>\$ 26,187,883</u>	<u>\$ 24,769,716</u>	<u>\$ 23,600,745</u>	<u>\$ 25,058,387</u>	<u>\$ 28,649,199</u>

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 10,809,780	\$ 22,986,473	\$ 23,023,985	\$24,140,799	\$ 24,511,108
9,641,029	10,242,135	10,482,229	10,487,827	10,783,609
1,976,314	1,474,403	(2,174,759)	(1,509,642)	(623,568)
<u>22,427,123</u>	<u>34,703,011</u>	<u>31,331,455</u>	<u>33,118,984</u>	<u>34,671,149</u>
2,407,222	1,163,652	1,260,835	1,269,915	1,585,241
	544,210	544,210	544,305	544,565
3,986,369	4,244,115	1,989,072	1,826,201	1,500,903
<u>6,393,591</u>	<u>5,951,977</u>	<u>3,794,117</u>	<u>3,640,421</u>	<u>3,630,709</u>
13,217,002	24,150,125	24,284,820	25,410,714	26,096,349
9,641,029	10,786,345	11,026,439	11,032,132	11,328,174
5,962,683	5,718,518	(185,687)	316,559	877,335
<u>\$ 28,820,714</u>	<u>\$ 40,654,988</u>	<u>\$ 35,125,572</u>	<u>\$36,759,405</u>	<u>\$ 38,301,858</u>

CITY OF WINTERS, CALIFORNIA

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

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
EXPENSES:				
GOVERNMENTAL ACTIVITIES:				
General government	\$ 1,318,150	\$ 2,677,075	\$ 1,044,194	\$ 365,754
Public works	215,673	615,937	627,898	313,127
Public safety	2,376,129	2,370,883	2,404,697	2,365,123
Cultural and recreation	407,454	394,294	316,619	662,484
Community development	717,669	1,322,095	3,102,948	1,616,007
Parks	632,736	635,505	358,626	-
Streets and highways	368,273	297,171	144,062	362,125
Public transportation	-	-	-	-
Pass through agreements	-	360,476	308,024	-
Interest on long-term debt	665,197	773,758	764,964	778,274
TOTAL GOVERNMENTAL ACTIVITIES	<u>6,701,281</u>	<u>9,447,194</u>	<u>9,072,032</u>	<u>6,462,894</u>
BUSINESS-TYPE ACTIVITIES:				
Water	1,016,474	454,298	521,751	1,752,536
Sewer	1,382,370	621,766	623,110	1,241,718
TOTAL BUSINESS ACTIVITIES	<u>2,398,844</u>	<u>1,076,064</u>	<u>1,144,861</u>	<u>2,994,254</u>
TOTAL PRIMARY GOVERNMENT EXPENSES	<u>9,100,125</u>	<u>10,523,258</u>	<u>10,216,893</u>	<u>9,457,148</u>
PROGRAM REVENUES:				
GOVERNMENTAL ACTIVITIES:				
Charges for services				
General government	80,698	85,881	113,736	111,930
Public works	23,391	115,535	80,441	32,057
Public safety	66,761	33,437	17,024	8,802
Cultural and recreation	77,751	61,780	65,441	87,593
Community development	90,214	4,157	3,061	205,692
Parks	16,766	-	-	-
Operating contributions and grants	732,097	1,189,158	1,048,546	1,102,329
Capital contributions and grants	1,169,132	301,536	998,427	1,396,248
TOTAL GOVERNMENTAL ACTIVITIES	<u>2,256,810</u>	<u>1,791,484</u>	<u>2,326,676</u>	<u>2,944,651</u>
BUSINESS-TYPE ACTIVITIES:				
Charges for services				
Water	916,242	941,612	1,017,580	1,196,068
Sewer	1,011,084	1,048,742	1,209,549	1,330,624
Capital contributions and grants				
TOTAL BUSINESS-TYPE ACTIVITIES	<u>1,927,326</u>	<u>1,990,354</u>	<u>2,227,129</u>	<u>2,526,692</u>
TOTAL PRIMARY GOVERNMENT REVENUES	<u>\$ 4,184,136</u>	<u>\$ 3,781,838</u>	<u>\$ 4,553,805</u>	<u>\$ 5,471,343</u>
NET (EXPENSE) REVENUES:				
Governmental activities	\$ (4,444,471)	\$ (7,655,710)	\$ (6,745,356)	\$ (3,518,243)
Business-type activities	(471,518)	914,290	1,082,268	(467,562)
TOTAL PRIMARY GOVERNMENT NET EXPENSES	<u>\$ (4,915,989)</u>	<u>\$ (6,741,420)</u>	<u>\$ (5,663,088)</u>	<u>\$ (3,985,805)</u>

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 320,983	\$ 349,842	\$ 345,978	\$ 307,778	\$ 291,214	\$ 93,825
1,496,172	739,622	218,488	282,417	309,620	352,619
2,939,539	2,947,065	2,979,999	3,837,172	3,748,055	3,913,486
712,628	663,801	747,457	805,051	1,046,138	768,571
937,790	499,056	418,479	556,024	1,197,114	547,753
				-	-
406,860	366,085	602,267	571,864	462,532	720,719
495,130	-				
<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>	<u>6,396,973</u>
1,191,159	1,249,358	1,303,791	1,396,231	1,539,702	1,308,996
1,607,864	1,490,721	1,590,022	1,818,137	1,776,270	1,807,044
<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>3,116,040</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>	<u>9,513,013</u>
6,394	8,901	225	37,666	117,605	170,276
24,540	109,232	29,524	194,625	290,832	233,923
318,782	331,534	241,261	357,901	351,293	364,850
64,506	75,622	88,265	101,193	85,983	106,942
101,368	154,549	227,626	311,573	641,783	475,060
-	-	-	-	-	-
454,489	412,573	536,549	762,334	536,783	1,037,512
903,837	1,635,819	1,841,968	1,593,554	2,894,354	2,013,324
<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>	<u>4,401,887</u>
1,132,901	1,266,720	1,304,238	1,243,216	1,353,065	1,405,104
1,602,043	1,564,279	1,671,494	1,715,312	1,641,715	1,655,159
1,458,688	510,886			161,181	38,514
<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>3,098,777</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>	<u>\$ 7,500,664</u>
\$ (5,435,186)	\$ (2,837,241)	\$ (2,347,250)	\$ (3,001,460)	\$ (2,136,040)	\$ (1,995,086)
1,394,609	601,806	81,919	(255,840)	(160,011)	(17,263)
<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>	<u>\$ (2,012,349)</u>

continued

CITY OF WINTERS, CALIFORNIA

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

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION:				
GOVERNMENTAL ACTIVITIES:				
Taxes				
Property taxes	\$ 2,996,227	\$ 3,409,220	\$ 3,027,868	\$ 2,974,549
Sales and use taxes	344,136	288,748	242,257	295,215
Franchise fees	218,521	209,913	203,985	224,608
Other taxes	721,127	722,778	665,333	1,225,801
Motor vehicle in-lieu	29,750	26,418	21,071	32,026
Investment income	1,200,495	615,206	(13,275)	144,210
Developer contributions	-	-		-
Transfers	98,884	491,144	131,261	-
Other revenues	68,360	27,339	335,787	91,936
TOTAL GOVERNMENTAL ACTIVITIES	<u>5,677,500</u>	<u>5,790,766</u>	<u>4,614,287</u>	<u>4,988,345</u>
BUSINESS-TYPE ACTIVITIES:				
Property taxes	-	-		
Investment income	120,367	38,991	13,275	1,810
Transfers	(98,884)	(491,144)		
Developer contributions	-	-	(131,261)	-
Other revenues	-	41,908	(2,184)	-
TOTAL BUSINESS-TYPE ACTIVITIES	<u>21,483</u>	<u>(410,245)</u>	<u>(120,170)</u>	<u>1,810</u>
TOTAL PRIMARY GOVERNMENT REVENUES	<u>\$ 5,698,983</u>	<u>\$ 5,380,521</u>	<u>\$ 4,494,117</u>	<u>\$ 4,990,155</u>
CHANGES IN NET POSITION:				
Governmental activities	1,233,029	(1,864,944)	(2,131,069)	1,470,102
Business type activities	(450,035)	504,045	962,098	(465,752)
Gain on Transfer of Assets & Liabilities to Successor Agency				
Prior Period Adjustments				
TOTAL PRIMARY GOVERNMENT	<u>\$ 782,994</u>	<u>\$ (1,360,899)</u>	<u>\$ (1,168,971)</u>	<u>\$ 1,004,350</u>

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 2,103,907	\$ 1,429,395	1,232,688	1,464,684	1,375,248	1,346,013
374,975	408,845	460,165	462,807	530,365	598,426
228,129	230,805	239,385	231,993	254,705	210,984
969,098	1,023,096	990,428	1,006,988	959,435	1,067,894
3,511	3,639	3,011	2,909	2,806	-
163,862	128,124	41,155	56,761	56,915	56,280
		-			
	190,314	208,535	(904,559)	-	-
894,477	187,941	230,592	166,167	744,095	267,654
<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>	<u>3,547,251</u>
22,880	5,357	2,590	2,539	6,315	7,551
	(190,314)	(208,535)	(1,690,343)	-	-
-	-				
<u>22,880</u>	<u>(184,957)</u>	<u>(205,945)</u>	<u>(1,687,804)</u>	<u>6,315</u>	<u>7,551</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>	<u>\$ 3,554,802</u>
(697,227)	764,918	1,058,708	(513,710)	1,787,529	1,552,165
1,417,489	416,849	(124,026)	(1,943,644)	(153,696)	(9,712)
3,590,832					
	(1,010,272)	10,899,592	(3,072,062)	-	-
<u>\$ 4,311,094</u>	<u>\$ 171,495</u>	<u>\$11,834,274</u>	<u>\$ (5,529,416)</u>	<u>\$ 1,633,833</u>	<u>\$ 1,542,453</u>

CITY OF WINTERS, CALIFORNIA

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

	Fiscal Year Ended June 30,				
	2008	2009	2010	2011	2012
GENERAL FUND:					
Reserved	\$ 376,403	\$ -	\$ 36,923	\$ -	
Designated	-	1,264,559	676,730	-	
Unreserved	3,150,028	1,810,356	1,606,367	-	
Nonspendable				781,448	457,821
Restricted					
Assigned				81,050	
Unassigned				1,566,838	2,105,370
TOTAL GENERAL FUND	\$ 3,526,431	\$ 3,074,915	\$ 2,320,020	\$ 2,429,336	\$ 2,563,191
ALL OTHER GOVERNMENTAL FUNDS:					
Reserved ①	\$ 5,996,904	\$ 3,161,275	\$ 7,236,218		
Designated	-	11,361,627	3,521,121		
Unreserved reported in:					
Special Revenue Funds	1,876,261	663,535	886,240		
Capital Project Funds	15,780,323	4,372,336	1,686,609		5,598,406
Restricted				8,348,197	1,025,359
Committed				1,024,452	55,968
Assigned					
Unassigned				(337,855)	(521,759)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$ 23,653,488	\$ 19,558,773	\$ 13,330,188	\$ 9,034,794	\$ 6,157,974

* GASB 54 implemented in 2011

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
457,821	1,238,282	947,821	552,224 2,147	555,128 -
<u>2,064,941</u>	<u>1,208,759</u>	<u>1,415,193</u>	<u>1,513,508</u>	<u>1,015,384</u>
<u>\$ 2,522,762</u>	<u>\$ 2,447,041</u>	<u>\$ 2,363,014</u>	<u>\$ 2,067,879</u>	<u>\$ 1,570,512</u>

5,627,300	5,645,329	9,783,470	10,801,086	11,903,013
1,078,260	1,082,425	1,086,994	-	127,476
56,140	56,277	56,423	-	-
<u>(843,813)</u>	<u>(693,713)</u>	<u>(1,114,996)</u>	<u>(313,259)</u>	<u>(517,546)</u>
<u>\$ 5,917,887</u>	<u>\$ 6,090,318</u>	<u>\$ 9,811,891</u>	<u>\$ 10,487,827</u>	<u>\$ 11,512,943</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,				
	2008	2009	2010	2011	2012
REVENUES:					
Taxes	\$ 4,787,290	\$ 4,969,284	\$ 4,470,119	\$ 4,752,199	\$ 4,013,897
Licenses and permits	186,261	219,268	211,459	1,324,932	161,336
Fines and forfeitures	50,100	30,901	11,423	10,745	21,059
Program income	96,494	30,496	32,471	44,781	28,531
Use of money and property	1,200,495	615,205	250,775	144,210	118,781
Intergovernmental	1,767,520	1,178,487	1,737,368	831,230	1,188,508
Charges for services	64,571	54,122	59,516	43,929	337,482
Refunds and reimbursement	36,546	-	-	-	-
Development fees	-	-	-	-	-
Contributions	-	-	-	-	-
Miscellaneous	89,127	27,339	85,011	2,325,751	952,093
TOTAL REVENUES	8,278,404	7,125,102	6,858,142	9,477,777	6,821,687
EXPENDITURES:					
Current:					
General government	1,066,357	2,542,986	1,008,391	220,632	234,854
Public works	183,582	593,672	584,850	270,011	175,433
Public safety	2,294,448	2,318,611	2,356,584	2,269,423	2,771,159
Cultural and recreation	297,193	279,358	202,341	548,057	617,395
Community development	719,212	612,582	3,215,133	1,688,046	1,062,943
Parks	632,736	635,508	358,626	-	-
Streets and highways	290,665	214,566	453,574	225,109	257,060
Public transportation	-	-	-	-	-
Pass through agreements	363,024	360,476	308,024	-	-
Capital outlay	1,666,174	2,920,330	4,255,546	5,783,033	3,113,832
Debt service:	-	-	-	-	-
Bond issue costs	-	-	-	-	-
Principal	280,000	295,000	460,000	470,000	485,000
Interest	634,376	775,800	769,814	750,627	467,833
TOTAL EXPENDITURES	8,427,767	11,548,889	13,972,883	12,224,938	9,185,509
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES					
	(149,363)	(4,423,787)	(7,114,741)	(2,747,161)	(2,363,822)
OTHER FINANCING SOURCES (USES):					
Transfers in	635,294	1,562,647	1,418,888	2,117,877	209,139
Transfers out	(536,410)	(1,071,503)	(1,287,627)	(2,117,877)	(209,139)
Gain on Sale of Land Held for Resale	-	-	-	-	-
Issuance of bonds	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES	98,884	491,144	131,261	-	-
NET CHANGE IN FUND BALANCES BEFORE EXTRAORDINARY ITEM					
	\$ (50,479)	\$ (3,932,643)	\$ (6,983,480)	\$ (2,747,161)	\$ (2,363,822)
EXTRAORDINARY ITEM					
Loss on transfer if assets and liabilities to RDA successor trust fund	-	-	-	-	(379,143)
Prior Period Adjustments	-	-	-	-	-
NET CHANGES IN FUND BALANCE					
	\$ (50,479)	\$ (3,932,643)	\$ (6,983,480)	\$ (2,747,161)	\$ (2,742,965)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES					
	13.52%	12.41%	13.27%	18.73%	15.60%

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$3,371,144	\$3,372,065	\$ 3,594,938	\$ 3,499,246	\$ 3,600,908
381,226	5,919	386,492	1,737,689	1,649,162
16,146	163,605	10,878	17,950	17,002
27,182	60,450			
128,124	108,016	132,376	127,918	163,820
1,884,423	1,946,989	1,719,812	2,529,640	1,605,429
282,466	414,884	504,848	429,630	429,004
187,942	190,015	262,300	400,483	248,002
<u>6,278,653</u>	<u>6,261,943</u>	<u>6,611,644</u>	<u>8,742,556</u>	<u>7,713,327</u>
332,059	339,250	310,228	508,364	169,647
216,709	207,625	271,554	289,722	323,737
2,834,727	2,819,242	3,013,415	3,616,662	3,848,987
589,091	599,450	657,043	889,226	1,372,338
426,631	395,440	532,985	1,162,086	526,192
248,735	309,317	148,845	1,262,582	520,378
2,494,531	1,582,280	1,511,512	929,625	424,299
-	-	-	-	-
<u>7,142,483</u>	<u>6,252,604</u>	<u>6,445,582</u>	<u>8,658,267</u>	<u>7,185,578</u>
<u>(863,830)</u>	<u>9,339</u>	<u>166,062</u>	<u>84,289</u>	<u>527,749</u>
1,036,100	611,111	332,953	98,244	267,376
(845,786)	(402,576)	(1,237,512)	(98,244)	(267,376)
			296,512	-
<u>190,314</u>	<u>208,535</u>	<u>(904,559)</u>	<u>296,512</u>	<u>-</u>
\$ (673,516)	\$ 217,874	\$ (738,497)	\$ 380,801	\$ 527,749
-	-	-	-	-
393,000	(121,164)	4,376,044	-	-
<u>\$ (280,516)</u>	<u>\$ 96,710</u>	<u>\$ 3,637,547</u>	<u>\$ 380,801</u>	<u>\$ 527,749</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

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
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
2017	1,346,013	598,426	210,984	1,067,894	3,223,317

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
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
2017	1,346,013	598,426	210,984	1,067,894	3,223,317

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%
2017	219,065,742	1,217,403	-	220,283,145	276,546,579	14,748,913	291,295,492	0.496%

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									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
CITY DIRECT RATE:										
City basic rate	0.156	0.143	0.143	0.137	0.149	0.154	0.151	0.149	0.146	0.11178
Community Development Agency	0.461	0.404	0.404	0.402	0.376	0.379	0.271	0.23044	0.19598	0.11148
TOTAL CITY DIRECT RATE	0.617	0.547	0.547	0.540	0.524	0.533	0.422	0.37915	0.34160	0.22326
OVERLAPPING RATES:										
Yolo County	0.119	0.221	0.109	0.111	0.124	0.155	0.192	0.29380	0.32990	0.32181
Yolo County Library	0.029	0.029	0.029	0.030	0.030	0.031	0.031	0.03070	0.02720	0.02153
Winters Cemetary District	0.027	0.027	0.027	0.027	0.028	0.028	0.028	0.02810	0.02210	0.02608
Sacramento-Yolo Mosquito Vector District	0.009	0.009	0.009	0.009	0.009	0.010	0.010	0.00950	0.00850	0.00884
Yolo County Resources Conservation District	0.000	0.000	-	-	-	-	-	0.00000	0.00000	0.00031
Yolo County Flood Control District	0.010	0.010	0.010	0.010	0.010	0.010	0.010	0.00970	0.00990	0.00728
Solano Community College District	0.042	0.042	0.042	0.042	0.043	0.043	0.043	0.04360	0.03430	0.04044
Yolo County School Services	0.030	0.030	0.030	0.030	0.030	0.030	0.030	0.02960	0.03010	0.03174
Winters Joint Unified School District	0.201	0.086	0.205	0.296	0.297	0.296	0.296	0.29770	0.26660	0.31869
	1.083	1.000	1.007	1.095	1.095	1.135	1.061	1.12185	1.07020	1.00000
City of Winters General Obligation Bonds	0.074	0.074	-	-	-	-	-	0.00000	0.00000	0.00000
Winters Joint Unified School District Bonds	0.266	0.299	0.092	0.092	0.092	-	-	0.00000	0.00000	0.14800
Soano Community College Bond										0.02443
Indian Valley Dam Bond	0.000	0.373								
TOTAL DIRECT RATE	1.423	1.745	1.099	1.187	1.187	1.135	1.061	1.12185	1.07020	1.17242

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, 2017			Fiscal Year Ended June 30, 2008		
	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	\$ 20,189,413	1	3.95%	\$ -		-
Roman Catholic Bishop of Sacramento	7,360,872	2	1.44%			
Mariani Nut Company	6,485,143	3	1.27%	5,402,368	4	1.170%
HBT of Winers Highlands LLC	5,879,525	4	1.15%			
Ashdon Development LLC	5,594,639	5	1.09%			
Pavestone Company LP	4,313,127	6	0.84%	7,297,214	3	1.590%
Bajackian Trust	4,077,447	7	0.80%			
Bruhn Orchards Housing LLP	4,052,452	8	0.79%			
Ogando Trust	3,685,630	9	0.72%	1,557,751	16	0.350%
Corp of the Presiding Bishop LDS Church	3,286,191	10	0.64%			
Crown Communities	2,950,905	11	0.58%			
Martinez Family Trust	2,931,744	12	0.57%			
Winters Almondwood LP	2,765,599	13	0.54%			
Yolo Federal Credit Union	2,620,709	14	0.51%			
Winters Community Housing One LP	2,606,040	15	0.51%			
Winters Gateway Inc.	1,975,643	16	0.39%			
Siracusa, John & Elizabeth	1,886,580	17	0.37%	1,822,635	11	0.400%
Lorenzo Family Trust	1,886,458	18	0.37%			
Evlisizor, Kenneht A Jr., Etal	1,856,331	19	0.36%	1,872,665	9	0.410%
Cross Development Winters LLC	1,624,837	20	0.32%			
Foster, Peter and Thereas	1,579,902	21	0.31%			
Rodriguez Family Trust	1,566,122	22	0.31%			
Bellevue North	1,524,553	23	0.30%			
Conway Fam Trust Etal	1,510,127	24	0.30%			
Winters Senior Apartment	1,500,539	25	0.29%			
Gateway Investors Club LLC	1,500,000	26	0.29%	1,602,685	14	0.360%
South Market Court PTN LP	1,500,000	27	0.29%	8,160,000	2	1.770%
Valley Star Partners LLC	1,497,515	28	0.29%			
Geerts Trust	1,492,244	29	0.29%			
Pioneer Presbyterian Church	1,404,170	30	0.27%			
Schuhart Thuel V and Vive L	1,394,355	31	0.27%			
Mazza Grazziani 2009 Family Trust	1,326,670	32	0.26%			
L&S Enterprises Inc.	1,324,176	33	0.26%			
Burdick, Raymond and Marjean	1,282,462	34	0.25%			
Thiara Fam Trust	1,269,062	35	0.25%			
Robben Timothy	1,265,804	36	0.25%			
Montosa Marital Trust	1,263,192	37	0.25%			
QuikServe II Concepts Inc.	1,229,503	38	0.24%			
Garcia Atanacio & Irma	1,197,007	39	0.23%			
Gianola Trust	1,166,514	40	0.23%			
2015-1 IH2 Borrower LP	1,122,695	41	0.22%			
Vickery, Sandra T	1,100,260	42	0.22%			
Biasi Trust	1,068,347	43	0.21%			
Tiechert Land Co	995,323	44	0.19%			
Barsotti, Thaddeus and Moyra	942,799	45	0.18%			
Pickereel, John and Melanie B.	940,841	46	0.18%			
Winters MHP LLC	925,158	47	0.18%			
M & L Fruit Company	894,075	48	0.17%			
Thompson Rev Trust	893,199	49	0.17%			
Paradise Farms LLC	871,959	50	0.17%			
Crum Rev Trust	850,000	51	0.17%			
Ali Samir	848,827	52	0.17%			
Rippee Keith and Michelle N	824,422	53	0.16%			
Cowan, Wade and Kathryn	824,078	54	0.16%			
Brugger Fam Trust	821,000	55	0.16%			
Hernandez, Osvaldo Lopez & Veronica G	801,318	56	0.16%			
Hagelis, John P and Edith M Higgins	774,518	57	0.15%			
Trapani Vincent	767,474	58	0.15%			
Rai Bikramijit Singh	754,592	59	0.15%			
Rai Jagdeve Singh and Gurdip Kaur	754,592	60	0.15%			
GBH-Winters Highlands LLC				13,917,805	1	3.020%
Winters Investores LLC				2,404,457	5	0.520%
Ali Ashraf & Yasmin A				2,073,166	6	0.450%
Hisery Raymond P and Rebecca A.				1,980,124	7	0.430%
Greyhawke LLC				1,956,150	8	0.420%
Lily H Ogden Trust				185,748	10	0.400%
Village on the Park				1,683,000	11	0.370%
Lyons, Tom R and Diana E				1,624,000	12	0.350%
Cheney, D Rick Tr Etal				1,560,596	14	0.340%
Conway, Louis W. Tr Etal				1,199,762	16	0.260%
Lorenzo, Aladdin C. and Lynda R Tr				1,145,298	17	0.250%
Almondwood Developments				1,131,576	18	0.250%
Montosa, Donna M. Tr				1,116,143	19	0.240%
Rogriquez, Roberto and Karen A				1,106,589	20	0.240%
Winters Village East LLC				1,010,780	21	0.220%
	#####		26.11%	\$ 61,810,512		6.050%

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
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%
2017	2,536,709	2,536,709	100%	2,536,709	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 Government	Percentage of Estimated Actual Taxble Value of Property ^①	Debt per Capita ^②
	Tax Allocation Bonds	Total Governmental Activities	General Obligation Bonds	Loans	Sewer Bonds	Water Bonds				
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
2017					3,865,000	3,275,000	7,140,000	7,140,000	1.40%	984.15

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		
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					
2017					

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, 2017

City Assessed Valuation		\$ 511,579,137	
Redevelopment Agency Incremental Valuation		-	
		<u>511,579,137</u>	
TOTAL ASSESSED VALUATION		<u>511,579,137</u>	
	Percentage Applicable	Outstanding Debt at	Estimated Share of Overlapping Debt
	①	June 30, 2016	
OVERLAPPING TAX AND ASSESSMENT DEBT:			
Solano County Community College District	1.080%	\$ 297,379,164	3,211,695
Winters Joint Unified School District	50.212%	<u>17,610,000</u>	<u>8,842,333</u>
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		<u>\$ 314,989,164</u>	12,054,028
DIRECT AND OVERLAPPING GENERAL FUND DEBT:			
Yolo County General Fund Obligations	2.075%	22,945,000	476,109
Yolo County Office of Education Certificates of Participation	2.075%	5,785,000	120,039
Solano County Community College District Certificates of Participation	1.080%	9,862,635	106,516
Winters Joint Unified School District Certificates of Participation	50.212%	<u>974,000</u>	<u>489,065</u>
TOTAL OVERLAPPING GENERAL FUND DEBT		<u>39,566,635</u>	1,191,728
OVERLAPPING TAX INCREMENT DEBT (Successor Agency)	100.00%	<u>14,250,000</u>	<u>14,250,000</u>
TOTAL OVERLAPPING DEBT			<u>\$ 27,495,756</u>

NOTE:

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Winters. This process recognizes that, when considering the governments'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,				
	2008	2009	2010	2011	2012
Assessed valuation	\$492,219,254	\$ 498,026,316	\$473,823,122	\$424,957,197	\$421,099,025
Debt limit percentage	15.00%	15.00%	15.00%	15.00%	15.00%
DEBT LIMIT	73,832,888	74,703,947	71,073,468	63,743,580	63,164,854
Total debt applicable to limit General Obligation Bonds	-	-	-	-	-
LEGAL DEBT MARGIN	\$ 73,832,888	\$ 74,703,947	\$ 71,073,468	\$ 63,743,580	\$ 63,164,854
Total debt applicable to limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$421,099,025	\$436,124,186	\$ 462,397,673	\$ 486,671,181	\$ 511,578,637
<u>15.00%</u>	<u>15.00%</u>	<u>15.00%</u>	<u>15.00%</u>	<u>15.00%</u>
63,164,854	65,418,628	69,359,651	73,000,677	76,736,796
-	-	-	-	-
<u>\$ 63,164,854</u>	<u>\$ 65,418,628</u>	<u>\$ 69,359,651</u>	<u>\$ 73,000,677</u>	<u>\$ 76,736,796</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

PLEGGED 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
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
2017					1,190,696	270,000	891,365	1.03

CITY OF WINTERS, CALIFORNIA

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN CALENDAR YEARS

Calendar Year	Population ①	Median Household Income②	Unemploy- ment Rate ③
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%
2017	7,255	n/a	3.80%

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>2017</u>		<u>2012</u>	
	<u>Number of Employees</u>	<u>Percent of Total Employment</u>	<u>Number of Employees</u>	<u>Percent of Total Employment</u>
Mariani Nut Company	350	9.46%	350	10.83%
Winters Joint Unified School District	235	6.35%	230	7.11%
Buckhorn Restaruant	120	3.24%	120	3.71%
Double M Trucking	75	2.03%	70	2.17%
City of Winters	55.49	1.50%	44	1.36%
Pavestone	35	0.95%	30	0.93%
Town and Country	14	0.38%	14	0.43%
Vintage Paving	11	0.30%	11	0.34%
AM/PM	8	0.22%		
	<u>903.49</u>	<u>24.42%</u>	<u>869</u>	<u>26.88%</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,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Community Development	3.33	2.50	1.50	1.50	1.00	1.00	1.00	1.50	2.00	2.70
Community Development Agency	3.11	1.94	1.94	1.94	0.00	0.00	1.00	0.00	0.00	0.00
Finance	2.44	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.33
General Government	4.88	5.00	5.00	4.00	4.00	5.00	5.00	6.00	6.00	5.69
Police	13.21	11.44	12.44	12.44	12.44	10.44	10.00	13.00	13.00	13.44
Fire Department				4.00	7.00	7.00	3.50	3.00	3.00	7.00
Public Works	8.44	7.32	7.32	7.32	7.32	7.32	8.00	13.00	14.00	13.48
Recreation	12.09	11.81	9.85	9.85	9.85	9.85	9.85	9.85	9.85	9.85
TOTAL	<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>	<u>55.49</u>

SOURCE: City of Winters, California

CITY OF WINTERS, CALIFORNIA

OPERATING INDICATORS BY FUNCTION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Police:										
Traffic Citations	\$ 48,860	\$ 48,860	\$ 11,177	\$ 10,745	\$ 19,569	\$ 15,396	\$ 5,104	\$ 10,729	\$ 17,925	\$ 16,507
Parking Citations	\$ 1,195	\$ 1,195	\$ 245	\$ -	\$ 1,490	\$ 750	\$ 765	\$ 148	\$ 380	\$ 495
Water										
New Connections	1	3	0	0	5	2	1	1	41	37
Average Daily Consumption	1.86 mgd	1.58 mgd	1.28 mgd	1.39 mgd	1.10 mgd	1.15 mgd	1.12 mgd	1.05 mgd	.817 mgd	.837mgd
Sewer										
New Connections	1	-				2	1	1	41	37
Average Daily Sewage Treatment	.548 mgd	.548 mgd	.567 mgd	.556 mgd	.535 mgd	.543 mgd	.641 mgd	.533 mgd	.438 mgd	.502 mgd

SOURCE: City of Winters, California

CITY OF WINTERS, CALIFORNIA

CAPITAL ASSET STATISTICS BY FUNCTION LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
POLICE:										
Stations	1	1	1	1	1	1	1	1	1	1
FIRE										
Stations	0	0	0	1	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	2	3	3	3	3	3
PARKS AND RECREATION:										
Parks	6	6	6	6	6	6	6	7	7	7
Park acreage	7.2	7.2	7.2	7.2	7.2	7.2	7.2	11.9	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	6	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