

CITY OF WHEATLAND, CALIFORNIA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
JUNE 30, 2019



111 C Street, Wheatland CA 95692
www.wheatland.ca.gov

CITY OF WHEATLAND
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended June 30, 2019

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INTRODUCTORY SECTION



111 C Street . Wheatland . California . 95692

November 25, 2019

To the Honorable Mayor and Members of the City Council and Citizens of the City of Wheatland:

We are pleased to submit the City of Wheatland's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2019. It is the policy of the Council to have a licensed certified public accountant conduct an annual audit at the end of each fiscal year and to issue a complete set of financial statements for the Council and all stakeholders of the City. The financial statements are presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards.

Responsibility for the accuracy of the data and the fairness of presentation, including all footnotes and disclosures, rests with the City. We believe the data presented in this report is accurate in material respects and all statements and disclosures necessary for the reader to obtain a thorough understanding of the City's financial activities have been included. Management of the City has established an internal control framework that is designed both to protect the City's assets from loss, theft, or misuse and to compile sufficient reliable information of the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements.

While traditionally addressed to the governing body of the City, this report is intended to provide relevant financial information to the citizens of the City of Wheatland, City staff, creditors, investors, and other concerned readers. We encourage all readers to contact the Finance Department with any questions or comments concerning this report.

The City's financial statements have been audited by Moss, Levy & Hartzheim CPAs, a firm of certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City for the fiscal year ended June 30, 2019 are free of material misstatements. 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. Based upon the audit, the independent auditors concluded that there was a reasonable basis for rendering an unqualified opinion, which states that the City's financial statements for the fiscal year ended June 30, 2019, 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.

The independent audit of the financial statements of the City can be part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. A Single Audit is required when a state, local government, or not-for-profit organizations expends more than \$750,000 per fiscal year in federal grant money. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. For the fiscal year ending June 30, 2019 the City was not required to issue a Single Audit Report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a 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's MD&A can be found immediately following the report of the independent auditors.

Profile of the City of Wheatland

The City of Wheatland operates under a Council-Manager form of government and provides municipal services that include public safety, public works, parks and recreation, planning services, water and wastewater services, and general administration. This report includes all funds of the City of Wheatland. The City does not have Redevelopment Agency.

The City Council establishes an annual budget with a mid-year review for the General Fund and all other funds. Budgetary control is legally maintained at the fund level. Department heads submit budget requests to the City Manager and Finance Director. The Finance Director prepares an estimate of revenues and prepares recommendations for the next year's budget. After approval by the City Manager, the preliminary budget is presented to the City Council who may or may not make amendments. The budget is adopted by resolution by the City Council on or before June 30 in accordance with the municipal code.

The City of Wheatland, incorporated in 1874, is one of two incorporated cities in Yuba County. It is nestled at the northeastern edge of California's vast Sacramento Valley. Located 34 miles north of Sacramento, 107 miles northeast of San Francisco and 417 miles northwest of Los Angeles. With a population of more than 4,100 in a 42.2 square-mile area, Wheatland is valued by its residents for its small-town atmosphere and rural setting.

The City of Wheatland City Council consists of five members, elected at-large to four-year overlapping terms. Council members must be residents of the City. The position of Mayor and Vice Mayor are chosen by the City Council. The Mayor conducts the Council meetings and represents the City on ceremonial occasions.

The City Council serves as the policy board for the municipality. As elected officials, the City Council provides policy direction, establishes goals, and sets priorities for the City government. In addition to serving as the policy makers for the community, the City Council is also responsible for numerous land

use decisions within its borders in accordance with the General Plan and the Wheatland Municipal Code. The City Council appoints the City Manager, City Attorney, and all members of advisory boards and commissions.

Current Economic Conditions and Outlook

The City's economic development efforts and implementation of the City's financial policies help to promote Wheatland's long-term fiscal stability. Each year, staff conducts a systematic review of operations to make sure the blend of contract services and in-house staffing promotes long-term savings and ensures long-term stability. The City anticipates significant growth in the next ten years in property tax revenue as planned subdivisions are being considered by several developers.

Acknowledgements

The preparation of this Financial Report could not be accomplished without the efficient and dedicated service of the entire staff of the Finance Department and the auditing firm of Moss, Levy & Hartzheim CPAs. I would like to express my appreciation to the members of the Finance Department who assisted and contributed to its preparation – Cindy Brumley, Senior Accountant; Rafaela Vargas, Senior Account Clerk; and Kaylie Rogers, Account Clerk.

I would also like to thank members of the City Council, the City Manager, and the various departments for their cooperation and support in planning and conducting the financial operations of the City during the fiscal year.

Respectfully submitted,

Susan Mahoney

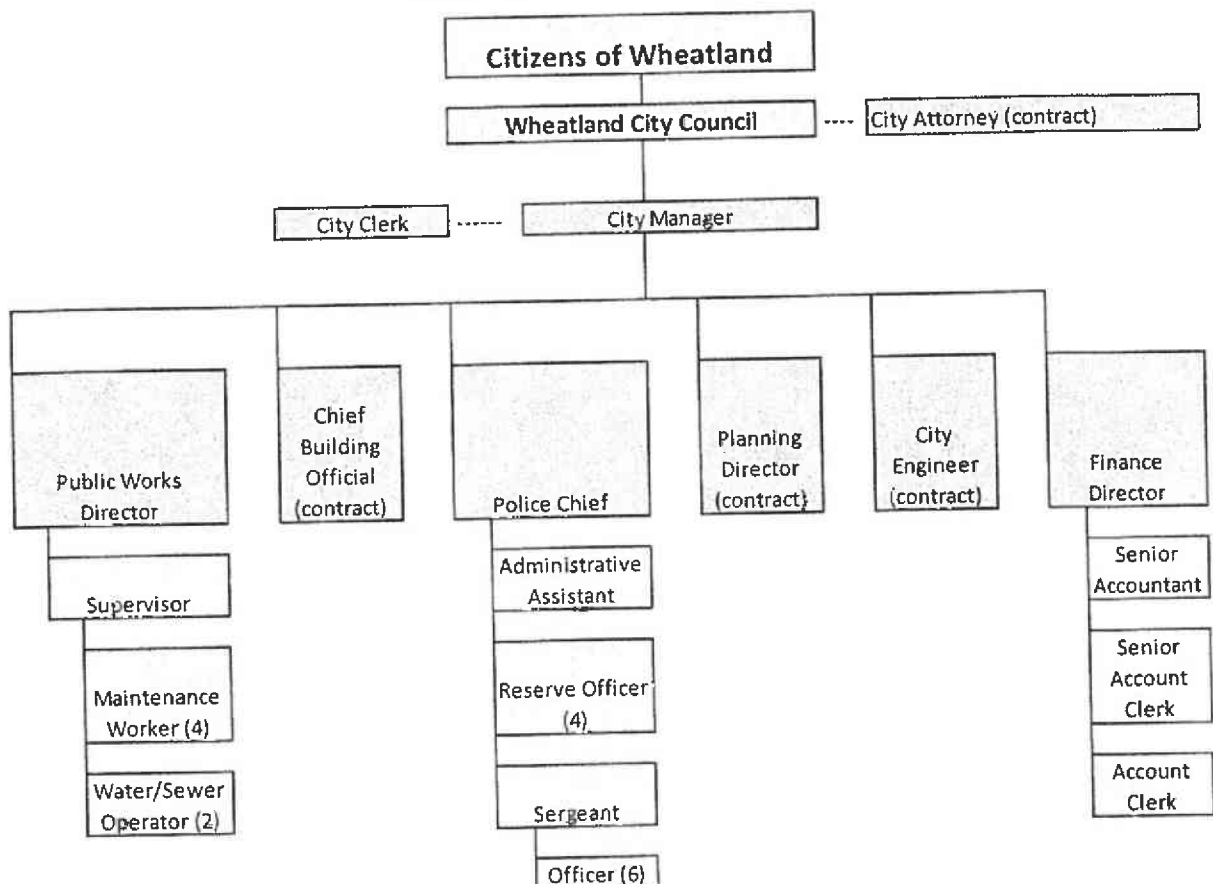
Susan Mahoney
Finance Director

CITY OF WHEATLAND **PRINCIPAL OFFICIALS**

Joe Henderson, Mayor
Rick West, Vice Mayor
Bob Coe, Councilmember
Lisa McIntosh, Councilmember
Jay Pendergraph, Councilmember

Jim Goodwin, City Manager
Lisa Thomason, City Clerk
Allyn Wightman, Police Chief
Don Scott, Director of Public Works
Susan Mahoney, Finance Director

ORGANIZATION CHART



FINANCIAL SECTION



MOSS, LEVY & HARTZHEIM LLP

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

RONALD A. LEVY, CPA
CRAIG A. HARTZHEIM, CPA
HADLEY Y. HUI, CPA
ALEXANDER C. HOM, CPA
ADAM V. GUISE, CPA
TRAVIS J. HOLE, CPA

COMMERCIAL ACCOUNTING & TAX SERVICES

433 N. CAMDEN DRIVE, SUITE 730
BEVERLY HILLS, CA 90210
TEL: 310.273.2745
FAX: 310.670.1689
www.mlhcpas.com

GOVERNMENTAL AUDIT SERVICES

5800 HANNUM AVE, SUITE E
CULVER CITY, CA 90230
TEL: 310.670.2745
FAX: 310.670.1689
www.mlhcpas.com

INDEPENDENT AUDITOR'S REPORT

To the Members of the City Council
City of Wheatland, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Wheatland, California as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the 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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wheatland, California, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof, for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis and budgetary comparison schedule for the General fund, on pages 7 through 15 and 54 and 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wheatland's basic financial statements. The introductory section, governmental funds combining and individual non-major fund information, major capital project fund budgetary comparison schedule, fiduciary funds financial statements, and the statistical section are presented for purposes of additional analysis and are not required parts of the basic financial statements.

The governmental funds combining and individual non-major fund information, major capital project fund budgetary comparison schedule, and fiduciary funds financial statements 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 governmental funds combining and individual non-major fund information, major capital project fund budgetary comparison schedule, and fiduciary fund financial statements and schedules 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 our report dated November 25, 2019, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Moss, Levy & Hartzheim

Moss, Levy & Hartzheim, LLP
Culver City, California
November 25, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2019

INTRODUCTION

As management of the City of Wheatland (the City), we offer readers this discussion and analysis of the City's financial performance for the fiscal year ended June 30, 2019. Readers are encouraged to consider the information presented here in conjunction with additional information, which can be found in the City's financial statements that follow this discussion.

FINANCIAL HIGHLIGHTS

Government-wide:

- The City's total net position (assets minus liabilities) increased by \$434,626 as of June 30, 2019. Governmental activities increased the City's net position by \$538,837 and business-type activities decreased the City's net position by \$104,211.
- Government-wide *governmental* revenues include program revenues of \$1,012,602 and general revenues of \$2,498,207 for a total of \$3,510,809.
- Government-wide *governmental* expenses were \$2,971,972.
- Government-wide *business-type* revenues include program revenues of \$1,836,102 and general revenues of \$186,196 for a total of \$2,022,298.
- Government-wide *business-type* expenses were \$2,126,509.

Fund Level:

- Governmental Fund balance increased to \$2,896,912 in fiscal year 2018-19, up from \$2,370,565 in the prior year mainly due to an increase in cash reserved for sales tax contingencies.
- Governmental Fund revenues were \$3,510,809 in fiscal year 2018-19 up \$791,712 from the prior year. This increase was mainly due to sales tax generated from the City's ½ cent Transactions Sales Tax and one-time insurance premium reimbursements.
- Governmental Fund expenditures were \$2,984,462 in fiscal year 2018-19, up \$500,410 from the prior year mainly due to the Malone Culvert Capital project and the purchase a new police vehicle.

General Fund:

- General Fund revenues of \$2,643,731 were \$451,979 higher than the prior year.
- General Fund expenditures of \$2,147,998 represented an increase of \$154,528 over the prior year.
- Other Financing Sources (Uses) was (\$323,386) in fiscal year 2018-19, which was \$189,397 higher than the prior year mainly due to the transfer to the Malone Culvert Capital project.
- The fund balance of the General Fund was \$1,861,330 as of June 30, 2019 compared to the \$1,688,983 fiscal year 2017-18 fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

Government-Wide Financial Statements

The Government-Wide Financial Statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. These statements separate the City's activities into two areas:

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

Business-Type Activities – these services rely upon user fees and charges to help cover all or most of their costs. The City's water and wastewater systems are reported here.

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

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

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

Notably, these statements differ from the Fund Financial Statements in that they include all assets of the City (including infrastructure) and all liabilities (including long-term debt) and exclude certain interfund receivables, payables and other interfund activity as prescribed by GASB Statement No. 34. A reconciliation between the two is provided on pages 21 and 23 of this report.

Fund Financial Statements

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 Wheatland, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds in the City of Wheatland can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds - most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at fiscal year-end that are available for spending. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. This information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds in the reconciliation on pages 21 and 23.

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

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

NOTES TO BASIC FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and accompanying notes, this report also presents the following required supplementary information, budgetary comparisons for the City's General Fund as well as a description of the City's accounting policies with regard to the annual budget.

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

Following is a summary of net position:

**Summary of Net Position
Fiscal Years 2018-19 and 2017-18**

	Governmental Activities		Business-type Activities		TOTALS	
	2019	2018	2019	2018	2019	2018
ASSETS:						
Current assets	\$ 3,554,058	\$ 2,498,107	\$ 8,261,760	\$ 7,992,661	\$ 11,815,818	\$ 10,490,768
Capital assets, net	4,564,315	4,547,672	6,305,815	6,810,215	10,870,130	11,357,887
TOTAL ASSETS	\$ 8,118,373	\$ 7,045,779	\$ 14,567,575	\$ 14,802,876	\$ 22,685,948	\$ 21,848,655
LIABILITIES:						
Long term liabilities	\$ 96,310	\$ 92,684	\$ 5,759,427	\$ 5,892,074	\$ 5,855,737	\$ 5,984,758
Other liabilities	697,552	167,420	246,536	244,979	944,088	412,399
TOTAL LIABILITIES	\$ 793,862	\$ 260,104	\$ 6,005,963	\$ 6,137,053	\$ 6,799,825	\$ 6,397,157
NET POSITION:						
Net Investment in capital assets	\$ 4,519,235	\$ 4,492,713	\$ 435,093	\$ 800,875	\$ 4,954,328	\$ 5,293,588
Restricted	1,029,483	1,031,832	7,653,873	7,472,164	8,683,356	8,503,996
Unrestricted	1,775,793	1,261,130	472,646	392,784	2,248,439	1,653,914
TOTAL NET POSITION	\$ 7,324,511	\$ 6,785,675	\$ 8,561,612	\$ 8,665,823	\$ 15,886,123	\$ 15,451,498

Net position represents the difference between the City's resources and its obligations. At June 30, 2019, the largest portion of the City's total net position, 54.6% (\$8,675,722), reflects restricted fund balance of which 83.9% is related to sewer impact fees. Restricted net position is the portion of net position that has external constraints placed on it by creditors, grantors, contributors, laws, or regulations of other governments, or through constitutional provisions or enabling legislation. Investment in capital assets, less related debt outstanding, makes up 31.2% (\$4,954,328) of net position. This component of net position reflects the total amount of funds used to acquire capital assets less any outstanding debt used for such acquisition. Capital assets are used by the City to provide services to the citizens.

Overall, the net position for the governmental portion of the City funds has improved due to positive operating results. The net position of the business activities declined by \$104,211 due to a decreased investment in net capital assets (depreciation). It is anticipated that water and sewer rate increases effective October 2019 will eliminate the decline in net position for business activities.

Restricted net position of \$8,675,722 represents resources subject to external restrictions as to how they may be used. The Governmental Activities unrestricted net position of \$1,775,793 represents amounts that may be used to meet the City's ongoing obligations to its residents, businesses, customers, and creditors. The Business-type Activities unrestricted net position of \$472,646 represent amounts that may be used to meet the ongoing operations and capital replacement for the City's water and wastewater systems.

Following is a summary of changes in net position:

**Summary of Change in Net Position
Fiscal Years 2018-19 and 2017-18**

	Governmental Activities		Business-type Activities		TOTALS	
	2019	2018	2019	2018	2019	2018
PROGRAM REVENUES:						
Charges for services	\$ 394,129	\$ 415,276	\$ 1,810,367	\$ 1,786,569	\$ 2,204,496	\$ 2,201,845
Operating grants	366,711	440,274	25,735	11,406	392,446	451,680
Capital grants	251,762	-	-	-	251,762	-
GENERAL REVENUES:						
Property taxes	745,213	692,486	-	-	745,213	692,486
Sales and use taxes	1,131,863	809,867	-	-	1,131,863	809,867
franchise fees	115,287	109,344	-	-	115,287	109,344
Other taxes	222,439	96,427	-	-	222,439	96,427
Use of money	106,589	78,758	186,196	98,452	292,785	177,210
Other revenues	176,816	76,665	-	-	176,816	76,665
TOTAL REVENUES	\$3,510,809	\$2,719,097	\$ 2,022,298	\$ 1,896,427	\$ 5,533,107	\$ 4,615,524
EXPENSES:						
Governmental activities:						
General government	\$ 518,787	\$ 569,454	\$ -	\$ -	\$ 518,787	\$ 569,454
Public safety	1,429,319	1,259,788	-	-	1,429,319	1,259,788
Public works	607,519	422,919	-	-	607,519	422,919
Parks and recreation	100,774	50,744	-	-	100,774	50,744
Community development	312,805	335,771	-	-	312,805	335,771
Interest expense	2,768	3,269	-	-	2,768	3,269
Business-type activities:						
Water	-	-	931,768	867,301	931,768	867,301
Wastewater	-	-	1,194,741	1,155,617	1,194,741	1,155,617
TOTAL EXPENSES	\$2,971,972	\$2,641,945	\$ 2,126,509	\$ 2,022,918	\$ 5,098,481	\$ 4,664,863
DEFICIENCY OF REVENUES UNDER EXPENSES	\$ 538,837	\$ 77,152	\$ (104,211)	\$ (126,491)	\$ 434,626	\$ (49,339)
TRANSFERS	-	-	-	-	-	-
SPECIAL ITEMS	-	-	-	-	-	-
CHANGE IN NET POSITION	\$ 538,837	\$ 77,152	\$ (104,211)	\$ (126,491)	\$ 434,626	\$ (49,339)
NET POSITION, July 1	6,785,674	6,708,523	8,665,823	8,792,314	15,451,497	15,500,837
NET POSITION, June 30	\$7,324,511	\$6,785,675	\$ 8,561,612	\$ 8,665,823	\$15,886,123	\$15,451,498

Governmental Activities:

The City's governmental activities increased the City's net position by \$538,837. Revenues were \$3,510,809 which represented an increase of \$791,712 or 29.1 percent over the prior year. This increase is attributed mainly to increased sales tax revenue from the City's ½ cent Transactions Sales Tax, one-time insurance reimbursements, and capital contributions. Expenses were \$2,971,972 which represents an increase of \$330,027 or 12.5 percent mainly due to a transfer from the General Fund to the Malone Culvert Capital project fund. Governmental activities highlights include the following:

- Taxes provided \$2,099,515 or 59.8 percent of the total governmental activity revenue of the City. This amount is an increase of \$500,735 from the prior fiscal year.

- Charges for services, operating grants and capital grants provided \$1,012,602 or 28.8 percent of the total governmental activity revenue of the City. This amount is an increase of \$157,052 from the prior fiscal year.

The following tables show the cost of each of the City's major programs and the net cost of the programs. Net cost is the total cost less fees and other direct revenues generated by the activities. The net cost reflects the financial burden that was placed on the City's taxpayers by each of the programs. For the fiscal years ended June 30, 2019 and 2018, the net costs are as follows:

NET COST OF MAJOR PROGRAMS FOR THE FISCAL YEAR ENDED JUNE 30, 2019					
	<u>Total cost of services</u>	<u>Charges for services</u>	<u>Operating grants</u>	<u>Capital grants</u>	<u>Net (cost) revenue of services</u>
GOVERNMENTAL ACTIVITIES:					
General government	\$ 518,787	\$ 362,637	\$ 68,927	\$ -	\$ (87,223)
Public safety	1,429,319	-	155,948	-	(1,273,371)
Public works	607,519	-	141,836	251,762	(213,921)
Parks & recreation	100,774	31,492	-	-	(69,282)
Community development	312,805	-	-	-	(312,805)
Interest expense	2,768	-	-	-	(2,768)
	<u>\$ 2,971,972</u>	<u>\$ 394,129</u>	<u>\$ 366,711</u>	<u>\$ 251,762</u>	<u>\$ (1,959,370)</u>

NET COST OF MAJOR PROGRAMS FOR THE FISCAL YEAR ENDED JUNE 30, 2018					
	<u>Total cost of services</u>	<u>Charges for services</u>	<u>Operating grants</u>	<u>Capital grants</u>	<u>Net (cost) revenue of services</u>
GOVERNMENTAL ACTIVITIES:					
General government	\$ 569,454	\$ 344,530	\$ 89,839	\$ -	\$ (135,085)
Public safety	1,259,788	8,529	188,163	-	(1,063,096)
Public works	422,919	34,852	162,272	-	(225,795)
Parks & recreation	50,744	26,553	-	-	(24,191)
Community development	335,771	812	-	-	(334,959)
Interest expense	3,269	-	-	-	(3,269)
	<u>\$ 2,641,945</u>	<u>\$ 415,276</u>	<u>\$ 440,274</u>	<u>\$ -</u>	<u>\$ (1,786,395)</u>

Business Type Activities:

The City's business type activities decreased the City's net position by \$104,211. Revenues were \$2,022,298 which represents an increase of \$125,871 primarily due to increased charges for services. Business type activities highlights include the following:

- Charges for services provided \$1,810,367 or 89.5 percent of the total business type activities revenue of the City.
- Charges for services revenue have not kept up with depreciation expenses in both Water and Wastewater Funds. In March 2019, the City Council approved annual rate increases for the next five years. It is anticipated that the rate increases will improve the fund's net position and provide funding to replace aging capital assets.

**CHANGES IN BUSINESS-TYPE NET POSITION
NET REVENUES (EXPENSES) FROM SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30,**

	2019				2018			
	Operating Expenses	Charges for services	Operating Contributions and Grants	Net (cost) revenue of services	Operating Expenses	Charges for services	Operating Contributions and Grants	Net (cost) revenue of services
Water	\$ (931,768)	\$ 894,618	\$ 12,521	\$ (24,629)	\$ (867,301)	\$ 877,371	\$ 3,585	\$ 13,655
Wastewater	(1,194,741)	915,749	13,214	(265,778)	(1,155,617)	909,198	7,821	(238,598)
	<u>(2,126,509)</u>	<u>\$ 1,810,367</u>	<u>\$ 25,735</u>	<u>\$ (290,407)</u>	<u>\$ (2,022,918)</u>	<u>\$ 1,786,569</u>	<u>\$ 11,406</u>	<u>\$ (224,943)</u>

FINANCIAL ANALYSIS OF THE FUND STATEMENTS

The City uses fund accounting to insure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operation in more detail than the government-wide statements. The City's governmental funds provide information on near-term inflows, outflows, and balances of spendable resources. The City's governmental funds reported combined fund balance at June 30, 2019 of \$2,896,912. The General Fund increased by \$172,347 and other Governmental Funds increased by \$354,000. The General Fund increase was due to mainly to a one-time reimbursement of insurance premiums and increased sales tax revenues. Within the Other Governmental Funds, the increase in fund balance was attributable to intergovernmental revenue and transfers into the capital projects fund.

Analysis of the General Fund

The General Fund is the primary operating fund of the City. It accounts for revenues and expenditures associated with police services, public works, engineering, planning, building inspections, finance, parks, city clerk, city attorney, and administration.

General fund revenues totaled \$2,643,731 in fiscal year 2018-19, an increase of \$451,979 over the prior fiscal year. The increase was primarily due to increased sales tax revenue. Budgeted Transaction Sales Tax was \$520,200 and the actual amount received was \$824,542. The City believes the fiscal year 2018-19 significant variance in Transactions Sales Tax is due to economic factors outside our City limits and that the FY 2019-20 Transactions Sales Tax revenue will be more in line with previous fiscal years. A portion of the Transactions Sales Tax revenue has been reserved as a hedge against possible future claims.

General fund expenditures totaled \$2,147,998 in fiscal year 2018-19, an increase of \$154,528 over last fiscal year. This increase was primarily in the public safety department. Budgeted public safety Salaries and Wages was \$689,255 and the actual cost was \$784,396. This significant variance in public safety costs is due to employee turnover and overtime.

At the end of fiscal year 2018-19, the fund balance for the City's General Fund was \$1,861,330 an increase of \$172,347 from the prior fiscal year. The fund balance in the General Fund was comprised of \$182,876 which is non-spendable for long-term receivables and prepaid items and \$1,678,454 which is unassigned. The unassigned portion of the fund balance in the General Fund increased by \$160,580.

Analysis of Major Proprietary Funds

Water

The Water Fund is financed and operated in a manner similar to that of a private business. The Fund's net position went from \$592,264 in fiscal year 2017-18 to \$579,037 in fiscal year 2018-19 representing a decrease of \$13,227. Operating revenues were \$907,139, a 3.0 percent increase due to increased charges for services. Operating expenses were \$819,622, a 9.0 percent increase over the prior year mainly due to utility (pumping) costs. The Fund's invested equity in capital assets went from \$449,282 in fiscal year 2017-18 to \$338,960 in fiscal year 2018-19. The Fund ended the fiscal year with an unrestricted net position of \$67,887 representing a \$97,095 increase over the prior fiscal year. City Council approved annual rate increases for the next five years will continue to strengthen the Water Funds' overall net position.

Wastewater

The Wastewater fund is financed and operated in a manner similar to that of a private business. The Fund's net position went from \$8,073,559 in fiscal year 2017-18 to \$7,982,575 in fiscal year 2018-19, representing a decrease of \$90,984. This is mainly due to a decrease in the fund's net investment in capital assets (depreciation). Operating revenues were \$928,963, a 1.3 percent increase over the prior fiscal year. The Fund's invested equity in capital assets went from \$351,593 in fiscal year 2017-18 to \$96,133 in fiscal year 2018-19. The Fund ended the fiscal year with an unrestricted net position of \$404,759 and restricted net position of \$7,481,683 mostly attributable to the sewer collection impact fee fund. City Council approved annual rate increases for the next five years will continue to strengthen the Wastewater Funds' overall net position.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital assets

At the end of fiscal year 2018-19, the City had invested \$21,549,445 in a broad range of capital assets, including police and fire equipment, buildings, park facilities, street and storm drainage improvements and water and wastewater facilities. Additional detailed information on the City's capital assets is presented Note 7 to the financial statements on pages 44 through 45.

The financial statements summarize the City's accounting policies regarding capital assets in Note 1 of the note disclosures. In general terms, the city capitalizes assets in governmental funds at the \$5,000 level. These capital assets are depreciated on a straight-line basis varied from 3 years to 50 years. At June 30, 2019, major construction in progress included:

- Sewer Treatment Plan design
- Malone Culvert Replacement
- Hooper Street Improvements

Following is a summary of capital assets:

CAPITAL ASSETS, NET OF DEPRECIATION AS OF JUNE 30,

	Governmental Activities		Business-type Activities		TOTALS	
	2019	2018	2019	2018	2019	2018
Capital assets, not being depreciated:						
Land	\$ 86,063	\$ 86,063	\$ 33,938	\$ 33,938	\$ 120,001	\$ 120,001
Construction in progress	297,177	-	899,327	899,327	1,196,504	899,327
Depreciable capital assets, net:						
Buildings and improvements	1,838,859	1,938,959	111,210	123,456	1,950,069	2,062,415
Infrastructure	2,174,161	2,341,861	-	-	2,174,161	2,341,861
Water system improvements	-	-	2,721,197	2,776,564	2,721,197	2,776,564
Sewer system improvements	-	-	2,316,835	2,692,070	2,316,835	2,692,070
Machinery and equipment	168,055	180,789	223,308	284,860	391,363	465,649
TOTAL	\$4,564,315	\$4,547,672	\$ 6,305,815	\$ 6,810,215	\$10,870,130	\$11,357,887

Long-term Debt

At fiscal year-end, the City had \$6,061,153 in loans and leases payable, and compensated absences outstanding compared to \$6,183,255 at June 30, 2018. Governmental activities long-term debt increased \$4,153 due to a decrease in capital lease obligations offset by an increase in compensated absences. Business-type activities long-term debt decreased \$126,255 due to principal payment on the amount owed for Water and Wastewater USDA loans offset by an increase in compensated absences.

OUTSTANDING DEBT
AS OF JUNE 30,

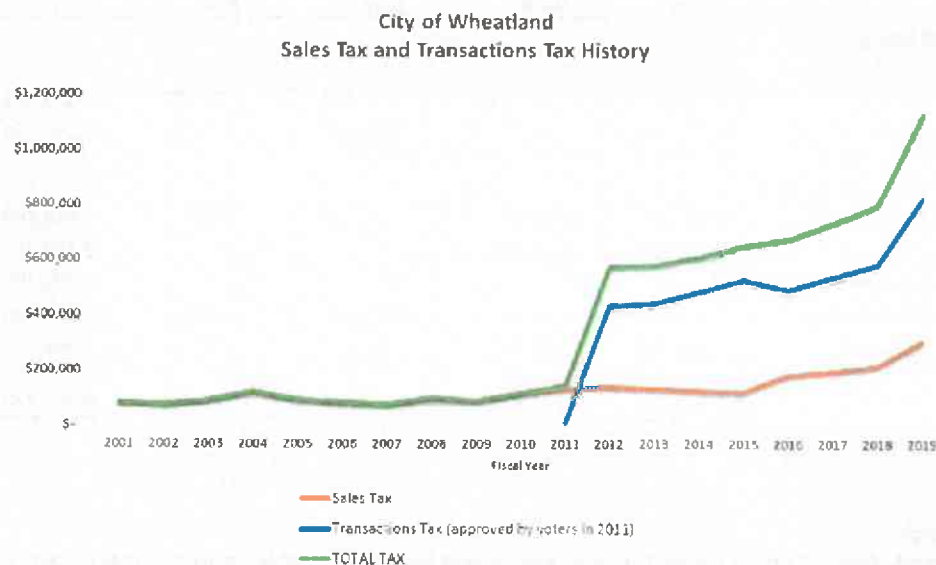
	Governmental Activities		Business-type Activities		TOTALS	
	2019	2018	2019	2018	2019	2018
Compensated Absences	\$ 91,636	\$ 77,604	\$ 53,715	\$ 41,352	\$ 145,351	\$ 118,956
US Department of Agriculture:						
Loan #1	-	-	1,537,000	1,575,000	1,537,000	1,575,000
Loan #3	-	-	884,000	906,000	884,000	906,000
Wastewater Loan	-	-	3,382,100	3,445,900	3,382,100	3,445,900
Obligations under capital lease	45,080	54,959	67,622	82,440	112,702	137,399
TOTAL	\$ 136,716	\$ 132,563	\$ 5,924,437	\$ 6,050,692	\$ 6,061,153	\$ 6,183,255

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

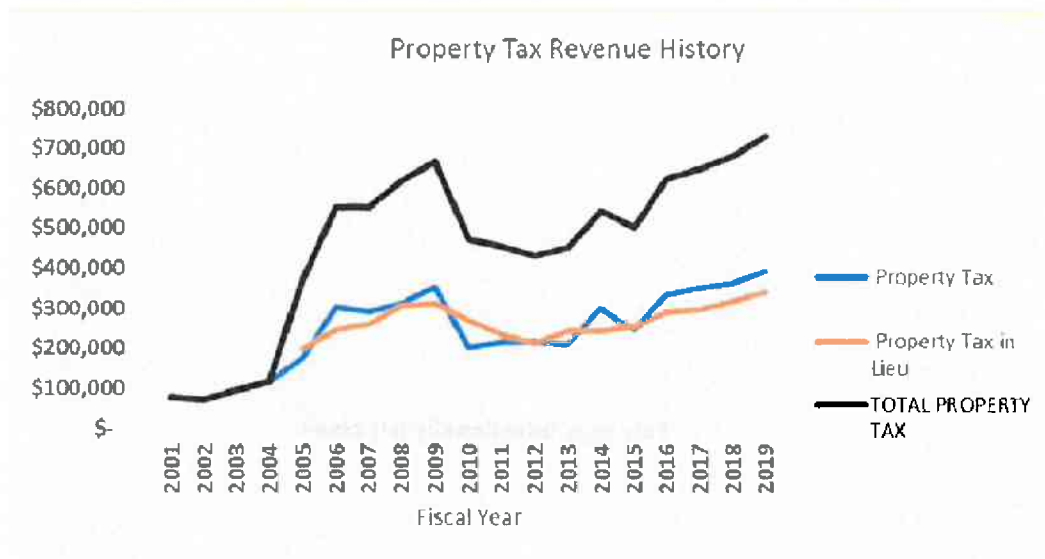
The City continues to work with various developers on their mapping and other requirements. We anticipate a limited level of building activity in the 2020 building season and more substantial activity in future years. The City completed the annexation of approximately 4,500 acres to the City in 2014. While preliminary planning is continuing for this annexation area, there are no immediate development plans for any of the property.

The City's sales tax revenue has grown steadily in the past six years. The City expects total budgeted sales tax (Sales & Use Tax and Transactions Sales Tax) to increase 8.5% in fiscal year 2019-20.

The Transactions Sales Tax (Measure S, one-half cent) has added over \$500,000 annually in additional sales tax revenue since its implementation in 2012. The tax provides needed funding to maintain crime prevention, neighborhood police patrols, fire protection, public roads and other essential services that Wheatland residents want and deserve. The tax sunsets in April 2022. To ensure the City's fiscal stability, in November 2020 voters will have an opportunity to extend the tax.



In fiscal year 2017-18, property tax revenues were greater than the pre-great recession peak for the first time. Property tax revenues are budgeted to increase 5% in fiscal year 2019-20. Anticipated new residential growth could increase budgeted estimates.



The fiscal year 2019-2020 budget included a 2.0 percent salary increase for all City employees and an increase in medical insurance benefits. Capital equipment expenditures for fiscal year 2019-20 total \$54,900 which will be used to augment funds allocated in fiscal year 2018-2019 for the Hooper Street project. Fiscal year 2019-20 service levels will remain the same as fiscal year 2018-19. It is anticipated that staffing levels will increase in future years as required by development activity.

REQUEST FOR INFORMATION

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any information provided in this report or request for additional financial information should be directed to:

City of Wheatland Finance Department
111 C Street Wheatland, California 95692
(530) 633-2761

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CITY OF WHEATLAND
STATEMENT OF NET POSITION
June 30, 2019

	Governmental Activities	Business-type Activities	Total
Assets:			
Cash and investments	\$ 2,661,564	\$ 5,377,011	\$ 8,038,575
Receivables:			
Accounts	682,701	32,413	715,114
Notes	331,235	2,676,045	3,007,280
Interest	48,264		48,264
Internal balances	(176,291)	176,291	
Prepaid items	6,585		6,585
Capital assets not being depreciated	383,240	933,266	1,316,506
Capital assets, net of accumulated depreciation	4,181,075	5,372,549	9,553,624
Total Assets	<u>8,118,373</u>	<u>14,567,575</u>	<u>22,685,948</u>
Liabilities:			
Accounts payable	591,296	22,261	613,557
Accrued liabilities	62,397	26,934	89,331
Accrued interest payable		32,331	32,331
Deposits payable	3,453		3,453
Noncurrent liabilities:			
Due within one year	40,406	165,010	205,416
Due in more than one year	96,310	5,759,427	5,855,737
Total Liabilities	<u>793,862</u>	<u>6,005,963</u>	<u>6,799,825</u>
Net position:			
Net investment in capital assets	4,519,235	435,093	4,954,328
Restricted for:			
Community development	149,711		149,711
Debt service		377,998	377,998
Parks and recreation	159,409		159,409
Public safety	147,775		147,775
Public works	417,646		417,646
Sewer impact fees		7,275,875	7,275,875
Housing	154,952		154,952
Unrestricted	1,775,783	472,646	2,248,429
Total Net Position	<u>\$ 7,324,511</u>	<u>\$ 8,561,612</u>	<u>\$ 15,886,123</u>

See Notes to Basic Financial Statements

CITY OF WHEATLAND
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Contributions and Grants	Capital Contributions and Grants
Primary Government:				
Governmental Activities:				
General government	\$ (518,787)	\$ 362,637	\$ 68,927	\$ -
Public safety	(1,429,319)		155,948	
Public works	(607,519)		141,836	251,762
Community development	(312,805)			
Parks and recreation	(100,774)	31,492		
Interest on long-term debt	(2,768)			
Total Governmental Activities	<u>(2,971,972)</u>	<u>394,129</u>	<u>366,711</u>	<u>251,762</u>
Business-type Activities:				
Water	(931,768)	894,618	12,521	
Sewer	(1,194,741)	915,749	13,214	
Total Business-type Activities	<u>(2,126,509)</u>	<u>1,810,367</u>	<u>25,735</u>	
Total Primary Government	<u>\$ (5,098,481)</u>	<u>\$ 2,204,496</u>	<u>\$ 392,446</u>	<u>\$ 251,762</u>

General Revenues:

Taxes:

Property taxes

Sales taxes

Franchise taxes

Other taxes

Use of money and property

Other

Total General Revenues

Change in Net Position

Net Position at Beginning of Fiscal Year

Net Position at End of Fiscal Year

See Notes to Basic Financial Statements

Net (Expense) Revenue and Changes in Net Position

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (87,223)	\$ -	\$ (87,223)
(1,273,371)		(1,273,371)
(213,921)		(213,921)
(312,805)		(312,805)
(69,282)		(69,282)
<u>(2,768)</u>		<u>(2,768)</u>
<u>(1,959,370)</u>		<u>(1,959,370)</u>
	(24,629)	(24,629)
	<u>(265,778)</u>	<u>(265,778)</u>
	(290,407)	(290,407)
<u>(1,959,370)</u>	<u>(290,407)</u>	<u>(2,249,777)</u>
745,213		745,213
1,131,863		1,131,863
115,287		115,287
222,439		222,439
106,589	186,196	292,785
<u>176,816</u>		<u>176,816</u>
<u>2,498,207</u>	<u>186,196</u>	<u>2,684,403</u>
538,837	(104,211)	434,626
<u>6,785,674</u>	<u>8,665,823</u>	<u>15,451,497</u>
<u>\$ 7,324,511</u>	<u>\$ 8,561,612</u>	<u>\$ 15,886,123</u>

**CITY OF WHEATLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2019**

	General	Capital Projects Fund General Construction	Nonmajor Governmental Funds	Total Governmental Funds
Assets:				
Cash and investments	\$ 1,965,676	\$ 137,932	\$ 557,956	\$ 2,661,564
Receivables:				
Accounts	357,824	238,799	86,078	682,701
Interest	48,264			48,264
Notes	176,291		154,944	331,235
Prepaid items	6,585			6,585
Due from other funds	77,658		275,510	353,168
Total Assets	<u>\$ 2,632,298</u>	<u>\$ 376,731</u>	<u>\$ 1,074,488</u>	<u>\$ 4,083,517</u>
Liabilities:				
Accounts payable	\$ 535,869	\$ 38,084	\$ 17,343	\$ 591,296
Accrued liabilities	55,855	267	6,275	62,397
Due to other funds	176,291		353,168	529,459
Deposits payable	2,953		500	3,453
Total Liabilities	<u>770,968</u>	<u>38,351</u>	<u>377,286</u>	<u>1,186,605</u>
Fund Balances:				
Nonspendable	182,876			182,876
Restricted			1,029,493	1,029,493
Assigned		338,380		338,380
Unassigned	1,678,454		(332,291)	1,346,163
Total Fund Balances	<u>1,861,330</u>	<u>338,380</u>	<u>697,202</u>	<u>2,896,912</u>
Total Liabilities and Fund Balances	<u>\$ 2,632,298</u>	<u>\$ 376,731</u>	<u>\$ 1,074,488</u>	<u>\$ 4,083,517</u>

See Notes to Basic Financial Statements

CITY OF WHEATLAND
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2019

Fund balances of governmental funds	\$ 2,896,912
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets net of accumulated depreciation have not been included as financial resources in governmental funds.	4,564,315
Long-term debt has not been included in the governmental funds.	
Capital lease payable	(45,080)
Compensated absences	<u>(91,636)</u>
Net position of governmental activities	<u>\$ 7,324,511</u>

See Notes to Basic Financial Statements

CITY OF WHEATLAND
STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2019

	General	Capital Projects Fund General Construction	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Taxes and assessments	\$ 1,992,363	\$ -	\$ 222,439	\$ 2,214,802
Licenses and permits	25,269			25,269
Intergovernmental	68,927	251,762	297,784	618,473
Charges for services	104,438		31,492	135,930
Use of money and property	95,814		10,775	106,589
Fines and forfeitures	10,620			10,620
Overhead charges	258,199			258,199
Miscellaneous	88,101	50,000	2,826	140,927
Total Revenues	<u>2,643,731</u>	<u>301,762</u>	<u>565,316</u>	<u>3,510,809</u>
Expenditures:				
Current:				
General government	432,888			432,888
Public safety	1,257,521			1,257,521
Public works	48,205	240,182	276,182	564,569
Community development	269,856			269,856
Parks and recreation	77,851		22,923	100,774
Capital outlay	49,030	297,177		346,207
Debt service:				
Principal retirement	9,879			9,879
Interest and fiscal charges	2,768			2,768
Total Expenditures	<u>2,147,998</u>	<u>537,359</u>	<u>299,105</u>	<u>2,984,462</u>
Excess of Revenues Over (Under) Expenditures	<u>495,733</u>	<u>(235,597)</u>	<u>266,211</u>	<u>526,347</u>
Other Financing Sources (Uses):				
Transfers in	152,114	568,000	175,500	895,614
Transfers out	(475,500)		(420,114)	(895,614)
Total Other Financing Sources (Uses)	<u>(323,386)</u>	<u>568,000</u>	<u>(244,614)</u>	
Net Change in Fund Balances	<u>172,347</u>	<u>332,403</u>	<u>21,597</u>	<u>526,347</u>
Fund Balances, Beginning of Fiscal Year	<u>1,688,983</u>	<u>5,977</u>	<u>675,605</u>	<u>2,370,565</u>
Fund Balances, End of Fiscal Year	<u>\$ 1,861,330</u>	<u>\$ 338,380</u>	<u>\$ 697,202</u>	<u>\$ 2,896,912</u>

See Notes to Basic Financial Statements

CITY OF WHEATLAND
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2019

Net change in fund balances - total governmental funds	\$ 526,347
Amounts reported for governmental activities in the statement of activities differ because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those capital assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$346,207) exceeded depreciation (\$329,564) in the current period.	16,643
The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Issuance of bond principal is an other financing source and repayment of bond principal is an expenditure in governmental funds, but the issuance increases long-term liabilities and the repayment reduces long-term liabilities in the statement of net position.	
Current year repayment	9,879
Compensated absence expenditures reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in a governmental fund. This is the net change in compensated absences for the current period.	(14,032)
Change in net position of governmental activities	<u>\$ 538,837</u>

See Notes to Basic Financial Statements

CITY OF WHEATLAND
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2019

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Totals
ASSETS			
Current Assets:			
Cash and cash investments	\$ 544,080	\$ 4,832,931	\$ 5,377,011
Accounts receivable, net	10,804	21,609	32,413
Due from other funds		426,291	426,291
Total Current Assets	554,884	5,280,831	5,835,715
Noncurrent Assets:			
Note receivable		2,676,045	2,676,045
Capital assets:			
Land	16,969	16,969	33,938
Depreciable infrastructure, net	2,631,813	2,406,217	5,038,030
Depreciable buildings and improvements, net	55,605	55,605	111,210
Depreciable equipment, net	89,384	133,925	223,309
Construction in progress		899,328	899,328
Total Noncurrent Assets	2,793,771	6,188,089	8,981,860
Total Assets	3,348,655	11,468,920	14,817,575
LIABILITIES			
Current Liabilities:			
Accounts payable	14,346	7,915	22,261
Accrued liabilities	12,098	14,836	26,934
Accrued interest payable	9,079	23,252	32,331
Due to other funds	250,000		250,000
Current portion of long-term obligations	80,805	84,205	165,010
Total Current Liabilities	366,328	130,208	496,536
Noncurrent liabilities:			
Noncurrent portion of long-term obligations:			
Compensated absences	19,284	14,431	33,715
Capital lease payable	26,006	26,006	52,012
Notes payable	2,358,000	3,315,700	5,673,700
Total Noncurrent Liabilities	2,403,290	3,356,137	5,759,427
Total Liabilities	2,769,618	3,486,345	6,255,963
NET POSITION			
Net investment in capital assets	338,960	96,133	435,093
Restricted impact fees		7,275,875	7,275,875
Restricted for debt service	172,190	205,808	377,998
Unrestricted	67,887	404,759	472,646
Total Net Position	\$ 579,037	\$ 7,982,575	\$ 8,561,612

See Notes to Basic Financial Statements

CITY OF WHEATLAND
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2019

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Totals
Operating Revenues:			
Sales and service charges	\$ 894,618	\$ 915,749	\$ 1,810,367
Other	12,521	13,214	25,735
Total Operating Revenues	907,139	928,963	1,836,102
Operating Expenses:			
Salaries and benefits	316,177	384,284	700,461
Contractual services	44,327	41,374	85,701
Materials and supplies	53,431	48,808	102,239
Repairs and maintenance	1,812	19,556	21,368
Utilities	102,400	74,637	177,037
Insurance	35,589	35,589	71,178
Allocated overhead	88,155	120,043	208,198
Depreciation	177,731	326,669	504,400
Total Operating Expenses	819,622	1,050,960	1,870,582
Operating Income (Loss)	87,517	(121,997)	(34,480)
Nonoperating Revenues (Expenses):			
Interest revenue	11,402	174,794	186,196
Interest expense	(112,146)	(143,781)	(255,927)
Total Nonoperating Revenues (Expenses)	(100,744)	31,013	(69,731)
Changes in Net Position	(13,227)	(90,984)	(104,211)
Net Position:			
Beginning of fiscal year	592,264	8,073,559	8,665,823
End of fiscal year	\$ 579,037	\$ 7,982,575	\$ 8,561,612

See Notes to Basic Financial Statements

**CITY OF WHEATLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2019**

	Business-type Activities - Enterprise Funds		
	Water	Sewer	Totals
Cash Flows from Operating Activities:			
Cash received from customers and users	\$ 915,016	\$ 928,958	\$ 1,843,974
Cash paid to suppliers for goods and services	(240,273)	(221,421)	(461,694)
Cash paid to employees for services	(309,955)	(378,143)	(688,098)
Cash paid for allocated overhead	(88,155)	(120,043)	(208,198)
Net Cash Provided (Used) by Operating Activities	276,633	209,351	485,984
Cash Flows from Non-Capital Financing Activities:			
Cash payments of notes receivable		(63,791)	(63,791)
Due to other funds		(5,182)	(5,182)
Net Cash Provided (Used) by Non-Capital Financing Activities		(68,973)	(68,973)
Cash Flows from Capital and Related Financing Activities:			
Principal paid on long-term debt	(67,409)	(71,209)	(138,618)
Interest paid on long-term debt	(112,371)	(144,220)	(256,591)
Net Cash Provided (Used) by Capital and Related Financing Activities	(179,780)	(215,429)	(395,209)
Cash Flows from Investing Activities:			
Interest received	11,402	174,794	186,196
Net Cash Provided (Used) by Investing Activities	11,402	174,794	186,196
Net Increase (Decrease) in Cash and Cash Equivalents	108,255	99,743	207,998
Cash and Cash Equivalents at Beginning of Fiscal Year	435,825	4,733,188	5,169,013
Cash and Cash Equivalents at End of Fiscal Year	\$ 544,080	\$ 4,832,931	\$ 5,377,011
Reconciliation to Statement of Net Position:			
Cash and investments	\$ 544,080	\$ 4,832,931	\$ 5,377,011
	\$ 544,080	\$ 4,832,931	\$ 5,377,011

(Continued)

See Notes to Basic Financial Statements

CITY OF WHEATLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2019
(Continued)

	Business-type Activities - Enterprise Funds		Totals
	Water	Sewer	
Reconciliation of Operating Income (Loss) to Net Cash			
Provided (Used) by Operating Activities:			
Operating income (loss)	\$ 87,517	\$ (121,997)	\$ (34,480)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	177,731	326,669	504,400
Adjustments:			
(Increase) decrease in accounts receivable	7,877	(5)	7,872
Increase (decrease) in accounts payable	(3,814)	(1,945)	(5,759)
Increase (decrease) in accrued liabilities	1,100	488	1,588
Increase (decrease) in compensated absences	6,222	6,141	12,363
Total Adjustments	189,116	331,348	520,464
Net Cash Provided (Used) by Operating Activities	\$ 276,633	\$ 209,351	\$ 485,984

See Notes to Basic Financial Statements

CITY OF WHEATLAND
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
June 30, 2019

	<u>Agency Funds</u>
Assets:	
Cash and investments	\$ 52,463
Accounts receivable	<u>115,067</u>
Total Assets	<u><u>\$ 167,530</u></u>
 Liabilities:	
Accounts payable	\$ 113,778
Other liabilities	<u>53,752</u>
Total Liabilities	<u><u>\$ 167,530</u></u>

See Notes to Basic Financial Statements

Notes to Basic Financial Statements

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies

The financial statements of the City of Wheatland (City) have been prepared in conformity with accounting principles generally accepted in the United States of America (USGAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

a. Reporting Entity

The City of Wheatland ("the City") was incorporated in 1874, under the laws and regulations of the State of California. The City operates under the City Council – Manager form of government and provides or contracts for the following services: public safety (Police and Fire), highways and streets, water, wastewater, culture-recreation, public improvements, planning and zoning, and general administration. Authority and responsibility for operations is given to the City Council by the voters of the City of Wheatland. The 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. The City operates as a self-governing governmental unit within the State of California. There are no component or blended component units that are part of the City's operations.

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.

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.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

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. 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.

In the Fund Financial Statements, fiduciary funds are presented using the accrual basis of accounting. The agency funds do not have a measurement focus.

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.

Property taxes, franchise taxes, 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.

The City reports the following major governmental funds:

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.

General Construction Fund -- This fund accounts for major construction projects.

The City reports the following major proprietary 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.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

**c. Measurement Focus, Basis of Accounting, and Financial Statement Presentation
 (Continued)**

Additionally, the City reports the following fund types:

The Fiduciary 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, private organizations, or other governments. These funds are not included in the government-wide financial statements. These assets include refundable and expendable cash deposits, and retentions withheld pending satisfactory project completion. Please see page 93 for description of activities for each Agency Fund.

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 function 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 are charges to customers for sales and services. Operating expenses for the Enterprises 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.

**d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources,
 Net Position or Equity**

Cash and Investments

In order to maximize the flexibility of its investment program and to aid in cash budgeting, the City pools the cash of all funds, except for monies deposited with fiscal agents in accordance with related bond indentures. The cash and investments balance in each fund represents that fund's equity share of the City's cash and investment pool. As the City places no restrictions on the deposit or withdrawal of a particular fund's equity in the pool, the pool operates like a demand deposit account for the participating funds.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity (Continued)

Interest income earned on pooled cash and investments is allocated monthly to the various funds based on month-end balances. Interest income on restricted cash and investments with fiscal agents is credited directly to the related fund.

In accordance with the State of California Government Code, the City adopts an investment policy annually that, among other things, authorizes types and concentrations of investments and maximum investment terms.

The City's investments are carried at fair value. The fair value of equity and debt securities is determined based on sales prices or bid-and-asked quotations from SEC-registered securities exchanges or NASDAQ dealers. LAIF determines the fair value of its portfolio quarterly and reports a factor to the City; the City applies that factor to convert its share of LAIF from amortized cost to fair value. Changes in fair value are allocated to each participating fund.

For purposes of the statement of cash flows, the City has defined cash and cash equivalents to be change and petty cash funds, equity in the City's cash and investment pool, and restricted non-pooled investments with initial maturities of three months or less.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as interfund receivables/interfund payables (i.e., the current portion of interfund loans) or advances to/from other funds (the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as interfund receivables or interfund payables. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as internal balances.

All trade and tax receivables are shown net of an allowance for uncollectible accounts if applicable, and estimated refunds due.

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 Yuba 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.

Prepaid Items

Payments made to vendors for services that will benefit future periods are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the fiscal year in which it was consumed.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

**d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources,
Net Position or Equity (Continued)**

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 balance sheet 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.

Capital Assets

Capital assets, which include property, plant, equipment, fine art, and infrastructure assets (e.g., roads, bridges, sidewalks, traffic lights and signals, street lights, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The cost of normal maintenance and repairs that do not add to the value of the capital asset or materially extend capital asset lives are not capitalized.

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, 2019.

Capital assets of the City are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30 to 50
Improvements other than buildings	20 to 30
Infrastructure	20 to 39
Vehicles	5 to 15
Computer equipment	3 to 5
Other equipment and furnishings	3 to 5

Deferred Outflows and Inflows of Resources

Pursuant to GASB Statement No. 63, 65, 68, 71, and 75 the City recognizes deferred outflows and inflows of resources. Deferred outflow and inflow of resources are defined as a consumption or resource of net position by the government that is applicable to a future reporting period.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, Net Position or Equity (Continued)

Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. All vacation and sick leave benefits are accrued as earned by employees. Twenty-five percent of unused sick leave benefits is payable upon termination of employment with the City. For governmental activities and proprietary funds, a current liability is reported for that portion of the estimated value of vacation and sick leave benefits to be used during the subsequent fiscal year, and the estimated value of vested sick leave benefits of employees approaching or at their respective retirement ages.

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). The difference between the reacquisition price of refunding bonds and the net carrying amount of refunded debt (deferred amount on refunding) is amortized over the shorter of the life of the refunding debt or remaining life of the refunded debt. Amortization of bond premiums or discounts, and deferred amounts on refunding is included in interest expense.

In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs 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. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Net Position and Fund Equity

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as net position. Net position is classified as either net investment in capital assets, restricted, or unrestricted.

Net position that is net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding principal of related debt. Restricted net position is the portion of net position that has external constraints placed on it by creditors, grantors, contributors, laws, or regulations of other governments, or through constitutional provisions or enabling legislation. Unrestricted net position consists of net position that does not meet the definition of net investment in capital assets or restricted net position.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

**d. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources,
Net Position or Equity (Continued)**

Net Position and Fund Equity (Continued)

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the City is bound to honor constraints on how specific amounts can be spent.

- *Nonspendable fund balance* – amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.
- *Restricted fund balance* – amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed fund balance* – amounts that can only be used for specific purposes determined by formal action of the City Council which includes the City Charter, ordinances and resolutions and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- *Assigned fund balance* – amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Such intent should be expressed by the City Council or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Council actions.
- *Unassigned fund balance* – the residual classification for the City's General Fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The City Council establishes, modifies or rescinds fund balance commitments and assignments by passage of a resolution or other formal action. This is done through adoption of amendments, resolution or other formal actions when necessary that occur throughout the fiscal year.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, followed by unrestricted, committed, assigned, and unassigned resources as they are needed.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

e. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect 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 revenue and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

f. Reconciliation of Government-wide and Fund Financial Statements

Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net position:

The governmental funds balance sheet includes a reconciliation between fund balances – governmental funds and net positions of governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term debt and compensated absences have not been included in the governmental fund activity”. The detail of the long-term debt difference is as follows:

Long-term debt	
Compensated absences	\$ 91,636
Capitalized lease payable	<u>45,080</u>
Net adjustment to reduce fund balances of total governmental funds to arrive at net position of governmental activities	 <u>\$ 136,716</u>

Explanation of certain differences between the governmental funds statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities:

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental Funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.”

The details of this difference are as follows:

Capital outlay	\$ 346,207
Depreciation expense	<u>(329,564)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	 <u>\$ 16,643</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1 Summary of Significant Accounting Policies (Continued)

f. Reconciliation of Government-wide and Fund Financial Statements (Continued)

Another element of that reconciliation states that "the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds". Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this difference are as follows:

Principal repayments:	
Capital lease payable	\$ 9,879
Net adjustment to decrease net changes in fund balance of total governmental funds to arrive at changes in net position of governmental activities	<u> \$ 9,879</u>

g. Future Accounting Pronouncements

GASB Statements listed below will be implemented in future financial statements.

Statement No. 84	"Fiduciary Activities"	The provisions of this statement are effective for fiscal years beginning after December 15, 2018.
Statement No. 87	"Leases"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.
Statement No. 89	"Accounting for Interest Cost Incurred before the End of a Construction Period"	The provisions of this statement are effective for fiscal years beginning after December 15, 2019.
Statement No. 90	"Majority Equity Interest an Amendment of GASB Statements No. 14 and No. 61"	The provisions of this statement are effective for fiscal years beginning after December 15, 2018.
Statement No. 91	"Conduit Debt Obligations"	The provisions of this Statement are effective for fiscal years beginning after December 15, 2020.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 2 Stewardship, Compliance, and Accountability

a. General Budget Policies

1. The annual budget adopted by the City Council provides for the general operation of the City. It includes proposed expenditures and the means of financing them.
2. The City Council approves total budgeted appropriations and any amendments to appropriations throughout the fiscal year. All amendments made during the fiscal year are included in the budgetary amounts reported herein. The "appropriated budget" covers all City expenditures, with the exception of debt service on bond issues and capital improvement projects carried forward from prior fiscal years, which expenditures constitute legally authorized "non-appropriated budget". Actual expenditures may not exceed budgeted appropriations at the fund level, which is the legal level of control.

The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the City Council.

3. Budgets for the General and Special Revenue Funds are adopted on a basis substantially consistent with accounting principles generally accepted in the United States of America (USGAAP). Accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

Budget comparisons are not presented for the Proprietary Funds, as the City is not legally required to adopt a budget for these type funds. Budgets were not adopted for the following special revenue funds: CDBG 1989 Grant, CDBG 1990 Grant, Employment Zone Feasibility, Agricultural Production Standards, and Police Vehicle Replacement.

4. Capital projects are budgeted through the Capital Projects Funds. Appropriations for capital projects authorized but not constructed or completed during the fiscal year are carried forward as continuing appropriations into the following fiscal year's budget.
5. Under Article XIII-B of the California constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates or revised fee schedules, or an excess in one year may be offset by a deficit in the following year. For the fiscal year ended June 30, 2019, based on calculations by City staff, proceeds of taxes did not exceed appropriations. Further, Section 5 of Article XIII-B allows the City to designate a portion of fund balance for general contingencies, to be used for any purpose.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 2 Stewardship, Compliance, and Accountability (Continued)

b. Deficit Fund Balances and Net Position

The Bear River Levee Special Revenue Fund has deficit fund balance of \$45,008 which should be alleviated as additional revenues or transfers are received. The Fire Department Facilities Impact Fees Fund has a deficit fund balance of \$63,096 which will be alleviated with interfund transfers or additional revenue. The Public Meeting Facilities Impact Fees Fund has a deficit fund balance of \$191,537 which will be alleviated with interfund transfers or additional revenue. The Heritage Oaks East AD has a deficit fund balance of \$32,650 which will be alleviated when development starts on the properties.

c. Excess Expenditures over Appropriations

The following are funds in which certain expenditures exceeded appropriations for the fiscal year ended June 30, 2019:

Fund/Function	Final Appropriation	Expenditures	Excess
Major Funds:			
General Fund			
Current:			
Public Safety	\$ 1,183,962	\$1,257,391	\$ 73,429
Parks & Recreation	28,504	77,851	49,347
Community Development	269,003	270,260	1,257
Capital Outlay	20,000	49,030	29,030
Debt Service	12,500	12,747	247
General Construction Capital Projects	315,000	537,359	222,359
Nonmajor Funds:			
Parkland Facilities Impact Fees Fund		4,770	4,770
Pumpkin Patch Joint Admissions Fund	16,706	18,140	1,434

Note 3 Cash and Investments

Cash and investments as of June 30, 2019 are classified in the accompanying financial statements as follows:

Statement of net position:	
Cash and investments	\$ 8,038,575
Fiduciary funds:	
Cash and investments	52,463
Total cash and investments	<u>\$ 8,091,038</u>

Cash and investments as of June 30, 2019 consist of the following:

Cash on hand	\$ 600
Deposits with financial institutions	538,180
Investments	7,552,258
Total cash and investments	<u>\$ 8,091,038</u>

A. 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 Wheatland (City) 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 WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 3 Cash and Investments (Continued)

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
US Treasury and Other Government Obligations	5 years	None	None
Federal Agency Issues	5 years	25%	None
Negotiable Certificates of Deposit	5 years	30%	5%
Bankers' Acceptances	180 days	40%	5%
Mutual Funds and Money Market Mutual Funds	N/A	20%	None
Commercial Paper	270 days	25%	5%
Local Agency Investment Fund (LAIF)	N/A	None	\$65 Million
Non-Negotiable Certificates of Deposit	5 years	20%	None

The investment policy allows for the above investments which have equal safety and liquidity as all other allowed investments. Maturity depends on the cash needs of the City.

B. 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 flow and liquidity needed for operations.

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

<u>Investment Type</u>	<u>Totals</u>	<u>Remaining maturity (in Months)</u>			
		<u>12 Months or Less</u>	<u>13 to 24 Months</u>	<u>25-60 Months</u>	<u>More Than 60 Months</u>
LAIF	\$ 7,552,258	\$ 7,552,258	\$ -	\$ -	\$ -
Totals	\$ 7,552,258	\$ 7,552,258	\$ -	\$ -	\$ -

C. Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The City has no investments (including investments held by bond trustees) that are highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above).

D. 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.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 3 Cash and Investments (Continued)

D. Disclosures Relating to Credit Risk (Continued)

<u>Investment Type</u>	<u>Amount</u>	Minimum Legal <u>Rating</u>	Exempt From <u>Disclosure</u>	<u>Rating as of Fiscal Year End</u>			
				<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>Not Rated</u>
LAIF	\$ 7,552,258	N/A	\$ -	\$ -	\$ -	\$ -	\$ 7,552,258
Total	\$ 7,552,258		\$ -	\$ -	\$ -	\$ -	\$ 7,552,258

E. Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer. There are no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

F. 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. 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 government 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, 2019, all of the City's deposits with financial institutions in excess of federal depository insurance limits were held in collateralized accounts

G. 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.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 3 Cash and Investments (Continued)

H. Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy establish by generally accepted accounting principles. These principles recognize a three tiered fair value hierarchy as follows: Level 1 – Investments reflect prices quoted in active markets; Level 2 – Investments reflect prices that are based on similar observable asset either directly or indirectly, which may include inputs in markets that are not considered active; and Level 3 – Investments reflect prices based upon unobservable sources. The City does not hold any marketable securities that are required to be reported under these guidelines.

Note 4 Notes Receivable

Notes receivable as of June 30, 2019, totaled \$3,007,280 and were recorded as follows:

General Fund	\$ 176,291
Special Revenue Funds	154,944
Enterprise Funds	<u>2,676,045</u>
Total Notes Receivable	\$ <u>3,007,280</u>

Notes receivable by type are:

CDBG loans to assist low income residents to afford safe and sanitary housing, including improvements to housing; non-interest; principal and interest generally due at maturity or change of home ownership; secured by deeds of trust.	\$ 154,944
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Notes from developers for the augmentation of sewer infrastructure to be paid to the City as part of development agreements; interest rates are matched to the Construction Cost Index annually.	2,676,045
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Note from Rodan Property for the construction of traffic signals to be paid to the City as part of a development agreement; interest rates are matched to the Construction Cost Index annually.	<u>176,291</u>
Totals	\$ <u>3,007,280</u>

Note 5 Accounts Receivable

The following is a list of accounts receivable at June 30, 2019:

	<u>Receivable</u>	<u>Allowance</u>	<u>Net</u>
Governmental Activities -			
Accounts	\$ 682,701	\$ -	\$ 682,701
	<u>\$ 682,701</u>	<u>\$ -</u>	<u>\$ 682,701</u>
Business-type Activities -			
Accounts	\$ 32,413	\$ -	\$ 32,413
	<u>\$ 32,413</u>	<u>\$ -</u>	<u>\$ 32,413</u>
Fiduciary Funds			
Accounts	<u>\$ 115,067</u>	<u>\$ -</u>	<u>\$ 115,067</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 6 Interfund Transactions

A. Current Interfund Balances

Current interfund balances arise in the normal course of business and are expected to be repaid shortly after the end of the fiscal year. The following presents a summary of current interfund balances at June 30, 2019.

Receivable Fund	Amount	Payable Fund	Amount
Major Governmental Fund:		Major Governmental Fund:	
General	\$ 77,658	General	\$ 176,291
Non-Major Governmental Funds		Non-Major Governmental Funds	
Road Circulation Impact Fees	125,510	Bear River Levee Impact Fees	45,008
City Hall Facilities Impact Fees	150,000	Fire Department Facilities Impact Fees	75,510
Major Enterprise Fund:		Public Meeting Facilities Impact Fees	200,000
Sewer	426,291	Heritage Oaks East AD	32,650
Total	<u>\$ 779,459</u>	Major Enterprise Fund:	
		Water	250,000
		Total	<u>\$ 779,459</u>

B. Transfers Between Funds

With Council approval, resources may be transferred from one City fund to another. The purpose of the majority of transfers is to reimburse a fund that has made an expenditure on behalf of another fund, less often, an equity transfers may be made to open or close a fund.

Transfer in	Amount	Transfer out	Amount
Major Governmental:		Major Governmental:	
General	\$ 152,114	General	\$ 475,500
General Construction	568,000	Non-major Governmental	420,114
Non-major Governmental	175,500		
Totals	<u>\$ 895,614</u>		<u>\$ 895,614</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 7 Capital Assets

a. Governmental Activities

Capital asset governmental activity for the fiscal year ended June 30, 2019 was as follows:

	Balance at June 30, 2018	Additions	Deletions	Transfers	Balance at June 30, 2019
Capital Assets, not being depreciated:					
Land	\$ 86,063	\$ -	\$ -	\$ -	\$ 86,063
Construction in progress		297,177			297,177
Total	<u>86,063</u>	<u>297,177</u>			<u>383,240</u>
Capital Assets, being depreciated:					
Buildings and improvements	3,626,894				3,626,894
Equipment and machinery	883,986	49,030			933,016
Infrastructure	3,897,711				3,897,711
Total	<u>8,408,591</u>	<u>49,030</u>			<u>8,457,621</u>
Less accumulated depreciation for:					
Buildings and improvements	(1,687,935)	(100,100)			(1,788,035)
Equipment and machinery	(703,197)	(61,764)			(764,961)
Infrastructure	(1,555,850)	(167,700)			(1,723,550)
Total	<u>(3,946,982)</u>	<u>(329,564)</u>			<u>(4,276,546)</u>
Total, net of accumulated depreciation	<u>4,461,609</u>	<u>(280,534)</u>			<u>4,181,075</u>
Total Capital Assets, Net	<u>\$ 4,547,672</u>	<u>\$ 16,643</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,564,315</u>

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

General Government	\$ 82,391
Public Safety	164,782
Public Works	41,196
Community development	41,195
Total	<u>\$ 329,564</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 7 Capital Assets (Continued)

b. Business-type activities

Capital asset business-type activity for the fiscal year ended June 30, 2019 was as follows:

	Balance at July 1, 2018	Additions	Deletions	Transfers	Balance at June 30, 2019
Water Fund:					
Capital assets, not being depreciated:					
Land	\$ 16,969	\$ -	\$ -	\$ -	\$ 16,969
Total capital assets not being depreciated	16,969				16,969
Capital assets, being depreciated:					
Infrastructure	5,019,130				5,019,130
Buildings and improvements	113,045				113,045
Equipment and machinery	425,219				425,219
Total capital assets being depreciated	5,557,394				5,557,394
Less accumulated depreciation for:					
Infrastructure	(2,242,566)	(144,750)			(2,387,316)
Buildings and improvements	(51,317)	(6,123)			(57,440)
Equipment and machinery	(308,978)	(26,858)			(335,836)
Total accumulated depreciation	(2,602,861)	(177,731)			(2,780,592)
Total capital assets being depreciated,	2,954,533	(177,731)			2,776,802
Water Fund Capital Assets, net	\$ 2,971,502	\$ (177,731)	\$ -	\$ -	\$ 2,793,771
Sewer Fund:					
Capital assets, not being depreciated:					
Land	\$ 16,969	\$ -	\$ -	\$ -	\$ 16,969
Construction in progress	899,327				899,327
Total capital assets not being depreciated	916,296				916,296
Capital assets, being depreciated:					
Infrastructure	5,759,698				5,759,698
Buildings and improvements	113,045				113,045
Equipment and machinery	345,182				345,182
Total capital assets being depreciated	6,217,925				6,217,925
Less accumulated depreciation for:					
Infrastructure	(3,067,628)	(285,852)			(3,353,480)
Buildings and improvements	(51,317)	(6,123)			(57,440)
Equipment and machinery	(176,563)	(34,694)			(211,257)
Total accumulated depreciation	(3,295,508)	(326,669)			(3,622,177)
Total capital assets being depreciated,	2,922,417	(326,669)			2,595,748
Sewer Fund Capital Assets, net	\$ 3,838,713	\$ (326,669)	\$ -	\$ -	\$ 3,512,044

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

Business-Type Activities:

Water	\$ 177,731
Sewer	326,669
Total	<u>\$ 504,400</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8 Long-Term Liabilities

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

	Balance at July 1, 2018	Additions	Repayments	Balance at June 30, 2019	Due Within One Year
Governmental Activities:					
Capital lease payable	\$ 54,959	\$ -	\$ (9,879)	\$ 45,080	\$ 10,406
Compensated absences	77,604	32,753	(18,721)	91,636	30,000
Total	<u>\$ 132,563</u>	<u>\$ 32,753</u>	<u>\$ (28,600)</u>	<u>\$ 136,716</u>	<u>\$ 40,406</u>
Business-type Activities:					
Water Fund:					
Compensated absences	\$ 23,062	\$ 16,744	\$ (10,522)	\$ 29,284	\$ 10,000
Debt from direct borrowings and direct placements:					
Notes payable	2,481,000		(60,000)	2,421,000	63,000
Capital lease payable	41,220		(7,409)	33,811	7,805
Sewer Fund:					
Compensated absences	18,290	16,386	(10,245)	24,431	10,000
Debt from direct borrowings and direct placements:					
Notes payable	3,445,900		(63,800)	3,382,100	66,400
Capital lease payable	41,220		(7,409)	33,811	7,805
Totals	<u>\$ 6,050,692</u>	<u>\$ 33,130</u>	<u>\$ (159,385)</u>	<u>\$ 5,924,437</u>	<u>\$ 165,010</u>

b. Governmental Activities

Capital Lease Payable

On April 21, 2008, the City entered into a lease agreement with Municipal Asset Management for the purchase and installation of the City Hall. The lease payments are due in semi-annual installments including interest at 5.27%, through April 2023. The lease has been allocated to Governmental Activities, Water Fund, and Sewer Fund at 40%, 30%, and 30% respectively.

The annual requirements to amortize long-term debt outstanding at June 30, 2019 (other than compensated absences) are as follows:

Fiscal Year Ended June 30,	Governmental Activities - Capital Lease Payable		
	Principal	Interest	Total
2020	\$ 10,406	\$ 2,240	\$ 12,646
2021	10,962	1,685	12,647
2022	11,547	1,099	12,646
2023	12,165	483	12,648
	<u>\$ 45,080</u>	<u>\$ 5,507</u>	<u>\$ 50,587</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8 Long-Term Liabilities (Continued)

c. Business-Type Activities

Water Fund - Debt from Direct Borrowings and Direct Placements - Notes Payable.

On May 8, 2000, The United States Department of Agriculture – Rural Development issued a Rural Utilities Service note to the Water Fund of the City for upgrades to and expansion of the water infrastructure in the amount of \$1,981,030. The note is to be repaid through a Certificate of Participation issued to the Department of Agriculture on December 18, 2001 with semi-annual payments due including interest at 4.5% through December 2041 and the with City's Water Fund being pledged as the specific revenue source for the repayment of the note. Upon the event of a default, the outstanding balance immediately becomes due and payable. The balance at June 30, 2019 is \$ 1,537,000.

Water Fund - Debt from Direct Borrowings and Direct Placements - Notes Payable.

On October 31, 2002, The United States Department of Agriculture – Rural Development issued a Rural Utilities Service note to the Water Fund of the City for additional upgrades to and expansion of the water infrastructure in the amount of \$1,139,000. The note is to be repaid through a Certificate of Participation issued to the Department of Agriculture on December 21, 2002 with semi-annual payments due including interest at 4.5% through December 2041 and with the City's Water Fund being pledged as the specific revenue source for the repayment of the note. Upon the event of a default, the outstanding balance immediately becomes due and payable. The balance at June 30, 2019 is \$ 884,000.

Sewer Fund - Debt from Direct Borrowings and Direct Placements - Notes Payable.

On October 31, 2002, The United States Department of Agriculture – Rural Development issued a Rural Utilities Service note to the Sewer Fund of the City for additional upgrades to and expansion of the wastewater treatment plant in the amount of \$4,000,000. The note is to be repaid through a Certificate of Participation issued to the Department of Agriculture on December 21, 2002 with semi-annual payments due including interest at 4.125% through May 2047 and with the City's Sewer Fund being pledged as the specific revenue source for the repayment of the note. Upon the event of a default, the outstanding balance immediately becomes due and payable. The balance at June 30, 2019 is \$ 3,382,100.

Capital Lease Payable

On April 21, 2008, the City entered into a lease agreement with Municipal Asset Management for the purchase and installation of the City Hall. The lease payments are due in semi-annual installments including interest at 5.27%, through April 2023. The lease has been allocated to Governmental Activities, Water Fund, and Sewer Fund at 40%, 30%, and 30% respectively.

The annual requirements to amortize enterprise long-term debt outstanding at June 30, 2019 are as follows:

Fiscal Year Ending June 30,	Water Fund - Note Payable #1		
	Principal	Interest	Total
2020	\$ 40,000	\$ 68,266	\$ 108,266
2021	41,000	66,443	107,443
2022	43,000	64,553	107,553
2023	45,000	62,573	107,573
2024	47,000	60,503	107,503
2025-2029	270,000	267,931	537,931
2030-2034	335,000	200,140	535,140
2035-2039	417,000	115,854	532,854
2040-2042	299,000	20,588	319,588
	<u>\$ 1,537,000</u>	<u>\$ 926,851</u>	<u>\$ 2,463,851</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8 Long-Term Liabilities (Continued)

c. Business-Type Activities (Continued)

Fiscal Year Ending June 30,	Water Fund - Note Payable #2		
	Principal	Interest	Total
2020	\$ 23,000	\$ 39,263	\$ 62,263
2021	24,000	38,206	62,206
2022	25,000	37,103	62,103
2023	26,000	35,955	61,955
2024	27,000	34,763	61,763
2025-2029	155,000	153,970	308,970
2030-2034	192,000	115,066	307,066
2035-2039	240,000	66,600	306,600
2040-2042	172,000	13,836	185,836
	<u>\$ 884,000</u>	<u>\$ 534,762</u>	<u>\$ 1,418,762</u>

Fiscal Year Ending June 30,	Sewer - Note Payable		
	Principal	Interest	Total
2020	\$ 66,400	\$ 139,512	\$ 205,912
2021	69,100	136,772	205,872
2022	72,000	133,922	205,922
2023	75,000	130,952	205,952
2024	78,000	127,858	205,858
2025-2029	441,200	588,272	1,029,472
2030-2034	540,100	489,444	1,029,544
2035-2039	661,000	369,080	1,030,080
2040-2044	809,200	220,418	1,029,618
2045-2047	570,100	47,668	617,768
	<u>\$ 3,382,100</u>	<u>\$ 2,383,898</u>	<u>\$ 5,765,998</u>

Fiscal Year Ending June 30,	Water Fund - Capital Lease Payable		
	Principal	Interest	Total
2020	\$ 7,805	\$ 1,680	\$ 12,646
2021	8,222	1,264	12,647
2022	8,660	825	12,646
2023	9,124	362	12,648
	<u>\$ 33,811</u>	<u>\$ 4,131</u>	<u>\$ 50,587</u>

Fiscal Year Ending June 30,	Sewer Fund - Capital Lease Payable		
	Principal	Interest	Total
2020	\$ 7,805	\$ 1,680	\$ 12,646
2021	8,222	1,264	12,647
2022	8,660	825	12,646
2023	9,124	362	12,648
	<u>\$ 33,811</u>	<u>\$ 4,131</u>	<u>\$ 50,587</u>

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8 Long-Term Liabilities (Continued)

c. Business-Type Activities (Continued)

Fiscal Year Ending June 30,	Total Business-type Activities		
	Principal	Interest	Total
2020	\$ 145,010	\$ 250,401	\$ 395,411
2021	150,544	243,949	394,493
2022	157,320	237,228	394,548
2023	164,248	230,204	394,452
2024	152,000	223,124	375,124
2025-2029	866,200	1,010,173	1,876,373
2030-2034	1,067,100	804,650	1,871,750
2035-2039	1,318,000	551,534	1,869,534
2040-2044	1,280,200	254,842	1,535,042
2045-2047	570,100	47,668	617,768
	<u>\$ 5,870,722</u>	<u>\$ 3,853,773</u>	<u>\$ 9,724,495</u>

k. Compensated Absences

Compensated absences in governmental activities have been liquidated in the past fiscal year in the general fund.

Note 9 Joint Venture

a. Risk Management - PARSAC

The City is self-insured for the first \$5,000 on each general liability claim. The City has no self-insured retention for workers' compensation liability claims. The insurance coverage in excess of the self-insured amount is provided by the Public Agency Risk Sharing Authority of California (PARSAC), a public entity risk pool currently operating as a common risk management and insurance program for 37 California cities, up to a limit of \$1,000,000 for general liability and \$500,000 for workers' compensation. The City pays an annual premium to the pool for its excess general liability insurance coverage. The agreement for formation of the PARSAC provides that the pool will be self-sustaining through member premiums. Losses that exceed \$1,000,000 for general liability and \$500,000 for workers' compensation are covered via the CSAC Excess Insurance Authority up to \$34,000,000 and the Local Worker's Compensation Excess Authority (LAWCX) up to \$4,500,000, respectively. The City is self-insured for the first \$5,000 for Employment Practices Liability (EPL) coverage and up to \$25,000 is covered by PARSAC. Coverage between \$25,000 - \$1,000,000 is provided by the Employment Risk Management Authority (ERMA); and excess coverage up to \$34,000,000 is provided by CSAC.

Claims, expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. The City funds all claims payable, including those incurred but not reported, in the yearly deposit it pays to PARSAC, except for its self-insured retention.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 9 Joint Venture (Continued)

a. Risk Management – PARSAC (Continued)

In addition, the City purchases crime insurance coverage in the amount of \$1,000,000 with \$2,500 deductible. The fidelity coverage is provided through the Authority. Premiums are paid annually and are not subject to retroactive adjustments.

The PARSAC will publish its own financial report for the year ended June 30, 2019, which can be obtained from Public Agency Risk Sharing Authority of California, Sacramento, California.

As of June 30, 2019 the City did not have any significant claims liability; therefore, no accrual was required. Also, the City had no settlements in excess of the insurance coverage in any of the three prior years.

b. Wheatland Fire Authority

The City of Wheatland and the Plumas Brophy Fire District created a Joint Powers Authority called the Wheatland Fire Authority. Its purpose is to serve the City of Wheatland, whether developed or undeveloped and surrounding unincorporated areas as a joint fire fighting organization.

Note 10 Fund Balances

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

- *Nonspendable Fund Balance* – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories and prepaid amounts.
- *Restricted Fund Balance* – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed Fund Balance* – includes amounts that can only be used for the specific purposes determined by a formal action of the City’s highest level of decision-making authority, the City Council. Commitments may be changed or lifted only by the City Council taking the same formal action that imposed the constraint originally (for example: resolution and ordinance). Ordinance is the highest level of the City Council’s approval.
- *Assigned Fund Balance* – comprises amounts intended to be used by the City for specific purposes that are neither restricted nor committed. *Intent* is expressed by (1) the City Council or (b) a body (for example: a budget or finance committee) or official to which the City Council has delegated through its fund balance policy the authority to assign amounts to be used for specific purposes. Assigned amounts also include all residual amounts in governmental funds (except negative amounts) other than the General Fund, that are not classified as nonspendable, restricted, or committed.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 10 Fund Balances (Continued)

- *Unassigned Fund Balance* – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose.

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

	General Construction	General	Non-major Governmental	Totals
Nonspendable				
Notes	\$ -	\$ 176,291	\$ -	\$ 176,291
Prepaid items		6,585		6,585
Totals		182,876		182,876
Restricted				
Housing			154,952	154,952
Public safety			147,775	147,775
Public works			417,646	417,646
Community development			159,409	159,409
Parks and recreation			149,711	149,711
Totals			1,029,493	1,029,493
Assigned				
Public works	338,380			338,380
Totals	338,380			338,380
Unassigned		1,678,454	(332,291)	1,346,163
Totals	\$ 338,380	\$ 1,861,330	\$ 697,202	\$ 2,896,912

Note 11 Net Position

GASB Statements No. 34 and 63 add the concept of Net Position, which is measured on the full accrual basis, to the concept of Fund Balance, which is measured on the modified accrual basis.

a. Net Position

Net position is divided into three captions under GASB Statements No. 34 and 63, and are described below:

Net investment in Capital Assets describes the portion of net position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets.

Restricted describes the portion of net position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These principally include debt service requirements and special revenue funding restrictions.

Unrestricted describes the portion of net assets which is not restricted as to use.

The government-wide statement of net position reports \$8,675,722 of restricted net position.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 11 Net Position (Continued)

GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES - NET POSITION
AS OF JUNE 30, 2019

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Totals</u>
Net position			
Net investment in capital assets	\$ 4,519,235	\$ 435,093	\$ 4,954,328
Restricted for:			
Community development	149,711		149,711
Debt service		377,998	377,998
Parks and recreation	159,409		159,409
Public safety	147,775		147,775
Public works	417,646		417,646
Housing	154,952		154,952
Sewer impact fees		7,275,875	7,275,875
Total Restricted	<u>1,029,493</u>	<u>7,653,873</u>	<u>8,683,366</u>
Unrestricted	<u>1,775,783</u>	<u>472,646</u>	<u>2,248,429</u>
Total net position	<u>\$ 7,324,511</u>	<u>\$ 8,561,612</u>	<u>\$ 15,886,123</u>

Note 12 Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally 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 the grantor cannot be determined at this time, although the government 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.

Note 13 Pension Plan/Other Post Employment Benefits

The employees of the City accumulate retirement benefits through a defined contribution plan with the ICMA Retirement Corporation. The City makes bi-weekly contributions to a 401(a) plan amounting to 6% (General Employees) or 7% (Public Safety Employees) of the employee's base salary. A matching 3% contribution is required from the employee. Employees are 100% vested (employer portion) at five years of service, with the exception of those employees over 50 years old who are fully vested from the month of employment. The plan is administered and held in trust for the exclusive benefit of participants and are not assets of the City. The balance at June 30, 2019 is \$818,586.

The City does not offer other post employment benefits.

CITY OF WHEATLAND
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2019

Note 14 Commitments and Contingencies

The City is subject to litigation arising in the normal course of business. In the opinion of the City's management, there is no pending litigation that is likely to have a material adverse effect on the financial position of the City.

Required Supplementary Information

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget - Positive (Negative)
Revenues:				
Taxes and assessments:				
Franchise tax	\$ 113,815	\$ 113,815	\$ 115,287	\$ 1,472
Property	714,600	714,600	745,213	30,613
Sales	769,700	769,700	1,131,863	362,163
Licenses and permits	27,250	27,250	25,269	(1,981)
Intergovernmental	14,400	14,400	68,927	54,527
Charges for services	98,000	98,000	104,438	6,438
Fines, forfeitures, and penalties	7,000	7,000	10,620	3,620
Use of money and property	63,500	63,500	95,814	32,314
Overhead charges	250,970	250,970	258,199	7,229
Miscellaneous	1,500	1,500	88,101	86,601
Total Revenues	<u>2,060,735</u>	<u>2,060,735</u>	<u>2,643,731</u>	<u>582,996</u>
Expenditures:				
Current:				
General government:				
City Council	14,054	14,054	9,864	4,190
Administrative services	308,546	308,546	299,161	9,385
Finance	126,256	126,256	123,863	2,393
Total general government	<u>448,856</u>	<u>448,856</u>	<u>432,888</u>	<u>15,968</u>
Public safety:				
Police services	1,034,404	1,034,404	1,107,963	(73,559)
Fire control	149,558	149,558	149,558	
Total public safety	<u>1,183,962</u>	<u>1,183,962</u>	<u>1,257,521</u>	<u>(73,559)</u>
Public works:				
Streets and roads	78,830	78,830	48,205	30,625
Total public works	<u>78,830</u>	<u>78,830</u>	<u>48,205</u>	<u>30,625</u>
Parks and recreation:				
Parks & community services	28,504	28,504	77,851	(49,347)
Total parks and recreation	<u>28,504</u>	<u>28,504</u>	<u>77,851</u>	<u>(49,347)</u>
Community development:				
Planning services	194,003	194,003	230,230	(36,227)
Building inspection	75,000	75,000	39,626	35,374
Total community development	<u>269,003</u>	<u>269,003</u>	<u>269,856</u>	<u>(853)</u>

See Note to Required Supplementary Information

(Continued)

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Fiscal Year Ended June 30, 2019
(Continued)

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget -
				Positive (Negative)
Expenditures:				
Capital outlay	\$ 20,000	\$ 20,000	\$ 49,030	\$ (29,030)
Total capital outlay	20,000	20,000	49,030	(29,030)
Debt service:				
Principal retirement	9,500	9,500	9,879	(379)
Interest and fiscal charges	3,300	3,300	2,768	532
Total debt service	12,800	12,800	12,647	153
Total Expenditures	2,041,955	2,041,955	2,147,998	(106,043)
Excess of Revenues Over (Under)				
Expenditures	18,780	18,780	495,733	476,953
Other Financing Sources (Uses):				
Transfers in	130,000	130,000	152,114	22,114
Transfers out	(110,500)	(110,500)	(475,500)	(365,000)
Total Other Financing Sources (Uses)	19,500	19,500	(323,386)	(342,886)
Net Change in Fund Balance	38,280	38,280	172,347	134,067
Fund balance, beginning of fiscal year	1,688,983	1,688,983	1,688,983	
Fund balance, end of fiscal year	\$ 1,727,263	\$ 1,727,263	\$ 1,861,330	\$ 134,067

See Note to Required Supplementary Information

CITY OF WHEATLAND
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FISCAL YEAR ENDED JUNE 30, 2019

Note 1 Budgets and Budgetary Data

The annual budget adopted by the City Council provides for the general operation of the City. It includes proposed expenditures and the means of financing them.

Budgets for the General and Special Revenue Funds are adopted on a basis substantially consistent with the accounting principles generally accepted in the United States of America (US GAAP). Accordingly, actual revenues and expenditures can be compared with the related budgeted amounts without any significant reconciling items.

Additional information concerning the General Budget policies is explained more thoroughly in the Notes to the Basic Financial Statements.

Other Supplemental Information

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL CONSTRUCTION CAPITAL PROJECTS FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 315,000	\$ 251,762	\$ (63,238)
Miscellaneous		50,000	50,000
Total Revenues	<u>315,000</u>	<u>301,762</u>	<u>(13,238)</u>
Expenditures:			
Current:			
Public works		240,182	(240,182)
Capital outlay	315,000	297,177	17,823
Total Expenditures	<u>315,000</u>	<u>537,359</u>	<u>(222,359)</u>
Excess of Revenues Over (Under) Expenditures		<u>(235,597)</u>	<u>(235,597)</u>
Other Financing Sources (Uses):			
Transfers in		568,000	568,000
Total Other Financing Sources (Uses)		<u>568,000</u>	<u>568,000</u>
Net Change in Fund Balance		332,403	332,403
Fund Balance, Beginning of Fiscal Year	5,977	5,977	
Fund Balance, End of Fiscal Year	<u>\$ 5,977</u>	<u>\$ 338,380</u>	<u>\$ 332,403</u>

City of Wheatland
Nonmajor Governmental Funds
Special Revenue Funds

Special revenue funds are used to account for specific revenue (other than those for major capital projects) that are restricted legally to expenditures for particular purposes.

GAS TAX FUND - accounts for the City's share of gas tax monies received from the State and expenses related to maintaining the City's road system.

TRANSPORTATION DEVELOPMENT FUND – accounts for sales tax monies allocated to the City through the Sacramento Area Council of Governments and expenses related to transit operations and local street, roadway, bicycle, and pedestrian projects.

CDBG 1989 GRANT FUND – This fund is used to account for loans issued to low income Wheatland homeowners for home repairs.

CDBG 1990 LOAN FUND– This fund is used to account for loans issued to low income Wheatland homeowners for home repairs.

BEAR RIVER LEVEE IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of Levee upgrades and maintenance that are necessary to mitigate the effects of new development projects.

REGIONAL BYPASS IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing public infrastructure, improvements and facilities that are necessary to mitigate the effects of new development projects.

GENERAL PLAN UPDATE IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of general plan updates that are necessary to mitigate the effects of new development projects.

EMPLOYMENT ZONE FEASABILITY FUND– This fund accounts for the revenues and expenses associated with grant funding received from SACOG to identify a preferred business park site, analyze feasibility, and determine steps required to achieve success in job creation.

STORM DRAINAGE IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of constructing additional storm drainage that are necessary to mitigate the effects of new development projects.

ROAD CIRCULATION IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs road circulation improvements that are necessary to mitigate the effects of new development projects.

CITY HALL FACILITIES IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of City Hall facility upgrades and maintenance that are necessary to mitigate the effects of new development projects.

VEHICLES AND EQUIPMENT IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing for additional vehicles and equipment that are necessary to mitigate the effects of new development projects.

PUBLIC WORKS FACILITIES IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing additional public works facilities that are necessary to mitigate the effects of new development projects.

City of Wheatland

Nonmajor Governmental Funds

Special Revenue Funds

LAW ENFORCEMENT FACILITIES IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing additional law enforcement facilities that are necessary to mitigate the effects of new development projects.

FIRE DEPARTMENT FACILITIES IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing additional fire department facilities that are necessary to mitigate the effects of new development projects.

PARKLAND FACILITIES IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing additional park facilities that are necessary to mitigate the effects of new development projects.

PUBLIC MEETING FACILITIES IMPACT FEES FUND – This fund accounts for fees imposed on new development to offset the costs of providing additional public meeting facilities that are necessary to mitigate the effects of new development projects.

SLES FUND – This fund is for the purpose of accounting for revenues and expenditure associated with Supplemental Law Enforcement Services funding from the State of California which provides for local law enforcement services.

AGRICULTURAL PRODUCTION STANDARDS FUND – This fund accounts for revenue and expenses associated with a funding agreement with the Bear River Walnut Ranch to create zoning protections and citywide standards for agricultural production operations.

POLICE VEHICLE REPLACEMENT FUND – This fund accounts for revenues and expenses that will be allocated towards the replacement of a police vehicle.

PUMPKIN PATCH JOINT ADMISSIONS FUND – This fund accounts for Admission Fee revenues received from an annual agricultural entertainment event and expenses for enhanced safety, signage and traffic control required during the event.

WHEATLAND COMMUNITY GARDENS FUND – This fund accounts for annual revenue from leased garden plots and expenses associated with providing operational oversight.

RYANTOWN LLD FUND– This fund accounts for revenues received from benefitted parcels within a specific District and expenses related to the cost of maintaining streetlights and common area improvements.

PARK PLACE LLD FUND– This fund accounts for revenues received from benefitted parcels within a specific District and expenses related to the cost of maintaining streetlights and common area improvements.

WHEATLAND PUBLIC SERVICES CFD 2015-1 – This fund accounts for assessment revenue received from benefitted properties within a specific District and expenses related to the cost of providing public services and maintenance, operations, and replacement of public infrastructure within the District.

HERITAGE OAKS EAST AD FUND – This fund accounts for assessment revenue received from benefitted properties within a specific District and expenses related to bonded indebtedness associated with the construction and acquisition of certain improvements in the District.

CITY OF WHEATLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2019

	Special Revenue Funds			
	Gas Tax	Transportation Development	CDBG 1989 Grant	CDBG 1990 Loan
Assets:				
Cash and investments	\$ 40,097	\$ 3,631	\$ -	\$ 8
Receivables:				
Accounts	17,346	7,232		
Loans			71,038	83,906
Due from other funds				
Total Assets	<u>\$ 57,443</u>	<u>\$ 10,863</u>	<u>\$ 71,038</u>	<u>\$ 83,914</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ 4,810	\$ 7,232	\$ -	\$ -
Accrued liabilities	2,261			
Due to other funds				
Deposit payable				
Total Liabilities	<u>7,071</u>	<u>7,232</u>		
Fund Balances:				
Restricted	50,372	3,631	71,038	83,914
Unassigned				
Total Fund Balances	<u>50,372</u>	<u>3,631</u>	<u>71,038</u>	<u>83,914</u>
Total Liabilities and Fund Balances	<u>\$ 57,443</u>	<u>\$ 10,863</u>	<u>\$ 71,038</u>	<u>\$ 83,914</u>

Special Revenue Funds					
Bear River Levee Impact Fees	Regional Bypass Impact Fees	General Plan Update Impact Fees	Employment Zone Feasibility	Storm Drainage Impact Fees	Road Circulation Impact Fees
\$ -	\$ 18,151	\$ 21,943	\$ -	\$ 53,701	\$ 120,440
			1,610		
					125,510
<u>\$ -</u>	<u>\$ 18,151</u>	<u>\$ 21,943</u>	<u>\$ 1,610</u>	<u>\$ 53,701</u>	<u>\$ 245,950</u>
\$ -	\$ -	\$ -	\$ 1,610	\$ -	\$ -
45,008					
<u>45,008</u>			<u>1,610</u>		
	18,151	21,943		53,701	245,950
<u>(45,008)</u>					
	18,151	21,943		53,701	245,950
<u>(45,008)</u>					
<u>\$ -</u>	<u>\$ 18,151</u>	<u>\$ 21,943</u>	<u>\$ 1,610</u>	<u>\$ 53,701</u>	<u>\$ 245,950</u>

(Continued)

**CITY OF WHEATLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2019

(Continued)

	Special Revenue Funds			
	City Hall Facilities Impact Fees	Vehicles and Equipment Impact Fees	Public Works Facilities Impact Fees	Law Enforce. Fac. Impact Fees
Assets:				
Cash and investments	\$ 1,519	\$ 246	\$ 4,590	\$ 3,498
Receivables:				
Accounts				
Loans				
Due from other funds	150,000			
Total Assets	<u>\$ 151,519</u>	<u>\$ 246</u>	<u>\$ 4,590</u>	<u>\$ 3,498</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued liabilities				
Due to other funds				
Deposit payable				
Total Liabilities				
Fund Balances:				
Restricted	151,519	246	4,590	3,498
Unassigned				
Total Fund Balances	<u>151,519</u>	<u>246</u>	<u>4,590</u>	<u>3,498</u>
Total Liabilities and Fund Balances	<u>\$ 151,519</u>	<u>\$ 246</u>	<u>\$ 4,590</u>	<u>\$ 3,498</u>

Special Revenue Funds

Fire Dept. Facilities Impact Fees	Parkland Facilities Impact Fees	Ryantown LLD	Park Place LLD	Wheatland Public Services CFD 2015-1	Heritage Oaks East AD
\$ 12,414	\$ 8,314	\$ 9,227	\$ 11,576	\$ 7,849	\$ -
		1,666	1,396		
<u>\$ 12,414</u>	<u>\$ 8,314</u>	<u>\$ 10,893</u>	<u>\$ 12,972</u>	<u>\$ 7,849</u>	<u>\$ -</u>
\$ -	\$ -	\$ 331	\$ 417	\$ -	\$ -
		1,876	1,933	205	
75,510					32,650
<u>75,510</u>		<u>2,207</u>	<u>2,350</u>	<u>205</u>	<u>32,650</u>
	8,314	8,686	10,622	7,644	
(63,096)					(32,650)
<u>(63,096)</u>	<u>8,314</u>	<u>8,686</u>	<u>10,622</u>	<u>7,644</u>	<u>(32,650)</u>
<u>\$ 12,414</u>	<u>\$ 8,314</u>	<u>\$ 10,893</u>	<u>\$ 12,972</u>	<u>\$ 7,849</u>	<u>\$ -</u>

(Continued)

**CITY OF WHEATLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

June 30, 2019

(Continued)

	Special Revenue Funds			
	Public Meeting Facilities Impact Fees	SLES	Agricultural Production Standards	Police Vehicle Replacement
Assets:				
Cash and investments	\$ 8,463	\$ 23,329	\$ -	\$ 65,000
Receivables:				
Accounts		55,948	880	
Loans				
Due from other funds				
Total Assets	<u>\$ 8,463</u>	<u>\$ 79,277</u>	<u>\$ 880</u>	<u>\$ 65,000</u>
Liabilities and Fund Balances:				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 880	\$ -
Accrued liabilities	200,000			
Due to other funds				
Deposit payable				
Total Liabilities	<u>200,000</u>		<u>880</u>	
Fund Balances:				
Restricted		79,277		65,000
Unassigned	(191,537)			
Total Fund Balances	<u>(191,537)</u>	<u>79,277</u>		<u>65,000</u>
Total Liabilities and Fund Balances	<u>\$ 8,463</u>	<u>\$ 79,277</u>	<u>\$ 880</u>	<u>\$ 65,000</u>

Pumpkin Patch Joint Admissions	Wheatland Community Gardens	Total Nonmajor Governmental Funds
\$ 101,098	\$ 42,862	\$ 557,956
		86,078
		154,944
		275,510
<u>\$ 101,098</u>	<u>\$ 42,862</u>	<u>\$ 1,074,488</u>
\$ 2,063	\$ -	\$ 17,343
		6,275
		353,168
	500	500
<u>2,063</u>	<u>500</u>	<u>377,286</u>
99,035	42,362	1,029,493
		(332,291)
<u>99,035</u>	<u>42,362</u>	<u>697,202</u>
<u>\$ 101,098</u>	<u>\$ 42,862</u>	<u>\$ 1,074,488</u>

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2019

	Special Revenue Funds			
	Gas Tax	Transportation Development	CDBG 1989 Grant	CDBG 1990 Loan
Revenues:				
Taxes and assessments	\$ 78,004	\$ -	\$ -	\$ -
Intergovernmental	68,072	73,764		
Charges for services				
Use of money and property	1,390	1,600		22
Miscellaneous				
Total Revenues	<u>147,466</u>	<u>75,364</u>		<u>22</u>
Expenditures:				
Current:				
Parks and recreation				
Public works	155,812			
Total Expenditures	<u>155,812</u>			
Excess of Revenues Over (Under) Expenditures	<u>(8,346)</u>	<u>75,364</u>		<u>22</u>
Other Financing Sources (Uses):				
Transfers in	85,000			
Transfers out	<u>(100,000)</u>	<u>(168,000)</u>		<u>(2,114)</u>
Total Other Financing Sources (Uses)	<u>(15,000)</u>	<u>(168,000)</u>		<u>(2,114)</u>
Net Change in Fund Balances	<u>(23,346)</u>	<u>(92,636)</u>		<u>(2,092)</u>
Fund Balances (Deficit), Beginning of Fiscal Year	<u>73,718</u>	<u>96,267</u>	<u>71,038</u>	<u>86,006</u>
Fund Balances (Deficit), End of Fiscal Year	<u>\$ 50,372</u>	<u>\$ 3,631</u>	<u>\$ 71,038</u>	<u>\$ 83,914</u>

Special Revenue Funds					
Bear River Levee Impact Fees	Regional Bypass Impact Fees	General Plan Update Impact Fees	Employment Zone Feasibility	Storm Drainage Impact Fees	Road Circulation Impact Fees
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(977)	394	477	1,771	1,166	2,616
(977)	394	477	1,771	1,166	2,616
			1,771		
			1,771		
(977)	394	477		1,166	2,616
(977)	394	477		1,166	2,616
(44,031)	17,757	21,466		52,535	243,334
\$ (45,008)	\$ 18,151	\$ 21,943	\$ -	\$ 53,701	\$ 245,950

(Continued)

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2019
(Continued)

	Special Revenue Funds			
	City Hall Facilities Impact Fees	Vehicles and Equipment Impact Fees	Public Works Facilities Impact Fees	Law Enforce. Fac. Impact Fees
Revenues:				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental				
Charges for services				
Use of money and property	33	6	100	76
Miscellaneous				
Total Revenues	<u>33</u>	<u>6</u>	<u>100</u>	<u>76</u>
Expenditures:				
Current:				
Parks and recreation				
Public works				
Total Expenditures				
Excess of Revenues Over (Under) Expenditures	<u>33</u>	<u>6</u>	<u>100</u>	<u>76</u>
Other Financing Sources (Uses):				
Transfers in				
Transfers out				
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	33	6	100	76
Fund Balances (Deficit), Beginning of Fiscal Year	<u>151,486</u>	<u>240</u>	<u>4,490</u>	<u>3,422</u>
Fund Balances (Deficit), End of Fiscal Year	<u>\$ 151,519</u>	<u>\$ 246</u>	<u>\$ 4,590</u>	<u>\$ 3,498</u>

Special Revenue Funds					
Fire Dept. Facilities Impact Fees	Parkland Facilities Impact Fees	Ryantown LLD	Park Place LLD	Wheatland Public Services CFD 2015-1	Heritage Oaks East AD
\$ -	\$ -	\$ 55,111	\$ 46,195	\$ 43,129	\$ -
270	196	(198)	(299)	(272)	(710)
270	196	54,913	45,896	42,857	(710)
	4,770	53,400	54,274	10,045	
	4,770	53,400	54,274	10,045	
270	(4,574)	1,513	(8,378)	32,812	(710)
		6,500	19,000		
		6,500	19,000		
270	(4,574)	8,013	10,622	32,812	(710)
(63,366)	12,888	673		(25,168)	(31,940)
\$ (63,096)	\$ 8,314	\$ 8,686	\$ 10,622	\$ 7,644	\$ (32,650)

(Continued)

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2019
(Continued)

	Special Revenue Funds			
	Public Meeting Facilities Impact Fees	SLES	Agricultural Production Standards	Police Vehicle Replacement
Revenues:				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Intergovernmental		155,948		
Charges for services				
Use of money and property	184	1,730		
Miscellaneous			880	
Total Revenues	184	157,678	880	
Expenditures:				
Current:				
Parks and recreation			880	
Public works				
Total Expenditures			880	
Excess of Revenues Over (Under) Expenditures	184	157,678		
Other Financing Sources (Uses):				
Transfers in				65,000
Transfers out		(150,000)		
Total Other Financing Sources (Uses)		(150,000)		65,000
Net Change in Fund Balances	184	7,678		65,000
Fund Balances (Deficit), Beginning of Fiscal Year	(191,721)	71,599		
Fund Balances (Deficit), End of Fiscal Year	\$ (191,537)	\$ 79,277	\$ -	\$ 65,000

Pumpkin Patch Joint Admissions	Wheatland Community Gardens	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ 222,439
		297,784
31,492		31,492
2,043	928	10,775
	175	2,826
<u>33,535</u>	<u>1,103</u>	<u>565,316</u>
18,140	13	22,923
		276,182
<u>18,140</u>	<u>13</u>	<u>299,105</u>
<u>15,395</u>	<u>1,090</u>	<u>266,211</u>
		175,500
		(420,114)
		(244,614)
15,395	1,090	21,597
<u>83,640</u>	<u>41,272</u>	<u>675,605</u>
<u>\$ 99,035</u>	<u>\$ 42,362</u>	<u>\$ 697,202</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GAS TAX SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes and assessments	\$ 87,500	\$ 78,004	\$ (9,496)
Intergovernmental	67,200	68,072	872
Use of money and property	100	1,390	1,290
Total Revenues	<u>154,800</u>	<u>147,466</u>	<u>(7,334)</u>
Expenditures:			
Current:			
Public works	<u>265,441</u>	<u>155,812</u>	<u>109,629</u>
Total Expenditures	<u>265,441</u>	<u>155,812</u>	<u>109,629</u>
Excess of Revenues Over (Under) Expenditures	<u>(110,641)</u>	<u>(8,346)</u>	<u>102,295</u>
Other Financing Sources (Uses):			
Transfers in	85,000	85,000	
Transfers out		<u>(100,000)</u>	<u>(100,000)</u>
Total Other Financing Sources (Uses)	<u>85,000</u>	<u>(15,000)</u>	<u>(100,000)</u>
Net Change in Fund Balance	(25,641)	(23,346)	2,295
Fund Balance, Beginning of Fiscal Year	<u>73,718</u>	<u>73,718</u>	
Fund Balance, End of Fiscal Year	<u>\$ 48,077</u>	<u>\$ 50,372</u>	<u>\$ 2,295</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
TRANSPORTATION DEVELOPMENT SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 71,551	\$ 73,764	\$ 2,213
Use of money and property	400	1,600	1,200
Total Revenues	<u>71,951</u>	<u>75,364</u>	<u>3,413</u>
Expenditures:			
Capital outlay	<u>230,000</u>		<u>230,000</u>
Total Expenditures	<u>230,000</u>		<u>230,000</u>
Excess of Revenues Over (Under) Expenditures	<u>(158,049)</u>	<u>75,364</u>	<u>233,413</u>
Other Financing Sources (Uses):			
Transfers out		<u>(168,000)</u>	<u>(168,000)</u>
Total Other Financing Sources (Uses)		<u>(168,000)</u>	<u>(168,000)</u>
Net Change in Fund Balance	(158,049)	(92,636)	65,413
Fund Balance, Beginning of Fiscal Year	<u>96,267</u>	<u>96,267</u>	
Fund Balance, End of Fiscal Year	<u>\$ (61,782)</u>	<u>\$ 3,631</u>	<u>\$ 65,413</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
BEAR RIVER LEVEE IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 400	\$ (977)	\$ (1,377)
Total Revenues	400	(977)	(1,377)
Excess of Revenues Over (Under) Expenditures	400	(977)	(1,377)
Net Change in Fund Balance	400	(977)	(1,377)
Fund Balance, Beginning of Fiscal Year	(44,031)	(44,031)	
Fund Balance, End of Fiscal Year	<u>\$ (43,631)</u>	<u>\$ (45,008)</u>	<u>\$ (1,377)</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
REGIONAL BYPASS IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 150	\$ 394	\$ 244
Total Revenues	<u>150</u>	<u>394</u>	<u>244</u>
Excess of Revenues Over (Under) Expenditures	<u>150</u>	<u>394</u>	<u>244</u>
Net Change in Fund Balance	150	394	244
Fund Balance, Beginning of Fiscal Year	<u>17,757</u>	<u>17,757</u>	
Fund Balance, End of Fiscal Year	<u>\$ 17,907</u>	<u>\$ 18,151</u>	<u>\$ 244</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL PLAN UPDATE IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 150	\$ 477	\$ 327
Total Revenues	<u>150</u>	<u>477</u>	<u>327</u>
Excess of Revenues Over (Under) Expenditures	<u>150</u>	<u>477</u>	<u>327</u>
Net Change in Fund Balance	150	477	327
Fund Balance, Beginning of Fiscal Year	<u>21,466</u>	<u>21,466</u>	
Fund Balance, End of Fiscal Year	<u><u>\$ 21,616</u></u>	<u><u>\$ 21,943</u></u>	<u><u>\$ 327</u></u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
STORM DRAINAGE IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 400	\$ 1,166	\$ 766
Total Revenues	400	1,166	766
Excess of Revenues Over (Under) Expenditures	400	1,166	766
Net Change in Fund Balance	400	1,166	766
Fund Balance, Beginning of Fiscal Year	52,535	52,535	
Fund Balance, End of Fiscal Year	\$ 52,935	\$ 53,701	\$ 766

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ROAD CIRCULATION IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 850	\$ 2,616	\$ 1,766
Total Revenues	<u>850</u>	<u>2,616</u>	<u>1,766</u>
Excess of Revenues Over (Under) Expenditures	<u>850</u>	<u>2,616</u>	<u>1,766</u>
Net Change in Fund Balance	850	2,616	1,766
Fund Balance, Beginning of Fiscal Year	<u>243,334</u>	<u>243,334</u>	
Fund Balance, End of Fiscal Year	<u><u>\$ 244,184</u></u>	<u><u>\$ 245,950</u></u>	<u><u>\$ 1,766</u></u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
CITY HALL FACILITIES IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 10	\$ 33	\$ 23
Total Revenues	<u>10</u>	<u>33</u>	<u>23</u>
Excess of Revenues Over (Under) Expenditures	<u>10</u>	<u>33</u>	<u>23</u>
Net Change in Fund Balance	10	33	23
Fund Balance, Beginning of Fiscal Year	<u>151,486</u>	<u>151,486</u>	
Fund Balance, End of Fiscal Year	<u>\$ 151,496</u>	<u>\$ 151,519</u>	<u>\$ 23</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
VEHICLE AND EQUIPMENT IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 5	\$ 6	\$ 1
Total Revenues	5	6	1
Excess of Revenues Over (Under) Expenditures	5	6	1
Net Change in Fund Balance	5	6	1
Fund Balance, Beginning of Fiscal Year	240	240	
Fund Balance, End of Fiscal Year	\$ 245	\$ 246	\$ 1

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUBLIC WORKS FACILITIES IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Use of money and property	\$ 35	\$ 100	\$ 65
Total Revenues	<u>35</u>	<u>100</u>	<u>65</u>
Excess of Revenues Over (Under) Expenditures	<u>35</u>	<u>100</u>	<u>65</u>
Net Change in Fund Balance	35	100	65
Fund Balance, Beginning of Fiscal Year	<u>4,490</u>	<u>4,490</u>	<u></u>
Fund Balance, End of Fiscal Year	<u>\$ 4,525</u>	<u>\$ 4,590</u>	<u>\$ 65</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
LAW ENFORCEMENT FACILITIES IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 25	\$ 76	\$ 51
Total Revenues	25	76	51
Excess of Revenues Over (Under) Expenditures	25	76	51
Net Change in Fund Balance	25	76	51
Fund Balance, Beginning of Fiscal Year	3,422	3,422	
Fund Balance, End of Fiscal Year	\$ 3,447	\$ 3,498	\$ 51

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FIRE DEPARTMENT FACILITIES IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 25	\$ 270	\$ 245
Total Revenues	<u>25</u>	<u>270</u>	<u>245</u>
Excess of Revenues Over (Under) Expenditures	<u>25</u>	<u>270</u>	<u>245</u>
Net Change in Fund Balance	25	270	245
Fund Balance, Beginning of Fiscal Year	<u>(63,366)</u>	<u>(63,366)</u>	
Fund Balance, End of Fiscal Year	<u><u>\$ (63,341)</u></u>	<u><u>\$ (63,096)</u></u>	<u><u>\$ 245</u></u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PARKLAND FACILITIES IMPACT FEES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 90	\$ 196	\$ 106
Total Revenues	90	196	106
Expenditures:			
Current:			
Parks and recreation		4,770	(4,770)
Total Expenditures		4,770	(4,770)
Excess of Revenues Over (Under) Expenditures	90	(4,574)	(4,664)
Net Change in Fund Balance	90	(4,574)	(4,664)
Fund Balance, Beginning of Fiscal Year	12,888	12,888	
Fund Balance, End of Fiscal Year	<u>\$ 12,978</u>	<u>\$ 8,314</u>	<u>\$ (4,664)</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
RYANTOWN LLD SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes and assessments	\$ 54,200	\$ 55,111	\$ 911
Use of money and property		(198)	(198)
Total Revenues	<u>54,200</u>	<u>54,913</u>	<u>713</u>
Expenditures:			
Current:			
Public works	57,341	53,400	3,941
Total Expenditures	<u>57,341</u>	<u>53,400</u>	<u>3,941</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,141)</u>	<u>1,513</u>	<u>4,654</u>
Other Financing Sources (Uses):			
Transfers in	<u>6,500</u>	<u>6,500</u>	
Total Other Financing Sources (Uses)	<u>6,500</u>	<u>6,500</u>	
Net Change in Fund Balance	3,359	8,013	4,654
Fund Balance, Beginning of Fiscal Year	<u>673</u>	<u>673</u>	
Fund Balance, End of Fiscal Year	<u>\$ 4,032</u>	<u>\$ 8,686</u>	<u>\$ 4,654</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PARK PLACE LLD SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes and assessments	\$ 45,356	\$ 46,195	\$ 839
Use of money and property		(299)	(299)
Total Revenues	<u>45,356</u>	<u>45,896</u>	<u>540</u>
Expenditures:			
Current:			
Public works	<u>61,159</u>	<u>54,274</u>	<u>6,885</u>
Total Expenditures	<u>61,159</u>	<u>54,274</u>	<u>6,885</u>
Excess of Revenues Over (Under) Expenditures	<u>(15,803)</u>	<u>(8,378)</u>	<u>7,425</u>
Other Financing Sources (Uses):			
Transfers in	<u>19,000</u>	<u>19,000</u>	
Total Other Financing Sources (Uses)	<u>19,000</u>	<u>19,000</u>	
Net Change in Fund Balance	3,197	10,622	7,425
Fund Balance, Beginning of Fiscal Year			
Fund Balance, End of Fiscal Year	<u>\$ 3,197</u>	<u>\$ 10,622</u>	<u>\$ 7,425</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
WHEATLAND PUBLIC SERVICES CFD 2015-1 SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Taxes and assessments	\$ 39,208	\$ 43,129	\$ 3,921
Use of money and property		(272)	(272)
Total Revenues	<u>39,208</u>	<u>42,857</u>	<u>3,649</u>
Expenditures:			
Current:			
Public works	<u>11,810</u>	<u>10,045</u>	<u>1,765</u>
Total Expenditures	<u>11,810</u>	<u>10,045</u>	<u>1,765</u>
Excess of Revenues Over (Under) Expenditures	<u>27,398</u>	<u>32,812</u>	<u>1,884</u>
Net Change in Fund Balance	27,398	32,812	1,884
Fund Balance, Beginning of Fiscal Year	<u>(25,168)</u>	<u>(25,168)</u>	
Fund Balance, End of Fiscal Year	<u>\$ 2,230</u>	<u>\$ 7,644</u>	<u>\$ 5,414</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
HERITAGE OAKS EAST AD SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget - Positive (Negative)</u>
Revenues:			
Use of money and property	\$ (200)	\$ (710)	\$ (510)
Total Revenues	<u>(200)</u>	<u>(710)</u>	<u>(510)</u>
Excess of Revenues Over (Under) Expenditures	<u>(200)</u>	<u>(710)</u>	<u>(510)</u>
Net Change in Fund Balance	(200)	(710)	(510)
Fund Balance, Beginning of Fiscal Year	<u>(31,940)</u>	<u>(31,940)</u>	<u></u>
Fund Balance, End of Fiscal Year	<u>\$ (32,140)</u>	<u>\$ (32,650)</u>	<u>\$ (510)</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUBLIC MEETING FACILITIES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 60	\$ 184	\$ 124
Total Revenues	<u>60</u>	<u>184</u>	<u>124</u>
Excess of Revenues Over (Under) Expenditures	<u>60</u>	<u>184</u>	<u>124</u>
Net Change in Fund Balance	60	184	124
Fund Balance, Beginning of Fiscal Year	<u>(191,721)</u>	<u>(191,721)</u>	<u></u>
Fund Balance, End of Fiscal Year	<u>\$ (191,661)</u>	<u>\$ (191,537)</u>	<u>\$ 124</u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
SLES SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Intergovernmental	\$ 130,000	\$ 155,948	\$ 25,948
Use of money and property	50	1,730	1,680
Total Revenues	<u>130,050</u>	<u>157,678</u>	<u>27,628</u>
Excess of Revenues Over (Under) Expenditures	<u>130,050</u>	<u>157,678</u>	<u>27,628</u>
Other Financing Sources (Uses):			
Transfers out	<u>(130,000)</u>	<u>(150,000)</u>	<u>(20,000)</u>
Total Other Financing Sources (Uses)	<u>(130,000)</u>	<u>(150,000)</u>	<u>(20,000)</u>
Net Change in Fund Balance	50	7,678	7,628
Fund Balance, Beginning of Fiscal Year	<u>71,599</u>	<u>71,599</u>	
Fund Balance, End of Fiscal Year	<u><u>\$ 71,649</u></u>	<u><u>\$ 79,277</u></u>	<u><u>\$ 7,628</u></u>

CITY OF WHEATLAND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
PUMPKIN PATCH JOINT ADMISSIONS SPECIAL REVENUE FUND
For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Charges for services	\$ 25,000	\$ 31,492	\$ 6,492
Use of money and property	600	2,043	1,443
Total Revenues	<u>25,600</u>	<u>33,535</u>	<u>7,935</u>
Expenditures:			
Current:			
Parks and recreation	16,706	18,140	(1,434)
Total Expenditures	<u>16,706</u>	<u>18,140</u>	<u>(1,434)</u>
Excess of Revenues Over (Under) Expenditures	<u>8,894</u>	<u>15,395</u>	<u>6,501</u>
Net Change in Fund Balance	8,894	15,395	6,501
Fund Balance, Beginning of Fiscal Year	<u>83,640</u>	<u>83,640</u>	
Fund Balance, End of Fiscal Year	<u>\$ 92,534</u>	<u>\$ 99,035</u>	<u>\$ 6,501</u>

CITY OF WHEATLAND
 SCHEDULE OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 WHEATLAND COMMUNITY GARDENS SPECIAL REVENUE FUND
 For the Fiscal Year Ended June 30, 2019

	Final Budget	Actual Amounts	Variance with Final Budget - Positive (Negative)
Revenues:			
Use of money and property	\$ 400	\$ 928	\$ 528
Miscellaneous		175	175
Total Revenues	400	1,103	703
Expenditures:			
Current:			
Parks and recreation	3,100	13	3,087
Total Expenditures	3,100	13	3,087
Excess of Revenues Over (Under) Expenditures	(2,700)	1,090	3,790
Net Change in Fund Balance	(2,700)	1,090	3,790
Fund Balance, Beginning of Fiscal Year	41,272	41,272	
Fund Balance, End of Fiscal Year	\$ 38,572	\$ 42,362	\$ 3,790

City of Wheatland

Agency Funds

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, other agencies, and/or other funds.

HERITAGE OAKS WEST– This agency fund accounts for developer deposits to be used for property development costs such as processing review and action on permits and other entitlements.

HERITAGE OAKS EAST – This agency fund accounts for amount owed by developer for City costs incurred for processing review and action on permits and other entitlements.

CALITERRA RANCH – This agency fund accounts for developer deposits used for processing review and action on permits and other entitlements for the Caliterra subdivision.

JOHNSON RANCHO – This agency fund accounts for developer deposits used for processing entitlements and planning documents for the Johnson Rancho subdivision.

CITY OF WHEATLAND
COMBINING STATEMENT OF ASSETS AND LIABILITIES
ALL AGENCY FUNDS
June 30, 2019

	<u>Heritage Oaks West</u>	<u>Heritage Oaks East</u>	<u>Caliterra Ranch</u>	<u>Johnson Rancho</u>	<u>Totals</u>
<u>ASSETS</u>					
Cash and investments	\$ 3,247	\$ -	\$ -	\$ 49,216	\$ 52,463
Receivables		113,226	668	1,173	115,067
Total Assets	<u>\$ 3,247</u>	<u>\$ 113,226</u>	<u>\$ 668</u>	<u>\$ 50,389</u>	<u>\$ 167,530</u>
<u>LIABILITIES</u>					
Accounts payable	\$ -	\$ 113,226	\$ 552	\$ -	\$ 113,778
Deposits payable	3,247		116	50,389	53,752
Total Liabilities	<u>\$ 3,247</u>	<u>\$ 113,226</u>	<u>\$ 668</u>	<u>\$ 50,389</u>	<u>\$ 167,530</u>

CITY OF WHEATLAND
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
For the Fiscal Year Ended June 30, 2019

	June 30, 2018 Balance	Additions	Deductions	June 30, 2019 Balance
Heritage Oaks West				
Assets				
Cash and investments	\$ 3,177	\$ 70	\$ -	\$ 3,247
Total Assets	<u>\$ 3,177</u>	<u>\$ 70</u>	<u>\$ -</u>	<u>\$ 3,247</u>
Liabilities				
Deposits Payable	\$ 3,177	\$ 70	\$ -	\$ 3,247
Total Liabilities	<u>\$ 3,177</u>	<u>\$ 70</u>	<u>\$ -</u>	<u>\$ 3,247</u>
Heritage Oaks East				
Assets				
Receivables	\$ 65,341	\$ 47,885	\$ -	\$ 113,226
Total Assets	<u>\$ 65,341</u>	<u>\$ 47,885</u>	<u>\$ -</u>	<u>\$ 113,226</u>
Liabilities				
Accounts Payable	\$ 65,341	\$ 47,885	\$ -	\$ 113,226
Total Liabilities	<u>\$ 65,341</u>	<u>\$ 47,885</u>	<u>\$ -</u>	<u>\$ 113,226</u>
Caliterra Ranch				
Assets				
Receivables	\$ 3,661	\$ 116	\$ 3,109	\$ 668
Total Assets	<u>\$ 3,661</u>	<u>\$ 116</u>	<u>\$ 3,109</u>	<u>\$ 668</u>
Liabilities				
Accounts Payable	\$ 3,661	\$ -	\$ 3,109	\$ 552
Deposits Payable		116		116
Total Liabilities	<u>\$ 3,661</u>	<u>\$ 116</u>	<u>\$ 3,109</u>	<u>\$ 668</u>
Johnson Rancho				
Assets				
Cash and investments	\$ 63,600	\$ -	\$ 14,384	\$ 49,216
Receivables		1,173		1,173
Total Assets	<u>\$ 63,600</u>	<u>\$ 1,173</u>	<u>\$ 14,384</u>	<u>\$ 50,389</u>
Liabilities				
Accounts Payable	\$ 400	\$ -	\$ 400	\$ -
Deposits Payable	63,200	1,173	13,984	50,389
Total Liabilities	<u>\$ 63,600</u>	<u>\$ 1,173</u>	<u>\$ 14,384</u>	<u>\$ 50,389</u>
Grand Total All Agency Funds				
Assets				
Cash and investments	\$ 66,777	\$ 70	\$ 14,384	\$ 52,463
Receivables	69,002	49,174	3,109	115,067
Total Assets	<u>\$ 135,779</u>	<u>\$ 49,244</u>	<u>\$ 17,493</u>	<u>\$ 167,530</u>
Liabilities				
Accounts Payable	\$ 69,402	\$ 47,885	\$ 3,509	\$ 113,778
Deposits Payable	66,377	1,359	13,984	53,752
Total Liabilities	<u>\$ 135,779</u>	<u>\$ 49,244</u>	<u>\$ 17,493</u>	<u>\$ 167,530</u>

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STATISTICAL SECTION

City of Wheatland

Statistical Section

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

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

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City of Wheatland
Net Position By Component
Three Fiscal Years*
Fiscal year ended June 30, 2019
(Accrual basis of accounting)

	<u>2017</u>	<u>2018</u>	<u>2019</u>
Governmental activities			
Net Investment in capital assets	\$ 4,752,455	\$ 4,492,713	\$ 4,519,235
Restricted	-	1,031,832	1,029,493
Unrestricted	1,818,667	1,261,130	1,775,783
Total governmental activities net position	<u>\$ 6,571,122</u>	<u>\$ 6,785,675</u>	<u>\$ 7,324,511</u>
Business-type activities			
Net Investment in capital assets	\$ 1,000,358	\$ 800,875	\$ 435,093
Restricted	377,998	377,998	7,653,873
Unrestricted	6,834,367	7,486,950	472,646
Total business-type activities net position	<u>\$ 8,212,723</u>	<u>\$ 8,665,823</u>	<u>\$ 8,561,612</u>
Primary government			
Net Investment in capital assets	\$ 5,752,813	\$ 5,293,588	\$ 4,954,328
Restricted	377,998	1,409,830	8,683,366
Unrestricted	8,653,034	8,748,080	2,248,429
Total primary government net position	<u>\$ 14,783,845</u>	<u>\$ 15,451,498</u>	<u>\$ 15,886,123</u>

*The City of Wheatland prepared its first CAFR for the fiscal year ended June 30, 2017

Data Source: City of Wheatland Finance Department

City of Wheatland
Changes in Net Position
Three Fiscal Years*
Fiscal year ended June 30, 2019
(Accrual basis of accounting)

	<u>2017</u>	<u>2018</u>	<u>2019</u>
Expenses			
Governmental activities:			
General government	\$ 634,638	\$ 569,454	\$ 518,787
Public safety	1,277,664	1,259,788	1,429,319
Public works	356,079	422,919	607,519
Parks and recreation	69,777	50,744	100,774
Community development	235,532	335,771	312,805
Interest expense	3,744	3,269	2,768
Total governmental activities expenses	<u>\$ 2,577,434</u>	<u>\$ 2,641,945</u>	<u>\$ 2,971,972</u>
Business-type activities:			
Water	\$ 832,077	\$ 867,301	\$ 931,768
Wastewater	1,001,324	1,155,617	1,194,741
Total business-type activities expenses	<u>\$ 1,833,401</u>	<u>\$ 2,022,918</u>	<u>\$ 2,126,509</u>
Total primary government expenses	<u><u>\$ 4,410,835</u></u>	<u><u>\$ 4,664,863</u></u>	<u><u>\$ 5,098,481</u></u>
Program Revenues			
Governmental activities:			
Charges for services:			
General government	\$ 168,151	\$ 344,530	\$ 362,637
Public safety	39,076	8,529	-
Public works	-	34,852	-
Parks and recreation	42,533	26,553	-
Community development	12,810	812	31,492
Operating grants and contributions	130,309	440,274	366,711
Capital grants and contributions	701,280	-	251,762
Total governmental activities program revenues	<u>\$ 1,094,159</u>	<u>\$ 855,550</u>	<u>\$ 1,012,602</u>
Business-type activities:			
Charges for services:			
Water	\$ 803,989	\$ 877,371	\$ 894,618
Wastewater	876,250	909,198	915,749
Operating Contributions and Grants	-	11,406	25,735
Total business-type activities program revenues	<u>\$ 1,680,239</u>	<u>\$ 1,797,975</u>	<u>\$ 1,836,102</u>
Total primary governmental program revenues	<u><u>\$ 2,774,398</u></u>	<u><u>\$ 2,653,525</u></u>	<u><u>\$ 2,848,704</u></u>

Continued from previous page

	2017	2018	2019
Net (Expense)/Revenue			
Governmental activities	\$ (1,483,275)	\$ (1,786,395)	\$ (1,959,370)
Business-type activities	(153,162)	(224,943)	(290,407)
Total primary government net expense	<u>\$ (1,636,437)</u>	<u>\$ (2,011,338)</u>	<u>\$ (2,249,777)</u>
General Revenues and Other Changes in Net Position			
Governmental activities:			
Taxes:			
Property taxes	\$ 659,157	\$ 692,486	\$ 745,213
Sales and use taxes	745,094	809,867	1,131,863
Franchise taxes	112,910	109,344	115,287
Other taxes	93,340	96,427	222,439
Other revenues	130,541	76,665	176,816
Transfers	174,480	-	-
Investment income	59,361	78,758	106,589
Total governmental activities	<u>\$ 1,974,883</u>	<u>\$ 1,863,547</u>	<u>\$ 2,498,207</u>
Business-type activities:			
Investment income	\$ 53,697	\$ 98,452	\$ 186,196
Transfers	(174,480)	-	-
Total business-type activities	<u>\$ (120,783)</u>	<u>\$ 98,452</u>	<u>\$ 186,196</u>
Total primary government	<u>\$ 1,854,100</u>	<u>\$ 1,961,999</u>	<u>\$ 2,684,403</u>
Changes in Net Position			
Governmental activities	\$ 491,608	\$ 77,152	\$ 538,837
Business-type activities	(273,945)	(126,491)	(104,211)
Total primary government	<u>\$ 217,663</u>	<u>\$ (49,339)</u>	<u>\$ 434,626</u>

Data Source: City of Wheatland Finance Department

City of Wheatland
Fund Balances, Governmental Funds
Three Fiscal Years*
Fiscal year ended June 30, 2019
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Fund:			
Nonspendable	\$ 164,765	\$ 171,109	\$ 182,876
Restricted	-	-	-
Committed	30,000	-	-
Assigned	-	-	-
Unassigned	1,438,203	1,517,874	1,678,454
Total general fund	<u>\$ 1,632,968</u>	<u>\$ 1,688,983</u>	<u>\$ 1,861,330</u>
 All Other Governmental Funds:			
Nonspendable	\$ 183,532	\$ 157,044	\$ -
Restricted	-	874,788	1,029,493
Assigned	-	5,977	338,380
Unassigned	319,022	(356,226)	(332,291)
Total all other governmental funds	<u>\$ 502,554</u>	<u>\$ 681,583</u>	<u>\$ 1,035,582</u>
 Total all governmental funds	<u><u>\$ 2,135,522</u></u>	<u><u>\$ 2,370,566</u></u>	<u><u>\$ 2,896,912</u></u>

*The City of Wheatland prepared its first CAFR for the fiscal year ended June 30, 2017

Data Source: City of Wheatland Finance Department

City of Wheatland
Changes in Fund Balances, Governmental Funds
Three Fiscal Years*
Fiscal year ended June 30, 2019
(Modified accrual basis of accounting)

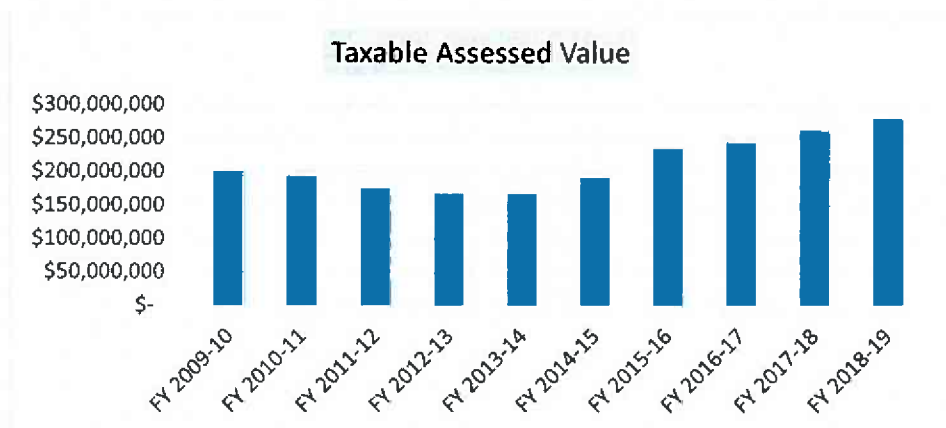
	<u>2017</u>	<u>2018</u>	<u>2019</u>
Revenues:			
Taxes and assessments	\$ 1,689,215	\$ 1,815,546	\$ 2,214,802
Licenses, fees and permits	184,517	29,320	25,269
Intergovernmental revenues	61,567	332,852	618,473
Charges for services	11	177,170	135,930
Use of money and property	59,361	78,758	106,589
Fines and forfeitures	16,475	10,652	10,620
Overhead charges	167,507	238,106	258,199
Grant revenue	831,589	-	-
Miscellaneous	51,827	36,693	140,927
Total revenues	<u>3,062,069</u>	<u>2,719,097</u>	<u>3,510,809</u>
Expenditures:			
General government	503,767	466,364	432,888
Public safety	1,152,791	1,091,348	1,257,521
Community development	235,532	293,661	269,856
Public works and engineering	228,580	380,810	564,569
Parks and recreation	69,777	50,744	100,774
Capital Improvements	573,184	188,477	346,207
Debt service:			
Principal	8,903	9,378	9,879
Interest	3,744	3,269	2,768
Total expenditures	<u>2,776,278</u>	<u>2,484,051</u>	<u>2,984,462</u>
Excess of revenues over (under) expenditures	<u>285,791</u>	<u>235,046</u>	<u>526,347</u>
Other financing sources (uses):			
Transfers in	682,314	483,690	895,614
Transfers out	(682,314)	(483,690)	(895,614)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>\$ 285,791</u>	<u>\$ 235,046</u>	<u>\$ 526,347</u>
Debt service percentage of noncapital expenditures	<u>0.57%</u>	<u>0.55%</u>	<u>0.53%</u>

*The City of Wheatland prepared its first CAFR for the fiscal year ended June 30, 2017

Data Source: City of Wheatland Finance Department

City of Wheatland
Assessed Value and Actual Value of Taxable Property
For the last ten fiscal years

	<u>Secured</u>	<u>Unsecured</u>	<u>Less:</u> <u>Exemptions</u>	<u>Taxable</u> <u>Assessed Value</u>	<u>% Change</u>	<u>Total Direct</u> <u>Tax Rate</u>
FY 2009-10	\$ 195,200,387	\$ 5,084,510	-	\$ 200,284,897	-21.86%	0.17574
FY 2010-11	188,342,984	5,128,091	-	193,471,075	-3.40%	0.17395
FY 2011-12	170,498,517	5,123,732	-	175,622,249	-9.23%	0.17419
FY 2012-13	161,954,723	5,282,470	-	167,237,193	-4.77%	0.17277
FY 2013-14	162,172,236	4,915,719	-	167,087,955	-0.09%	0.17204
FY 2014-15	187,241,765	4,582,604	-	191,824,369	14.80%	0.17159
FY 2015-16	229,813,378	4,638,696	-	234,452,074	22.22%	0.13888
FY 2016-17	238,789,220	4,892,773	-	243,681,993	3.94%	0.13966
FY 2017-18	256,022,742	5,103,873	-	261,126,615	7.16%	0.14028
FY 2018-19	273,813,300	5,420,310	-	279,233,610	6.93%	0.14205



Notes:

Exempt values are not included in Total.

In 1978 the voters of the State of California passed Proposition 13 which limited 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 of 2%). With few exceptions, property is only reassessed as a result of new construction activity or at the time it is sold to a new owner. At that point, the property is reassessed based upon the added value of the construction or at the purchase price (market value) or economic value 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: Yuba County Assessor 2009/10 - 2018/19 Combined Tax Rolls

City of Wheatland
Direct and Overlapping Bonded Debt
Current Year
Fiscal year ended June 30, 2019

City Assessed Valuation:	\$ 279,233,610		
	Percent <u>Applicable</u>	Outstanding Debt <u>June 30, 2019</u>	Estimated Share of Overlapping <u>Debt</u>
Overlapping Tax and Assessment Debt:			
Yuba Community College	0.887%	160,906,106	1,427,237
Wheatland Union High School	19.009%	8,980,000	1,707,008
Western Placer Unified School District	0.009%	117,820,000	10,604
Total Overlapping Tax and Assessment Debt		287,706,106	3,144,849

For the outside agency debt obligations referenced above, the City's overlapping debt obligation is based on the proration of the aggregate issuance as directed by each issue's underlying funding agreements. The proration is generally based on the percentage of the overlapping agency's assessed valuation located within boundaries of the City

Source: Yuba County Auditor-Controller

City of Wheatland
Top Ten Property Tax Payers
Current Year and Nine Years Ago

	FY 2018-19			FY 2009-10		
	Rank	Value	% of Net AV	Rank	Value	% of Net AV
Bear River Walnut Ranch	1	\$ 18,757,126	6.85%			
AKT Wheatland Ranch	2	9,161,450	3.35%			
Dale Investments	3	3,896,135	1.42%			
Gibson Ranch	4	3,390,513	1.24%			
William B Brodovsky	5	2,925,000	1.07%			
Frank Dean and Frances Webb	6	2,783,781	1.02%	5	\$ 1,811,685	0.93%
Raj Kumar and Namarta Sharma	7	2,761,607	1.01%			
Louie Andrew Vismara	8	2,401,927	0.88%			
Lewis Investment Company	9	2,399,781	0.88%			
Settlers Village Center	10	2,399,750	0.88%	3	3,071,375	1.57%
RBC R and E Fin Inc				1	4,579,120	2.35%
Trivest				2	3,401,718	1.74%
Wheatland Heritage Oaks				4	3,022,560	1.55%
Patrick Laughlin				6	1,729,215	0.89%
Joyce Boehm Trustee				7	1,257,145	0.64%
Federal National Mortgage Assoc				8	1,134,580	0.58%
Church of Jesus Christ of LDS				9	1,110,780	0.57%
Thomas and Phyllis Dietrich				10	1,103,951	0.57%
Top Ten Total		\$ 50,877,070	18.60%		\$ 22,222,129	11.39%
City Total		\$ 279,233,610			\$ 200,284,897	

Source: Yuba County Assessor Combined Tax rolls

City of Wheatland
Top 25 Sales Tax Producers*
Current Year and Nine Years Ago

FY 2018-19 (represents 99.19% of total sales tax)		FY 2009-10 (represents 98.83% of total sales tax)	
<u>Business Name</u>	<u>Business Category</u>	<u>Business Name</u>	<u>Business Category</u>
Airxcel Inc	Textiles/Furnishings	Big Al's Market	Grocery
Big Al's Market	Grocery	Bills Place	Casual Dining
Bills Place	Casual Dining	City Grill Restaurant	Casual Dining
Bishops Pumpkin Farm	Specialty	Elkins Frosty	Quick Svc Restaurant
City Grill	Casual Dining	Flower Hut Nursery	Garden/Agriculture
Dollar General	Variety	Hexagram	Light Industrial/Printer
Elkins Frosty	Quick Svc Restaurant	Hunter's Footwear	Shoe Store
Heaven S Gate	Specialty	Jonathan Williamson Dealer	Automotive Supply
Hyundai	Industry	Jones Company	Plumbing Supply
Mi Pueblito Taqueria	Casual Dining	Nicks Quality Autos	Used Autos
Primetime Pizza	Quick Svc Restaurant	Power Partners	Electrical Equipment
Raj's Mini Mart	Service Station	Primetime Pizza	Quick Svc Restaurant
Ready to Help Estate Sales	Business Service	Rajs Mini Mart (1)	Service Station
Robertos Restaurant	Casual Dining	Robertos Restaurant	Casual Dining
Stacey Ann Whelan	Specialty	Stacey Ann Whelan	Specialty Store
Subway	Quick Svc Restaurant	Subway (1)	Quick Svc Restaurant
Taco Bell	Quick Svc Restaurant	Tobacco Shop	Cigarette/Cigar Store
Tobacco Shop	Cigarette/Cigar	Village Pharmacy	Drug Store
University Technical Services	Business Service	Wheatland 99 & Liquor	Convenience Store
Village Pharmacy	Drug Store	Wheatland Auto Parts	Automotive Supply
Wheatland 99 & Liquor	Convenience Store	Wheatland Chevron	Service Station
Wheatland Elementary School	Government	Wheatland Elementary School	Government
Wheatland Smog & Repair	Auto Repair	Wheatland Smog & Repair	Auto Repair
Wheatland Station	Service Station	Wheatland Station	Service Station
Wheatland Tire Co	Auto Repair	Wonderful Chinese Restaurant	Casual Dining

*Firms listed alphabetically

Source: Hinderliter, de Llamas & Associates, State Board of Equalization

City of Wheatland
Property Tax Levies and Collections
For the last ten fiscal years

Fiscal Year	Collections within the Fiscal Year of the Levy				Total Collections to Date	
	Taxes for the Fiscal Year	Amount	Percent of Levy		Amount	Percent of Levy
2009-10	\$ 502,364	\$ 502,364	100.00%		\$ 502,364	100.00%
2010-11	495,142	495,142	100.00%		495,142	100.00%
2011-12	491,184	491,184	100.00%		491,184	100.00%
2012-13	453,056	453,056	100.00%		453,056	100.00%
2013-14	542,753	542,753	100.00%		542,753	100.00%
2014-15	523,990	523,990	100.00%		523,990	100.00%
2015-16	629,472	629,472	100.00%		629,472	100.00%
2016-17	649,277	649,277	100.00%		649,277	100.00%
2017-18	679,878	679,878	100.00%		679,878	100.00%
2018-19	732,729	732,729	100.00%		732,729	100.00%

Note: Amounts are reported and collected under the Teeter Plan in which all taxes are distributed to the City in the year of the levy with the County retaining any interest or penalties on uncollected balances.

Source: City Finance Department

City of Wheatland
Direct and Overlapping Tax Rates
For the last ten fiscal years

City Assessed Valuation \$ 279,233,610

	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14
Basic Levy¹	1.00000	1.00000	1.00000	1.00000	1.00000
Western Placer Unified 1993 Series A	0.01343	0.02105	0.02609	0.02521	0.02521
Wheatland Union High School 2012A	0.00000	0.00000	0.00000	0.00000	0.00000
Yuba Community College	0.01404	0.01450	0.02510	0.02471	0.02471
Total Direct and Overlapping² Tax Rates	1.02747	1.03555	1.05119	1.04992	1.04992
City's Share of 1% Levy Per Prop 13³	0.12964	0.17092	0.12971	0.12975	0.12976
Total Direct Rate⁴	0.13330	0.17395	0.13219	0.13115	0.13061
	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	FY 2018-19
Basic Levy¹	1.00000	1.00000	1.00000	1.00000	1.00000
Western Placer Unified 1993 Series A	0.02504	0.02469	0.02526	0.02526	0
Wheatland Union High School 2012A	0.02994	0.03000	0.03000	0.03000	0.02109
Wheatland Union High School 2012B	0.00000	0.00000	0.00000	0.00000	0.00878
Yuba Community College	0.02500	0.02494	0.02635	0.02635	0.02994
Total Direct and Overlapping² Tax Rates	1.07998	1.07963	1.08161	1.08161	1.05981
City's Share of 1% Levy Per Prop 13³	0.1297	0.1282	0.12841	0.12841	0.12906
Total Direct Rate⁴	0.13021	0.13888	0.13966	0.14028	0.14205

¹In 1978, California voters passed Proposition 13 which set the property tax rate at 1.00% fixed amount.

This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.

²Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.

³City's share of 1.00% levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the City.

⁴Total Direct Rate is the weighted average of all individual direct rates applied by the City /Agency preparing the statistical section information and excludes revenues derived from aircraft.

Data Source: Yuba County Assessor 2009/10 - 2018/19 Tax Rate Table

City of Wheatland
Outstanding Debt
For the last ten fiscal years

Fiscal Year	USDA Water Loan #1		USDA Water Loan #3		USDA Wastewater Loan		Capital Lease		Percentage of Personal Income
	Debt	Debt	Debt	Debt	Debt	Debt	Debt	Debt	
	Outstanding	Per Capita	Outstanding	Per Capita	Outstanding	Per Capita	Outstanding	Per Capita	
2009-10	\$ 1,825,000	\$ 513	\$ 1,049,000	\$ 295	\$ 3,873,000	\$ 1,089	\$ 294,856	\$ 83	2.0%
2010-11	1,798,000	518.30	1,034,000	298.07	3,826,800	1,103.14	278,566	80.30	2.5%
2011-12	1,770,000	506.73	1,018,000	291.44	3,778,700	1,081.79	261,404	74.84	2.6%
2012-13	1,741,000	498.14	1,001,000	286.41	3,728,700	1,066.87	243,328	69.62	2.5%
2013-14	1,711,000	500.44	984,000	287.80	3,676,600	1,075.34	224,289	65.60	2.5%
2014-15	1,679,000	477.12	966,000	274.51	3,622,400	1,029.38	204,232	58.04	2.5%
2015-16	1,646,000	469.08	947,000	269.88	3,565,900	1,016.22	183,102	52.18	2.3%
2016-17	1,611,000	392.93	927,000	226.10	3,507,100	855.39	160,845	39.23	1.8%
2017-18	1,575,000	384.15	906,000	220.98	3,445,900	840.46	137,398	33.51	1.7%
2018-19	1,537,000	374.88	884,000	215.61	3,382,100	824.90	112,702	27.49	1.7%

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

Source: City Finance Department

City of Wheatland
Legal Debt Margin Information
For the last ten fiscal years

Fiscal Year	Assessed Value Secured	Adjusted Assessed Value*	Debt Limit Percentage	Debt Limit	Net Debt Applicable to Limit	Legal Debt Margin	Net Debt Applicable to the Limit as a % of Debt Limit
2008-09	\$ 252,292,040	\$ 63,073,010	15%	\$ 9,460,952	\$ 310,320	\$ 9,150,632	3.28%
2009-10	195,109,387	48,777,347	15%	7,316,602	294,856	7,021,746	4.03%
2010-11	188,251,984	47,062,996	15%	7,059,449	278,566	6,780,883	3.95%
2011-12	170,407,517	42,601,879	15%	6,390,282	261,404	6,128,878	4.09%
2012-13	161,641,700	40,410,425	15%	6,061,564	243,328	5,818,236	4.01%
2013-14	162,023,838	40,505,960	15%	6,075,894	224,289	5,851,605	3.69%
2014-15	187,093,367	46,773,342	15%	7,016,001	204,232	6,811,769	2.91%
2015-16	229,664,980	57,416,245	15%	8,612,437	183,102	8,429,335	2.13%
2016-17	238,640,822	59,660,206	15%	8,949,031	160,845	8,788,186	1.80%
2017-18	256,022,742	64,005,686	15%	9,600,853	137,398	9,463,455	1.43%
2018-19	273,813,300	68,453,325	15%	10,267,999	112,702	10,155,297	1.10%

*The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). This computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time the legal debt margin was enacted by the State of California for local governments.

Source: City Finance Department

City of Wheatland
Demographic and Economic Statistics
For the past ten calendar years
Calendar year 2009 through 2018

Fiscal Year	Population	Personal Income City of Wheatland (in thousands)	Per Capita Personal Income	Unemployment Rate City of Wheatland	Median Age	% of Pop 25+ with High School Degree	% of Pop 25+ with Bachelor's Degree
2009	3,536	n/a	n/a	17.2%	n/a	n/a	n/a
2010	3,558	\$ 96,810	\$ 27,209	19.0%	32.6	79.9%	13.0%
2011	3,469	\$ 80,311	\$ 23,151	18.0%	33.2	79.3%	12.1%
2012	3,493	\$ 73,880	\$ 21,151	13.5%	32.9	83.7%	12.8%
2013	3,495	\$ 77,124	\$ 22,067	13.0%	32.3	84.0%	17.4%
2014	3,419	\$ 77,447	\$ 22,652	12.1%	33.2	83.6%	15.2%
2015	3,519	\$ 74,642	\$ 21,211	10.1%	35.9	83.5%	14.5%
2016	3,509	\$ 80,286	\$ 22,880	9.3%	34.3	84.3%	13.9%
2017	3,497	\$ 99,253	\$ 28,382	7.5%	37.5	84.7%	14.4%
2018	3,703	\$ 107,788	\$ 29,108	8.0%	38.6	84.2%	16.1%

Sources:

Population: California State Department of Finance

Income, Age, and Education Data: US Census Bureau, most recent American Community Survey

Unemployment Data: California Employment Development Department

City of Wheatland
Capital Asset Statistics by Function
For the last 5 years

Function	2015	2016	2017	2018	2019
Police Stations	1	1	1	1	1
Fire Stations*	1	1	1	1	1
Public Works					
Street Miles	18.4	22.4	22.4	22.4	22.4
Street Lights	234	234	234	234	234
Parks and Recreation					
Parks	5	5	5	5	5
Community centers	1	1	1	1	1
Ball fields	1	1	1	1	1
Utilities					
Miles of municipal sewer mains	18	18	18	18	18
Miles of water mains	18	18	18	18	18
Water wells	6	6	6	6	6
Water storage tanks	2	2	2	2	2

Note: in 2014 the City annexed 4,300 acres in to the City

*Fire services are provided by the Wheatland Fire Protection District

Source: City Public Works Department

City of Wheatland
Operating Indicators by Function
For the last 5 calendar years

Function	2014	2015	2016	2017	2018
Police					
Calls for service	1,452	1,427	1,461	1,625	1776
911 calls per year	331	354	315	340	441
Public Works					
Street Resurfacing (miles)	0.00	0.00	0.00	0.00	0.22
Encroachment permits	10	8	9	9	6
Parks and recreation					
Facility rental hours	166	112	144	157	137
Sports field rental hours	750	750	750	750	750
Building Valuations					
Building permits issued per year	231	127	95	106	124
Building valuation	\$ 11,209,358	\$ 1,886,320	\$ 2,465,854	\$ 3,145,999	\$1,667,422
Utilities					
Gallons of wastewater treated per year (in millions)	118	115	124	125	128
Business Licenses					
Annual business licenses issued	177	210	231	273	265

Source: City Finance Department

City of Wheatland
Full-time and Part-time City Employees by Function
For the last 5 fiscal years

Function	2015	2016	2017	2018	2019
General Government	4.3	5.3	5.3	4.8	5.2
Public Safety Non-Sworn	0.5	0.9	0.9	0.9	1.0
Public Safety Sworn	9.0	9.0	9.0	9.0	9.0
Engineering ¹	0.0	0.0	0.0	0.0	0.0
Community Development ²	0.0	0.0	0.0	0.0	0.0
Public Works ³	7.0	6.9	6.9	7.2	7.0
Total	20.8	22.1	22.1	21.9	22.2

¹The City contracts with Coastland Engineering for engineering services

²The City contracts with Raney and Associates for planning and building inspection services

³Public Works includes street, building, and park maintenance and water and sewer operations

Source: City Finance Department

City of Wheatland
Principal Employers in Yuba County¹
For the calendar year 2018

Employer	Range of Number of Employees	Rank
Marysville Joint Unified School District	1,000-4,999	1
Rideout Outpatient	1,000-4,999	1
Beale Air Force Base	500-999	2
Bishop's Pumpkin Farm	250-499	3
Toyota Ampitheatre	250-499	3
Walmart Supercenter	250-499	3
Yuba County Health & Human Services	250-499	3
Appeal Democrat	100-249	4
Foodmaxx	100-249	4
Lindhurst High School	100-249	4
Lone Tree School	100-249	4
Marysville Care & Rehab Center	100-249	4
Recology Yuba-Sutter	100-249	4
Shoei Food USA	100-249	4
US Post Office	100-249	4
Wheatland School District	100-249	4

¹Information for the City of Wheatland is not available. Information presented is for the entire Yuba County

Source: California Employment Development Department

