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CITY OF WHEATLAND, CALIFORNIA ANNUAL FINANCIAL REPORT INDEPENDENT AUDITOR'S REPORTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

**CITY OF WHEATLAND
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
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**CITY OF WHEATLAND
INTRODUCTORY SECTION
JUNE 30, 2017**



111 C Street . Wheatland . California . 95692

December 11, 2017

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, 2017. 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 Don Cole & Company Accountancy, 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, 2017 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, 2017, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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, 2017 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 also is 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 Don Cole & Company. I would like to express my appreciation to Don Cole, CPA and to the members of the Finance Department who assisted and

contributed to its preparation – Cindy Brumlee, Accountant; Rafaela Vargas, Senior Account Clerk; and Anita Fabian, 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
Finance Director

CITY OF WHEATLAND
City Officials
For the Year Ended June 30, 2017

Elected Officials

Rick West, Mayor

Joseph Henderson, Vice Mayor

Robert Coe, Councilmember

Lisa McIntosh, Councilmember

James Pendergraph, Councilmember

Executive Team

Greg Greeson, City Manager

Susan Mahoney, Finance Director

Tim Raney, City Planner

Dane Schilling, City Engineer

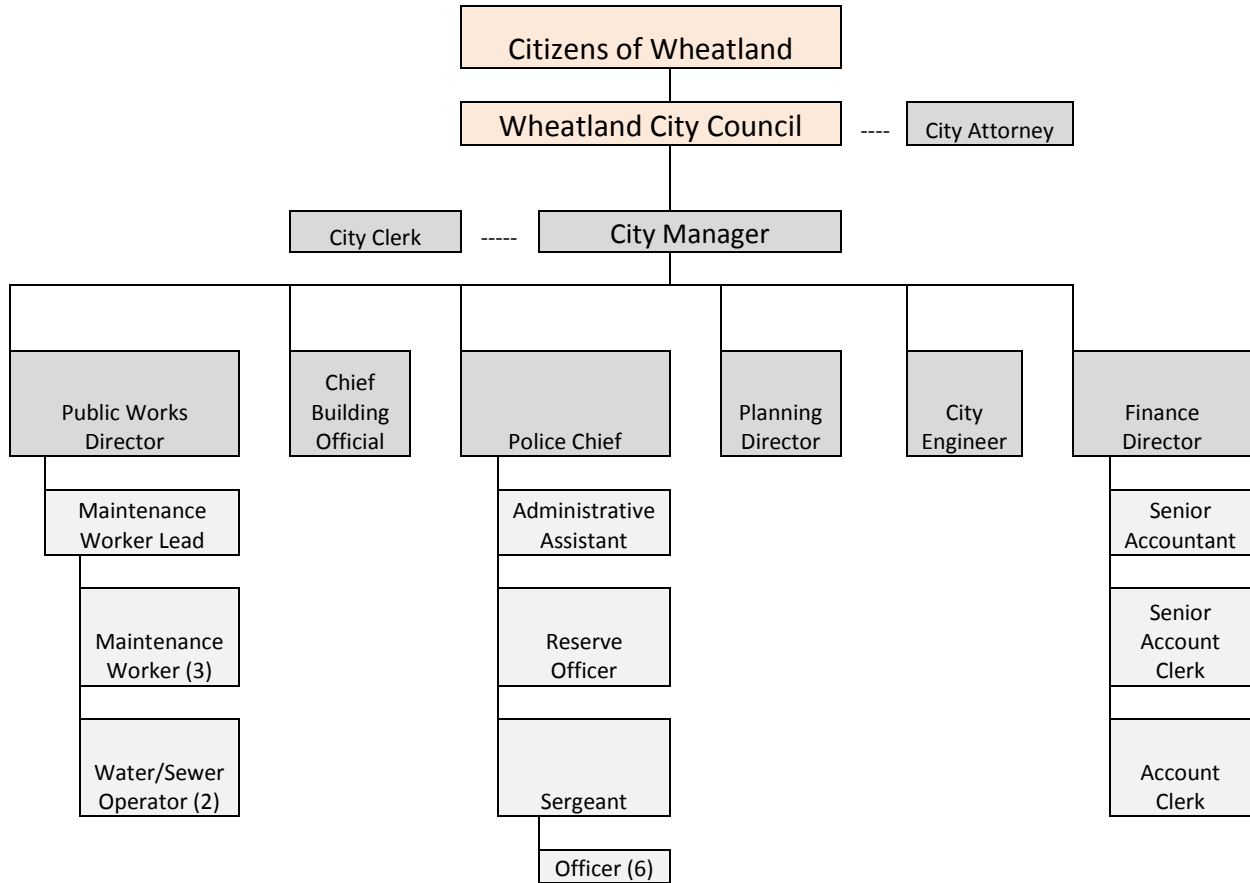
Don Scott, Public Works Director

Lisa Thomason, City Clerk

Joe Waggerhauser, Fire Chief, Wheatland Fire Authority

Allyn Wightman, Police Chief

**City of Wheatland
Organization Chart
FY 2016-2017**



INDEPENDENT AUDITORS' REPORT

To the City Council
City of Wheatland, California

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Wheatland, California as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City of Wheatland'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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America, and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Opinions

In my 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, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated December 27, 2017, on my consideration of the City's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

Other Matters

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-10 and budgetary comparison information on pages 40-41 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. I 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. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wheatland, California's basic financial statements. The supplementary information, introductory and statistical sections, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was 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 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 my opinion, the supplementary information is fairly stated in all material respects, in relation to the basic financial statements taken 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, I do not express an opinion or provide any assurance on them.


Don Cole & Company
Sacramento, California

December 27, 2017

**CITY OF WHEATLAND
MANAGEMENT DISCUSSION & ANALYSIS
JUNE 30, 2017**

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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, 2017. 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 increased by \$217,663 as of June 30, 2017. Governmental activities increased the City's net position by \$491,608 and business-type activities reduced the City's net position by \$273,945.
- Government-wide *governmental revenues* include program revenues of \$1,094,159 and general revenues of \$1,974,883 for a total of \$3,069,042.
- Government-wide *governmental expenses* were \$2,577,434.
- Government-wide Business-type revenues include program revenues of \$1,680,239 and general revenues of \$53,697.
- Government-wide Business-type expenses were \$2,007,881.

Fund Level:

- Governmental Fund balance increased to \$2,135,522 in fiscal year 2016-17, up from \$1,706,950 in the prior year mainly due to a decrease in the amount due to other funds in the nonmajor governmental funds.
- Governmental Fund revenues were \$2,894,562 in fiscal year 2016-17 up \$625,763 from the prior year. This increase was mainly due to the Safe Routes to School (SRTS) grant revenue totaling \$625,014.
- Governmental Fund expenditures were \$2,776,278 in fiscal year 2016-17, up \$337,446 from the prior year also mainly due to the SRTS grant.

General Fund:

- General Fund revenues of \$1,840,214 were \$42,766 lower than the prior year.
- General Fund expenditures of \$1,920,216 represented an increase of \$36,627 over the prior year.
- Other Financing Sources (Uses) was \$102,336 in fiscal year 2016-17, which was \$48,079 less than the prior year.
- The fund balance of the General Fund was 1,632,968 as of June 30, 2017 compared to the \$1,610,634 (restated) fiscal year 2015-16 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 to be governmental activities including public safety, community development, public works, parks and recreation, and general administration.

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

Within the framework of these activities, a Statement of Net Position and a Statement of Activities report information about the City as a whole. These statements include all assets and liabilities of the City (i.e., infrastructure and long-term debt) and use the accrual basis of accounting in which all the current year 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 14 and 16 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 year-end that are available for spending. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. This information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and the governmental funds in reconciliation at the bottom of the fund financial statements.

Proprietary Funds – when the City charges customers for services it provides, whether outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds provide the same type of information as shown in the government-wide financial statements (i.e. business-type activities), only in more detail. The City uses 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 and major special revenue funds as well as a description of the City's accounting policies with regard to the annual budget.

FINANCIAL ANALYSIS OF THE GOVERNMENT-WIDE 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 2015-16 and 2016-17 | | | | | | |
|---|--------------------------------|---------------------|---------------------------------|---------------------|---------------------|---------------------|
| | <u>Governmental Activities</u> | | <u>Business-type Activities</u> | | <u>TOTALS</u> | |
| | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016</u> | <u>2017</u> | <u>2016</u> |
| ASSETS: | | restated | | | | |
| Current assets and outflows | \$ 2,222,932 | \$ 1,967,471 | \$ 7,907,271 | \$ 7,836,125 | \$10,130,203 | \$ 9,803,596 |
| Capital assets, net | <u>4,688,118</u> | <u>4,469,897</u> | <u>7,141,966</u> | <u>7,603,855</u> | <u>11,830,084</u> | <u>12,073,752</u> |
| TOTAL ASSETS | <u>\$ 6,911,050</u> | <u>\$ 6,437,368</u> | <u>\$15,049,237</u> | <u>\$15,439,980</u> | <u>\$21,960,287</u> | <u>\$21,877,348</u> |
| LIABILITIES: | | | | | | |
| Long term liabilities | \$ 183,297 | \$ 192,675 | \$ 6,588,931 | \$ 6,721,199 | \$ 6,772,228 | \$ 6,913,874 |
| Other liabilities and inflows | <u>156,631</u> | <u>165,179</u> | <u>247,583</u> | <u>232,113</u> | <u>404,214</u> | <u>397,292</u> |
| TOTAL LIABILITIES | <u>\$ 339,928</u> | <u>\$ 357,854</u> | <u>\$ 6,836,514</u> | <u>\$ 6,953,312</u> | <u>\$ 7,176,442</u> | <u>\$ 7,311,166</u> |
| NET POSITION: | | | | | | |
| Invested in capital assets, net of related debt | \$ 4,752,455 | \$ 4,543,137 | \$ 4,507,458 | \$ 4,900,993 | \$ 9,259,913 | \$ 9,444,130 |
| Restricted | | 24,187 | 7,003,511 | 7,816,848 | 7,003,511 | 7,841,035 |
| Unrestricted | <u>1,818,667</u> | <u>1,512,190</u> | <u>(3,298,246)</u> | <u>(4,231,173)</u> | <u>(1,479,579)</u> | <u>(2,718,983)</u> |
| TOTAL NET POSITION | <u>\$ 6,571,122</u> | <u>\$ 6,079,514</u> | <u>8,212,723</u> | <u>\$ 8,486,668</u> | <u>\$14,783,845</u> | <u>\$14,566,182</u> |

Net position represents the difference between the City's resources and its obligations. At June 30, 2017, the largest portion of the City's total net position, 63 percent, reflects the investment in capital assets, less related debt outstanding. This component of net position, which reflects the total amount of funds used to acquire those assets less any outstanding debt used for such acquisition, was \$9.26 million at June 30, 2017. These 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 both operating results and increase contributions from operating and capital grants. However, the net position of the business activities continues to shrink due to a decreasing position in capital assets.

Restricted net position of \$7 million represents resources subject to external restrictions as to how they may be used. The Governmental Activities Unrestricted net position of \$1.82 million represents amounts that may be used to meet the City's ongoing obligations to its residents, businesses, customers, and creditors. The Business-type Activities negative Unrestricted net position of \$3.29 million reflects the lack of resources available for capital replacement.

Following is a summary of changes in net position:

**Summary of Change in Net Position
Fiscal Years 2016-17 and 2015-2016**

| | Governmental Activities | | Business-type Activities | | TOTALS | |
|--|-------------------------|---------------------|--------------------------|--------------------|---------------------|---------------------|
| | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 |
| PROGRAM REVENUES: | | | | | | |
| Charges for services | \$ 262,570 | \$ 282,758 | \$ 1,680,239 | \$1,651,978 | \$ 1,942,809 | \$ 1,934,736 |
| Operating grants | 130,309 | 124,121 | - | - | 130,309 | 124,121 |
| Capital grants | 701,280 | 138,612 | - | - | 701,280 | 138,612 |
| GENERAL REVENUES: | | | | | | |
| Property taxes | 455,368 | 435,211 | - | - | 455,368 | 435,211 |
| Sales and use taxes | 464,982 | 401,799 | - | - | 464,982 | 401,799 |
| Contingent transaction tax | 280,112 | 275,565 | - | - | 280,112 | 275,565 |
| Reimbursements | 229 | 54,915 | - | - | 229 | 54,915 |
| Intergovernmental | 78,715 | 84,459 | - | - | 78,715 | 84,459 |
| Motor vehicle in-lieu | 297,128 | 291,074 | - | - | 297,128 | 291,074 |
| Franchise fees | 112,910 | 94,651 | - | - | 112,910 | 94,651 |
| Other revenues | 51,598 | 37,565 | - | - | 51,598 | 37,565 |
| Investment income | 59,361 | 48,069 | 53,697 | 30,934 | 113,058 | 79,003 |
| TOTAL REVENUES | <u>2,894,562</u> | <u>2,268,799</u> | <u>1,733,936</u> | <u>1,682,912</u> | <u>4,628,498</u> | <u>3,951,711</u> |
| EXPENSES: | | | | | | |
| Governmental activities: | | | | | | |
| General government | 634,638 | 526,346 | - | - | 634,638 | 526,346 |
| Public safety | 1,277,664 | 1,096,788 | - | - | 1,277,664 | 1,096,788 |
| Public works | 356,079 | 337,539 | - | - | 356,079 | 337,539 |
| Parks and recreation | 69,777 | 56,619 | - | - | 69,777 | 56,619 |
| Community development | 235,532 | 395,428 | - | - | 235,532 | 395,428 |
| Interest expense | 3,744 | 4,195 | - | - | 3,744 | 4,195 |
| Business-type activities: | | | | | | |
| Water | - | - | 832,077 | 812,572 | 832,077 | 812,572 |
| Wastewater | - | - | 1,001,324 | 977,004 | 1,001,324 | 977,004 |
| TOTAL EXPENSES | <u>2,577,434</u> | <u>2,416,915</u> | <u>1,833,401</u> | <u>1,789,576</u> | <u>4,410,835</u> | <u>4,206,491</u> |
| EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENSES | 317,128 | (148,116) | (99,465) | (106,664) | 217,663 | (254,780) |
| TRANSFERS | <u>174,480</u> | <u>188,296</u> | <u>(174,480)</u> | <u>(188,296)</u> | <u>-</u> | <u>-</u> |
| CHANGE IN NET POSITION | 491,608 | 40,180 | (273,945) | (294,960) | 217,663 | (254,780) |
| NET POSITION, July 1 | <u>6,079,514</u> | <u>5,896,553</u> | <u>8,486,668</u> | <u>8,781,628</u> | <u>14,566,182</u> | <u>14,678,181</u> |
| NET POSITION, June 30 | <u>\$ 6,571,122</u> | <u>\$ 5,936,733</u> | <u>\$ 8,212,723</u> | <u>\$8,486,668</u> | <u>\$14,783,845</u> | <u>\$14,423,401</u> |

Governmental Activities:

The City's governmental activities increased the City's net position by \$491,608. Revenues were \$2,894,562 which represented an increase of \$625,763 or 27.6 percent over the prior year. This increase is attributed mainly to capital grant revenue. Expenses were \$2,577,434 which represented an increase of \$160,519 or 6.6 percent. Governmental activities highlights include the following:

- Taxes provided \$1,576,305 or 54.5 percent of the total governmental activities revenue of the City. This amount is an increase of \$88,197 from the prior year.
- Charges for services, operating grants and capital grants provided \$1,094,159 or 37.8 percent of the total governmental activities revenue of the City. This amount is an increase of \$548,668 from the prior 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, 2017 and 2016, the net costs are as follows:

**NET COST OF MAJOR PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

| | <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 | \$ 634,638 | \$ 168,151 | \$ - | \$ - | \$ (466,487) |
| Public safety | 1,277,664 | 39,076 | 130,309 | - | (1,108,279) |
| Public works | 356,079 | - | - | 701,280 | 345,201 |
| Parks & recreation | 69,777 | 42,533 | - | - | (27,244) |
| Community development | 235,532 | 12,810 | - | - | (222,722) |
| Interest expense | <u>3,744</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(3,744)</u> |
| | <u>\$ 2,577,434</u> | <u>\$ 262,570</u> | <u>\$ 130,309</u> | <u>\$ 701,280</u> | <u>\$ (1,483,275)</u> |

**NET COST OF MAJOR PROGRAMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

| | <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 | \$ 526,346 | \$ 179,744 | \$ - | \$ - | \$ (346,602) |
| Public safety | 1,096,788 | 52,280 | 124,121 | - | (920,387) |
| Public works | 337,539 | - | - | 138,612 | (198,927) |
| Parks & recreation | 56,619 | 50,734 | - | - | (5,885) |
| Community development | 395,428 | - | - | - | (395,428) |
| Interest expense | <u>4,195</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(4,195)</u> |
| | <u>\$ 2,416,915</u> | <u>\$ 282,758</u> | <u>\$ 124,121</u> | <u>\$ 138,612</u> | <u>\$ (1,871,424)</u> |

Business Type Activities:

The City's business type activities decreased the city's net position by \$273,945. Revenues were \$1,733,936 which represents an increase of \$51,024 primarily due to increased charges for services. Business type activities highlights include the following:

- Charges for services provided \$1,680,239 or 96.9 percent of the total business type activities revenue of the City.
- Charges for Services revenue is not keeping up with depreciation expenses in both Water and Wastewater Funds. The net position of investment in capital assets continues to shrink and there are insufficient unrestricted reserves to replace aging capital assets.

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

| | <u>2017</u> | | | <u>2016</u> | | |
|------------|-------------------------------|---------------------------------|---|-------------------------------|---------------------------------|---|
| | <u>Operating Expenses</u> | <u>Charges for services</u> | <u>Net (cost) revenue of services</u> | <u>Operating Expenses</u> | <u>Charges for services</u> | <u>Net (cost) revenue of services</u> |
| Water | \$ 832,077 | \$ 803,989 | \$ (28,088) | \$ 812,572 | \$ 778,735 | \$ (33,837) |
| Wastewater | <u>1,001,324</u> | <u>876,250</u> | <u>(125,074)</u> | <u>977,004</u> | <u>873,243</u> | <u>(103,761)</u> |
| | <u>\$ 1,833,401</u> | <u>\$ 1,680,239</u> | <u>\$ (153,162)</u> | <u>\$ 1,789,576</u> | <u>\$ 1,651,978</u> | <u>\$ (137,598)</u> |

FINANCIAL ANALYSIS OF THE FUND STATEMENTS

The City uses fund accounting to assure and demonstrate compliance with finance-related legal requirements. The fund financial statements focus on individual parts of the City government, reporting the City's operation in more detail than the government-wide statements. The City's governmental funds provide information on near-term inflows, outflows and balances of spendable resources. The City's governmental funds reported combined fund balance at June 30, 2017 of \$2,135,522. The General Fund increased by \$162,974 and other Governmental Funds increased by \$265,598. The General Fund increase was due to a decrease in community development costs and a decrease in capital outlay. Within the Governmental Funds, the increase in fund balance was attributable to a decrease in capital outlay.

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 \$1,840,214 in fiscal year 2016-17, a decrease of \$42,766 over the prior year. The decrease was primarily caused by a decrease in grant revenue. General fund expenditures totaled \$1,920,216 in fiscal year 2016-17, an increase of \$36,627 over last year. This slight increase was primarily in the public safety department.

At the end of fiscal year 2016-17, the fund balance for the City's General Fund was \$1,632,968 an increase of \$22,334 from the restated balance of the prior year. The fund balance in the General Fund was comprised of \$164,765 which is non-spendable for long-term receivables, \$30,000 committed for an insurance reserve, and \$1,438,203 which is unassigned. The unassigned portion of the fund balance in the General Fund decreased by \$1,791.

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 \$598,024 in fiscal year 2015-16 to \$486,646 in fiscal year 2016-17 representing a reduction of \$111,378. Operating revenues were \$803,989, a 3.2 percent increase due to increased charges for services. Operating expenses were \$714,411, a 3.3 percent increase over the prior year. At present, the water charges are not recapturing funding for depreciation. The Fund's invested equity in capital assets went from \$654,214 in fiscal year 2015-16 to \$559,375 in fiscal year 2016-17. The Fund ended the year with a negative unrestricted net position of \$72,729. Due to the age of the water system infrastructure, significant investments will be required in future years to update water lines and equipment.

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 \$7,888,644 in fiscal year 2015-16 to \$7,726,077 in fiscal year 2016-17, representing a reduction of \$162,567. Operating revenues were \$876,250, a 0.34 percent increase over the prior year. Like the Water Fund, the wastewater charges are not recapturing funding for depreciation. The Fund's invested equity in capital assets went from \$4,246,779 in fiscal year 2015-16 to \$3,948,083 in fiscal year 2016-17. The Fund ended the year with a negative unrestricted reserve of \$3,225,517. Due to the age of the Wastewater system infrastructure, significant investments will be required in future years to update wastewater lines and equipment.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital assets

The City has recorded all of its capital assets including infrastructure that were not recorded in prior years. At the end of fiscal year 2016-17, the City had invested \$14,296,305 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 4 to the financial statements on pages 31 through 33.

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 fixed assets are depreciated on a straight-line basis varied from 3 years to 50 years. At June 30, 2017, major construction in progress included:

- Police facility improvements

Following is a summary of capital assets:

| CAPITAL ASSETS, NET OF DEPRECIATION AS OF JUNE 30, | | | | | | |
|---|-------------------------|---------------------|--------------------------|---------------------|----------------------|----------------------|
| | Governmental Activities | | Business-type Activities | | TOTALS | |
| | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 |
| Capital assets, not being depreciated: | | | | | | |
| Land | \$ 86,063 | \$ 86,063 | \$ 33,938 | \$ 33,938 | \$ 120,001 | \$ 120,001 |
| Construction in progress | 7,500 | 392,293 | 899,328 | 899,328 | 906,828 | 1,291,621 |
| Depreciable capital assets, net: | | | | | | |
| Buildings and improvements | 1,849,101 | 1,931,932 | 135,701 | 147,947 | 1,984,802 | 2,079,879 |
| Infrastructure | 2,509,560 | 1,768,433 | - | - | 2,509,560 | 1,768,433 |
| Water system improvements | - | - | 2,593,326 | 2,704,877 | 2,593,326 | 2,704,877 |
| Well rehab projects | - | - | 415,773 | 435,517 | 415,773 | 435,517 |
| Wastewater system improvements | - | - | 2,890,140 | 3,167,548 | 2,890,140 | 3,167,548 |
| Vehicles | 163,015 | 203,820 | 10,999 | 15,399 | 174,014 | 219,219 |
| Machinery and equipment | 72,879 | 87,356 | 162,761 | 199,301 | 235,640 | 286,657 |
| TOTAL | \$ 4,688,118 | \$ 4,469,897 | \$ 7,141,966 | \$ 7,603,855 | \$ 11,830,084 | \$ 12,073,752 |

Long-term Debt:

At year-end, the City had \$6,913,874 in loans and leases payable outstanding compared to \$7,049,931 at June 30, 2016. Governmental activities long-term debt decreased \$8,903 due to a decrease in capital lease obligations. Business-type activities long-term debt decreased \$127,154 due to a decrease in the amount owed for Water and Wastewater USDA loans.

The City entered into an infrastructure funding agreement with the Wheatland School District and Forecast Homes in October 2002. Through this agreement, City infrastructure was built by the Wheatland School District and Forecast Homes for the cost of the improvements that exceeds what was needed to serve their projects. Under the agreement, this debt is repaid as future impact fees are collected and does not bear interest. This agreement expires in October 2017 at which time there will no obligation to repay the cost of the improvements.

| OUTSTANDING DEBT AS OF JUNE 30, | | | | | | |
|---|-------------------------|-------------------|--------------------------|---------------------|---------------------|---------------------|
| | Governmental Activities | | Business-type Activities | | TOTALS | |
| | 2017 | 2016 | 2017 | 2016 | 2017 | 2016 |
| Payable to developer | \$ 128,338 | \$ 128,338 | \$ - | \$ - | \$ 128,338 | \$ 128,338 |
| US Department of Agriculture | | | | | | |
| Loan #1 | - | - | 1,611,000 | 1,646,000 | 1,611,000 | 1,646,000 |
| Loan #3 | - | - | 927,000 | 947,000 | 927,000 | 947,000 |
| Wastewater Loan | - | - | 3,507,100 | 3,565,900 | 3,507,100 | 3,565,900 |
| Obligations under capital lease | 64,337 | 73,240 | 96,508 | 109,862 | 160,845 | 183,102 |
| Wheatland Westside Infrastructure Funding Agreement | - | - | 579,591 | 579,591 | 579,591 | 579,591 |
| TOTAL | \$ 192,675 | \$ 201,578 | \$ 6,721,199 | \$ 6,848,353 | \$ 6,913,874 | \$ 7,049,931 |

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The City of Wheatland sales tax revenue has almost doubled since the 2008 great recession. The Measure S half cent add-on sales tax has added over \$200,000 annually in additional sales tax revenue since its implementation in 2012. The City expects total sales tax to increase 5% in fiscal year 2017-18. A portion of the Transactions Tax revenue has been reserved as a hedge against possible future claims. Property tax revenues in fiscal year 2016-17 were at 91% of the pre-recession peak. Property tax revenues are expected to increase 3% in fiscal year 2017-18. The fiscal year 2017-2018 budget included a 3.8 percent salary increase for all City employees. There are no new positions added in the fiscal year 2017-18 budget. Capital equipment expenditures for fiscal year 2017-18 total \$194,000, of which \$84,000 will be paid by the General Fund.

The City continues to work with various developers on their mapping and other requirements. We anticipate a limited level of building activity in the 2018 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.

Fiscal year 2017-18 service levels will remain the same as fiscal year 2016-17. 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
BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

CITY OF WHEATLAND, CALIFORNIA

GOVERNMENT-WIDE STATEMENT OF NET POSITION AS OF JUNE 30, 2017

| | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
|--|------------------------------------|-------------------------------------|----------------------|
| ASSETS: | | | |
| CURRENT ASSETS: | | | |
| Cash and cash equivalents | \$ 1,598,849 | \$ 4,746,517 | \$ 6,345,366 |
| Receivables: | | | |
| Accounts receivable | 194,715 | 36,995 | 231,710 |
| Interest receivable | 6,050 | 83,423 | 89,473 |
| Prepays | 20,716 | 5,506 | 26,222 |
| Due from Agency funds | 219,070 | - | 219,070 |
| Internal balances | (164,765) | 164,765 | - |
| Restricted assets: | | | |
| Cash and cash equivalents | - | 377,998 | 377,998 |
| TOTAL CURRENT ASSETS | <u>1,874,635</u> | <u>5,415,204</u> | <u>7,289,839</u> |
| NONCURRENT ASSETS: | | | |
| Notes and loans receivable | 348,297 | 2,492,067 | 2,840,364 |
| Capital assets, net | <u>4,688,118</u> | <u>7,141,966</u> | <u>11,830,084</u> |
| TOTAL NONCURRENT ASSETS | <u>5,036,415</u> | <u>9,634,033</u> | <u>14,670,448</u> |
| TOTAL ASSETS | <u>\$ 6,911,050</u> | <u>\$ 15,049,237</u> | <u>\$ 21,960,287</u> |
| LIABILITIES: | | | |
| CURRENT LIABILITIES: | | | |
| Accounts payable | \$ 44,870 | \$ 22,794 | \$ 67,664 |
| Accrued payroll liabilities | 42,540 | 15,761 | 58,301 |
| Interest payable | - | 33,628 | 33,628 |
| Compensated absences | 59,843 | 43,132 | 102,975 |
| Deferred revenue | - | - | - |
| Obligations under capital lease, due within one year | 9,378 | 14,068 | 23,446 |
| Long-term debt, due within one year | - | 118,200 | 118,200 |
| TOTAL CURRENT LIABILITIES | <u>156,631</u> | <u>247,583</u> | <u>404,214</u> |
| NONCURRENT LIABILITIES: | | | |
| Payable to developer | 128,338 | - | 128,338 |
| Infrastructure funding agreement | - | 579,591 | 579,591 |
| Obligations under capital lease, due after one year | 54,959 | 82,440 | 137,399 |
| Long-term debt, due after one year | - | 5,926,900 | 5,926,900 |
| TOTAL NONCURRENT LIABILITIES | <u>183,297</u> | <u>6,588,931</u> | <u>6,772,228</u> |
| TOTAL LIABILITIES | <u>\$ 339,928</u> | <u>\$ 6,836,514</u> | <u>\$ 7,176,442</u> |
| NET POSITION: | | | |
| Invested in capital assets, net of related debt | \$ 4,752,455 | \$ 4,507,458 | \$ 9,259,913 |
| Restricted for: | | | |
| Restricted development impact fees | - | 7,003,511 | 7,003,511 |
| Capital projects | - | - | - |
| Unrestricted | <u>1,818,667</u> | <u>(3,298,246)</u> | <u>(1,479,579)</u> |
| TOTAL NET POSITION | <u>\$ 6,571,122</u> | <u>\$ 8,212,723</u> | <u>\$ 14,783,845</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

GOVERNMENT-WIDE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | | | Program Revenues | |
|---------------------------------------|---------------------|---------------------|---------------------|-------------------|
| | | | Grants and | |
| | | | Other Contributions | |
| | Operating | Charges for | Operating | Capital |
| | Expenses | Services | | |
| GOVERNMENTAL ACTIVITIES: | | | | |
| General government | \$ 634,638 | \$ 168,151 | \$ - | \$ - |
| Public safety | 1,277,664 | 39,076 | 130,309 | - |
| Public works | 356,079 | - | - | 701,280 |
| Parks & recreation | 69,777 | 42,533 | - | - |
| Community development | 235,532 | 12,810 | - | - |
| Interest expense | 3,744 | - | - | - |
| TOTAL GOVERNMENTAL ACTIVITIES | <u>2,577,434</u> | <u>262,570</u> | <u>130,309</u> | <u>701,280</u> |
| BUSINESS-TYPE ACTIVITIES: | | | | |
| Water | 832,077 | 803,989 | - | - |
| Wastewater | 1,001,324 | 876,250 | - | - |
| TOTAL BUSINESS-TYPE ACTIVITIES | <u>1,833,401</u> | <u>1,680,239</u> | <u>-</u> | <u>-</u> |
| TOTAL GOVERNMENT | <u>\$ 4,410,835</u> | <u>\$ 1,942,809</u> | <u>\$ 130,309</u> | <u>\$ 701,280</u> |

GENERAL REVENUES:

Property taxes
 Sales and use taxes
 Contingent transaction tax
 Reimbursements
 Intergovernmental
 Motor vehicle in-lieu
 Franchise fees
 Other revenues
 Investment income
 Transfers

TOTAL GENERAL REVENUES AND OTHER INCOME

CHANGES IN NET POSITION

Net position, beginning of year, reclassified
 Prior period adjustment
 Net position, beginning of year, restated

NET POSITION, END OF YEAR

| <u>Net (Expenses) Revenue</u> | | |
|------------------------------------|-------------------------------------|----------------------|
| <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Total</u> |
| \$ (466,487) | \$ - | \$ (466,487) |
| (1,108,279) | - | (1,108,279) |
| 345,201 | - | 345,201 |
| (27,244) | - | (27,244) |
| (222,722) | - | (222,722) |
| <u>(3,744)</u> | <u>-</u> | <u>(3,744)</u> |
| <u>(1,483,275)</u> | <u>-</u> | <u>(1,483,275)</u> |
| - | (28,088) | (28,088) |
| <u>-</u> | <u>(125,074)</u> | <u>(125,074)</u> |
| <u>-</u> | <u>(153,162)</u> | <u>(153,162)</u> |
| <u>(1,483,275)</u> | <u>(153,162)</u> | <u>(1,636,437)</u> |
| 455,368 | - | 455,368 |
| 464,982 | - | 464,982 |
| 280,112 | - | 280,112 |
| 229 | - | 229 |
| 78,715 | - | 78,715 |
| 297,128 | - | 297,128 |
| 112,910 | - | 112,910 |
| 51,598 | - | 51,598 |
| 59,361 | 53,697 | 113,058 |
| <u>174,480</u> | <u>(174,480)</u> | <u>-</u> |
| <u>1,974,883</u> | <u>(120,783)</u> | <u>1,854,100</u> |
| <u>491,608</u> | <u>(273,945)</u> | <u>217,663</u> |
| 6,090,231 | 8,486,668 | 14,576,899 |
| <u>(10,717)</u> | <u>-</u> | <u>(10,717)</u> |
| <u>6,079,514</u> | <u>8,486,668</u> | <u>14,566,182</u> |
| <u>\$ 6,571,122</u> | <u>\$ 8,212,723</u> | <u>\$ 14,783,845</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

BALANCE SHEET GOVERNMENTAL FUNDS AS OF JUNE 30, 2017

| | <u>Major</u> | | <u>Nonmajor</u> | |
|--|-------------------------|------------------------------|--|---|
| | <u>General Fund</u> | <u>Construction Fund</u> | <u>Aggregate Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 1,174,521 | \$ - | \$ 424,328 | \$ 1,598,849 |
| Receivables: | | | | |
| Accounts receivable | 185,059 | - | 9,656 | 194,715 |
| Interest receivable | 6,050 | - | - | 6,050 |
| Loans receivable | 164,765 | - | 183,532 | 348,297 |
| Prepays | 20,716 | - | - | 20,716 |
| Due from other funds | <u>319,128</u> | <u>-</u> | <u>256,640</u> | <u>575,768</u> |
| TOTAL ASSETS | <u>\$ 1,870,239</u> | <u>\$ -</u> | <u>\$ 874,156</u> | <u>\$ 2,744,395</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 35,451 | \$ - | \$ 9,419 | \$ 44,870 |
| Accrued payroll liabilities | 37,055 | - | 5,485 | 42,540 |
| Due to other funds | <u>164,765</u> | <u>-</u> | <u>356,698</u> | <u>521,463</u> |
| TOTAL LIABILITIES | <u>237,271</u> | <u>-</u> | <u>371,602</u> | <u>608,873</u> |
| FUND BALANCES: | | | | |
| Non-spendable for long-term receivables: | | | | |
| General fund | 164,765 | - | | 164,765 |
| Special Revenue funds | | | 183,532 | 183,532 |
| Committed: | | | | |
| Insurance reserve: | | | | |
| General fund | 30,000 | - | - | 30,000 |
| Unassigned: | | | | |
| General fund | 1,438,203 | - | - | 1,438,203 |
| Special revenue funds | <u>-</u> | <u>-</u> | <u>319,022</u> | <u>108,716</u> |
| TOTAL FUND BALANCES | <u>1,632,968</u> | <u>-</u> | <u>502,554</u> | <u>2,135,522</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 1,870,239</u> | <u>\$ -</u> | <u>\$ 874,156</u> | <u>\$ 2,744,395</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | | |
|---|-----------|---------------------|
| Total fund balances, governmental funds | | \$ 2,135,522 |
| Amounts reported for governmental activities in the Statement of Net Position are different because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | | 4,688,118 |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds balance sheet: | | |
| Developer deposits | (128,338) | |
| Obligations under capital lease | (64,337) | (192,675) |
| Compensated absences in the general fund are not due and payable in the current period and therefore are not reported in the general fund. | | <u>(59,843)</u> |
| Total net position – governmental funds | | <u>\$ 6,571,122</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | <u>Major</u> | | <u>Nonmajor</u> | |
|---|-------------------------|------------------------------|--|---|
| | <u>General Fund</u> | <u>Construction Fund</u> | <u>Aggregate Nonmajor Governmental Funds</u> | <u>Total Governmental Funds</u> |
| REVENUES: | | | | |
| Tax revenues | \$ 1,517,160 | \$ - | \$ 172,055 | \$ 1,689,215 |
| Intergovernmental revenues | 16,434 | - | 45,133 | 61,567 |
| Licenses, fees and permits | 102,418 | - | 82,099 | 184,517 |
| Charges for services | 11 | - | - | 11 |
| Fines, forfeitures and penalties | 16,475 | - | - | 16,475 |
| Reimbursements and refunds | 229 | - | - | 229 |
| Use of money and property | 60,694 | - | (1,333) | 59,361 |
| Grant revenue | 76,266 | 625,014 | 130,309 | 831,589 |
| Other revenue | <u>50,527</u> | <u>-</u> | <u>1,071</u> | <u>51,598</u> |
| TOTAL REVENUES | <u>1,840,214</u> | <u>625,014</u> | <u>429,334</u> | <u>2,894,562</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | 454,235 | 7,570 | 41,962 | 503,767 |
| Public safety | 1,094,560 | - | 58,231 | 1,152,791 |
| Community development | 235,532 | - | - | 235,532 |
| Public works | - | - | 228,580 | 228,580 |
| Parks & recreation | 69,777 | - | - | 69,777 |
| Debt service: | | | | |
| Principal | 8,903 | - | - | 8,903 |
| Interest | 3,744 | - | - | 3,744 |
| Capital outlay | <u>53,465</u> | <u>519,719</u> | <u>-</u> | <u>573,184</u> |
| TOTAL EXPENDITURES | <u>1,920,216</u> | <u>527,289</u> | <u>328,773</u> | <u>2,776,278</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | <u>(80,002)</u> | <u>97,725</u> | <u>100,561</u> | <u>118,284</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | 487,984 | 31,398 | 330,439 | 849,821 |
| Transfers out | <u>(385,648)</u> | <u>-</u> | <u>(296,666)</u> | <u>(682,314)</u> |
| TOTAL OTHER FINANCING | <u>102,336</u> | <u>31,398</u> | <u>33,773</u> | <u>167,507</u> |
| NET CHANGE IN FUND BALANCES | <u>22,334</u> | <u>129,123</u> | <u>134,334</u> | <u>285,791</u> |
| FUND BALANCE, July 1 reclassified | 1,623,846 | (129,123) | 365,725 | 1,860,448 |
| Prior period adjustment | <u>(13,212)</u> | <u>-</u> | <u>2,495</u> | <u>(10,717)</u> |
| FUND BALANCE, July 1 restated | <u>1,610,634</u> | <u>(129,123)</u> | <u>368,220</u> | <u>1,849,731</u> |
| FUND BALANCE, June 30 | <u>\$ 1,632,968</u> | <u>\$ -</u> | <u>\$ 502,554</u> | <u>\$ 2,135,522</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

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, 2017

Total net change in fund balance, governmental funds \$ 285,791

Amounts reported for governmental activities in the statement of activities
are different from amounts reported in government funds because:

Capital outlays are reported in government funds as expenditures. However, in the government-wide Statement of Activities and changes in net position, the cost of those assets is allocated over the estimated useful lives as depreciation expense. This is the amount of capital assets recorded in the current period.

Capital asset additions and deletions 540,503

Depreciation expense on capital assets is reported in the government-wide Statement of Activities and changes in net position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds. (322,282)

Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment and other reductions of principal are expenditures in the governmental funds, but in the Statement of Net Position the changes reduce long-term liabilities.

Payments on lease obligation on City Hall 8,903

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Decrease in the compensated absences balance (21,307)

Change in net position – governmental activities \$ 491,608

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

STATEMENT OF NET POSITION – PROPRIETARY FUNDS AS OF JUNE 30, 2017

| | <u>Major Funds</u> | | |
|--|---------------------|----------------------|----------------------|
| | <u>Water</u> | <u>Wastewater</u> | <u>Total</u> |
| ASSETS: | | | |
| CURRENT ASSETS: | | | |
| Cash and cash equivalents | \$ 129,232 | \$ 4,617,285 | \$ 4,746,517 |
| Receivables: | | | |
| Accounts receivable | 14,125 | 22,870 | 36,995 |
| Interest receivable | - | 83,423 | 83,423 |
| Prepays | 2,753 | 2,753 | 5,506 |
| Due from other funds | - | 414,765 | 414,765 |
| Restricted assets: | | | |
| Cash and cash equivalents | <u>172,190</u> | <u>205,808</u> | <u>377,998</u> |
| TOTAL CURRENT ASSETS | <u>318,300</u> | <u>5,346,904</u> | <u>5,665,204</u> |
| NONCURRENT ASSETS: | | | |
| Note receivable | - | 2,492,067 | 2,492,067 |
| Non-depreciable capital assets | 16,969 | 916,297 | 933,266 |
| Depreciable capital assets, net | <u>3,128,660</u> | <u>3,080,040</u> | <u>6,208,700</u> |
| TOTAL NON CURRENT ASSETS | <u>3,145,629</u> | <u>6,488,404</u> | <u>9,634,033</u> |
| TOTAL ASSETS | <u>\$ 3,463,929</u> | <u>\$ 11,835,308</u> | <u>\$ 15,299,237</u> |
| LIABILITIES: | | | |
| CURRENT LIABILITIES: | | | |
| Accounts payable | \$ 11,768 | \$ 11,026 | \$ 22,794 |
| Accrued payroll liabilities | 10,409 | 5,352 | 15,761 |
| Interest payable | 9,517 | 24,111 | 33,628 |
| Compensated absences | 21,567 | 21,567 | 43,134 |
| Due to other funds | 250,000 | - | 250,000 |
| Obligations under capital lease, due within one year | 7,034 | 7,304 | 14,068 |
| Long-term debt, due within one year | <u>57,000</u> | <u>61,200</u> | <u>118,200</u> |
| TOTAL CURRENT LIABILITIES | <u>367,295</u> | <u>130,290</u> | <u>497,585</u> |
| NONCURRENT LIABILITIES: | | | |
| Infrastructure funding agreement | 87,769 | 491,822 | 579,591 |
| Obligations under capital lease, due after one year | 41,219 | 41,219 | 82,438 |
| Long-term debt, due after one year | <u>2,481,000</u> | <u>3,445,900</u> | <u>5,926,900</u> |
| TOTAL NONCURRENT LIABILITIES | <u>2,609,988</u> | <u>3,978,941</u> | <u>6,588,929</u> |
| TOTAL LIABILITIES | <u>2,977,283</u> | <u>4,109,231</u> | <u>7,086,514</u> |
| NET POSITION: | | | |
| Invested in capital assets, net of related debt | 559,375 | 3,948,083 | 4,507,458 |
| Expendable restricted development impact fees | - | 7,003,511 | 7,003,511 |
| Unrestricted | <u>(72,729)</u> | <u>(3,225,517)</u> | <u>(3,298,246)</u> |
| TOTAL NET POSITION | <u>486,646</u> | <u>7,726,077</u> | <u>8,212,723</u> |
| TOTAL LIABILITIES AND NET POSITION | <u>\$ 3,463,929</u> | <u>\$ 11,835,308</u> | <u>\$ 15,299,237</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | <u>Major Funds</u> | | |
|--|--------------------|---------------------|---------------------|
| | <u>Water</u> | <u>Wastewater</u> | <u>Total</u> |
| OPERATING REVENUES: | | | |
| Utility revenue | \$ 803,372 | \$ 874,733 | \$ 1,678,105 |
| Other revenue | <u>617</u> | <u>1,517</u> | <u>2,134</u> |
| TOTAL OPERATING REVENUES | <u>803,989</u> | <u>876,250</u> | <u>1,680,239</u> |
| OPERATING EXPENSES: | | | |
| Salaries and benefits | 315,198 | 339,909 | 655,107 |
| Operations and maintenance | 221,332 | 200,287 | 421,619 |
| Depreciation and amortization expense | <u>177,881</u> | <u>312,392</u> | <u>490,273</u> |
| TOTAL OPERATING EXPENSES | <u>714,411</u> | <u>852,588</u> | <u>1,566,999</u> |
| OPERATING INCOME | <u>89,578</u> | <u>23,662</u> | <u>113,240</u> |
| NONOPERATING INCOME (EXPENSE): | | | |
| Interest revenue | 1,624 | 52,073 | 53,697 |
| Interest expense | <u>(117,666)</u> | <u>(148,736)</u> | <u>(266,402)</u> |
| TOTAL NONOPERATING INCOME (EXPENSE) | <u>(116,042)</u> | <u>(96,663)</u> | <u>(212,705)</u> |
| GAIN (LOSS) BEFORE TRANSFERS | (26,464) | (73,001) | (99,465) |
| TRANSFERS: | | | |
| Transfers in | - | - | - |
| Transfers out | <u>(84,914)</u> | <u>(89,566)</u> | <u>(174,480)</u> |
| CHANGE IN NET POSITION | (111,378) | (162,567) | (273,945) |
| NET POSITION, July 1 | <u>598,024</u> | <u>7,888,644</u> | <u>8,486,668</u> |
| NET POSITION, June 30 | <u>\$ 486,646</u> | <u>\$ 7,726,077</u> | <u>\$ 8,212,723</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

| | Major Funds | | |
|--|-------------------|---------------------|---------------------|
| | Water | Wastewater | Total |
| CASH FLOWS FROM OPERATING ACTIVITIES: | | | |
| Cash received from customers | \$ 805,992 | \$ 873,878 | \$ 1,679,870 |
| Cash paid to suppliers | (218,030) | (196,901) | (414,931) |
| Cash paid to employees and related benefits | (312,722) | (342,466) | (655,188) |
| Interfund borrowings | (83) | (11,424) | (11,507) |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | <u>275,157</u> | <u>323,087</u> | <u>598,244</u> |
| CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES: | | | |
| Interest paid | (118,255) | (149,902) | (268,157) |
| Payments on long-term debt | (61,678) | (65,478) | (127,156) |
| Purchase of capital assets | (21,366) | (7,019) | (28,385) |
| NET CASH USED BY CAPITAL FINANCING ACTIVITIES | <u>(201,299)</u> | <u>(222,399)</u> | <u>(423,698)</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | | |
| Transfers out | (84,914) | (89,566) | (174,480) |
| NET CASH USED BY NONCAPITAL FINANCING ACTIVITIES | <u>(84,914)</u> | <u>(89,566)</u> | <u>(174,480)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | | |
| Interest received | 1,624 | 33,868 | 35,492 |
| INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS | (9,432) | 44,990 | 35,558 |
| Cash and cash equivalents, July 1 | 310,854 | 4,778,103 | 5,088,957 |
| Cash and cash equivalents, June 30 | <u>\$ 301,422</u> | <u>\$ 4,823,093</u> | <u>\$ 5,124,515</u> |
| SUMMARY OF CASH AND CASH EQUIVALENTS: | | | |
| Cash and cash equivalents, unrestricted | \$ 129,232 | \$ 4,617,285 | \$ 4,746,517 |
| Cash and cash equivalents, restricted | 172,190 | 205,808 | 377,998 |
| | <u>\$ 301,422</u> | <u>\$ 4,823,093</u> | <u>\$ 5,124,515</u> |
| Reconciliation of operating income from operations to cash provided (used) by operating activities: | | | |
| Operating income | \$ 89,578 | \$ 23,662 | \$ 113,240 |
| Adjustments to reconcile operating income to cash provided (used) by operating activities: | | | |
| Depreciation and amortization expense | 177,881 | 312,392 | 490,273 |
| (Increase) decrease in assets: | | | |
| Accounts receivable | 2,003 | (2,372) | (369) |
| Prepays | (2,753) | (2,753) | (5,506) |
| Increase (decrease) in liabilities: | | | |
| Accounts payable | 6,055 | 6,139 | 12,194 |
| Accrued payroll liability | 575 | (4,458) | (3,883) |
| Compensated absences | 1,901 | 1,901 | 3,802 |
| Due to other funds | (83) | (11,424) | (11,507) |
| NET CASH PROVIDED BY OPERATING ACTIVITIES | <u>\$ 275,157</u> | <u>\$ 323,087</u> | <u>\$ 598,244</u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

STATEMENT OF FIDUCIARY NET POSITION – AGENCY FUNDS AS OF JUNE 30, 2017

| | <u>Agency</u> |
|-----------------------------|--------------------------|
| ASSETS: | |
| Cash and cash equivalents | \$ 3,632 |
| Accounts receivable | <u>236,824</u> |
| TOTAL ASSETS | <u><u>\$ 240,456</u></u> |
| LIABILITIES: | |
| Accounts payable | \$ 18,119 |
| Accrued payroll liabilities | - |
| Due to other funds | <u>219,070</u> |
| TOTAL LIABILITIES | <u><u>\$ 237,189</u></u> |
| NET POSITION | <u><u>\$ 3,267</u></u> |

See accompanying notes to basic financial statements

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

The financial statements of the City have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. On June 15, 1987, the GASB issued a codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The City applies all GASB pronouncements.

The City's main funding sources include property taxes, other inter-governmental revenue from state and federal sources, user fees, and federal and state financial assistance.

These financial statements are in compliance with GASB Statement No. 34, Basic Financial Statements – and Management Discussion and Analysis – for State and Local Governments. The financial statements include:

- A Management Discussion and Analysis (MD&A) section providing an analysis of the City's overall financial position and results of operations. This is required supplementary information.
- Government-wide financial statements prepared using the economic resources measurement focus and the accrual basis of accounting for all of the City's activities.
- A change in the fund financial statements to focus on the major funds.

These and other changes are reflected in the accompanying financial statements including these notes to the financial statements.

Reporting Entity

The reporting entity for the City of Wheatland includes all the funds and operations under the jurisdiction of the City Council. There are no component or blended component units that are part of the City's operations.

Basis of Accounting – Government-wide Financial Statements

The statement of net position and the statement of activities display information about the City and the primary government as a whole. These statements distinguish between the governmental and business-type activities of the City. The City's police and fire protection, parks, culture and recreation, public works, and general administrative services are classified as governmental activities. The City's wastewater and water services are classified as business-type activities.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting – Government-wide Financial Statements (Continued)

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between expenses, both direct and indirect, and program revenues for each segment of the business-type activities of the City and for each governmental program. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment.

Revenues that are not classified as program revenues are presented as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenue. Taxes and other items not properly included amount program revenues are reported instead as general revenues.

In the government-wide Statement of Net Position, both the governmental and business-type activities columns are (a) presented on a consolidated basis by column, and (b) are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The City's net position is reported in three parts – invested in capital assets, net of related debt; restricted net position; and unrestricted net position. Fiduciary funds are not presented as part of the government-wide Statement of Net Position. 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.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

This government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities.

Accounting Policies

The City operates as a self-governing governmental unit within the State of California. The accounting policies of the City of Wheatland conform to accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board and the Financial Accounting Standards Board.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basic Financial Statements – Fund Financial Statements

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

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenue or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The nonmajor funds are combined in a column in the fund financial statements.

Governmental Funds

General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specific purposes.

Capital Projects Funds are used to account for revenues and expenditures restricted to the acquisition or construction of capital assets and are accounted for in a manner similar to the General Fund.

Proprietary Funds

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The City reports the following major enterprise funds:

- Wastewater Fund is used to account for all activities associated with the acquisition or construction, operation and maintenance, and treatment of sanitary wastewater.
- Water Fund is used to account for all activities associated with the acquisition or construction, operation and maintenance, distribution and transmission of potable water to users.

Fiduciary Funds

Agency Funds are used to account for assets held by the City in a purely custodial capacity.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Accrual

Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Property taxes are reported in the period for which levied. Other non-exchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.

Modified Accrual

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual: i.e., both measureable and available. "Available" means collectable within the current period or within 60 days after year end. Property taxes, franchise taxes, licenses, intergovernmental revenues, charges for services, 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. All other revenue items are considered to be measureable and available only when cash is received by the government. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the City considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Capital Assets and Depreciation

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. General capital assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of three years. The valuation basis for general capital assets are historical cost, or where historical cost is not available, estimated historical cost based on replacement cost.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the general capital assets. The City has made improvements to its water and wastewater system through a federal grant. Acquisition, construction, and installation costs incurred have been charged to (or capitalized in) capital assets.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Assets and Depreciation (Continued)

Depreciation of capital assets is computed using the straight-line method. The estimated useful lives for these depreciable assets are as follows:

- | | |
|------------------------------------|---------------|
| • Water and wastewater system | 39 years |
| • Improvements | 50 years |
| • Equipment and other improvements | 3 to 20 years |

General infrastructure assets acquired prior to July 1, 2003 are not reported in the basic financial statements.

Compensated Absences

Accumulated unpaid employee vacation leave and sick leave are recognized as liabilities of the City. Unused vacation leave accrued is payable at 100% of the accrual at termination of employment. Unused sick leave is payable at 25% of accrual at termination of employment. At June 30, 2017, the unpaid vacation and sick leave liability of the City amounts to \$102,975.

Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Deferred Revenues

Deferred revenue in governmental funds arise when a potential revenue does not meet both the "measureable" and "available" criteria for recognition in the current period. Deferred revenue also arise when resources are received by the City before it has legal claim to them (i.e., when grant monies are received prior to the incurrence of qualifying expenditures).

Fund Balance

Reserves represent those portions of fund equity not appropriable for expenditures or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

Operating Revenues and Expenses in Proprietary Funds

The City's proprietary funds distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses of the City's water and wastewater funds consist of charges for services (including tap fees for the water fund and systems development charges for the wastewater fund) and the costs of providing those services, including depreciation and excluding interest cost. All other revenues and expenses are reported as nonoperating.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Net Position

The government-wide financial statements utilize a net position presentation. Net position are categorized as invested in capital assets (net of related debt), restricted, and unrestricted.

- *Invested in Capital Assets, Net of Related Debt* – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Position* – This category represents net position of the City not restricted for any project or other purpose.

In the government-wide financial statements, 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.

Fund Equity

In accordance with Government Accounting Standards Board (GASB) No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, the City classifies governmental fund balances as follows:

- *Non-spendable* – includes amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- *Restricted* – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors of amounts constrained due to constitutional provisions or enabling legislation.
- *Committed* – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end.
- *Assigned* – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance maybe assigned by the City Manager or Department Heads with City Council approval.
- *Unassigned* – includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Equity (Continued)

The non-spendable fund balance is comprised of the long-term portion of loans receivable.

The City committed the following fund balance types by taking the following action:

| <u>Fund Balance Type</u> | <u>Amount</u> | <u>Action</u> |
|--------------------------|------------------|---------------------------|
| Insurance reserve: | | |
| Major funds: | | |
| General fund | <u>\$ 30,000</u> | Council budget resolution |

The City uses restricted or committed amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The City does not have a formal minimum fund balance policy.

Government-wide and Proprietary Fund Net Position

Government-wide and proprietary fund net position are divided into three components:

Invested in capital assets, net of related debt – consist of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.

Restricted net position – consist of net position that are restricted by the City's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors. Restricted net position are as follows:

- Restricted development impact fees – resources restricted for the development impact fees collected by the water and wastewater funds.
- Restricted for capital projects – resources restricted for future capital projects of the City.

Unrestricted – all other net position are reported in this category.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Interfund Activity

Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditure/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

Property Tax

Secured property taxes attach as an enforceable lien on property as of July 1. Taxes are payable in two installments or November 1 and February 1. Yuba County bills and collects the taxes for the City. Tax revenue is recognized by the City when notification of collection is received.

Sales Tax

The State presently levies an 7.75% sales tax on taxable sales within the City of which 1.50% is allocated to the City. The sales tax is collected by the State and remitted to the City in the month following receipt. The 7.75% includes a .50% add-on tax approved by the Wheatland voters in November 2010. The tax sunsets in 2021.

Budgetary Policy and Data

The City Council annually adopts a city-wide budget for the City. The City Manager is responsible for preparing estimated revenues and expenditure recommendations for the next year's budget. The City Council adopts the budget by resolution on or before June 30. Budget appropriations lapse at the end of the year.

Loans Receivable

As part of its participation in a Community Development Block Grant program, the City has loaned funds to qualifying property owners for the purpose of funding improvements to properties which have deteriorated significantly. In order to be eligible, property owners must meet certain income limitations. Loans bear no interest or nominal interest, and payment may be deferred for twenty to fifty years or until sale of the property.

Estimates and Assumptions

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

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 2 CASH AND CASH EQUIVALENTS

The City Treasurer is responsible for maintaining a cash and investment pool for all funds in accordance with the City investment policy that is updated as necessary. The City maintains one checking account and one savings account with a bank and invests cash in excess of immediate needs with the State of California Local Agency Investment Fund (LAIF). Funds invested with LAIF are treated as cash equivalents since they are immediately available. Total cash and investments are allocated to the City's individual funds based on their equity in the pooled amount.

Interest income is allocated to those funds that are required by law or administrative action to receive interest. Interest is allocated quarterly based on the aggregate cash balances in each fund receiving interest.

Deposits at June 30, 2017 are:

| | <u>Statement Balance</u> | <u>Bank Balance</u> |
|--|------------------------------|----------------------------|
| Pooled deposits: | | |
| Pooled cash and cash equivalents | \$ 406,659 | \$ 510,405 |
| Money market funds | 3,692,760 | 3,692,760 |
| Local agency investment fund (uncategorized) | 2,627,377 | 2,627,377 |
| Non-pooled cash and cash equivalents: | | |
| Petty cash | <u>200</u> | <u>-</u> |
| TOTAL DEPOSITS | <u>\$ 6,726,996</u> | <u>\$ 6,829,480</u> |

Cash and investments as of June 30, 2017 are classified in the accompanying financial statements as follows:

| | <u>Government-wide Statement of Net Position</u> | | | |
|---------------------------|--|-------------------------------------|-------------------------|----------------------------|
| | <u>Governmental Activities</u> | <u>Business-type Activities</u> | <u>Agency Funds</u> | <u>Total</u> |
| Cash and cash equivalents | \$ 1,598,849 | \$ 4,746,517 | \$ 3,632 | \$ 6,348,998 |
| Restricted assets: | | | | |
| Cash and cash equivalents | <u>-</u> | <u>377,998</u> | <u>-</u> | <u>377,998</u> |
| TOTAL | <u>\$ 1,598,849</u> | <u>\$ 5,124,515</u> | <u>\$ 3,632</u> | <u>\$ 6,726,996</u> |

The restricted cash and cash equivalents are set aside as per the USDA loan requirements for the Water and Wastewater Enterprise Funds.

Investment policy

Investments are reported at fair value. California statutes authorize cities to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 – Financial Affairs. The investment types that are authorized by the City's council resolution no. 09-09 adopted on July 16, 2009 include United States treasury notes, bonds, bills; securities of the U.S. government; local agency investment funds; certificates of deposit; passbook savings and money market accounts.

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 2 CASH AND CASH EQUIVALENTS (Continued)

Custodial credit risk

The California Government Code requires California banks and savings and loan associations to collateralize a City's deposits by pledging government securities. The market value of pledged securities must equal at least 110 percent of a City's deposits. California law also allows financial institutions to collateralize City deposits by pledging first trust deed mortgage notes having a value of 150 percent of a City's total deposits. The City may waive collateral requirements for deposits which are fully insured up to \$250,000 by Federal Deposit insurance.

At year end, the carrying amount of the City's cash was \$4,099,419 and the bank balance was \$4,203,165. Differences between the bank balance and the carrying amount represents outstanding checks and deposits in transit. The bank balances are insured/collateralized as noted above.

Investment in Local Agency Investment Fund (LAIF)

LAIF is stated at amortized cost, which approximates fair value. The LAIF is a special fund of the California State Treasury through which local governments may pool investments. 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. At year end the carrying amount of the City's cash invested in LAIF was \$2,627,377.

The City's investment in LAIF and the money market fund are unrated.

Note 3 ACCOUNTS RECEIVABLE

Accounts receivable for the governmental activities consist of various reimbursements, taxes and fees dated June 30 and prior received subsequent to June 30, 2017. They include:

| | General Fund | Transportation Development Act Fund | Supplement Law Enforcement | Lighting and Landscaping Districts | |
|-----------------------|-------------------|---|----------------------------------|---------------------------------------|---------------|
| | | | | Wheatland Ryantown | Park Place |
| Comcast | \$ 8,819 | \$ - | \$ - | \$ - | \$ - |
| June Sales Tax | 69,800 | - | - | - | - |
| Document Stamp Tax | 3,236 | - | - | - | - |
| Fines, Fees | 530 | - | - | - | - |
| Recology | 11,292 | - | - | - | - |
| May Sales Tax | 52,400 | - | - | - | - |
| Prop 172 | 779 | - | - | - | - |
| T Mobile | 1,500 | - | - | - | - |
| Sprint and ATT | 2,561 | - | - | - | - |
| Fines, Fees | 545 | - | - | - | - |
| Sacog Grant | 7,889 | - | - | - | - |
| Mercy Housing Transit | - | 3,854 | - | - | - |
| State | - | - | 4,214 | - | - |
| Property Tax | <u>25,707</u> | <u>-</u> | <u>-</u> | <u>1,203</u> | <u>385</u> |
| Total | <u>\$ 185,059</u> | <u>\$ 3,854</u> | <u>\$ 4,214</u> | <u>\$ 1,203</u> | <u>\$ 385</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 3 ACCOUNTS RECEIVABLE (continued)

| | Water | Wastewater | Heritage Oaks East- TM | Caliterra | Johnson Rancho |
|-----------------|------------------|------------------|------------------------------|------------------|-------------------|
| Utility Billing | \$ 14,123 | \$ 22,871 | \$ - | \$ - | \$ - |
| Developer | <u>-</u> | <u>-</u> | <u>64,238</u> | <u>40,027</u> | <u>132,559</u> |
| Total | <u>\$ 14,123</u> | <u>\$ 22,871</u> | <u>\$ 64,238</u> | <u>\$ 40,027</u> | <u>\$ 132,559</u> |

Note 4 CAPITAL ASSETS AND DEPRECIATION

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Capital assets activity for the year ended June 30, 2017 was as follows:

GOVERNMENTAL ACTIVITIES:

| | Balance July 1, 2016 | Additions | Deletions | Reclass- ifications | Balance June 30, 2017 |
|--|-------------------------|-------------------|--------------------|------------------------|--------------------------|
| Capital assets, not being depreciated: | | | | | |
| Construction in progress | \$ 392,293 | \$ 7,500 | \$ - | \$ (392,293) | \$ 7,500 |
| Land | <u>86,063</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>86,063</u> |
| Total capital assets, not being depreciated | <u>478,356</u> | <u>7,500</u> | <u>-</u> | <u>(392,293)</u> | <u>93,563</u> |
| Depreciable capital assets: | | | | | |
| Buildings and improvements | 3,855,386 | - | - | - | 3,855,386 |
| Infrastructure | 2,985,699 | 519,719 | - | 392,293 | 3,897,711 |
| Vehicles | 806,287 | 45,965 | (203,024) | - | 649,228 |
| Machinery and equipment | <u>607,692</u> | <u>-</u> | <u>(377,351)</u> | <u>-</u> | <u>230,341</u> |
| Total capital assets, being depreciated | <u>8,255,064</u> | <u>565,684</u> | <u>(580,375)</u> | <u>392,293</u> | <u>8,632,666</u> |
| Less: accumulated depreciation | | | | | |
| Buildings and improvements | (1,923,454) | (82,831) | - | - | (2,006,285) |
| Infrastructure | (1,217,266) | (170,885) | - | - | (1,388,151) |
| Vehicles | (602,467) | (54,089) | 170,343 | - | (486,213) |
| Machinery and equipment | <u>(520,336)</u> | <u>(14,477)</u> | <u>377,351</u> | <u>-</u> | <u>(157,462)</u> |
| Total accumulated depreciation | <u>(4,263,523)</u> | <u>(322,282)</u> | <u>547,694</u> | <u>-</u> | <u>(4,038,111)</u> |
| Net capital assets, being depreciated | <u>3,991,541</u> | <u>243,402</u> | <u>(32,681)</u> | <u>392,293</u> | <u>4,594,555</u> |
| GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET | <u>\$ 4,469,897</u> | <u>\$ 250,902</u> | <u>\$ (32,681)</u> | <u>\$ -</u> | <u>\$ 4,688,118</u> |

The depreciation and amortization expense has been charged to the following functions in the statement of activities:

| | |
|--------------------------|-------------------|
| Governmental Activities: | |
| General government | \$ 122,770 |
| Safety | 71,216 |
| Public works | <u>128,296</u> |
| TOTAL | <u>\$ 322,282</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 4 CAPITAL ASSETS AND DEPRECIATION (Continued)

| <u>BUSINESS-TYPE ACTIVITIES:</u> | Balance <u>July 1, 2016</u> | <u>Additions</u> | <u>Deletions</u> | Balance <u>June 30, 2017</u> |
|---|--------------------------------|---------------------|------------------|---------------------------------|
| WATER FUND: | | | | |
| Capital assets, not being depreciated: | | | | |
| Land | \$ 16,969 | \$ - | \$ - | \$ 16,969 |
| Total capital assets, not being depreciated | <u>16,969</u> | <u>-</u> | <u>-</u> | <u>16,969</u> |
| Capital assets, being depreciated: | | | | |
| Water system improvements | 4,290,021 | - | (2,681) | 4,287,340 |
| Well rehab projects | 710,425 | 21,365 | - | 731,790 |
| Buildings and improvements | 113,045 | - | - | 113,045 |
| Vehicles | 76,891 | - | (50,697) | 26,194 |
| Machinery and equipment | <u>404,137</u> | <u>-</u> | <u>(9,399)</u> | <u>394,738</u> |
| Total capital assets, being depreciated | <u>5,594,519</u> | <u>21,365</u> | <u>(62,777)</u> | <u>5,553,107</u> |
| Less: accumulated depreciation | | | | |
| Water system improvements | (1,585,144) | (111,551) | 2,681 | (1,694,014) |
| Well rehab projects | (371,138) | (32,665) | - | (403,803) |
| Buildings and improvements | (39,071) | (6,123) | - | (45,194) |
| Vehicles | (69,191) | (2,200) | 50,697 | (20,694) |
| Machinery and equipment | <u>(244,799)</u> | <u>(25,342)</u> | <u>9,399</u> | <u>(260,742)</u> |
| Total accumulated depreciation | <u>(2,309,343)</u> | <u>(177,881)</u> | <u>62,777</u> | <u>(2,424,447)</u> |
| Net capital assets, being depreciated | <u>3,285,176</u> | <u>(156,516)</u> | <u>-</u> | <u>3,128,660</u> |
| TOTAL WATER FUND, NET | <u>\$ 3,302,145</u> | <u>\$ (156,516)</u> | <u>\$ -</u> | <u>\$ 3,145,629</u> |
| WASTEWATER FUND: | | | | |
| Capital assets, not being depreciated: | | | | |
| Construction in progress | \$ 899,328 | \$ - | \$ - | \$ 899,328 |
| Land | <u>16,969</u> | <u>-</u> | <u>-</u> | <u>16,969</u> |
| Total capital assets, not being depreciated | <u>916,296</u> | <u>-</u> | <u>-</u> | <u>916,296</u> |
| Capital assets, being depreciated: | | | | |
| Wastewater system improvements | 5,548,168 | - | - | 5,548,168 |
| Well rehab projects | 211,530 | - | - | 211,530 |
| Buildings and improvements | 113,045 | - | - | 113,045 |
| Vehicles | 13,065 | - | (358) | 12,707 |
| Machinery and equipment | <u>191,261</u> | <u>7,020</u> | <u>(7,276)</u> | <u>191,005</u> |
| Total capital assets, being depreciated | <u>6,077,069</u> | <u>7,020</u> | <u>(7,634)</u> | <u>6,076,455</u> |
| Less: accumulated depreciation | | | | |
| Wastewater system improvements | (2,380,620) | (277,408) | - | (2,658,028) |
| Well rehab projects | (115,300) | (8,444) | - | (123,744) |
| Buildings and improvements | (39,072) | (6,123) | - | (45,195) |
| Vehicles | (5,366) | (2,200) | 358 | (7,208) |
| Machinery and equipment | <u>(151,298)</u> | <u>(18,218)</u> | <u>7,276</u> | <u>(162,240)</u> |
| Total accumulated depreciation | <u>(2,691,656)</u> | <u>(312,393)</u> | <u>7,634</u> | <u>(2,996,415)</u> |
| Net capital assets, being depreciated | <u>3,385,413</u> | <u>(305,373)</u> | <u>-</u> | <u>3,080,040</u> |
| TOTAL WASTEWATER FUND, NET | <u>\$ 4,301,710</u> | <u>\$ (305,373)</u> | <u>\$ -</u> | <u>\$ 3,996,337</u> |
| BUSINESS-TYPE ACTIVITIES | | | | |
| CAPITAL ASSETS, NET | <u>\$ 7,603,855</u> | <u>\$ (461,899)</u> | <u>\$ -</u> | <u>\$ 7,141,966</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 4 CAPITAL ASSETS AND DEPRECIATION (Continued)

The depreciation and amortization expense has been charged to the following functions in the statement of activities:

| | |
|----------------------------|--------------------------|
| Water Enterprise Fund | \$ 177,881 |
| Wastewater Enterprise Fund | <u>312,393</u> |
| TOTAL | <u>\$ 490,274</u> |

Note 5 ACCOUNTS PAYABLE

Accounts payable in the governmental funds are composed of payables to various vendors during the normal course of business. At June 30, 2017, the most significant general fund payable was the payable to Yuba County LAFCO totaling \$16,296.50. The most significant non-major fund payable at June 30, 2017 was a \$3,854.36 payable to Yuba Sutter Transit from the Transportation Development Fund.

Note 6 LONG-TERM DEBT

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

| | Balance July 1, 2016 | Additions | Deletions | Balance June 30, 2017 | Due in One Year |
|--|--------------------------|-------------------------|--------------------------|--------------------------|-------------------------|
| GOVERNMENTAL ACTIVITIES: | | | | | |
| Compensated absences | \$ 38,536 | \$ 21,307 | \$ - | \$ 59,843 | \$ 59,843 |
| Payable to developer | 128,338 | - | - | 128,338 | - |
| Obligations under capital lease | <u>73,240</u> | <u>-</u> | <u>(8,903)</u> | <u>64,337</u> | <u>9,378</u> |
| TOTAL GOVERNMENTAL ACTIVITIES | <u>\$ 240,114</u> | <u>\$ 21,307</u> | <u>\$ (8,903)</u> | <u>\$ 252,518</u> | <u>\$ 69,221</u> |
| BUSINESS-TYPE ACTIVITIES: | | | | | |
| Water Enterprise Fund: | | | | | |
| Compensated absences | \$ 19,666 | \$ 1,900 | \$ - | \$ 21,566 | \$ 21,566 |
| United States department of Agriculture (USDA) Loans: | | | | | |
| Water loan #1 (dated May 8, 2000) | 1,646,000 | - | (35,000) | 1,611,000 | 36,000 |
| Water loan #3 (dated October 31, 2002) | 947,000 | - | (20,000) | 927,000 | 21,000 |
| Wheatland Westside Infra- structure Funding Agreement | 87,769 | - | - | 87,769 | - |
| Obligations under capital lease | <u>54,931</u> | <u>-</u> | <u>(6,677)</u> | <u>48,254</u> | <u>7,034</u> |
| TOTAL WATER ENTERPRISE FUND | <u>2,755,366</u> | <u>1,900</u> | <u>(61,677)</u> | <u>2,695,589</u> | <u>85,600</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 6 LONG-TERM DEBT (Continued)

Wastewater Enterprise Fund:

| | | | | | |
|--|---------------------|-----------------|--------------------|---------------------|-------------------|
| Compensated absences | 19,666 | 1,900 | - | 21,566 | 21,566 |
| United States department of Agriculture (USDA) Loans: | | | | | |
| Wastewater loan | | | | | |
| (dated May 8, 2007) | 3,565,900 | - | (58,800) | 3,507,100 | 61,200 |
| Wheatland Westside Infra- structure Funding Agreement | 491,822 | - | - | 491,822 | - |
| Obligations under capital lease | <u>54,931</u> | <u>-</u> | <u>(6,677)</u> | <u>48,254</u> | <u>7,034</u> |
| TOTAL WASTEWATER ENTERPRISE FUND | <u>4,132,319</u> | <u>1,900</u> | <u>(65,477)</u> | <u>4,068,742</u> | <u>89,800</u> |
| TOTAL BUSINESS- TYPE ACTIVITIES | <u>\$ 6,887,685</u> | <u>\$ 3,800</u> | <u>\$(127,154)</u> | <u>\$ 6,764,331</u> | <u>\$ 175,400</u> |

Long-term debt as of June 30, 2017 is comprised of the following individual obligations:

GOVERNMENTAL ACTIVITIES:

Due to developer pursuant to a reimbursement agreement dated May 20, 1992. Payments are made periodically from storm drainage impact fees collected and does not include interest.

\$ 128,338

On April 21, 2008, the City entered into a lease agreement for the purchase and installation of the City Hall. The lease is due in semi-annual installments including interest at 5.27%, through April 2023. The lease has been allocated as follows: general government, 40%; water operation, 30%; wastewater operation 30%.

\$ 64,337

BUSINESS-TYPE ACTIVITIES:

Water Enterprise Fund:

On May 8, 2000, the City obtained a Rural Utilities Service loan from the United States Department of Agriculture – Rural Development. The loan is to be repaid through Certificates of Participation issued December 18, 2001 with semi-annual payments due including interest at 4.5% through December 2041.

\$ 1,611,000

On October 31, 2002, the City obtained a Rural Utilities Service loan from the United States Department of Agriculture – Rural Development. The loan is to be repaid through Certificates of Participation with semi-annual payments due with interest at 4.5% through December 2041.

\$ 927,000

The City, the School District, and Forecast Homes entered into the Wheatland Westside Infrastructure Funding Agreement (WWIFA). The agreement requires the City to make payments to the School District and Forecast Homes as development impact fees are collected. This agreement expires October 29, 2017.

\$ 87,769

This amount represents the allocated 30% share of the lease agreement dated April 21, 2008 for the purchase and installation of the City Hall. The lease is due in semi-annual installments including interest at 5.27% through April 2023.

\$ 48,254

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 6 LONG-TERM DEBT (Continued)

Wastewater Enterprise Fund:

On October 31, 2002, the City obtained a Rural Utilities Service loan from the United States Department of Agriculture – Rural Development. The loan is to be repaid through Certificates of Participation with semi-annual payments due with interest at 4.5% through December 2041. \$ 3,507,100

The City, the School District, and Forecast Homes entered into the Wheatland Westside Infrastructure Funding Agreement (WWIFA). The agreement requires the City to make payments to the School District and Forecast Homes as development impact fees are collected. This agreement expires October 29, 2017. \$ 491,822

This amount represents the allocated 30% share of the lease agreement dated April 21, 2008 for the purchase and installation of the City Hall. The lease is due in semi-annual installments including interest at 5.27% through April 2023. \$ 48,254

Debt service requirements for the long-term debt are due as follows:

GOVERNMENTAL ACTIVITIES:

Obligations under capital lease:

| Fiscal year ended June 30, | Fiscal year Ended June 30, | | | | | | | |
|----------------------------------|----------------------------------|--------|----------|--------|--|--|--|--|
| | City Hall Lease | | | | | | | |
| | Principal | | Interest | | | | | |
| 2018 | \$ | 9,378 | \$ | 3,269 | | | | |
| 2019 | | 9,879 | | 2,768 | | | | |
| 2020 | | 10,406 | | 2,240 | | | | |
| 2021 | | 10,962 | | 1,685 | | | | |
| 2022 | | 11,547 | | 1,099 | | | | |
| 2023 | | 12,164 | | 483 | | | | |
| | \$ | 64,337 | \$ | 11,544 | | | | |

| Fiscal year ended June 30, | United States Department of Agriculture | | | | | | | |
|----------------------------------|---|--------------------|-------------------|------------------|--------------------|--------------------|--------------------|--------------------|
| | Water Loan 1 | | Water Loan 3 | | Wastewater Loan | | Total | |
| | Principal | Interest | Principal | Interest | Principal | Interest | Principal | Interest |
| 2018 | \$ 36,000 | \$ 71,685 | \$ 21,000 | \$ 41,243 | \$ 61,200 | \$ 144,668 | \$ 118,200 | \$ 257,595 |
| 2019 | 38,000 | 70,020 | 22,000 | 40,275 | 63,800 | 142,143 | 123,800 | 252,438 |
| 2020 | 40,000 | 68,265 | 23,000 | 39,263 | 66,400 | 139,512 | 129,400 | 247,039 |
| 2021 | 41,000 | 66,443 | 24,000 | 38,205 | 69,100 | 136,773 | 134,100 | 241,420 |
| 2022 | 43,000 | 64,552 | 25,000 | 37,102 | 72,000 | 133,922 | 444,000 | 609,527 |
| 2023 – 27 | 247,000 | 291,173 | 142,000 | 167,310 | 407,000 | 622,537 | 870,000 | 1,004,474 |
| 2028 – 32 | 307,000 | 229,027 | 176,000 | 131,625 | 498,100 | 531,386 | 1,074,100 | 796,977 |
| 2033 – 37 | 382,000 | 151,785 | 220,000 | 87,300 | 609,700 | 419,818 | 1,327,700 | 540,418 |
| 2038 – 42 | 477,000 | 55,598 | 274,000 | 31,950 | 746,300 | 283,260 | 910,300 | 286,950 |
| 2043 – 46 | - | - | - | - | 913,500 | 116,094 | 913,500 | 116,094 |
| | <u>\$1,611,000</u> | <u>\$1,068,548</u> | <u>\$ 927,000</u> | <u>\$614,273</u> | <u>\$3,507,100</u> | <u>\$2,670,113</u> | <u>\$6,045,100</u> | <u>\$4,352,932</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 6 LONG-TERM DEBT (Continued)

Obligations under capital lease:

| Fiscal year ended June 30, | City Hall Lease | | | | Total | |
|----------------------------------|------------------|-----------------|------------------|-----------------|------------------|------------------|
| | Water Fund | | Wastewater Fund | | | |
| | Principal | Interest | Principal | Interest | Principal | Interest |
| 2018 | \$ 7,034 | \$ 2,451 | \$ 7,034 | \$ 2,451 | \$ 14,067 | \$ 4,903 |
| 2019 | 7,409 | 2,076 | 7,409 | 2,076 | 14,819 | 4,152 |
| 2020 | 7,805 | 1,680 | 7,805 | 1,680 | 15,610 | 3,361 |
| 2021 | 8,222 | 1,264 | 8,222 | 1,264 | 16,443 | 2,527 |
| 2022 | 8,660 | 825 | 8,660 | 825 | 17,321 | 1,649 |
| 2023 | <u>9,123</u> | <u>362</u> | <u>9,123</u> | <u>362</u> | <u>18,246</u> | <u>724</u> |
| | <u>\$ 48,253</u> | <u>\$ 8,658</u> | <u>\$ 48,253</u> | <u>\$ 8,658</u> | <u>\$ 96,506</u> | <u>\$ 17,316</u> |

ASSETS ACQUIRED UNDER CAPITAL LEASE:

The assets acquired under capital lease are as follows for the fiscal year ended June 30, 2017:

| | Governmental Activities | Business-type activities | | TOTAL |
|---|----------------------------|--------------------------|--------------------|-------------------|
| | | Water Fund | Wastewater Fund | |
| City hall building | \$ 130,000 | \$ 97,500 | \$ 97,500 | \$ 325,000 |
| Less: accumulated depreciation | <u>(20,800)</u> | <u>(41,437)</u> | <u>(41,437)</u> | <u>(103,674)</u> |
| CAPITAL ASSET UNDER CAPITAL LEASE, NET | <u>\$ 109,200</u> | <u>\$ 56,063</u> | <u>\$ 56,063</u> | <u>\$ 221,326</u> |

Note 7 FUND BALANCE

The following funds had deficit fund balances as of June 30, 2017:

| Fund | Deficit |
|------------------------------------|-------------|
| Special Revenue Funds (Non-major): | |
| Bear River Levee | \$ (43,560) |
| Caliterra Ranch | (24,899) |
| Heritage Oaks East | (31,599) |
| Public Meeting Facilities | (191,809) |
| Fire Department Facilities | (51,048) |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 8 EXPENDITURES IN EXCESS OF APPROPRIATIONS

Not all of the City's funds have a budget. Of the funds that have a budget, the following had expenditures in excess of the appropriations at June 30, 2017:

| | <u>Expenditures and transfers</u> | <u>Appropriations</u> | <u>Deficit</u> |
|-------------------------------------|---------------------------------------|-----------------------|----------------|
| Major funds: | | | |
| General | \$ 2,305,864 | \$ 2,069,700 | \$ (236,164) |
| Construction | 527,289 | 365,600 | (161,689) |
| Non-major special revenue funds: | | | |
| Lighting and Landscaping Districts: | | | |
| Wheatland Ryantown | 60,144 | 55,400 | (4,744) |

Note 9 INTERFUND BLANCES AND TRANSFERS

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds.

Summaries of the interfund balances for the fiscal year ended June 30, 2017 are as follows:

| <u>Fund</u> | <u>Due From Other Funds</u> | <u>Due To Other Funds</u> |
|-----------------------|-------------------------------------|-----------------------------------|
| Major funds: | | |
| General | \$ 319,128 | \$ 164,765 |
| Water Fund | - | 250,000 |
| Wastewater Fund | 414,765 | - |
| Non-major funds: | | |
| Special Revenue funds | 256,640 | 356,698 |
| Agency Funds | - | 219,070 |
| | <u>\$ 990,533</u> | <u>\$ 990,533</u> |

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) subsidize various operations, and (3) reimburse various funds for services provided to other funds.

Interfund transfers for the year ended June 30, 2017 were as follows:

| <u>Fund</u> | <u>Transfers In</u> | <u>Transfers Out</u> |
|-----------------------|---------------------|----------------------|
| Major funds: | | |
| General | \$ 487,984 | \$ 385,648 |
| Construction | 31,398 | - |
| Water Fund | - | 84,914 |
| Wastewater Fund | - | 89,566 |
| Non-major funds: | | |
| Special Revenue funds | 330,439 | 296,666 |
| Agency Funds | 48,089 | 41,116 |
| | <u>\$ 897,910</u> | <u>\$ 897,910</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 10 JOINT VENTURE

The City is a member of the Public Agency Risk Sharing Authority of California (PARSAC), a joint powers authority, for workers' compensation and liability insurance purposes. PARSAC is organized under a joint powers agreement pursuant to the California Government Code. The purpose of PARSAC is to arrange and administer programs of insurance of risk pooling of self-insured losses and to purchase excess liability coverage. An annual audit of PARSAC is available at the Authority's offices at 1525 Response Road, Suite One, Sacramento, California 95815 or at its website at www.parsac.org. There have been no significant reductions in insurance coverage in the prior year; and, settlements have not exceeded the insurance coverage for each of the past three fiscal years.

The City of Wheatland and the Plumas Brophy Fire District create 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 area as a joined fire fighting organization.

Note 11 FUND BALANCE / NET POSITION RECLASSIFICATIONS

Fund balance reclassifications:

| | <u>General Fund</u> | <u>Special Revenue Funds</u> | <u>Capital Project Funds</u> | <u>Agency Funds</u> |
|---|-------------------------|--------------------------------------|--------------------------------------|-------------------------|
| Previously presented as a General fund: | | | | |
| Impact Fees | \$ 354 | \$ (354) | \$ - | \$ - |
| Heritage Oaks West – DeValentine | 1,137 | - | - | (1,137) |
| Heritage Oaks East – TM | 65,978 | - | - | (65,978) |
| Heritage Oaks East – Trivest | 4,885 | - | - | (4,885) |
| Wade Development – Jones Ranch | 81,498 | - | - | (81,498) |
| Previously presented as a Capital Project fund: | | | | |
| Emergency Fire | - | 7,105 | (7,105) | - |
| Storm Drainage | - | 37,603 | (37,603) | - |
| Road Circulation | - | 196,611 | (196,611) | - |
| Community Center | - | 3,403 | (3,403) | - |
| City Hall | - | 149,580 | (149,580) | - |
| Regional Bypass | - | 4,190 | (4,190) | - |
| Traffic Safety | - | 1,059 | (1,059) | - |
| Equipment | - | 3 | (3) | - |
| Infrastructure Committee | - | (298) | 298 | - |
| Facilities: | | | | |
| Law Enforcement | - | 342 | (342) | - |
| Public Works | - | 3,430 | (3,430) | - |
| Public Meeting | - | (195,252) | 195,252 | - |
| Fire Department | - | (37,420) | 37,420 | - |
| Parkland | - | 12,687 | (12,687) | - |
| Community Facilities District: | | | | |
| Caliterra | - | 1,683 | (1,683) | - |
| Heritage Oaks East | - | (31,416) | 31,416 | - |
| Fund balance reclassifications | 153,852 | 152,956 | (153,310) | (153,498) |
| FUND BALANCE, June 30, 2016 | <u>1,469,994</u> | <u>212,769</u> | <u>24,187</u> | <u>(123,668)</u> |
| FUND BALANCE, July 1, 2016 reclassified | <u>\$ 1,623,846</u> | <u>\$ 365,725</u> | <u>\$ (129,123)</u> | <u>\$ (277,166)</u> |

CITY OF WHEATLAND, CALIFORNIA

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

Note 11 FUND BALANCE / NET POSITION RECLASSIFICATIONS (continued)

Net position reclassifications:

| | Governmental Funds | Business- type Funds | Total |
|--|-----------------------|----------------------------|----------------------|
| Agency funds previously presented as Governmental funds: | | | |
| Heritage Oaks West – DeValentine | \$ 1,137 | \$ - | \$ 1,137 |
| Heritage Oaks East – TM | 65,978 | - | 65,978 |
| Heritage Oaks East – Trivest | 4,885 | - | 4,885 |
| Caliterra | <u>81,498</u> | <u>-</u> | <u>81,498</u> |
| Net position reclassifications | 153,498 | - | 153,498 |
| NET POSITION, June 30, 2016 | <u>5,936,733</u> | <u>8,486,668</u> | <u>14,423,401</u> |
| NET POSITION, July 1, 2016 reclassified | <u>\$ 6,090,231</u> | <u>\$ 8,486,668</u> | <u>\$ 14,576,899</u> |

Note 12 PRIOR PERIOD ADJUSTMENT

An adjustment was made in the current year to eliminate the prior year's payroll clearing fund balance. An analysis of the Community Development Block Grant loans receivable disclosed the recorded balance was understated.

Note 13 SUBSEQUENT EVENT

Westside Infrastructure Funding Agreement

As of October 29, 2017, this agreement expired. The City is no longer required to make payments to the School District or Forecast Homes.

Road Repair and Accountability Act of 2017 (SB1)

The Road Repair and Accountability Act imposes various gas and vehicle registration taxes beginning November 1, 2017. There is a growing movement to repeal the Act. Should this occur, the City will lose approximately \$70,000 in Gas Tax revenue that is included in the fiscal year 2017-18 budget.

Other than these, management of the City has evaluated the events subsequent to June 30, 2017 for disclosure and has determined that as of December 27, 2017 there are no material subsequent events that should be disclosed. If events requiring disclosure have occurred between the balance sheet date and the date the financial statements were available to be issued they would be disclosed here.

Note 14 OTHER NOTES

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 65 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, 2017 is \$771,544.59.

**CITY OF WHEATLAND
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED
JUNE 30, 2017**

CITY OF WHEATLAND
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
JUNE 30, 2017

| | <u>Budget Amounts</u> | | | <u>Variance with Final Budget</u> |
|---|-----------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| REVENUES: | | | | |
| Tax revenues | \$ 1,112,500 | \$ 1,112,500 | \$ 1,517,160 | \$ 404,660 |
| Intergovernmental revenues | 18,000 | 18,000 | 16,434 | (1,566) |
| Licenses, fees and permits | 116,000 | 116,000 | 102,418 | (13,852) |
| Charges for services | 600 | 600 | 11 | (589) |
| Fines, forfeitures and penalties | 10,500 | 10,500 | 16,475 | 5,975 |
| Reimbursements and refunds | 3,000 | 3,000 | 229 | (2,771) |
| Use of money and property | 58,000 | 58,000 | 60,694 | 2,694 |
| Grant revenue | 30,000 | 30,000 | 76,266 | 46,266 |
| Other revenue | 13,000 | 13,000 | 50,527 | 37,527 |
| TOTAL REVENUES | <u>1,361,600</u> | <u>1,361,600</u> | <u>1,840,214</u> | <u>478,614</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | 413,400 | 413,400 | 454,235 | (40,835) |
| Public safety | 961,700 | 961,700 | 1,094,560 | (132,860) |
| Community development | 215,000 | 215,000 | 235,532 | (20,532) |
| Public works | - | - | - | - |
| Parks & recreation | 56,900 | 56,900 | 69,777 | (12,877) |
| Debt service: | | | | |
| Principal | 6,800 | 6,800 | 8,903 | (2,103) |
| Interest | 5,500 | 5,500 | 3,744 | 1,756 |
| Capital outlay | 113,000 | 113,000 | 53,465 | 59,535 |
| TOTAL EXPENDITURES | <u>1,772,300</u> | <u>1,772,300</u> | <u>1,920,216</u> | <u>(147,916)</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | <u>(410,700)</u> | <u>(410,700)</u> | <u>(80,002)</u> | <u>330,698</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | 250,100 | 250,100 | 487,984 | 237,884 |
| Transfers out | (36,000) | (36,000) | (385,648) | (349,648) |
| TOTAL OTHER FINANCING | <u>214,100</u> | <u>214,100</u> | <u>102,336</u> | <u>(111,764)</u> |
| NET CHANGE IN FUND BALANCES | <u>(196,600)</u> | <u>(196,600)</u> | <u>22,334</u> | <u>\$ 218,934</u> |
| FUND BALANCE, July 1 restated: | <u>1,610,634</u> | <u>1,610,634</u> | <u>1,610,634</u> | |
| FUND BALANCE, June 30 | <u>\$ 1,414,034</u> | <u>\$ 1,414,034</u> | <u>\$ 1,632,968</u> | |

CITY OF WHEATLAND
BUDGETARY COMPARISON SCHEDULE –CONSTRUCTION FUND
JUNE 30, 2017

| | <u>Budget Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget</u> |
|---|-----------------------|---------------------|------------------|-----------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| REVENUES: | | | | |
| Tax revenues | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | - | - | - |
| Licenses, fees and permits | - | - | - | - |
| Charges for services | - | - | - | - |
| Fines, forfeitures and penalties | - | - | - | - |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | - | - | - | - |
| Grant revenue | 364,600 | 364,600 | 625,014 | 260,414 |
| Other revenue | <u>7,000</u> | <u>7,000</u> | <u>-</u> | <u>(7,000)</u> |
| TOTAL REVENUES | <u>371,600</u> | <u>371,600</u> | <u>625,014</u> | <u>253,414</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | - | - | 7,570 | (7,570) |
| Public safety | - | - | - | - |
| Community development | - | - | - | - |
| Public works | - | - | - | - |
| Parks & recreation | - | - | - | - |
| Debt service: | - | - | - | - |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Capital outlay | <u>365,600</u> | <u>365,600</u> | <u>519,719</u> | <u>(154,119)</u> |
| TOTAL EXPENDITURES | <u>365,600</u> | <u>365,600</u> | <u>527,289</u> | <u>(161,689)</u> |
| EXCESS OF REVENUES OVER EXPENDITURES | <u>6,000</u> | <u>6,000</u> | <u>97,725</u> | <u>91,725</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | - | - | 31,398 | 31,398 |
| Transfers out | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL OTHER FINANCING | <u>-</u> | <u>-</u> | <u>31,398</u> | <u>31,398</u> |
| NET CHANGE IN FUND BALANCES | 6,000 | 6,000 | 129,123 | <u>\$ 123,123</u> |
| FUND BALANCE, July 1: | <u>(129,123)</u> | <u>(129,123)</u> | <u>(129,123)</u> | |
| FUND BALANCE, June 30 | <u>\$ (123,123)</u> | <u>\$ (123,123)</u> | <u>\$ -</u> | |

**CITY OF WHEATLAND
SUPPLEMENTARY INFORMATION SECTION
JUNE 30, 2017**

**CITY OF WHEATLAND
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017**

| | <u>CDBG Grant 1989 Fund</u> | <u>Supplement Law Enforcement</u> | <u>Vehicle Abatement</u> | <u>General Plan Update</u> |
|--|-------------------------------------|---|------------------------------|------------------------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ 8,621 | \$ - | \$ 21,237 |
| Receivables: | | | | |
| Accounts receivable | - | 4,214 | - | - |
| Loans receivable | 78,826 | - | - | - |
| Due from other governments | - | - | - | - |
| Due from other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | <u>\$ 78,826</u> | <u>\$ 12,835</u> | <u>\$ -</u> | <u>\$ 21,237</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - |
| Deferred revenue | - | - | - | - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES: | | | | |
| Non-spendable for | | | | |
| long-term receivables | 78,826 | - | - | - |
| Committed: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Unassigned | <u>-</u> | <u>12,835</u> | <u>-</u> | <u>21,237</u> |
| TOTAL FUND BALANCES | <u>78,826</u> | <u>12,835</u> | <u>-</u> | <u>21,237</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 78,826</u> | <u>\$ 12,835</u> | <u>\$ -</u> | <u>\$ 21,237</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | <u>Gas Taxes</u> | <u>Transportation Development Act Fund</u> | <u>Bear River Levee</u> | <u>Wheatland Community Gardens</u> |
|--|----------------------|--|-----------------------------|--|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 46,373 | \$ 48,370 | \$ - | \$ 12,074 |
| Receivables: | | | | |
| Accounts receivable | - | 3,854 | - | - |
| Loans receivable | - | - | - | - |
| Due from other governments | - | - | - | - |
| Due from other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | <u>\$ 46,373</u> | <u>\$ 52,224</u> | <u>\$ -</u> | <u>\$ 12,074</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 3,475 | \$ 3,854 | \$ - | \$ - |
| Accrued payroll liabilities | 2,780 | - | - | - |
| Deferred revenue | - | - | - | - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>43,560</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>6,255</u> | <u>3,854</u> | <u>43,560</u> | <u>-</u> |
| FUND BALANCES: | | | | |
| Non-spendable for | | | | |
| long-term receivables | - | - | - | - |
| Committed: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Unassigned | <u>40,118</u> | <u>48,370</u> | <u>(43,560)</u> | <u>12,074</u> |
| TOTAL FUND BALANCES | <u>40,118</u> | <u>48,370</u> | <u>(43,560)</u> | <u>12,074</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 46,373</u> | <u>\$ 52,224</u> | <u>\$ -</u> | <u>\$ 12,074</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | <u>CDBG Loan Fund 90</u> | <u>Vehicle and Equipment</u> | <u>Pumpkin Patch Joint Admission</u> | <u>Caliterra Ranch Assessment District</u> |
|--|------------------------------|----------------------------------|--|--|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ 159 | \$ 73,307 | \$ - |
| Receivables: | | | | |
| Accounts receivable | - | - | - | - |
| Loans receivable | 104,706 | - | - | - |
| Due from other governments | - | - | - | - |
| Due from other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL ASSETS | <u>\$ 104,706</u> | <u>\$ 159</u> | <u>\$ 73,307</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - |
| Deferred revenue | - | - | - | - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>24,899</u> |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>24,899</u> |
| FUND BALANCES: | | | | |
| Non-spendable for long-term receivables | 104,706 | - | - | - |
| Committed: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Unassigned | <u>-</u> | <u>159</u> | <u>73,307</u> | <u>(24,899)</u> |
| TOTAL FUND BALANCES | <u>104,706</u> | <u>159</u> | <u>73,307</u> | <u>(24,899)</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 104,706</u> | <u>\$ 159</u> | <u>\$ 73,307</u> | <u>\$ (24,899)</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | Heritage Oaks East Assessment District | Lighting and Landscaping Districts | | Emergency Fire |
|--|---|---------------------------------------|-----------------|-------------------|
| | | Wheatland Ryantown | Park Place | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ 1,862 | \$ 2,019 | \$ 7,140 |
| Receivables: | | | | |
| Accounts receivable | - | 1,203 | 385 | - |
| Loans receivable | - | - | - | - |
| Due from other governments | - | - | - | - |
| Due from other funds | - | - | - | - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ 3,065</u> | <u>\$ 2,404</u> | <u>\$ 7,140</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ 998 | \$ 1,092 | \$ - |
| Accrued payroll liabilities | - | 1,394 | 1,311 | - |
| Deferred revenue | - | - | - | - |
| Due to other funds | <u>31,599</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>31,599</u> | <u>2,392</u> | <u>2,403</u> | <u>-</u> |
| FUND BALANCES: | | | | |
| Non-spendable for long-term receivables | - | - | - | - |
| Committed: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Unassigned | <u>(31,599)</u> | <u>673</u> | <u>1</u> | <u>7,140</u> |
| TOTAL FUND BALANCES | <u>(31,599)</u> | <u>673</u> | <u>1</u> | <u>7,140</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ -</u> | <u>\$ 3,065</u> | <u>\$ 2,404</u> | <u>\$ 7,140</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | <u>Storm Drainage</u> | <u>Road Circulation</u> | <u>Community Center</u> | <u>City Hall</u> |
|--|---------------------------|-----------------------------|-----------------------------|----------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 46,190 | \$ 116,098 | \$ - | \$ 738 |
| Receivables: | | | | |
| Accounts receivable | - | - | - | - |
| Loans receivable | - | - | - | - |
| Due from other governments | - | - | - | - |
| Due from other funds | <u>-</u> | <u>106,640</u> | <u>-</u> | <u>150,000</u> |
| TOTAL ASSETS | <u>\$ 46,190</u> | <u>\$ 222,738</u> | <u>\$ -</u> | <u>\$ 150,738</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - |
| Deferred revenue | - | - | - | - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES: | | | | |
| Non-spendable for | | | | |
| long-term receivables | - | - | - | - |
| Committed: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Unassigned | <u>46,190</u> | <u>222,738</u> | <u>-</u> | <u>150,738</u> |
| TOTAL FUND BALANCES | <u>46,190</u> | <u>222,738</u> | <u>-</u> | <u>150,738</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 46,190</u> | <u>\$ 222,738</u> | <u>\$ -</u> | <u>\$ 150,738</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | Regional Bypass | Traffic Safety | Equipment | Infrastructure Committee |
|--|--------------------|-------------------|-------------|-----------------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 8,208 | \$ - | \$ - | \$ - |
| Receivables: | | | | |
| Accounts receivable | - | - | - | - |
| Loans receivable | - | - | - | - |
| Due from other governments | - | - | - | - |
| Due from other funds | - | - | - | - |
| TOTAL ASSETS | <u>\$ 8,208</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - |
| Deferred revenue | - | - | - | - |
| Due to other funds | - | - | - | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCES: | | | | |
| Non-spendable for | | | | |
| long-term receivables | - | - | - | - |
| Committed: | | | | |
| Subsequent year's expenditures | - | - | - | - |
| Unassigned | <u>8,208</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL FUND BALANCES | <u>8,208</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 8,208</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | Facilities | | | | |
|--|-------------------------|-----------------|-------------------|--------------------|------------------|
| | Law Enforce- ment | Public Works | Public Meeting | Fire Department | Parkland |
| ASSETS: | | | | | |
| Cash and cash equivalents | \$ 1,292 | \$ 4,107 | \$ 8,191 | \$ 5,592 | \$ 12,750 |
| Receivables: | | | | | |
| Accounts receivable | - | - | - | - | - |
| Loans receivable | - | - | - | - | - |
| Due from other governments | - | - | - | - | - |
| Due from other funds | - | - | - | - | - |
| TOTAL ASSETS | <u>\$ 1,292</u> | <u>\$ 4,107</u> | <u>\$ 8,191</u> | <u>\$ 5,592</u> | <u>\$ 12,750</u> |
| LIABILITIES: | | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - | - |
| Deferred revenue | - | - | - | - | - |
| Due to other funds | - | - | 200,000 | 56,640 | - |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>200,000</u> | <u>56,640</u> | <u>-</u> |
| FUND BALANCES: | | | | | |
| Non-spendable for long-term receivables | - | - | - | - | - |
| Committed: | | | | | |
| Subsequent year's expenditures | - | - | - | - | - |
| Unassigned | 1,292 | 4,107 | (191,809) | (51,048) | 12,750 |
| TOTAL FUND BALANCES | <u>1,292</u> | <u>4,107</u> | <u>(191,809)</u> | <u>(51,048)</u> | <u>12,750</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ 1,292</u> | <u>\$ 4,107</u> | <u>\$ 8,191</u> | <u>\$ 5,592</u> | <u>\$ 12,750</u> |

CITY OF WHEATLAND
COMBINING BALANCE SHEET (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2017

| | <u>Community Facilities District</u> | | |
|--|--------------------------------------|-------------------------------|-------------------|
| | <u>Caliterra</u> | <u>Heritage Oaks East</u> | <u>Total</u> |
| ASSETS: | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 424,328 |
| Receivables: | | | |
| Accounts receivable | - | - | 9,656 |
| Loans receivable | - | - | 183,532 |
| Due from other governments | - | - | - |
| Due from other funds | <u>-</u> | <u>-</u> | <u>256,640</u> |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 874,156</u> |
| LIABILITIES: | | | |
| Accounts payable | \$ - | \$ - | \$ 9,419 |
| Accrued payroll liabilities | - | - | 5,485 |
| Deferred revenue | - | - | - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>356,698</u> |
| TOTAL LIABILITIES | <u>-</u> | <u>-</u> | <u>371,602</u> |
| FUND BALANCES: | | | |
| Non-spendable for | | | |
| long-term receivables | - | - | 183,532 |
| Committed: | | | |
| Subsequent year's expenditures | - | - | - |
| Unassigned | <u>-</u> | <u>-</u> | <u>108,716</u> |
| TOTAL FUND BALANCES | <u>-</u> | <u>-</u> | <u>502,554</u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 874,156</u> |

**CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FISCAL YEAR ENDED JUNE 30, 2017**

| | <u>CDBG Grant 1989 Fund</u> | <u>Supplement Law Enforcement</u> | <u>Vehicle Abatement</u> | <u>General Plan Update</u> |
|---|-------------------------------------|---|------------------------------|------------------------------------|
| REVENUES: | | | | |
| Tax revenues | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | - | - | - |
| Licenses, fees and permits | - | - | - | - |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | (4) | 170 | - | 106 |
| Grant revenue | - | 130,309 | - | - |
| Other revenue | <u>(2)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL REVENUES | <u>(6)</u> | <u>130,479</u> | <u>-</u> | <u>106</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | - | - | - | 500 |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Capital outlay | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> | <u>500</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>(6)</u> | <u>130,479</u> | <u>-</u> | <u>(394)</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | - | - | - | - |
| Transfers out | <u>-</u> | <u>(100,000)</u> | <u>(30,599)</u> | <u>-</u> |
| TOTAL OTHER FINANCING | <u>-</u> | <u>(100,000)</u> | <u>(30,599)</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | <u>(6)</u> | <u>30,479</u> | <u>(30,599)</u> | <u>(394)</u> |
| FUND BALANCE, July 1 | 78,832 | (17,644) | 30,599 | 21,631 |
| Prior period adjustment | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, July 1 restated | <u>78,832</u> | <u>(17,644)</u> | <u>30,599</u> | <u>21,631</u> |
| FUND BALANCE, June 30 | <u>\$ 78,826</u> | <u>\$ 12,835</u> | <u>\$ -</u> | <u>\$ 21,237</u> |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | <u>Gas Taxes</u> | <u>Transportation Development Act Fund</u> | <u>Bear River Levee</u> | <u>Wheatland Community Gardens</u> |
|---|----------------------|--|-----------------------------|--|
| REVENUES: | | | | |
| Tax revenues | \$ 78,715 | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | 45,133 | - | - |
| Licenses, fees and permits | - | - | 1,718 | - |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | (228) | (1,914) | (218) | 43 |
| Grant revenue | - | - | - | - |
| Other revenue | - | - | - | 400 |
| TOTAL REVENUES | <u>78,487</u> | <u>43,219</u> | <u>1,500</u> | <u>443</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | 25,941 | - | - | 81 |
| Public safety | - | - | - | - |
| Public works | 134,575 | - | - | - |
| Capital outlay | - | - | - | - |
| TOTAL EXPENDITURES | <u>160,516</u> | <u>-</u> | <u>-</u> | <u>81</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>(82,029)</u> | <u>43,219</u> | <u>1,500</u> | <u>362</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | 143,000 | - | - | - |
| Transfers out | (20,770) | - | - | - |
| TOTAL OTHER FINANCING | <u>122,230</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | <u>40,201</u> | <u>(43,219)</u> | <u>1,500</u> | <u>362</u> |
| FUND BALANCE, July 1 | (83) | 5,151 | (45,060) | 11,712 |
| Prior period adjustment | - | - | - | - |
| FUND BALANCE, July 1 restated | <u>(83)</u> | <u>5,151</u> | <u>(45,060)</u> | <u>11,712</u> |
| FUND BALANCE, June 30 | <u>\$ 40,118</u> | <u>\$ 48,370</u> | <u>\$ (43,560)</u> | <u>\$ 12,074</u> |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | <u>CDBG Loan Fund 90</u> | <u>Vehicle and Equipment</u> | <u>Pumpkin Patch Joint Admission</u> | <u>Caliterra Ranch Assessment District</u> |
|---|------------------------------|----------------------------------|--|--|
| REVENUES: | | | | |
| Tax revenues | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | - | - | - |
| Licenses, fees and permits | - | 156 | 20,936 | - |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | - | - | - | - |
| Grant revenue | - | - | - | - |
| Other revenue | - | - | - | - |
| TOTAL REVENUES | <u>-</u> | <u>156</u> | <u>20,936</u> | <u>-</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | - | - | 5,882 | - |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Capital outlay | - | - | - | - |
| TOTAL EXPENDITURES | <u>-</u> | <u>-</u> | <u>5,882</u> | <u>-</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>-</u> | <u>156</u> | <u>15,054</u> | <u>-</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | - | 3 | 58,253 | - |
| Transfers out | (29,659) | - | - | (24,899) |
| TOTAL OTHER FINANCING | <u>(29,659)</u> | <u>3</u> | <u>58,253</u> | <u>(24,899)</u> |
| NET CHANGE IN FUND BALANCES | <u>(29,659)</u> | <u>159</u> | <u>73,307</u> | <u>(24,899)</u> |
| FUND BALANCE, July 1 | 131,870 | - | - | - |
| Prior period adjustment | 2,495 | - | - | - |
| FUND BALANCE, July 1 restated | <u>134,365</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| FUND BALANCE, June 30 | <u>\$ 104,706</u> | <u>\$ 159</u> | <u>\$ 73,307</u> | <u>\$ (24,899)</u> |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | Heritage Oaks East Assessment District | Lighting and Landscaping Districts | | |
|---|---|---------------------------------------|---------------|-------------------|
| | | Wheatland Ryantown | Park Place | Emergency Fire |
| REVENUES: | | | | |
| Tax revenues | \$ - | \$ 50,988 | \$ 42,352 | \$ - |
| Intergovernmental revenues | - | - | - | - |
| Licenses, fees and permits | - | - | - | - |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | - | (130) | (36) | 35 |
| Grant revenue | - | - | - | - |
| Other revenue | - | 673 | - | - |
| TOTAL REVENUES | - | 51,531 | 42,316 | 35 |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | 27 | 4,647 | 4,590 | - |
| Public safety | - | - | - | - |
| Public works | - | 46,702 | 47,303 | - |
| Capital outlay | - | - | - | - |
| TOTAL EXPENDITURES | 27 | 51,349 | 51,893 | - |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | (27) | 182 | (9,577) | 35 |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | - | 20,459 | 10,931 | - |
| Transfers out | (31,572) | (8,795) | (8,287) | - |
| TOTAL OTHER FINANCING | (31,572) | 11,664 | 2,644 | - |
| NET CHANGE IN FUND BALANCES | (31,599) | 11,846 | (6,933) | 35 |
| FUND BALANCE, July 1 | - | (11,173) | 6,934 | 7,105 |
| Prior period adjustment | - | - | - | - |
| FUND BALANCE, July 1 restated | - | (11,173) | 6,934 | 7,105 |
| FUND BALANCE, June 30 | \$ (31,599) | \$ 673 | \$ 1 | \$ 7,140 |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | Storm Drainage | Road Circulation | Community Center | City Hall |
|---|-------------------|---------------------|---------------------|-------------------|
| REVENUES: | | | | |
| Tax revenues | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | - | - | - |
| Licenses, fees and permits | 8,725 | 25,497 | - | 1,446 |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | 216 | 630 | 17 | 6 |
| Grant revenue | - | - | - | - |
| Other revenue | - | - | - | - |
| TOTAL REVENUES | <u>8,941</u> | <u>26,127</u> | <u>17</u> | <u>1,450</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | - | - | - | 294 |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Capital outlay | - | - | - | - |
| TOTAL EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> | <u>294</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>8,941</u> | <u>26,127</u> | <u>17</u> | <u>1,158</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | 37,603 | - | - | - |
| Transfers out | <u>(37,603)</u> | <u>-</u> | <u>(3,420)</u> | <u>-</u> |
| TOTAL OTHER FINANCING | <u>-</u> | <u>-</u> | <u>(3,420)</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | <u>8,941</u> | <u>26,127</u> | <u>(3,403)</u> | <u>1,158</u> |
| FUND BALANCE, July 1 | 37,249 | 196,611 | 3,403 | 149,580 |
| Prior period adjustment | - | - | - | - |
| FUND BALANCE, July 1 restated | <u>37,249</u> | <u>196,611</u> | <u>3,403</u> | <u>149,580</u> |
| FUND BALANCE, June 30 | <u>\$ 46,190</u> | <u>\$ 222,738</u> | <u>\$ -</u> | <u>\$ 150,738</u> |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | Regional Bypass | Traffic Safety | Equipment | Infrastructure Committee |
|---|--------------------|-------------------|-------------|-----------------------------|
| REVENUES: | | | | |
| Tax revenues | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | - | - | - |
| Licenses, fees and permits | 3,983 | - | - | - |
| Reimbursements and refunds | - | - | - | - |
| Use of money and property | 35 | - | - | (1) |
| Grant revenue | - | - | - | - |
| Other revenue | - | - | - | - |
| TOTAL REVENUES | <u>4,018</u> | <u>-</u> | <u>-</u> | <u>(1)</u> |
| EXPENDITURES: | | | | |
| Current: | | | | |
| General government | - | - | - | - |
| Public safety | - | - | - | - |
| Public works | - | - | - | - |
| Capital outlay | - | - | - | - |
| TOTAL EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>4,018</u> | <u>-</u> | <u>-</u> | <u>(1)</u> |
| OTHER FINANCING SOURCES (USES): | | | | |
| Transfers in | - | - | - | 299 |
| Transfers out | - | (1,059) | (3) | - |
| TOTAL OTHER FINANCING | <u>-</u> | <u>(1,059)</u> | <u>(3)</u> | <u>299</u> |
| NET CHANGE IN FUND BALANCES | <u>4,018</u> | <u>(1,059)</u> | <u>(3)</u> | <u>298</u> |
| FUND BALANCE, July 1 | 4,190 | 1,059 | 3 | (298) |
| Prior period adjustment | - | - | - | - |
| FUND BALANCE, July 1 restated | <u>4,190</u> | <u>1,059</u> | <u>3</u> | <u>(298)</u> |
| FUND BALANCE, June 30 | <u>\$ 8,208</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | Facilities | | | | |
|---|-------------------------|-----------------|--------------------|--------------------|------------------|
| | Law Enforce- ment | Public Works | Public Meeting | Fire Department | Parkland |
| REVENUES: | | | | | |
| Tax revenues | \$ - | \$ - | \$ - | \$ - | \$ - |
| Intergovernmental revenues | - | - | - | - | - |
| Licenses, fees and permits | 945 | 661 | - | 5,222 | - |
| Reimbursements and refunds | - | - | - | - | - |
| Use of money and property | 5 | 16 | 23 | 20 | 63 |
| Grant revenue | - | - | - | - | - |
| Other revenue | - | - | - | - | - |
| TOTAL REVENUES | <u>950</u> | <u>677</u> | <u>23</u> | <u>5,242</u> | <u>63</u> |
| EXPENDITURES: | | | | | |
| Current: | | | | | |
| General government | - | - | - | - | - |
| Public safety | - | - | - | 18,870 | - |
| Public works | - | - | - | - | - |
| Capital outlay | - | - | - | - | - |
| TOTAL EXPENDITURES | <u>-</u> | <u>-</u> | <u>-</u> | <u>18,870</u> | <u>-</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>950</u> | <u>677</u> | <u>23</u> | <u>(13,628)</u> | <u>63</u> |
| OTHER FINANCING SOURCES (USES): | | | | | |
| Transfers in | - | - | 3,420 | - | - |
| Transfers out | - | - | - | - | - |
| TOTAL OTHER FINANCING | <u>-</u> | <u>-</u> | <u>3,420</u> | <u>-</u> | <u>-</u> |
| NET CHANGE IN FUND BALANCES | <u>950</u> | <u>677</u> | <u>3,443</u> | <u>(13,628)</u> | <u>63</u> |
| FUND BALANCE, July 1 | 342 | 3,430 | (195,252) | (37,420) | 12,687 |
| Prior period adjustment | - | - | - | - | - |
| FUND BALANCE, July 1 restated | <u>342</u> | <u>3,430</u> | <u>(195,252)</u> | <u>(37,420)</u> | <u>12,687</u> |
| FUND BALANCE, June 30 | <u>\$ 1,292</u> | <u>\$ 4,107</u> | <u>\$(191,809)</u> | <u>\$ (51,048)</u> | <u>\$ 12,750</u> |

CITY OF WHEATLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE (Continued)
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
FISCAL YEAR ENDED JUNE 30, 2017

| | <u>Community Facilities District</u> | | |
|---|--------------------------------------|-------------------------------|-------------------|
| | <u>Caliterra</u> | <u>Heritage Oaks East</u> | <u>Total</u> |
| REVENUES: | | | |
| Tax revenues | \$ - | \$ - | \$ 172,055 |
| Intergovernmental revenues | - | - | 45,133 |
| Licenses, fees and permits | 12,810 | - | 82,099 |
| Reimbursements and refunds | - | - | - |
| Use of money and property | (31) | (156) | 1,333 |
| Grant revenue | - | - | 130,309 |
| Other revenue | <u>-</u> | <u>-</u> | <u>1,071</u> |
| TOTAL REVENUES | <u>12,779</u> | <u>(156)</u> | <u>429,334</u> |
| EXPENDITURES: | | | |
| Current: | | | |
| General government | - | - | 41,962 |
| Public safety | 39,361 | - | 58,231 |
| Public works | - | - | 228,580 |
| Capital outlay | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL EXPENDITURES | <u>39,361</u> | <u>-</u> | <u>328,773</u> |
| EXCESS (DEFICIT) OF REVENUES OVER (UNDER) EXPENDITURES | <u>(26,582)</u> | <u>(156)</u> | <u>100,561</u> |
| OTHER FINANCING SOURCES (USES): | | | |
| Transfers in | 24,899 | 31,572 | 330,439 |
| Transfers out | <u>-</u> | <u>-</u> | <u>(296,666)</u> |
| TOTAL OTHER FINANCING | <u>24,899</u> | <u>31,572</u> | <u>33,773</u> |
| NET CHANGE IN FUND BALANCES | <u>(1,683)</u> | <u>31,416</u> | <u>134,334</u> |
| FUND BALANCE, July 1 | 1,683 | (31,416) | 365,725 |
| Prior period adjustment | <u>-</u> | <u>-</u> | <u>2,495</u> |
| FUND BALANCE, July 1 restated | <u>1,683</u> | <u>(31,416)</u> | <u>368,220</u> |
| FUND BALANCE, June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 502,554</u> |

**CITY OF WHEATLAND
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
JUNE 30, 2017**

| | <u>Nicholas Ranch Application Process</u> | <u>Nicholas Ranch- Bishop</u> | <u>Eagle Meadows 1</u> | <u>Eagle Meadows 2&3</u> |
|-----------------------------|---|---------------------------------------|----------------------------|--------------------------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| Accounts receivable | - | - | - | - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - |
| Due to other funds | - | - | - | - |
| TOTAL LIABILITIES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

| | <u>Rodden Ranch</u> | <u>AKT Development</u> | <u>Northwest Quadrant</u> | <u>HOP Farm Project</u> |
|-----------------------------|-------------------------|----------------------------|-------------------------------|-----------------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| Accounts receivable | - | 132,559 | - | - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ 132,559</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ 1,062 | \$ - | \$ - |
| Accrued payroll liabilities | - | - | - | - |
| Due to other funds | - | 131,497 | - | - |
| TOTAL LIABILITIES | <u>\$ -</u> | <u>\$ 132,559</u> | <u>\$ -</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

**CITY OF WHEATLAND
COMBINING STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUNDS
JUNE 30, 2017**

| | Heritage Oaks West Devalentine | Heritage Oaks East TM | Heritage Oaks East Trivest | Caliterra Ranch |
|-----------------------------|--------------------------------------|-----------------------------|----------------------------------|--------------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 3,632 | \$ - | \$ - | \$ - |
| Accounts receivable | <u>-</u> | <u>64,238</u> | <u>-</u> | <u>40,027</u> |
| TOTAL ASSETS | <u>\$ 3,632</u> | <u>\$ 64,238</u> | <u>\$ -</u> | <u>\$ 40,027</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 365 | \$ - | \$ - | \$ 16,692 |
| Accrued payroll liabilities | - | - | - | - |
| Due to other funds | <u>-</u> | <u>64,238</u> | <u>-</u> | <u>23,335</u> |
| TOTAL LIABILITIES | <u>\$ 365</u> | <u>\$ 64,238</u> | <u>\$ -</u> | <u>\$ 40,027</u> |
| NET POSITION | <u>\$ 3,267</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

| | James Raney | Sunset Valley | Total |
|-----------------------------|----------------|------------------|-------------------|
| ASSETS: | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ 3,632 |
| Accounts receivable | <u>-</u> | <u>-</u> | <u>236,824</u> |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 240,456</u> |
| LIABILITIES: | | | |
| Accounts payable | \$ - | \$ - | \$ 18,119 |
| Accrued payroll liabilities | - | - | - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>219,070</u> |
| TOTAL LIABILITIES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 237,189</u> |
| NET POSITION | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,267</u> |

**CITY OF WHEATLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
AGENCY FUNDS
JUNE 30, 2017**

| | Balance at July 1, 2016 | Additions | Deletions | Balance at June 30, 2017 |
|--|----------------------------|-----------------|-------------------|-----------------------------|
| <u>NICHOLAS RANCH APPLICATION PROCESS</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 70 | \$ - | \$ (70) | \$ - |
| Due to other funds | <u>9,024</u> | <u>-</u> | <u>(9,024)</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>\$ 9,094</u> | <u>\$ -</u> | <u>\$ (9,094)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (9,094)</u> | <u>\$ 9,094</u> | <u>\$ -</u> | <u>\$ -</u> |

NICHOLAS RANCH-BISHOP

| | | | | |
|---------------------------|-----------------|---------------|-----------------|-------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | <u>423</u> | <u>1</u> | <u>(423)</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>\$ 423</u> | <u>\$ 1</u> | <u>\$ (423)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (423)</u> | <u>\$ 423</u> | <u>\$ -</u> | <u>\$ -</u> |

EAGLE MEADOWS 1

| | | | | |
|---------------------------|------------------|--------------|--------------------|-------------|
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 14,342 | \$ 33 | \$ (14,375) | \$ - |
| TOTAL ASSETS | <u>\$ 14,342</u> | <u>\$ 33</u> | <u>\$ (14,375)</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ 14,342</u> | <u>\$ 33</u> | <u>\$ (14,375)</u> | <u>\$ -</u> |

CITY OF WHEATLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (Continued)
AGENCY FUNDS (Continued)
JUNE 30, 2017

| | Balance at July 1, 2016 | Additions | Deletions | Balance at June 30, 2017 |
|-------------------------------------|----------------------------|-------------------|--------------------|-----------------------------|
| <u>EAGLE MEADOWS 2 AND 3</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 15,869 | \$ - | \$ (15,869) | \$ - |
| TOTAL ASSETS | <u>\$ 15,869</u> | <u>\$ -</u> | <u>\$ (15,869)</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - | - |
| TOTAL LIABILITIES | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ 15,869</u> | <u>\$ -</u> | <u>\$ (15,869)</u> | <u>\$ -</u> |
| <u>RODDEN RANCH</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | 3 193 | - | (3,193) | - |
| TOTAL LIABILITIES | <u>\$ 3,193</u> | <u>\$ -</u> | <u>\$ (3,193)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (3,193)</u> | <u>\$ 3,193</u> | <u>\$ -</u> | <u>\$ -</u> |
| <u>AKT DEVELOPMENT</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| Accounts receivable | - | 132,559 | - | 132,559 |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ 132,559</u> | <u>\$ -</u> | <u>\$ 132,559</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 921 | \$ 141 | \$ - | \$ 1,062 |
| Accrued payroll liabilities | 74 | - | (74) | - |
| Due to other funds | 122,070 | 9,427 | - | 131,497 |
| TOTAL LIABILITIES | <u>\$ 123,065</u> | <u>\$ 9,568</u> | <u>\$ (74)</u> | <u>\$ 132,559</u> |
| NET POSITION | <u>\$ (123,065)</u> | <u>\$ 123,065</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF WHEATLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (Continued)
AGENCY FUNDS (Continued)
JUNE 30, 2017

| | Balance at July 1, 2016 | Additions | Deletions | Balance at June 30, 2017 |
|--|----------------------------|------------------|--------------------|-----------------------------|
| <u>NORTHWEST QUADRANT</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | <u>13,028</u> | <u>32</u> | <u>(13,060)</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>\$ 13,028</u> | <u>\$ 32</u> | <u>\$ (13,060)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (13,028)</u> | <u>\$ 13,060</u> | <u>\$ (32)</u> | <u>\$ -</u> |
| <u>HOP FARM PROJECT</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 4,206 | \$ 88 | \$ (4,294) | \$ - |
| TOTAL ASSETS | <u>\$ 4,206</u> | <u>\$ 88</u> | <u>\$ (4,294)</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 2,512 | \$ - | \$ (2,512) | \$ - |
| Due to other funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>\$ 2,512</u> | <u>\$ -</u> | <u>\$ (2,512)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ 1,694</u> | <u>\$ 88</u> | <u>\$ (1,782)</u> | <u>\$ -</u> |
| <u>HERITAGE OAKS WEST - DeVALENTINE</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 3,663 | \$ - | \$ (31) | \$ 3,632 |
| TOTAL ASSETS | <u>\$ 3,663</u> | <u>\$ -</u> | <u>\$ (31)</u> | <u>\$ 3,632</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ 365 | \$ - | \$ 365 |
| Due to other funds | <u>4,800</u> | <u>-</u> | <u>(4,800)</u> | <u>-</u> |
| TOTAL LIABILITIES | <u>\$ 4,800</u> | <u>\$ 365</u> | <u>\$ (4,800)</u> | <u>\$ 365</u> |
| NET POSITION | <u>\$ (1,137)</u> | <u>\$ 4,404</u> | <u>\$ -</u> | <u>\$ 3,267</u> |

CITY OF WHEATLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (Continued)
AGENCY FUNDS (Continued)
JUNE 30, 2017

| | Balance at July 1, 2016 | Additions | Deletions | Balance at June 30, 2017 |
|--|----------------------------|------------------|---------------------|-----------------------------|
| <u>HERITAGE OAKS EAST - TM</u> | | | | |
| ASSETS: | | | | |
| Accounts receivable | \$ - | \$ 68,842 | \$ (4,604) | \$ 64,238 |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ 68,842</u> | <u>\$ (4,604)</u> | <u>\$ 64,238</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 39 | \$ - | \$ (39) | \$ - |
| Due to other funds | 65,939 | 2,864 | (4,565) | 64,238 |
| TOTAL LIABILITIES | <u>\$ 65,978</u> | <u>\$ 2,864</u> | <u>\$ (4,604)</u> | <u>\$ 64,238</u> |
| NET POSITION | <u>\$ (65,978)</u> | <u>\$ 65,978</u> | <u>\$ -</u> | <u>\$ -</u> |
| <u>HERITAGE OAKS EAST - TRIVEST</u> | | | | |
| ASSETS: | | | | |
| Due from developer | \$ 10,493 | \$ - | \$ (10,493) | \$ - |
| TOTAL ASSETS | <u>\$ 10,493</u> | <u>\$ -</u> | <u>\$ (10,493)</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ - | \$ - | \$ - | \$ - |
| Due to other funds | 15,378 | 77 | (15,455) | - |
| TOTAL LIABILITIES | <u>\$ 15,378</u> | <u>\$ 77</u> | <u>\$ (15,455)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (4,885)</u> | <u>\$ 4,885</u> | <u>\$ -</u> | <u>\$ -</u> |
| <u>CALITERRA RANCH</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| Accounts receivable | - | 40,027 | - | 40,027 |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ 40,027</u> | <u>\$ -</u> | <u>\$ 40,027</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 2,547 | \$ 14,145 | \$ - | \$ 16,692 |
| Due to other funds | 78,951 | 45,190 | (100,806) | 23,335 |
| TOTAL LIABILITIES | <u>\$ 81,498</u> | <u>\$ 59,335</u> | <u>\$ (100,816)</u> | <u>\$ 40,027</u> |
| NET POSITION | <u>\$ (81,498)</u> | <u>\$ 81,498</u> | <u>\$ -</u> | <u>\$ -</u> |

CITY OF WHEATLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (Continued)
AGENCY FUNDS (Continued)
JUNE 30, 2017

| | Balance at July 1, 2016 | Additions | Deletions | Balance at June 30, 2017 |
|---|----------------------------|-------------------|---------------------|-----------------------------|
| <u>JAMES RANEY</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| TOTAL ASSETS | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Due to other funds | \$ 6,714 | \$ - | \$ (6,714) | \$ - |
| TOTAL LIABILITIES | <u>\$ 6,714</u> | <u>\$ -</u> | <u>\$ (6,714)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (6,714)</u> | <u>\$ 6,714</u> | <u>\$ -</u> | <u>\$ -</u> |
| <u>SUNSET VALLEY</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ - | \$ - | \$ - | \$ - |
| Due from developers | 2,444 | - | (2,444) | - |
| TOTAL ASSETS | <u>\$ 2,444</u> | <u>\$ -</u> | <u>\$ (2,444)</u> | <u>\$ -</u> |
| LIABILITIES: | | | | |
| Due to other funds | \$ 2,500 | \$ - | \$ (2,500) | \$ - |
| TOTAL LIABILITIES | <u>\$ 2,500</u> | <u>\$ -</u> | <u>\$ (2,500)</u> | <u>\$ -</u> |
| NET POSITION | <u>\$ (56)</u> | <u>\$ 56</u> | <u>\$ -</u> | <u>\$ -</u> |
| <u>TOTAL OF ALL AGENCY FUNDS</u> | | | | |
| ASSETS: | | | | |
| Cash and cash equivalents | \$ 38,080 | \$ 121 | \$ (34,569) | \$ 3,632 |
| Accounts receivable | - | 241,428 | (4,604) | 236,824 |
| Due from developers | 12,937 | - | (12,937) | - |
| TOTAL ASSETS | <u>\$ 51,017</u> | <u>\$ 241,549</u> | <u>\$ (36,982)</u> | <u>\$ 240,456</u> |
| LIABILITIES: | | | | |
| Accounts payable | \$ 6,089 | \$ 14,651 | \$ (2,621) | \$ 18,119 |
| Accrued payroll liabilities | 74 | - | (74) | - |
| Due to other funds | 317,220 | 57,590 | (155,740) | 219,070 |
| Deferred revenue | 4,800 | - | (4,800) | - |
| TOTAL LIABILITIES | <u>\$ 328,183</u> | <u>\$ 72,241</u> | <u>\$ (163,235)</u> | <u>\$ 237,189</u> |
| NET POSITION | <u>\$ (277,166)</u> | <u>\$ 312,732</u> | <u>\$ (32,058)</u> | <u>\$ 3,267</u> |

**CITY OF WHEATLAND
STATISTICAL SECTION
JUNE 30, 2017**

City of Wheatland
Net Position By Component
One Fiscal Year*
Fiscal year ended June 30, 2017
(Accrual basis of accounting)

| | 2017 |
|-------------------------------------|----------------------|
| Governmental activities | |
| Invested in capital assets | \$ 4,752,455 |
| Restricted | - |
| Unrestricted | 1,818,667 |
| | <u>\$ 6,571,122</u> |
| Business-type activities | |
| Invested in capital assets | \$ 4,507,458 |
| Restricted | 7,003,511 |
| Unrestricted | (3,298,246) |
| | <u>\$ 8,212,723</u> |
| Primary government | |
| Invested in capital assets | \$ 9,259,913 |
| Restricted | 7,003,511 |
| Unrestricted | (1,479,579) |
| | <u>\$ 14,783,845</u> |

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

City of Wheatland
Changes in Net Position
One Fiscal Year*
Fiscal year ended June 30, 2017
(Accrual basis of accounting)

| | 2017 |
|---|---------------------|
| Expenses | |
| Governmental activities: | |
| General government | \$ 634,638 |
| Public safety | 1,277,664 |
| Public works | 356,079 |
| Parks and recreation | 69,777 |
| Community development | 235,532 |
| Interest expense | 3,744 |
| | <u>\$ 2,577,434</u> |
| Business-type activities: | |
| Water | \$ 832,077 |
| Wastewater | 1,001,324 |
| | <u>\$ 1,833,401</u> |
| | <u>\$ 4,410,835</u> |
| Program Revenues | |
| Governmental activities: | |
| Charges for services: | |
| General government | \$ 168,151 |
| Public safety | 39,076 |
| Public works | - |
| Parks and recreation | 42,533 |
| Community development | 12,810 |
| Operating grants and contributions | 130,309 |
| Capital grants and contributions | 701,280 |
| Total governmental activities program revenues | <u>\$ 1,094,159</u> |
| Business-type activities: | |
| Charges for services: | |
| Water | \$ 803,989 |
| Wastewater | 876,250 |
| Total business-type activities program revenues | <u>\$ 1,680,239</u> |
| | <u>\$ 2,774,398</u> |

Continued from previous page

| | 2017 |
|--|----------------|
| Net (Expense)/Revenue | |
| Governmental activities | \$ (1,483,275) |
| Business-type activities | \$ (153,162) |
| Total primary government net expense | \$ (1,636,437) |
| General Revenues and Other Changes in Net Assets | |
| Governmental activities: | |
| Taxes: | |
| Property taxes | \$ 455,368 |
| Sales and use taxes | 464,982 |
| Contingent transaction taxes | 280,112 |
| Franchise taxes | 112,910 |
| Shared intergovernmental revenues | 376,072 |
| Other revenues | 51,598 |
| Transfers | 174,480 |
| Investment income | 59,361 |
| Total governmental activities | \$ 1,974,883 |
| Business-type activities: | |
| Investment income | \$ 53,697 |
| Transfers | (174,480) |
| | \$ (120,783) |
| Total primary government | \$ 1,854,100 |
| Changes in Net Assets | |
| Governmental activities | \$ 491,608 |
| Business-type activities | (273,945) |
| | \$ 217,663 |

**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
Fund Balances, Governmental Funds
One Fiscal Year*
Fiscal year ended June 30, 2017
(Modified accrual basis of accounting)

| | 2017 |
|---|----------------------------|
| General Fund: | |
| Nonspendable | \$ 164,765 |
| Restricted | - |
| Committed | 30,000 |
| Unassigned | - |
| Unassigned | 1,438,203 |
| | <u>\$ 1,632,968</u> |
| All Other Governmental Funds: | |
| Nonspendable | \$ 183,532 |
| Restricted | - |
| Committed | - |
| Unassigned | - |
| Unassigned | 319,022 |
| Total all other governmental funds | <u>\$ 502,554</u> |
| Total all governmental funds | <u><u>\$ 2,135,522</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
One Fiscal Year*
Fiscal year ended June 30, 2017
(Modified accrual basis of accounting)

| | 2017 |
|---|--------------------------|
| Revenues: | |
| Taxes and assessments | \$ 1,689,215 |
| Intergovernmental revenues | 61,567 |
| Licenses, fees and permits | 184,517 |
| Charges for services | 11 |
| Fines, forfeitures and penalties | 16,475 |
| Use of money and property | 59,361 |
| Grant revenue | 831,589 |
| Other revenue | 51,827 |
| Total revenues | <u>2,894,562</u> |
| Expenditures: | |
| General government | 503,767 |
| Public safety | 1,152,791 |
| Community development | 235,532 |
| Public works and engineering | 228,580 |
| Parks and recreation | 69,777 |
| Capital Improvements | 573,184 |
| Debt service: | |
| Principal | 8,903 |
| Interest | 3,744 |
| Total expenditures | <u>2,776,278</u> |
| Reconciliation of Governmental Revenues | |
| Less Expenditures to Fund Equity: | |
| Revenues over (under) expenditures | 118,284 |
| Other financing sources (uses): | |
| Transfers in | 849,821 |
| Transfers out | <u>(682,314)</u> |
| Total other financing sources (uses) | <u>167,507</u> |
| Net change in fund balances | <u><u>\$ 285,791</u></u> |
| Debt service as a percentage of noncapital expenditures | <u><u>0.57%</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
Assessed Value and Actual Value of Taxable Property
For the last ten fiscal years
Fiscal year ended June 30, 2017

| | <u>Secured</u> | <u>Unsecured</u> | <u>Less:</u> <u>Exemptions</u> | <u>Taxable</u> <u>Assessed Value</u> | <u>Total Direct</u> <u>Tax Rate</u> |
|------------|----------------|------------------|-----------------------------------|---|--|
| FY 2007-08 | 247,053,902 | 3,548,614 | - | 250,602,516 | 0.17900 |
| FY 2008-09 | 252,383,040 | 3,943,412 | - | 256,326,452 | 0.17961 |
| FY 2009-10 | 195,200,387 | 5,084,510 | - | 200,284,897 | 0.17574 |
| FY 2010-11 | 188,342,984 | 5,128,091 | - | 193,471,075 | 0.17395 |
| FY 2011-12 | 170,498,517 | 5,123,732 | - | 175,622,249 | 0.17419 |
| FY 2012-13 | 161,954,723 | 5,282,470 | - | 167,237,193 | 0.17277 |
| FY 2013-14 | 162,172,236 | 4,915,719 | - | 167,087,955 | 0.17204 |
| FY 2014-15 | 187,241,765 | 4,582,604 | - | 191,824,369 | 0.17159 |
| FY 2015-16 | 229,813,378 | 4,638,696 | - | 234,452,074 | 0.13888 |
| FY 2016-17 | 238,789,220 | 4,892,773 | - | 243,681,993 | 0.13966 |

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 2007/08 - 2016/17 Combined Tax Rolls

City of Wheatland
Top Ten Property Tax Payers
Current Year and Nine Years Ago
Fiscal year ended June 30, 2017

| | FY 2016-17 | | | FY 2007-06 | | |
|------------------------------|------------|----------------|-------------|------------|----------------|-------------|
| | Rank | Value | % of Net AV | Rank | Value | % of Net AV |
| Bear River Walnut Ranch | 1 | \$ 11,788,070 | 4.84% | | | |
| AKT Wheatland Ranch | 2 | 8,373,348 | 3.44% | | | |
| Gibson Ranch | 3 | 6,183,857 | 2.54% | | | |
| Dale Investments | 4 | 3,744,845 | 1.54% | | | |
| Frank Dean and Frances Webb | 5 | 2,675,704 | 1.10% | 5 | \$ 1,741,350 | 0.69% |
| Raj Kumar and Namarta Sharma | 6 | 2,435,998 | 1.00% | | | |
| Settlers Village Center | 7 | 2,399,750 | 0.98% | | | |
| Lennar Homes of California | 8 | 2,308,658 | 0.95% | | | |
| Lewis Investment Company | 9 | 2,306,606 | 0.95% | | | |
| Paradise Petro | 10 | 1,880,173 | 0.77% | | | |
| Wheatland Heritage Oaks | | | | 1 | 20,605,030 | 8.22% |
| Premier Homes | | | | 2 | 4,538,989 | 1.81% |
| Thomas and Phyllis Dietrich | | | | 3 | 2,513,099 | 1.00% |
| Charles and Phyllis Wilson | | | | 4 | 2,253,341 | 0.90% |
| Hovnanian Forecast Homes | | | | 6 | 1,662,068 | 0.66% |
| Joyce Boehm Trustee | | | | 7 | 1,341,766 | 0.54% |
| Wheatland River Associates | | | | 8 | 1,029,745 | 0.41% |
| Comcast of North CA | | | | 9 | 944,715 | 0.38% |
| Louise Bradshaw Trustee | | | | 10 | 893,601 | 0.36% |
| Top Ten Total | | \$ 44,097,009 | 18.11% | | \$ 37,523,704 | 14.97% |
| City Total | | \$ 243,681,993 | | | \$ 250,602,516 | |

Source: Yuba County Assessor Combined Tax rolls

City of Wheatland
Top 25 Sales Tax Producers*
Current Year and Nine Years Ago
Fiscal year ended June 30, 2017

| 2016-17 (represents 99.4% of total sales tax) | | 2007-08 (represents 99.24% of total sales tax) | |
|--|--------------------------|---|--------------------------|
| <u>Business Name</u> | <u>Business Category</u> | <u>Business Name</u> | <u>Business Category</u> |
| Big Al's Market | Grocery | Big Al's Market | Grocery |
| Bills Place | Dining | Bills Place | Dining |
| Bishops Pumpkin Farm | Specialty | Bills Place | Dining |
| Cade Patrick Boeger | Dining | City Grill Restaurant | Dining |
| City Grill | Dining | Elkins Frostie | Dining |
| Dollar General | Variety | Emma Olives | Dining |
| Elkins Frosty | Dining | Hunter's Footwear | Shoe |
| Mi Pueblito Taqueria | Dining | Jonathan Williamson | Contractor |
| Primetime Pizza | Dining | Nor Cal Elite | Sporting Goods |
| Raj's Mini Mart | Service Station | Primetime Pizza | Dining |
| Ready to Help Estate Sales | Business Service | Raj's Mini Mart | Service Station |
| Robertos Restaurant | Dining | Robertos Restaurant | Dining |
| Sharp Legal Srvce | Business Service | Spx Transformer | Electrical Equip |
| Stacey Ann Whelan | Specialty | Src Catering | Dining |
| Subway | Dining | Stacey Ann Whelan | Specialty |
| Thrasher's Diesel Repair | Auto Repair | Subway | Dining |
| Tobacco Shop | Cigarette/Cigar | Tj's Coffiee | Dining |
| Vacation Rvs & Auto Sales | Used Auto | Tobacco Shop | Cigarette/Cigar |
| Village Pharmacy | Drug | Village Pharmacy | Drug |
| Wheatland 99 & liquor | Convenience | Wheatland 99 & liquor | Convenience |
| Wheatland Elementary School | Government | Wheatland Auto Parts | Auto Repair |
| Wheatland Smog & Repair | Auto Repair | Wheatland Chevron | Service Station |
| Wheatland Station | Service Station | Wheatland Elementary School | Government |
| Wheatland Tire Co | Auto Repair | Wheatland Smog & Repair | Auto Repair |
| Wonderful Chinese Restaurant | Dining | Wonderful Chinese Restaurant | 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 ended June 30, 2017

| Collections within the Fiscal Year of the Levy | | | | Total Collections to Date | |
|---|---------------------------------|------------|--------------------|---------------------------|--------------------|
| Fiscal Year | Taxes for the Fiscal Year | Amount | Percent of Levy | Amount | Percent of Levy |
| 2007-08 | \$ 643,617 | \$ 643,617 | 100.00% | \$ 643,617 | 100.00% |
| 2008-09 | 712,856 | 712,856 | 100.00% | 712,856 | 100.00% |
| 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% |

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
Fiscal year ended June 30, 2017

| | | | | | |
|---|----------------------|------------|------------|------------|------------|
| City Assessed Valuation | <u>\$243,681,993</u> | | | | |
| | FY 2007-08 | FY 2008-09 | FY 2009-10 | FY 2010-11 | FY 2011-12 |
| Basic Levy¹ | 1.00000 | 1.00000 | 1.00000 | 1.00000 | 1.00000 |
| Western Placer Unified 1993 Series A | 0.01343 | 0.01343 | 0.01343 | 0.02105 | 0.02609 |
| Wheatland Union High School 2012A | 0.00000 | 0.00000 | 0.00000 | 0.00000 | 0.00000 |
| Yuba Community College | 0.01404 | 0.01404 | 0.01404 | 0.01450 | 0.02510 |
| Total Direct and Overlapping² Tax Rates | 1.02747 | 1.02747 | 1.02747 | 1.03555 | 1.05119 |
| City's Share of 1% Levy Per Prop 13³ | 0.17092 | 0.17092 | 0.17092 | 0.17092 | 0.17092 |
| Total Direct Rate⁴ | 0.17900 | 0.17961 | 0.17574 | 0.17395 | 0.17419 |
| | FY 2012-13 | FY 2013-14 | FY 2014-15 | FY 2015-16 | FY 2016-17 |
| Basic Levy¹ | 1.00000 | 1.00000 | 1.00000 | 1.00000 | 1.00000 |
| Western Placer Unified 1993 Series A | 0.02521 | 0.02521 | 0.02504 | 0.02469 | 0.02526 |
| Wheatland Union High School 2012A | 0.00000 | 0.00000 | 0.02994 | 0.03000 | 0.03000 |
| Yuba Community College | 0.02471 | 0.02471 | 0.02500 | 0.02494 | 0.02635 |
| Total Direct and Overlapping² Tax Rates | 1.04992 | 1.04992 | 1.07998 | 1.07963 | 1.08161 |
| City's Share of 1% Levy Per Prop 13³ | 0.17092 | 0.17092 | 0.17092 | 0.17092 | 0.17092 |
| Total Direct Rate⁴ | 0.17277 | 0.17204 | 0.17159 | 0.13888 | 0.13966 |

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 2007/08 - 2016/17 Tax Rate Table

City of Wheatland
Outstanding Debt
For the last ten fiscal years
Fiscal year ended June 30, 2017

| Fiscal Year | USDA Water Loan #1 | | USDA Water Loan #3 | | USDA Wastewater Loan | | Capital Lease | | Percentage of Personal Income |
|-------------|--------------------|-----------------|--------------------|-----------------|----------------------|-----------------|------------------|-----------------|-------------------------------|
| | Debt Outstanding | Debt Per Capita | Debt Outstanding | Debt Per Capita | Debt Outstanding | Debt Per Capita | Debt Outstanding | Debt Per Capita | |
| 2007-08 | 1,875,000 | 533.28 | 1,078,000 | 306.60 | 3,562,055 | 1,013.10 | 325,000 | 92.43 | n/a |
| 2008-09 | 1,851,000 | 523.47 | 1,064,000 | 300.90 | 3,903,969 | 1,104.06 | 310,320 | 87.76 | n/a |
| 2009-10 | 1,825,000 | 512.93 | 1,049,000 | 294.83 | 3,873,000 | 1,088.53 | 294,856 | 82.87 | 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% |

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 ended June 30, 2017

| 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 |
|-------------|------------------------|--------------------------|-----------------------|------------|------------------------------|-------------------|---|
| 2007-08 | 246,994,752 | 61,748,688 | 15% | 9,262,303 | 325,000 | 8,937,303 | 3.51% |
| 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% |

*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 fiscal years
Fiscal year ended June 30, 2016

| 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 |
|-------------|------------|--|----------------------------|-------------------------------------|------------|--------------------------------------|-------------------------------------|
| 2006-07 | 3,517 | n/a | | 9.1% | n/a | n/a | n/a |
| 2007-08 | 3,516 | n/a | | 11.7% | n/a | n/a | n/a |
| 2008-09 | 3,536 | n/a | | 17.2% | n/a | n/a | n/a |
| 2009-10 | 3,558 | \$ 96,810 | \$ 27,209 | 19.0% | 32.6 | 79.9% | 13.0% |
| 2010-11 | 3,469 | \$ 80,311 | \$ 23,151 | 18.0% | 33.2 | 79.3% | 12.1% |
| 2011-12 | 3,493 | \$ 73,880 | \$ 21,151 | 13.5% | 32.9 | 83.7% | 12.8% |
| 2012-13 | 3,495 | \$ 77,124 | \$ 22,067 | 13.0% | 32.3 | 84.0% | 17.4% |
| 2013-14 | 3,419 | \$ 77,447 | \$ 22,652 | 12.1% | 33.2 | 83.6% | 15.2% |
| 2014-15 | 3,519 | \$ 74,642 | \$ 21,211 | 10.1% | 35.9 | 83.5% | 14.5% |
| 2015-16 | 3,509 | \$ 80,286 | \$ 22,880 | 9.3% | 34.3 | 84.3% | 13.9% |

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
Fiscal year ended June 30, 2016

| Function | 2012 | 2013 | 2014 | 2015 | 2016 |
|--------------------------------|------|------|------|------|------|
| Police Stations | 1 | 1 | 1 | 1 | 1 |
| Fire Stations* | 1 | 1 | 1 | 1 | 1 |
| Public Works | | | | | |
| Street Miles | 18.4 | 18.4 | 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 Finance Department

City of Wheatland
Operating Indicators by Function
For the last 5 years
Fiscal year ended June 30, 2016

| Function | 2012 | 2013 | 2014 | 2015 | 2016 |
|--|------------|--------------|---------------|--------------|--------------|
| Police | | | | | |
| Calls for service | 1,205 | 1,525 | 1,452 | 1,427 | 1,461 |
| 911 calls per year | 295 | 330 | 331 | 354 | 315 |
| Public Works | | | | | |
| Street Resurfacing (miles) | 0.00 | 0.31 | 0.00 | 0.00 | 0.00 |
| Encroachment permits | 7 | 21 | 10 | 8 | 9 |
| Parks and recreation | | | | | |
| Facility rental hours | 175 | 152 | 166 | 112 | 144 |
| Sports field rental hours | 750 | 750 | 750 | 750 | 750 |
| Building Valuations | | | | | |
| Building permits issued per year | 76 | 81 | 231 | 127 | 95 |
| Building valuation | \$ 494,509 | \$ 1,000,217 | \$ 11,209,358 | \$ 1,886,320 | \$ 2,465,854 |
| Utilities | | | | | |
| Gallons of wastewater treated per year (in millions) | 115 | 122 | 118 | 115 | 124 |
| Business Licenses | | | | | |
| Annual business licenses issued | n/a | 177 | 210 | 231 | 273 |

Source: City Finance Department

City of Wheatland
Full-time and Part-time City Employees by Function
For the last 5 fiscal years
Fiscal year ended June 30, 2017

| Function | 2013 | 2014 | 2015 | 2016 | 2017 |
|------------------------------------|------|------|------|------|------|
| General Government | 4.3 | 4.3 | 4.3 | 5.3 | 5.3 |
| Public Safety Non-Sworn | 0.5 | 0.5 | 0.5 | 0.9 | 0.9 |
| 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 | 7.0 | 7.0 | 6.9 | 6.9 |
| Total | 20.8 | 20.8 | 20.8 | 22.1 | 22.1 |

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
Current Year²
For the year 2016

| 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 |
| Aramark Sports & Entertainment | 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 |
| Sutter Health | 100-249 | 4 |
| US Post Office | 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

²Prior year information is not available