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CITY OF OROVILLE COMPREHENSIVE ANNUAL FINANCIAL REPORT

JUNE 30, 2016

"Oroville – California's best opportunity for a safe and diverse quality of life"

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CITY OF OROVILLE

CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2016



Submitted by:

City of Oroville

Department of Finance

Ruth Wright, Director of Finance

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CITY OF OROVILLE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2016

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INTRODUCTORY SECTION

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DISCOVER GOLD...DISCOVER OROVILLE

1735 MONTGOMERY STREET • OROVILLE, CALIFORNIA 95965

March 10, 2017

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

The City of Oroville (City) hereby submits the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2016. The CAFR contains financial statements that have been prepared in conformity with generally accepted accounting principles in the United States of America (GAAP) as prescribed for government entities.

Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and present fairly the respective financial position and changes of the City, as of June 30, 2016. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The CAFR is published to provide information about the City to its citizens, the investment community, the general public, and others who may have an interest in the financial information regarding the City. This letter of transmittal is designed to be read with and complement the Management's Discussion and Analysis (MD&A). The MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE CITY

The City was incorporated as a Charter City in 1906. Also known as the City of Gold, the City is located approximately 70 miles north of Sacramento, California's State Capitol. Notably, the City is home to the tallest earthen-filled dam in the world. The Oroville Dam was completed in 1968 and provides the City with an abundance of recreational opportunities. The City is one of five incorporated cities/towns located within the County of Butte: Biggs, Chico, Gridley, Oroville, and Paradise.

The City Council is the elected legislative body for the City. It is composed of seven members, the Mayor plus six council members, who are elected at large for four-year staggered terms. The City Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and appointing the Vice Mayor.

There are two formal advisory bodies required by the City Charter: the Planning Commission and Parks Commission. These advisory bodies are appointed by the City Council to provide information, research, and direct public participation in shaping the City's policies. Other advisory committees are appointed and created by the Council. All members serve at the pleasure of the Council.

The City provides a broad range of services including police and fire protection; construction and maintenance of streets, sewer, and infrastructure; community development, including planning and zoning; building and safety, and housing activities; municipal airport; golf course; and general administrative services.

The City maintains a website located at: www.cityoforoville.org that provides online services and extensive information about the City. This website includes information about the Council, Council meeting agendas, City job listings, City museums, local recreation, financial information, and links to other local resources.

MAJOR INITIATIVES

Capital Outlay

Due to the budget challenges the City is currently facing there were no major Capital outlays this year.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Challenges

With 80% of the City's General Fund expenses allocated to salaries and benefits, labor costs continue to be a major source of concern for the City. As we continue to closely monitor the CalPERS pension contribution requirements, the forecast is less than optimistic. Rate adjustments continue to increase for public agency employer contributions. Meeting these increases and maintaining services for the community are proving to be more than challenging.

Internal Control

The management of the City has established a comprehensive framework of internal controls designed to ensure that the assets of the government are protected from loss, theft or misuse. This framework ensures that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. Reasonable assurance provides that the cost of internal controls should not exceed the benefits and that decisions often require the use of estimates and judgments by management.

Single Audit

As a recipient of federal and state financial assistance, the City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and Title 2 of the Code of Federal Regulations Part 200 (Uniform Guidance). Information related to this single audit includes

the schedule of federal awards, findings and questioned costs, and the independent auditor's report on internal control and compliance. The City is also responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to those programs. Internal controls are subject to periodic evaluation by management and the Finance Department staff. The 2015-16 Single Audit will be issued under separate cover and will be available by contacting the Finance Department after March 31, 2017.

Budgeting Controls

In addition to accounting controls, the City maintains budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. The budget also serves as the foundation for financial planning and control for the City.

In accordance with the City's Charter, a budget is presented on or before June 1 each year to the City Council and must be adopted by the first regular meeting in July.

Credit Rating

The City proudly continues to maintain a strong credit rating and strives to continue this achievement.

OTHER INFORMATION

Independent Audit

City Charter requires an annual audit by independent certified public accountants. The firm of Chavan & Associates, LLP was selected to perform this service. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City, for the fiscal year ended June 30, 2016, are free of material misstatement. The independent auditor's report is presented as the first item of the financial section of the report.

Awards and Acknowledgments

The GFOA awarded the prestigious Certificate of Achievement for Excellence in Financial Reporting to the City for successful completion of the CAFR for the fiscal year ended June 30, 2015. This achievement represents the City's 21st consecutive award. This award is the highest form of recognition for excellence in state and local government reporting. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized CAFR that satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

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

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the efficient and dedicated services of staff from the Finance Department and the cooperation and assistance of all City departments. We commend the Council for its interest, support, and exemplary

leadership in planning and conducting the financial operations of the City in a responsive and progressive manner.

Respectfully submitted,

Donald Rust

Acting City Administrator

Ruth Wright, CPA

Finance Director

City Council

Mayor, Linda Dahlmeier
Vice Mayor, Janet Goodson
Council Member, Jack Berry
Council Member, Marlene Del Rosario
Council Member, Linda Draper
Council Member, Art Hatley
Council Member, Scott Thompson

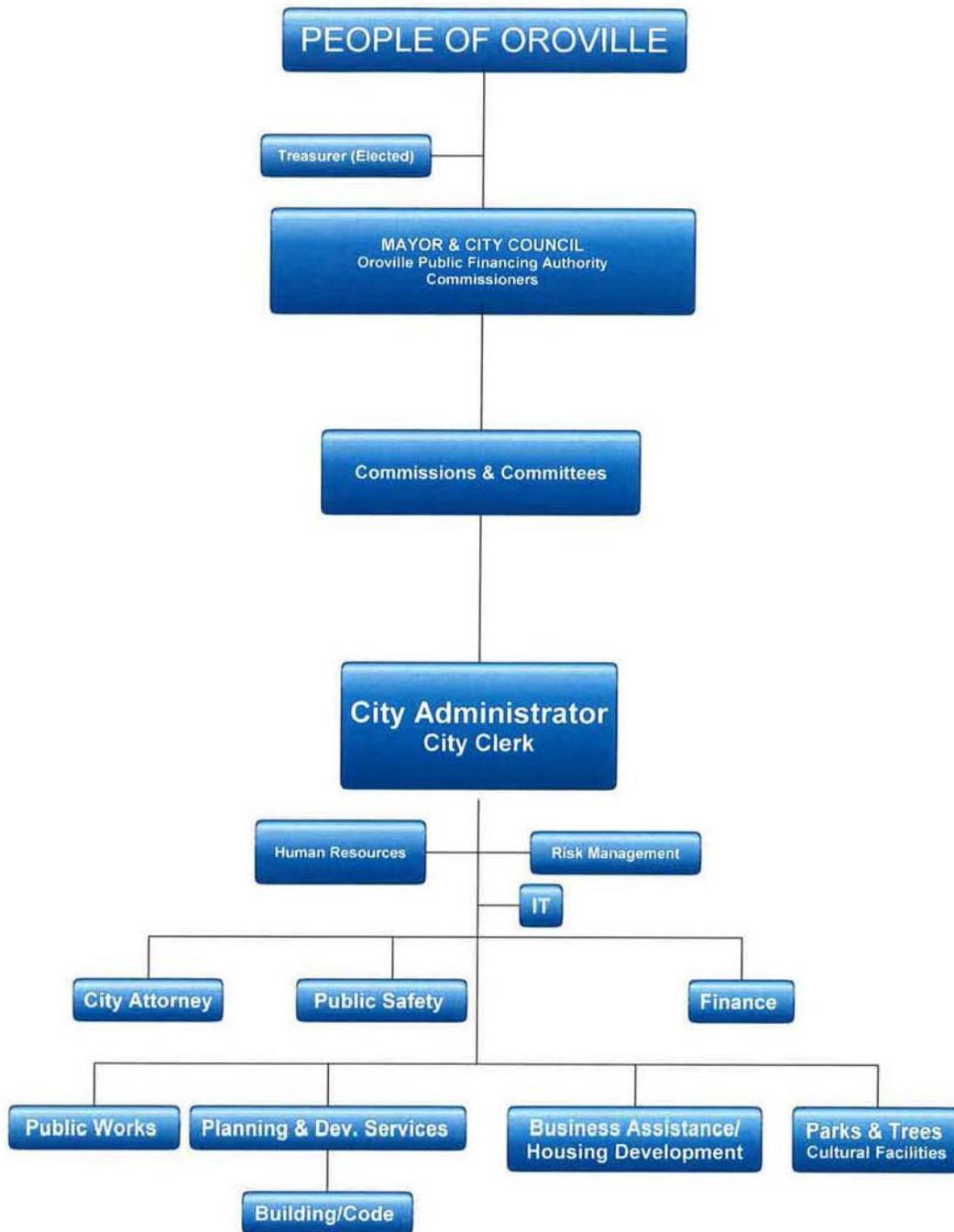
City Administration

Elected

City Treasurer, Karolyn Fairbanks

Appointed

Acting City Administrator, Don Rust
City Attorney, Scott E Huber
Director of Finance, Ruth Wright
Police and Fire Chief, Bill LaGrone
Director of Parks and Trees, Don Rust
Director of Planning and Development, Don Rust
Director of Public Works, Don Rust





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Oroville
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the
City Council of the City of Oroville
Oroville, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Oroville (the "City"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City'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 City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Oroville, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Emphasis of a Matter

During the fiscal year ended June 30, 2016, the City changed the accounting and reporting of the Sewer fund and the Sewer Connection Fees fund from special revenue funds to Enterprise funds through a transfer of \$4.8 million from the governmental funds to the enterprise funds. The total transfers into the enterprise funds, including long-term capital assets, totaled \$6.9 million. See note 1, section B, under proprietary funds for additional information.

Other Matters

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining individual non-major fund statements and schedules, and statistical section, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining individual non-major fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are 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, we do not express an opinion or provide any assurance on them.

New Accounting Principles

As discussed in Note 1 to the financial statements, the City adopted the provisions GASB Statement No. 72, *Fair Value Measurement and Application*, GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, and GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, effective June 30, 2016. Our opinion is not modified with respect to these matters.



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 20, 2017 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

C & A LLP

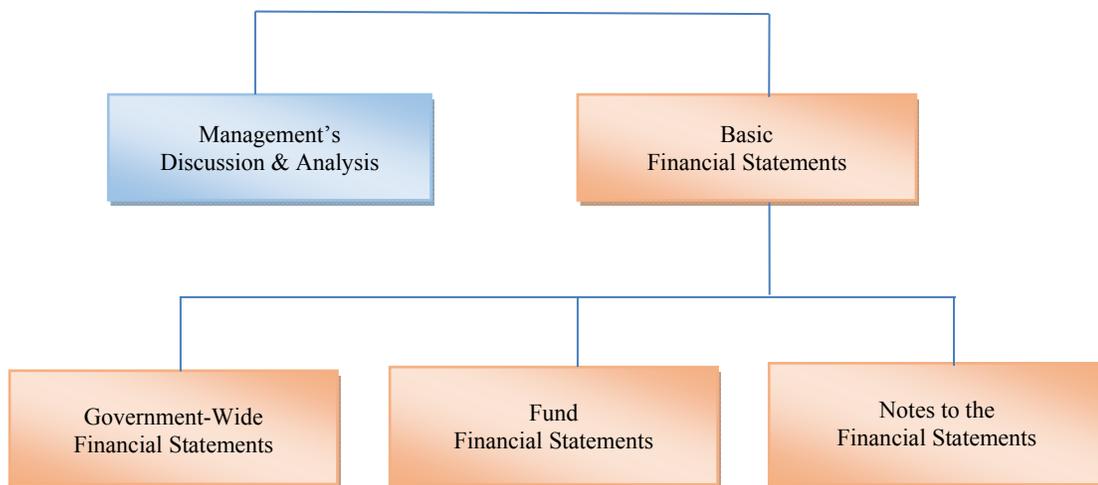
March 20, 2017
San Jose, California

INTRODUCTION

The Management’s Discussion and Analysis (MD&A) is a required section of the City’s Comprehensive Annual Financial Report (CAFR), as shown in the overview below. The purpose of the MD&A is to present a discussion and analysis of the City’s financial performance during the fiscal year that ended on June 30, 2016. This report will (1) focus on significant financial issues, (2) provide an overview of the City’s financial activity, (3) identify changes in the City’s financial position, (4) identify any individual fund issues or concerns, and (5) provide descriptions of significant asset and debt activity.

This information, presented in conjunction with the annual Transmittal Letter and Basic Financial Statements is intended to provide a comprehensive understanding of the City’s operations and financial standing.

Required Components of the Annual Financial Report



FISCAL YEAR 2015/16 FINANCIAL HIGHLIGHTS

- Total net position increased by \$8.4 million from last fiscal year, mostly due activities in the sewer fund which was reported as a business-type activity in 2015/16 instead of a governmental activity as in previous years.
- The City's assets exceeded its liabilities by \$41.6 million. Assets and deferred outflows of resources totaled \$110 million, while liabilities and deferred inflows of resources were \$65 million.
- Net position consisted of \$35.8 million classified as net investment in capital assets; \$10.9 million as restricted; and \$(1.7) million as unrestricted “deficit” net position.
- Total City-wide revenues were \$23.8 million which consists of program revenue of \$11.9 million and general revenues of \$11.9 million.
- Total City expenses were \$18.9 million, excluding transfers and special items.
- Total Governmental fund balances were \$19.4 million. Even after the change of the Sewer fund from a governmental fund to a proprietary fund, total fund balance only decreased by \$16,830 from because the City was able to transfer \$3.4 million into the capital projects fund due to the refunding of the OPFA bonds.
- General Fund revenues were \$11.9 million, while General Fund expenditures were \$12.9 million. Transfers in to the General Fund from other funds were \$1.8 million.

THE BASIC FINANCIAL STATEMENTS

The Basic Financial Statements are comprised of 1) Government-wide (City-wide) Financial Statements, and; 2) Fund Financial Statements. These two sets of financial statements provide the reader two different perspectives of the City's financial activities and financial position.

Government-Wide Financial Statements provide a longer-term view of the City's activities as a whole, and comprise the *Statement of Net Position* and the *Statement of Activities*. The *Statement of Net Position* provides information about the financial position of the City as a whole, including all its capital assets and long-term liabilities on a full accrual basis, similar to that used by corporations. The *Statement of Activities* provides information about all the City's revenues and all its expenses, also on a full accrual basis, with the emphasis on measuring net revenues and/or expenses for each of the City's programs. The *Statement of Activities* explains in detail the change in Net Position for the fiscal year.

All of the City's activities are required to be grouped into government activities and business-type activities. The entire amount in the *Statement of Net Position* and the *Statement of Activities* are also required to be separated into governmental activities or business-type activities in order to distinguish between these two types of activities of the City.

Fund Financial Statements report the City's operations in more detail than the government-wide statements and focus primarily on the short-term activities of the City's general fund and other major funds. The Fund Financial Statements measure only current revenues and expenditures and fund balances; they exclude capital assets, long-term debt, and other long-term amounts.

Major funds account for the major financial activities of the City and are presented individually, while the activities of non-major funds are presented in summary, with subordinate schedules presenting the detail for each of these other funds. Major funds are explained below.

The Government-Wide Financial Statements

Government-wide financial statements are prepared on the accrual basis, which means they measure the flow of all economic resources of the City as a whole. The *Statement of Net Position* and the *Statement of Activities* present information about the following:

Governmental Activities – All of the City's basic services are considered to be governmental activities, including general government, community development, public safety, transportation, and, culture and leisure. These services are supported by general City revenues such as taxes, and by specific program revenues such as development and recreation program fees.

Business-Type Activities – This category includes enterprise activities for local transportation and sewage. Unlike governmental services, these services are fully supported by charges paid by users based on the amount of services they use.

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, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Fund financial statements provide detailed information about each of the City's most significant funds, called major funds. The concept of major funds, and the determination of which are major funds, was established by GASB Statement 34 and replaces the concept of combining like funds and presenting them in total. Instead, each major fund is presented individually, with all non-major funds summarized and presented only in a single column. Subordinate schedules present the detail of these non-major funds.

Major funds present the major activities of the City for the fiscal year, and may change from year to year as a result of changes in the pattern of the City's activities. The City's funds are segregated into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – 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 available at year-end. Financial statements are prepared on the modified accrual basis, which means they measure only current financial resources and uses. Carrying amounts for capital assets and other long-lived assets, along with long-term liabilities are not presented on the balance sheet in the governmental fund financial statements. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Proprietary Funds – When the City charges customers for the services it provides, whether to outside customers or to other units of the City, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the City's enterprise fund is the same as the business type activities reported in the Government-Wide statements. Proprietary funds provide the same type of information as Government-Wide statements but only in more detail, with additional information, such as cash flows. The City uses internal service funds (the other component of proprietary funds) to report activities that provide supplies and services for the City's other programs and activities such as the City's self-insurance, stores and vehicle maintenance funds. The internal services funds are reported with governmental activities in the Government-Wide Financial Statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reported in the Government-Wide financial statements because the resources of these funds are not available to support the City of Oroville's own programs. The accounting for fiduciary funds is much like that used for business type activities. The City maintains two types of fiduciary funds; private-purpose trust and agency. The Oroville Successor Agency to the former Oroville Redevelopment Agency is reported as a private-purpose trust fund. The City's agency funds report resources held by the City in a custodial capacity for individuals, private organizations and other governments.

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes can be found immediately following the fund financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information other than through the MD&A follows the Notes and includes a budgetary comparison for the General Fund and other major funds as presented in the governmental fund financial statements.

SUPPLEMENTARY INFORMATION

Combining and individual fund statements and schedules are included to provide additional information on non-major governmental funds including special revenue, debt service, capital project funds, proprietary internal service fund information and agency funds. An un-audited statistical section provides historical and current data on financial trends, revenue and debt capacity, demographic and economic information, and operating information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as an indicator of the City's financial position. The City's Total Net Position increased \$8.4 million. A significant portion of the City's net position (\$35.8 million) was net investment in capital assets, (e.g., land, buildings, general government infrastructure, equipment, etc.) which is capital assets net of accumulated depreciation and reduced by any related debt used to acquire or construct those assets. Capital assets represent infrastructure which provide services to citizens and are not available for future spending.

The Oroville Successor Agency is reported as a private-purpose trust fund of the City of Oroville and, therefore, has been excluded from the determination of net position. In prior years, the City reported a receivable from the Oroville Successor Agency for amounts due to the Oroville Public Financing Authority (“OPFA”), a component unit of the City of Oroville. The City changed the classification of its Sewer funds from governmental funds to proprietary funds and transferred \$6.9M in net position from governmental activities to business-type activities during the year. A total of \$10.9 million of the City’s net position was restricted at the end of the year, which was an increase of \$2.4 million (29%) from last year. The City’s unrestricted net position ended at a deficit \$1.7 million due to the implementation of GASB 68.

The following table summarized the City’s ending net position:

Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2016	2015	2016	2015	2016	2015
Assets						
Current and other assets	\$ 62,110,893	\$ 63,553,359	\$ 5,649,153	\$ 324,491	\$ 67,760,046	\$ 63,877,850
Capital assets	33,217,775	35,426,007	3,374,997	-	36,592,772	35,426,007
Total Assets	\$ 95,328,668	\$ 98,979,366	\$ 9,024,150	\$ 324,491	\$ 104,352,818	\$ 99,303,857
Deferred Outflows of Resources	\$ 5,413,378	\$ 4,702,849	\$ 29,268	\$ -	\$ 5,442,646	\$ 4,702,849
Liabilities						
Current and other liabilities	\$ 41,556,736	\$ 43,548,441	\$ 358,096	\$ 853	\$ 41,914,832	\$ 43,549,294
Noncurrent liabilities	20,609,731	19,843,421	180,141	-	20,789,872	19,843,421
Total Liabilities	\$ 62,166,467	\$ 63,391,862	\$ 538,237	\$ 853	\$ 62,704,704	\$ 63,392,715
Deferred Inflows of Resources	\$ 2,143,241	\$ 4,086,185	\$ 27,935	\$ -	\$ 2,171,176	\$ 4,086,185
Net Position						
Net investment in capital assets	\$ 32,421,950	\$ 34,834,507	\$ 3,374,997	\$ -	\$ 35,796,947	\$ 34,834,507
Restricted	10,868,535	8,425,616	-	-	10,868,535	8,425,616
Unrestricted (deficit)	(6,858,147)	(7,055,955)	5,112,249	323,638	(1,745,898)	(6,732,317)
Total Net Position	\$ 36,432,338	\$ 36,204,168	\$ 8,487,246	\$ 323,638	\$ 44,919,584	\$ 36,527,806

Statement of Changes in Net Position

Functions/Programs	Governmental Activities		Increase	Business-Type Activities		Increase
	2016	2015	(Decrease)	2016	2015	(Decrease)
Program Revenues						
Charges for services	\$ 3,811,890	\$ 5,248,174	\$ (1,436,284)	\$ 3,469,366	\$ 11,569	\$ 3,457,797
Operating grants and contributions	3,876,294	2,301,132	1,575,162	693,071	545,208	147,863
Capital grants and contributions	-	203,474	(203,474)	-	-	-
Total Program Revenues	7,688,184	7,752,780	(64,596)	4,162,437	556,777	3,605,660
General Revenues						
Property taxes	1,037,556	1,920,182	(882,626)	-	-	-
Sales and use taxes	3,356,969	2,897,928	459,041	-	-	-
Sales and use taxes in-lieu	1,897,058	2,231,317	(334,259)	-	-	-
Transient occupancy taxes	523,926	469,311	54,615	-	-	-
Utility users tax	1,769,229	1,630,983	138,246	-	-	-
Franchise taxes	646,327	656,824	(10,497)	-	-	-
Other taxes	821,176	428,337	392,839	-	-	-
Investment earnings	238,550	268,334	(29,784)	37,689	710	36,979
Other revenues	1,599,079	949,861	649,218	7,070	-	7,070
Total General Revenues	11,889,870	11,453,077	436,793	44,759	710	44,049
Expenses						
General Government	2,050,798	2,968,029	(917,231)	-	-	-
Public Safety	8,602,715	8,080,320	522,395	-	-	-
Public Works	848,382	799,469	48,913	-	-	-
Streets and Storm Drains	955,548	1,194,193	(238,645)	-	-	-
Parks and Leisure	1,407,831	1,359,793	48,038	-	-	-
Transportation	497,251	467,993	29,258	540,867	560,820	(19,953)
Sewer Enterprise Activities	-	-	-	2,419,070	-	2,419,070
Health and Sanitation	116,738	2,036,146	(1,919,408)	-	-	-
Housing and Community Development	1,126,496	1,845,795	(719,299)	-	-	-
Interest on fiscal charges	311,806	871,067	(559,261)	-	-	-
Total Expenses	15,917,565	19,622,805	(3,705,240)	2,959,937	560,820	2,399,117
Excess (Deficiency) of Revenues over Expenses	3,660,489	(416,948)	4,077,437	1,247,259	(3,333)	1,250,592
Transfers	(6,916,349)	96,545	(7,012,894)	6,916,349	(96,545)	7,012,894
Transfers from (to) Successor Agency	3,479,404	(2,372,795)	5,852,199	-	-	-
Gain (loss) on Capital Asset Disposal	4,626	(346,398)	351,024	-	-	-
Increase / (Decrease) in Net Position	228,170	(3,039,596)	3,267,766	8,163,608	(99,878)	8,263,486
Prior Period Adjustments	-	(15,549,995)	15,549,995	-	1,233	(1,233)
Net Position, Beginning of Year	36,204,168	54,793,759	(18,589,591)	323,638	422,283	(98,645)
Net Position, End of Year	\$ 36,432,338	\$ 36,204,168	\$ 228,170	\$ 8,487,246	\$ 323,638	\$ 8,163,608

Governmental Activities

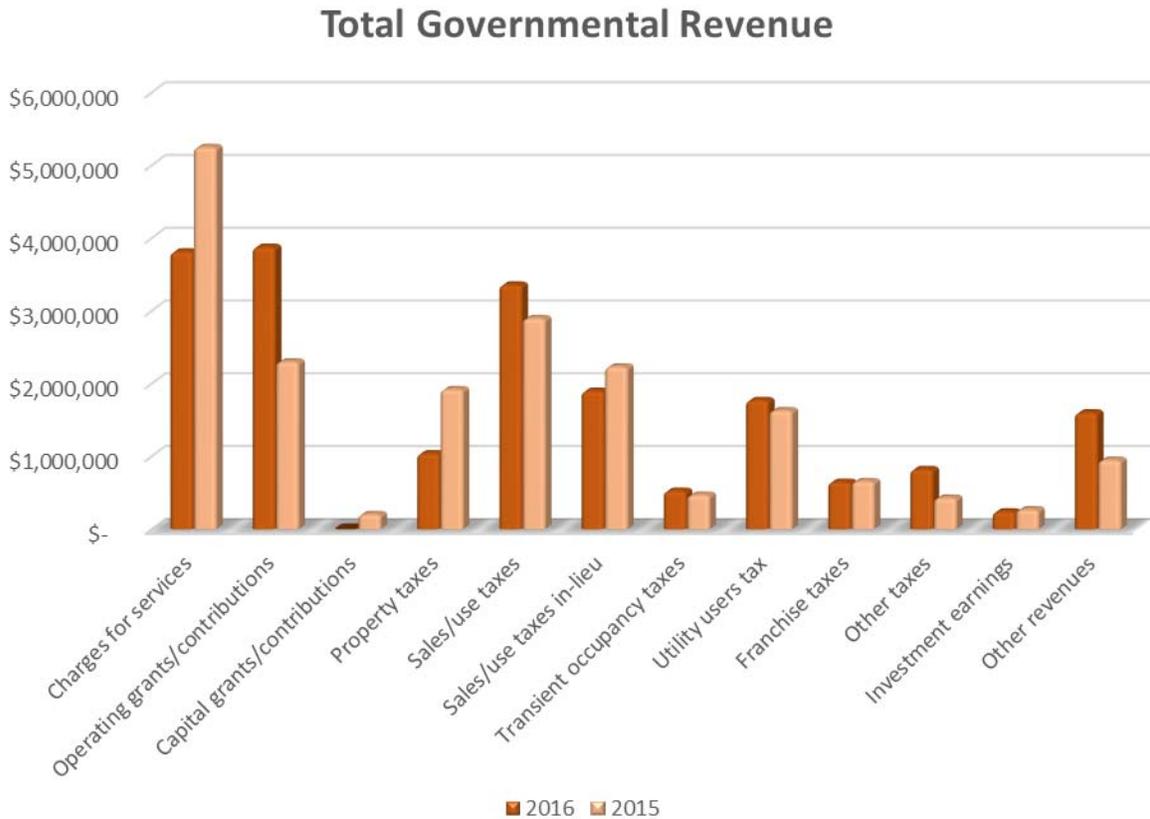
As shown in the above *Statement of Changes in Net Position* schedule, the change in program revenues from the prior fiscal year for governmental activities is a decrease of \$64,596. The change in general revenues from the prior year is an increase of \$436,793 for a total increase in revenues of \$372,197. The change in expenses from the prior year was a decrease of \$3.7 million which is mostly attributed to the reclassification of the sewer activities from governmental to business-type activities as noted above.

With total program and general revenues for fiscal year 2015/16 at \$19.6 million, total expenses at \$15.9 million, transfers out totaling \$6.9 million and transfers from the Successor Agency totaling \$3.5 million, the net activity resulted in an increase in Net Position of \$228,170 for governmental activities. GASB 68 required the City to record its proportionate share of pension obligations in 2014/15 (\$13 million) for its Miscellaneous and Safety pension plans and a decrease to beginning net position of \$15.2 million.

An analysis and graphical representation of the changes in revenues and expenses by type of significant events follows:

Governmental Revenues

The following chart summarizes the changes in governmental revenue from las year:

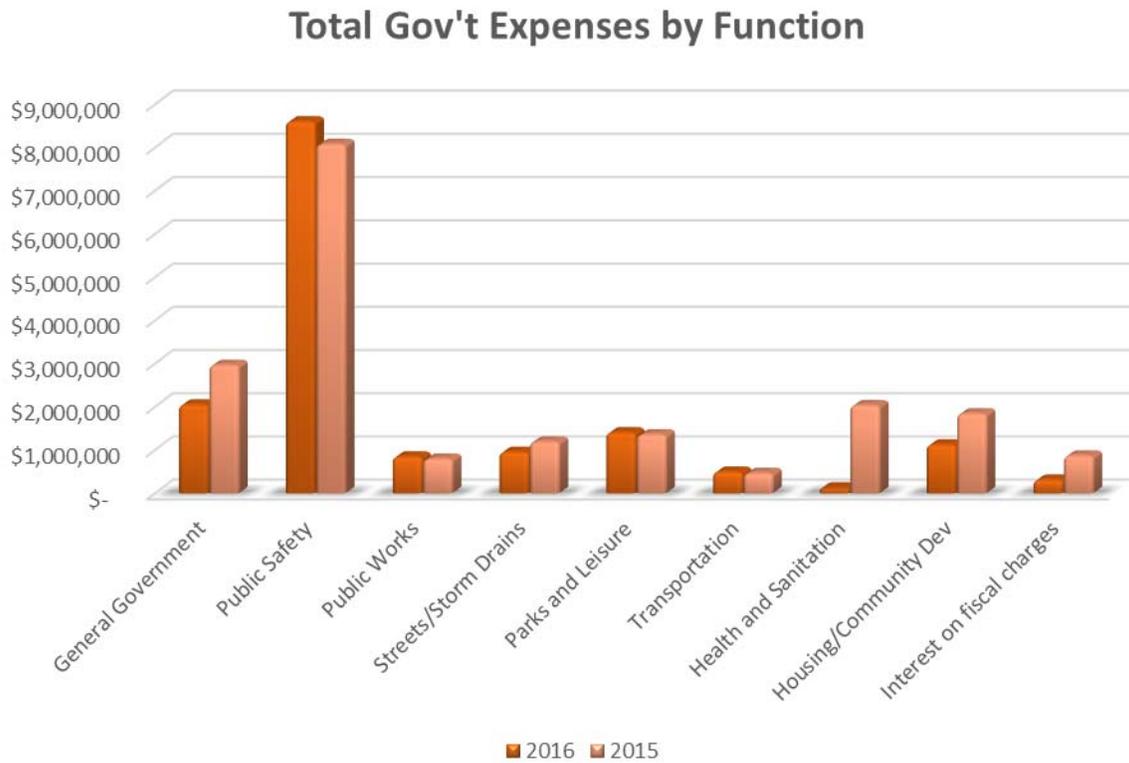


Significant changes in governmental revenues consisted of the following:

- Charge for Services decreased by \$1.4 million due to the reclassification of sewer activities to from governmental to business-type.
- Operating grants increased by \$1.6 million mostly because of resources received in the City’s streets and storm drains function to cover repairs, maintenance and improvements.
- Capital grants decreased by \$203,474 mostly because the City received grants in prior years for one-time capital projects for Airport construction projects in the prior year.
- There was a decrease in combined tax revenue of \$182,641.

Governmental Expenses

The 2015/16 expenses for Governmental Activities decreased by \$3.7 million primarily from the reclassification of sewer activities from governmental to business-type activities as illustrated in the chart below (health and sanitation).



Significant changes in governmental expenses consisted of the following:

- Public safety expenses increased by \$522,395 because of an increase to salaries and benefits related to that function.
- General government expenses decreased by \$917,231 as a result of budget cuts made by the City.
- Interest expense decreased by \$559,261 because the Oroville Public Finance Authority revenue bonds were refunded and effectively transferred to the Successor Agency through the issuance of tax allocation bonds in 2014/15
- Health and sanitation expenses decreased by \$1.9 million primarily from the reclassification of sewer activities from governmental to business-type activities.

Business-Type Activities

The City’s net position for business type activities increased by \$8.2 million because of the reclassification of sewer activities from governmental to business-type activities.

Total expenses for business type activities were \$3 million during the year, which was an increase of \$2.4 million from prior year. As shown in the Statement of Activities, the amount paid by users of the

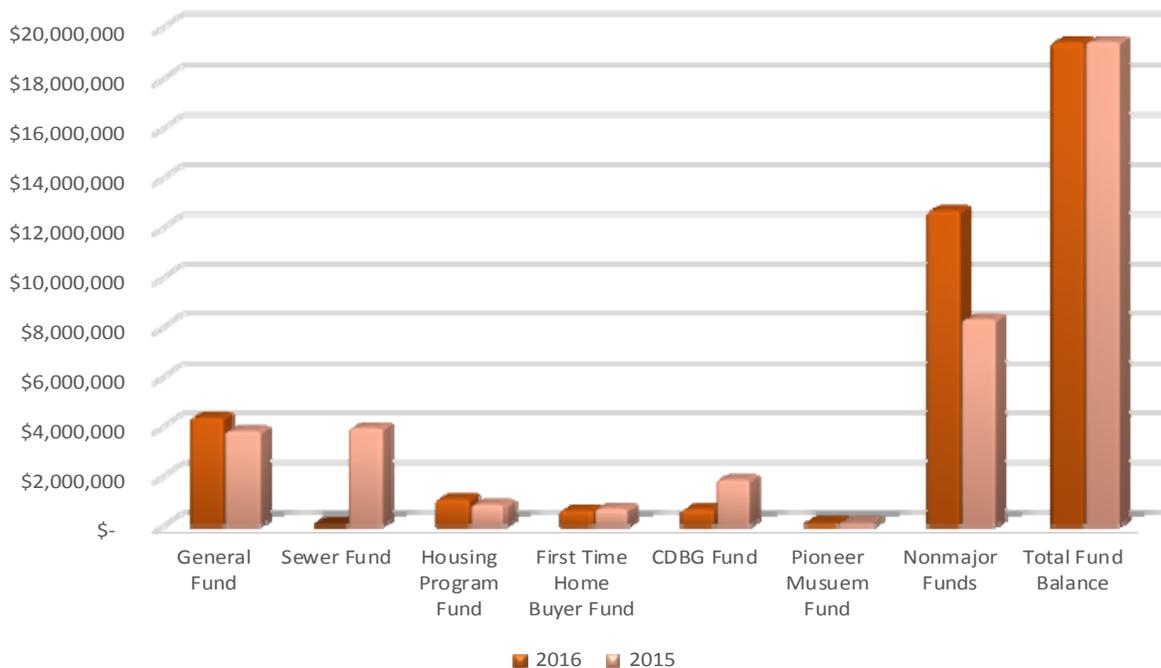
bus transportation system was \$11,558, very consistent with prior year, and total operating grants and contributions were \$693,071, a slight increase over prior year.

The expenses in the Sewer program increased by approximately \$450,000 while the charges for services increased by approximately \$550,000. The Sewer program was reported as a governmental fund and activity in 2014/15. The change in presentation required the City to report a transfer \$6.9 million of assets, net of related liabilities, in the statement of net position.

FINANCIAL ANALYSIS OF THE CITY’S FUNDS

A summary of the changes in fund balance of the Major Funds and Other Governmental Funds is presented below:

Fund Balances



The total change in fund balance during the year, including Major Funds and Other Governmental Funds, was a decrease of \$16,830. Total ending fund balance was \$19.4 million. During the year, the Sewer Fund was changed to an enterprise fund from a governmental-fund through a transfer of \$4.8 million from the related governmental funds to the enterprise funds. The total transfers into the enterprise funds, including long-term capital assets, totaled \$6.9 million.

Governmental Funds

The fund balance of the City’s General Fund increased by \$536,196. Total revenues decreased by \$201,711 while total expenditures decreased by \$2.9 million from prior year.

Among the special revenue funds, the Sewer Fund’s fund balance decreased as noted above. The nonmajor fund’s fund balance increased by \$4.4 million mostly because the City transferred \$3.4 million from the Successor Agency to fund capital projects.

DEBT ADMINISTRATION

During the year, Long-Term Debt from governmental activities increased by \$1 million primarily due to increases in the net pension obligations. As of June 30, 2016, \$5.8 million was considered general City obligations subject to the City’s debt limit of \$39.6 million. The City reported \$181,141 in net pension obligations related to business-type activities as of June 30, 2016.

Taxable Pension Obligation Bonds

These bonds are an unconditional obligation of the City of Oroville payable from any legally available funds. The bonds are not voter-approved debt backed by the taxing power of the City of Oroville and the full faith and credit of the City has not been pledged to the repayment of the bonds. Due the increasing public employee retirement system obligations for the unfunded liability portion which triggers higher rates, the City of Oroville along with other Cities and Counties chose to issue bonds for the unfunded liability to stabilize the rates going forward for retirement. The City of Oroville’s initial portion of the bond issuance equaled \$7.26 million and the balance outstanding at June 30, 2016 was \$4.97 million.

The following table summarizes the City’s debt at the end of the year:

Outstanding Long-Term Obligation at Year End		
	Governmental Activities	
	2016	2015
Pension Obligation Bonds	\$ 4,970,000	\$ 5,380,000
USDA COP loan	570,600	591,500
PGE Retrofit Loan	225,225	-
Net Pension Obligations	14,082,833	12,987,351
Net OPEB obligation	926,218	860,686
Compensated absences	677,365	606,379
Total outstanding long-term obligations	<u>\$ 21,452,241</u>	<u>\$ 20,425,916</u>
	Business-Type Activities	
	2016	2015
Net Pension Obligations	<u>\$ 180,141</u>	<u>\$ -</u>

Additional detail and information on long-term debt activity is described in the notes to the financial statements. See note 6.

CAPITAL ASSETS

The capital assets of the City are those assets which are used in the performance of the City’s functions including infrastructure assets. At June 30, 2016, net capital assets of the governmental activities totaled \$33.2 million and the net capital assets of the business type activities totaled \$3.4 million. Depreciation on capital assets is recognized in the Government-Wide Financial Statements. The City has elected to use straight line depreciation as defined by GASB Statement No. 34 for calculation of depreciation.

The following table summarizes the City’s capital assets at the end of the year:

Capital Assets at Year End - Net of Accumulated Depreciation		
	Governmental Activities	
	2016	2015
Land	\$ 5,611,163	\$ 5,991,455
Land improvements	4,258,094	4,724,167
Buildings	7,519,407	7,529,534
Underground collection system	-	1,912,279
Machinery and equipment	3,365,092	3,657,035
Infrastructure	11,048,755	11,275,010
Construction in progress	1,415,264	336,527
Total Capital Assets, Net of Depreciation	\$ 33,217,775	\$ 35,426,007
	Business-Type Activities	
	2016	2015
Land	380,292	-
Underground collection system	2,994,705	-
Total Capital Assets, Net of Depreciation	\$ 3,374,997	\$ -

Additional detail and information on capital asset activity is described in the notes to the financial statements. See note 5.

GENERAL FUND BUDGETARY HIGHLIGHTS

Changes from the City's General Fund original budget to the final budget are detailed in the Required Supplementary Information Section along with a comparison to actual activity for the year ended. Changes to the City's budget that increase or decrease appropriations in a fund must be approved by a resolution of the City Council. Modifications to the budget that are a realignment of fiscal activities with no impact to the fund's bottom line may be approved by the City Administrator.

The General Fund original revenue budget was \$12.4 million excluding transfers of \$502,000. The final budget was \$11.8 million, excluding transfers of \$1.6 million.

The General Fund original expenditures budget was \$12.9 million excluding transfers of \$201,675. The final budget was \$13.2 million, excluding transfers of \$201,675.

ECONOMIC FACTORS AND OUTLOOK

While the City continues to see a slight increase in the local economy, the City remains concerned with rising labor costs. The City’s pension fund costs are increasing at a rate higher than salary and wage costs. The City will continue to closely monitor this issue.

REQUEST FOR FINANCIAL INFORMATION

This financial report is designed to provide a general overview of the City of Oroville's finances for all of Oroville’s residents, taxpayers, customers, investors, and creditors. This financial report seeks to demonstrate the City's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Department of Finance at 1735 Montgomery Street, Oroville, CA 95965, or visit the City of Oroville webpage at <http://www.cityoforoville.org/>.

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BASIC FINANCIAL STATEMENTS

City of Oroville
Statement of Net Position
June 30, 2016

	Governmental Activities	Business- Type Activities
ASSETS		
Current Assets:		
Cash and investments	\$ 19,285,504	\$ 5,104,065
Receivables	2,458,988	194,731
Interfund balances	(350,357)	350,357
Inventory	56,648	-
Total Current Assets	<u>21,450,783</u>	<u>5,649,153</u>
Noncurrent Assets:		
Loans receivable	39,366,123	-
Real property held for resale	1,293,987	-
Capital Assets:		
Nondepreciable	7,026,427	380,292
Depreciable, net of accumulated depreciation	26,191,348	2,994,705
Total Capital Assets	<u>33,217,775</u>	<u>3,374,997</u>
Total Noncurrent Assets	<u>73,877,885</u>	<u>3,374,997</u>
Total Assets	<u><u>\$ 95,328,668</u></u>	<u><u>\$ 9,024,150</u></u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Adjustments	\$ 2,178,218	\$ 29,268
Deferred Charge for Pension Obligations	3,235,160	-
Total Deferred Outflows of Resources	<u><u>\$ 5,413,378</u></u>	<u><u>\$ 29,268</u></u>
LIABILITIES		
Current Liabilities:		
Accounts payable	\$ 291,072	\$ 341,559
Payroll related liabilities	249,292	16,537
Other payables and accruals	1,151	-
Interest payable	32,000	-
Unearned revenues	39,840,711	-
Claims payable	300,000	-
Long-term obligations - due within one year	842,510	-
Total Current Liabilities	<u>41,556,736</u>	<u>358,096</u>
Noncurrent Liabilities:		
Long-term obligations - due in more than one year	20,609,731	180,141
Total Liabilities	<u><u>\$ 62,166,467</u></u>	<u><u>\$ 538,237</u></u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Adjustments	<u><u>\$ 2,143,241</u></u>	<u><u>\$ 27,935</u></u>
NET POSITION		
Net investment in capital assets	\$ 32,421,950	\$ 3,374,997
Restricted for:		
General Government	96,557	-
Capital Projects	3,403,149	-
Public Safety:		
Police	637,476	-
Fire	116,662	-
Streets and Storm Drains	4,267,594	-
Parks and Leisure	101,047	-
Housing and Community Development	2,246,050	-
Total Restricted	<u>10,868,535</u>	<u>-</u>
Unrestricted (Deficit)	<u>(6,858,147)</u>	<u>5,112,249</u>
Total Net Position	<u><u>\$ 36,432,338</u></u>	<u><u>\$ 8,487,246</u></u>

The accompanying notes are an integral part of these financial statements.

City of Oroville
Statement of Activities
For the Year Ended June 30, 2016

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Total Program Revenues	Governmental Activities	Business-Type Activities	Total
Primary Government:							
Governmental Activities:							
General Government	\$ 2,050,798	\$ 1,054,814	\$ 153,364	\$ 1,208,178	\$ (842,620)		\$ (842,620)
Public Safety	8,602,715	919,375	674,774	1,594,149	(7,008,566)		(7,008,566)
Public Works	848,382	155,690	-	155,690	(692,692)		(692,692)
Streets and Storm Drains	955,548	1,284,246	1,138,317	2,422,563	1,467,015		1,467,015
Parks and Leisure	1,407,831	42,964	504	43,468	(1,364,363)		(1,364,363)
Transportation	497,251	333,735	48,077	381,812	(115,439)		(115,439)
Health and Sanitation	116,738	19,197	-	19,197	(97,541)		(97,541)
Housing and Community Development	1,126,496	1,869	1,861,258	1,863,127	736,631		736,631
Interest and fiscal charges	311,806	-	-	-	(311,806)		(311,806)
Total Governmental Activities	\$ 15,917,565	\$ 3,811,890	\$ 3,876,294	\$ 7,688,184	(8,229,381)		(8,229,381)
Business-Type Activities:							
Local Transportation	\$ 540,867	\$ 11,558	\$ 693,071	\$ 704,629		\$ 163,762	163,762
Sewer	2,419,070	3,457,808	-	3,457,808		1,038,738	1,038,738
Total Business-Type Activities	\$ 2,959,937	\$ 3,469,366	\$ 693,071	\$ 4,162,437		1,202,500	1,202,500
General Revenues, Transfers and Special Items:							
Taxes:							
Property taxes					1,037,556	-	1,037,556
Sales and use taxes					3,356,969	-	3,356,969
Sales and use taxes in-lieu					1,897,058	-	1,897,058
Transient occupancy taxes					523,926	-	523,926
Utility users taxes					1,769,229	-	1,769,229
Franchise taxes					646,327	-	646,327
Other taxes and assessments					821,176	-	821,176
Total taxes					10,052,241	-	10,052,241
Investment earnings					238,550	37,689	276,239
Other revenues					1,599,079	7,070	1,606,149
Transfers					(6,916,349)	6,916,349	-
Special item - payments to/from Successor Agency					3,479,404	-	3,479,404
Special item - gain (loss) on disposal of capital assets					4,626	-	4,626
Total General Revenues, Transfers and Special Items					8,457,551	6,961,108	15,418,659
Change in Net Position					228,170	8,163,608	8,391,778
Net Position - Beginning of Year					36,204,168	323,638	36,527,806
Net Position - End of Year					\$ 36,432,338	\$ 8,487,246	\$ 44,919,584

The accompanying notes are an integral part of these financial statements.

City of Oroville
Balance Sheet
Governmental Funds
June 30, 2016

	Major Funds						
	General Fund	Housing Program Fund	First Time Home Buyer Grant Fund	Community Development Block Grant Fund	Pioneer Museum Permanent Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 3,748,439	\$ 967,385	\$ 596,978	\$ 771,654	\$ 101,047	\$ 12,359,669	\$ 18,545,172
Receivables:							
Taxes	341,626	-	-	-	-	-	341,626
Accounts	1,579,574	-	-	-	-	332,967	1,912,541
Interest	32,948	6,661	-	1,625	-	162,968	204,202
Due from other funds	168,977	43,655	-	-	-	-	212,632
Inventory	22,760	-	-	-	-	4,583	27,343
Loans receivable	-	6,348,062	15,832,895	10,007,986	-	7,452,897	39,641,840
Real property held for resale	153,691	1,140,296	-	-	-	-	1,293,987
Total assets	\$ 6,048,015	\$ 8,506,059	\$ 16,429,873	\$ 10,781,265	\$ 101,047	\$ 20,313,084	\$ 62,179,343
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 128,940	\$ 799	\$ -	\$ 131,937	\$ -	\$ 23,886	\$ 285,562
Payroll related liabilities	203,148	-	-	-	-	27,429	230,577
Other payables and accruals	351	-	-	800	-	-	1,151
Due to other funds	-	-	-	-	-	411,109	411,109
Unearned revenues	1,247,442	7,450,483	15,832,895	10,004,131	-	7,202,276	41,737,227
Advances from other funds	151,880	-	-	-	-	-	151,880
Total liabilities	1,731,761	7,451,282	15,832,895	10,136,868	-	7,664,700	42,817,506
Fund Balances:							
Nonspendable							
Inventory	22,760	-	-	-	-	4,583	27,343
Long-term receivables	-	-	-	-	-	506	506
Restricted:							
General Government	-	-	-	-	-	96,557	96,557
Capital Projects	-	-	-	-	-	3,403,149	3,403,149
Public Safety:							
Police	-	-	-	-	-	637,476	637,476
Fire	-	-	-	-	-	116,662	116,662
Streets and Storm Drains	-	-	-	-	-	4,267,594	4,267,594
Parks and Leisure	-	-	-	-	101,047	-	101,047
Housing and Community Development	-	1,004,675	596,978	644,397	-	-	2,246,050
Committed:							
General Government	1,300	-	-	-	-	540,301	541,601
Public Works	34,250	-	-	-	-	-	34,250
Health and Sanitation	1,500,000	-	-	-	-	-	1,500,000
Housing and Community Development	-	50,102	-	-	-	1,482,492	1,532,594
Future salaries and benefits	113,750	-	-	-	-	-	113,750
General reserve	272,568	-	-	-	-	92,245	364,813
Other commitments	23,016	-	-	-	-	-	23,016
Assigned:							
General reserve	800,000	-	-	-	-	-	800,000
Parks and Leisure	-	-	-	-	-	298,427	298,427
Housing and Community Development	-	-	-	-	-	1,717,430	1,717,430
Unassigned	1,548,610	-	-	-	-	(9,038)	1,539,572
Total fund balances	4,316,254	1,054,777	596,978	644,397	101,047	12,648,384	19,361,837
Total liabilities and fund balances	\$ 6,048,015	\$ 8,506,059	\$ 16,429,873	\$ 10,781,265	\$ 101,047	\$ 20,313,084	\$ 62,179,343

The accompanying notes are an integral part of these financial statements.

City of Oroville
Reconciliation of the Government Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2016

Total Fund Balances - Total Governmental Funds \$ 19,361,837

Amounts reported for governmental activities in the statement of net position were different because:

Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. The capital assets were adjusted as follows:

Capital assets	80,901,798
Less: accumulated depreciation	(47,684,023)
Total Capital Assets	<u>33,217,775</u>

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet. (32,000)

Internal service funds are used by management to charge the costs of stores, vehicle maintenance and various insurance costs to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position. 273,451

Certain prepaid expenses were reported as expenditures when incurred in the funds but are capitalized and amortized in the statement of net position as follows:
Deferred charge for pension obligation 3,235,160

Contributions, changes in assumptions and other adjustments made to pension plans will not be included in the calculation of the City's net pension liability of the plan year included in this report and have been deferred and reported as deferred outflows of resources. 2,151,439

The difference between projected and actual earnings from pension plan assets is not included in the plan's actuarial study until the next fiscal year and are reported as deferred inflows of resources in the statement of net position. (2,116,903)

Liabilities were reported for certain revenues that were not available to pay current period expenditures and were reported as unearned in the fund statements. 1,620,799

Long-term obligations were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet. The long-term liabilities were adjusted as follows:

Bonds payable	(4,970,000)
Net pension obligations	(13,909,812)
USDA loan payable	(570,600)
PGE retrofit loan	(225,225)
Compensated absences	(677,365)
Net other postemployment benefit liability	(926,218)
Total Long-Term Obligations	<u>(21,279,220)</u>

Net Position of Governmental Activities \$ 36,432,338

The accompanying notes are an integral part of these financial statements.

City of Oroville
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
June 30, 2016

	Major Funds							Total Governmental Funds
	General Fund	Sewer Fund	Housing Program Fund	First Time Home Buyer Grant Fund	Community Development Block Grant Fund	Pioneer Museum Permanent Fund	Other Governmental Funds	
REVENUES								
Taxes:								
Property taxes	\$ 1,037,556	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,037,556
Sales and use taxes	3,356,969	-	-	-	-	-	-	3,356,969
Sales and use taxes in-lieu	1,897,058	-	-	-	-	-	-	1,897,058
Transient occupancy taxes	523,926	-	-	-	-	-	-	523,926
Utility users taxes	1,769,229	-	-	-	-	-	-	1,769,229
Franchise taxes	646,327	-	-	-	-	-	-	646,327
Other taxes and assessments	67,166	-	-	-	-	-	754,010	821,176
License and permits	487,658	-	-	-	-	-	1,257,152	1,744,810
Fines and forfeitures	72,235	-	-	-	-	-	-	72,235
Interest, rents and concessions	51,270	-	44,863	9,799	36,672	-	347,687	490,291
Intergovernmental revenues	529,839	-	1,000	282,670	1,250,000	-	1,866,548	3,930,057
Charges for services	529,642	-	1,869	-	-	-	141,986	673,497
Other revenues	966,876	-	484,769	35,888	386,109	-	1,812,384	3,686,026
Total Revenues	11,935,751	-	532,501	328,357	1,672,781	-	6,179,767	20,649,157
EXPENDITURES								
Current:								
General Government	2,108,582	-	-	-	-	-	162,502	2,271,084
Public Safety	8,605,595	-	-	-	-	-	429,139	9,034,734
Public Works	169,127	-	-	-	-	-	-	169,127
Streets and Storm Drains	804,550	-	-	-	-	-	280,810	1,085,360
Parks and Leisure	748,131	-	-	-	-	-	214,825	962,956
Transportation	-	-	-	-	-	-	444,968	444,968
Health and Sanitation	-	-	-	-	-	-	64,974	64,974
Housing and Community Development	305,509	-	99,430	178,166	1,449,235	-	1,401,348	3,433,688
Capital outlay	128,110	-	181,735	-	-	-	1,161,857	1,471,702
Debt service	-	-	-	-	-	-	-	-
Principal retirement	-	-	-	-	-	-	430,900	430,900
Interest and fiscal charges	-	-	-	-	-	-	313,806	313,806
Total Expenditures	12,869,604	-	281,165	178,166	1,449,235	-	4,905,129	19,683,299
Excess (Deficiency) of Revenues over Expenditures	(933,853)	-	251,336	150,191	223,546	-	1,274,638	965,858
OTHER FINANCING SOURCES (USES)								
Transfers from Successor Agency	-	-	-	-	-	-	3,395,434	3,395,434
Transfers in	1,807,660	-	-	-	614,084	-	2,915,320	5,337,064
Transfers out	(337,611)	(3,906,441)	(24,777)	(218,475)	(2,014,166)	-	(3,213,716)	(9,715,186)
Total Other Financing Sources (Uses)	1,470,049	(3,906,441)	(24,777)	(218,475)	(1,400,082)	-	3,097,038	(982,688)
Net Change in Fund Balances	536,196	(3,906,441)	226,559	(68,284)	(1,176,536)	-	4,371,676	(16,830)
Fund Balances Beginning	3,780,058	3,906,441	828,218	665,262	1,820,933	101,047	8,276,708	19,378,667
Fund Balances Ending	\$ 4,316,254	\$ -	\$ 1,054,777	\$ 596,978	\$ 644,397	\$ 101,047	\$ 12,648,384	\$ 19,361,837

The accompanying notes are an integral part of these financial statements.

City of Oroville
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Government-Wide
Statement of Activities
For the Year Ended June 30, 2016

Net Change in Fund Balances - Total Governmental Funds	\$ (16,830)
Amounts reported for governmental activities in the Statement of Activities and Changes in net position were different because:	
Governmental Funds report capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in net position, the cost of those assets was allocated over their estimated useful lives as depreciation expense.	
Capital outlay	1,366,721
Depreciation expense	(1,512,232)
Gains and losses on the disposal of capital assets are long-term in nature and are not reported in the fund statements, but are shown as a special item in the government-wide statement of activities.	4,625
Internal service funds are used by management to charge the costs of stores, vehicle maintenance, and various insurance costs to individual funds. The net revenue or (excess expenses) of the internal service funds is reported with government activities.	53,841
Certain revenues were not recorded or recorded as unearned revenue in the governmental funds because they did not meet the revenue recognition criteria of availability. However, they were included as revenue in the Government-Wide Statement of Activities under the full accrual basis.	815,002
In governmental funds, actual contributions to pension plans are reported as expenditures in the year incurred. However, in the government-wide statement of activities, only the current year pension expense as noted in the plans' valuation reports is reported as an expense, as adjusted for deferred inflows and outflows of resources.	1,928,923
Long-term compensated absences and claims payables were reported in the Government-Wide Statement of Activities, but they did not require the use of current financial resources and were not reported as expenditures in governmental funds.	
Compensated absences	(70,986)
Repayment of bond principal was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of net position.	
Bonds	410,000
USDA loan	20,900
Certain expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the fund statements as follows:	
Other postemployment benefits	(65,532)
Transfers of capital assets to Sewer enterprise funds	(2,292,571)
Amortization of prepaid pension obligation	(415,691)
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in net position, but it did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the change in accrued interest from prior year.	2,000
Change in Net Position of Governmental Activities	<u><u>\$ 228,170</u></u>

The accompanying notes are an integral part of these financial statements.

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

	Business-type Activities Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer Fund	Sewer Connection Fees Fund	Local Transportation Fund	Totals	
ASSETS					
Current assets:					
Cash and investments	\$ 3,691,491	\$ 970,893	\$ 441,681	\$ 5,104,065	\$ 740,332
Accounts receivable	8,424	-	186,307	194,731	619
Due from other funds	198,477	-	-	198,477	-
Inventory	-	-	-	-	29,305
Total current assets	<u>3,898,392</u>	<u>970,893</u>	<u>627,988</u>	<u>5,497,273</u>	<u>770,256</u>
Noncurrent assets:					
Advances to other funds	151,880	-	-	151,880	-
Capital assets:					
Land - nondepreciable	380,292	-	-	380,292	-
Underground collection system	6,142,837	-	-	6,142,837	-
Less: accumulated depreciation	(3,148,132)	-	-	(3,148,132)	-
Total capital assets, net	<u>3,374,997</u>	<u>-</u>	<u>-</u>	<u>3,374,997</u>	<u>-</u>
Total Noncurrent assets	<u>3,526,877</u>	<u>-</u>	<u>-</u>	<u>3,526,877</u>	<u>-</u>
Total assets	<u>\$ 7,425,269</u>	<u>\$ 970,893</u>	<u>\$ 627,988</u>	<u>\$ 9,024,150</u>	<u>\$ 770,256</u>
DEFERRED OUTFLOWS OF RESOURCES					
Pension adjustments	<u>\$ 29,268</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,268</u>	<u>\$ 26,779</u>
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 340,604	\$ -	\$ 955	\$ 341,559	\$ 5,510
Payroll related liabilities	16,537	-	-	16,537	18,715
Claims payable	-	-	-	-	300,000
Total current liabilities	<u>357,141</u>	<u>-</u>	<u>955</u>	<u>358,096</u>	<u>324,225</u>
Non-current liabilities:					
Net pension obligations	180,141	-	-	180,141	173,021
Total liabilities	<u>\$ 537,282</u>	<u>\$ -</u>	<u>\$ 955</u>	<u>\$ 538,237</u>	<u>\$ 497,246</u>
DEFERRED INFLOWS OF RESOURCES					
Pension adjustments	<u>\$ 27,935</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,935</u>	<u>\$ 26,338</u>
NET POSITION					
Unrestricted	\$ 6,889,320	\$ 970,893	\$ 627,033	\$ 8,487,246	\$ 273,451
Total net position	<u>\$ 6,889,320</u>	<u>\$ 970,893</u>	<u>\$ 627,033</u>	<u>\$ 8,487,246</u>	<u>\$ 273,451</u>

The accompanying notes are an integral part of these financial statements.

City of Oroville
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2016

	Business-type Activities Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer Fund	Sewer Connection Fees Fund	Local Transportation Fund	Totals	
OPERATING REVENUES					
Charges for services	\$ 3,409,507	\$ 48,301	\$ 11,558	\$ 3,469,366	\$ 958,950
Other revenues	7,070	-	-	7,070	9,780
Total operating revenues	3,416,577	48,301	11,558	3,476,436	968,730
OPERATING EXPENSES					
Salaries and benefits	747,285	-	-	747,285	167,033
Supplies	78,096	-	-	78,096	232,565
Other services and charges	1,505,170	2,715	540,867	2,048,752	67,224
Depreciation	85,804	-	-	85,804	-
Claims	-	-	-	-	287,012
Total operating expenses	2,416,355	2,715	540,867	2,959,937	753,834
Operating income (loss)	1,000,222	45,586	(529,309)	516,499	214,896
NONOPERATING REVENUES(EXPENSES)					
Local transportation tax	-	-	693,071	693,071	-
Investment earnings	32,507	3,667	1,515	37,689	631
Total nonoperating revenues(expenses)	32,507	3,667	694,586	730,760	631
Income (loss) before operating transfers	1,032,729	49,253	165,277	1,247,259	215,527
Transfers in	6,202,327	921,640	138,118	7,262,085	3,314
Transfers out	(345,736)	-	-	(345,736)	(165,000)
Change in net position	6,889,320	970,893	303,395	8,163,608	53,841
Total net position - beginning	-	-	323,638	323,638	219,610
Total net position - ending	\$ 6,889,320	\$ 970,893	\$ 627,033	\$ 8,487,246	\$ 273,451

The accompanying notes are an integral part of these financial statements.

City of Oroville
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2016

	Business-type Activities Enterprise Funds				Governmental Activities - Internal Service Funds
	Sewer Fund	Sewer	Local	Totals	
		Connection Fees Fund	Transportation Fund		
Cash flows from operating activities:					
Receipts from customers and users	\$ 3,420,923	\$ 48,301	\$ 11,558	\$ 3,480,782	\$ -
Receipts from interfund services provided	-	-	-	-	994,488
Payments to suppliers	(1,537,650)	(1,810)	(540,765)	(2,080,225)	(597,507)
Payments to employees	(563,760)	-	-	(563,760)	(254,852)
Net cash provided (used) by operating activities	<u>1,319,513</u>	<u>46,491</u>	<u>(529,207)</u>	<u>836,797</u>	<u>142,129</u>
Cash flows from noncapital financing activities:					
Local transportation tax	-	-	506,764	506,764	-
Interfund transactions	3,507,701	920,735	138,118	4,566,554	(161,686)
Net cash provided (used) by noncapital financing activities	<u>3,507,701</u>	<u>920,735</u>	<u>644,882</u>	<u>5,073,318</u>	<u>(161,686)</u>
Cash flows from capital financing activities:					
Purchases of capital assets	(1,168,230)	-	-	(1,168,230)	-
Net cash provided (used) by capital financing activities	<u>(1,168,230)</u>	<u>-</u>	<u>-</u>	<u>(1,168,230)</u>	<u>-</u>
Cash flows from investing activities:					
Investment income	32,507	3,667	1,515	37,689	631
Net cash provided (used) by investing activities	<u>32,507</u>	<u>3,667</u>	<u>1,515</u>	<u>37,689</u>	<u>631</u>
Net increase (decrease) in cash and cash equivalents	3,691,491	970,893	117,190	4,779,574	(18,926)
Cash and cash equivalents - beginning	-	-	324,491	324,491	759,258
Cash and cash equivalents - ending	<u>\$ 3,691,491</u>	<u>\$ 970,893</u>	<u>\$ 441,681</u>	<u>\$ 5,104,065</u>	<u>\$ 740,332</u>
Reconciliation of operating income to net cash provided (used) by operating activities:					
Operating income (loss)	\$ 1,000,222	\$ 45,586	\$ (529,309)	\$ 516,499	\$ 214,896
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation expense	85,804	-	-	85,804	-
Change in operating assets and liabilities:					
Accounts receivables	4,346	-	-	4,346	1,226
Inventory	-	-	-	-	1,388
Deferred outflows of resources	(29,268)	-	-	(29,268)	(12,508)
Deferred inflows of resources	27,935	-	-	27,935	(29,093)
Accounts payable	45,616	905	102	46,623	(12,094)
Payroll related liabilities	4,717	-	-	4,717	(18,528)
Net pension obligations	180,141	-	-	180,141	(3,158)
Net cash provided (used) by operating activities	<u>\$ 1,319,513</u>	<u>\$ 46,491</u>	<u>\$ (529,207)</u>	<u>\$ 836,797</u>	<u>\$ 142,129</u>

The accompanying notes are an integral part of these financial statements.

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

	Oroville Successor Agency Private-Purpose	
	Trust Funds	Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Cash and investments	\$ 1,684,167	\$ 808,372
Real property held for resale	196,076	-
Loans receivable	227,531	-
Capital Assets:		
Non-depreciable	1,485,232	-
Depreciable, net of accumulated depreciation	342,924	-
Total assets	<u><u>\$ 3,935,930</u></u>	<u><u>\$ 808,372</u></u>
LIABILITIES		
Accounts payable	\$ 1,713	\$ 28,444
Deposits payable	-	340,385
Due to other agencies	-	439,543
Unearned revenues	417,575	-
Accrued interest	205,000	-
Long-term debt:		
Due within one year	875,000	-
Due in more than one year	18,362,103	-
Total liabilities	<u><u>\$ 19,861,391</u></u>	<u><u>\$ 808,372</u></u>
NET POSITION		
Held in trust	<u><u>\$ (15,925,461)</u></u>	

The accompanying notes are an integral part of these financial statements.

City of Oroville
Statement of Changes in Fiduciary Net Position
Private Purpose Trust Funds
For the Year Ended June 30, 2016

	Oroville Successor Agency Private-Purpose Trust Funds
	<u> </u>
ADDITIONS	
Redevelopment property tax trust fund allocations	\$ 1,775,433
Loan collections	6,304
Investment earnings	86,878
Total additions	<u>1,868,615</u>
DEDUCTIONS	
Administrative	118,269
Other agencies	45,660
Loan interest and fiscal charges	694,594
Depreciation	47,624
Payments and transfers to City	3,479,402
Other deductions	2,103
Total deductions	<u>4,387,652</u>
Change in net position	(2,519,037)
Prior period adjustment - long-term debt defeasance	(583,522)
Total net position - beginning	<u>(12,822,902)</u>
Total net position - ending	<u><u>\$ (15,925,461)</u></u>

The accompanying notes are an integral part of these financial statements.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of Oroville, California, (the City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Boards (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Financial Reporting Entity

The City of Oroville was incorporated January 3, 1906 under the applicable laws and regulations of the State of California. The City operates under a Council-Administrator form of government and provides the following services as authorized by its charter: public safety (police, fire and code enforcement), streets and highways, sanitation, health and social services, cultural-recreation, public improvements planning and zoning, and general administrative services.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The City Council acts as the governing board. In addition, the City staff performs all administrative and accounting functions for these entities and these entities provide their services entirely to the City. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Discretely presented component units, on the other hand, are reported in a separate column in the government-wide financial statements to emphasize their legal separateness from the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units.

Oroville Successor Agency (OSA)

The City has elected to serve as the successor agency of the Oroville Redevelopment Agency, which formerly was a blended component unit of the City. In its capacity as the Successor Agency, the City will be responsible to wind-up the affairs of the former RDA, and dispose of the RDA's assets in compliance with State legislative requirements. The OSA is governed by a seven (7) member Oversight Board comprised of one (1) Oroville City Council member, (1) City employee, and members appointed by the Butte County Board of Supervisors (2), the Superintendent of the Butte County Office of Education (1), the Feather River Recreation and Parks Board (1), the Chancellor of the California Community College System (1). Activities of the OSA are reported as a private-purpose trust fund in the accompanying financial statements.

The following entity is reported as blended component unit:

The Oroville Public Financing Authority (Authority)

The Authority was established on January 21, 1992 and is a joint powers authority created by the City of Oroville. The Authority was formed, organized and is existing pursuant to the provisions of Articles 1 through 4 (commencing with Section 6500) of Chapter 5, Division 7, Title 1 of the California Government Code (Mark-Roos Local Bond Pooling Act of 1985). The City and Authority are legally separate entities. For financial reporting purposes, the Authority is reported as if a part of the City's operations because the seven (7) members of the Oroville City Council also act as the governing body of the Authority and the purpose of the Authority is to assist in the financing of public capital improvements. The Authority does not prepare separate, stand-alone financial statements.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

B. Basis of Accounting and Measurement Focus

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

Government-Wide Financial Statements

The City's government-wide financial statements include a *Statement of Net Position* and a *Statement of Activities and Changes in Net Position*. These statements present summaries of governmental and business-type activities for the City. Fiduciary activities of the City are not included in these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets, deferred outflows of resources, liabilities, deferred inflows of resources (including capital assets, as well as infrastructure assets, and long-term liabilities), are included in the accompanying *Statement of Net Position*. The *Statement of Activities* presents changes in net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred. The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those clearly identifiable with a specific function or segment. In conformity with the City's indirect cost allocation plan, certain indirect costs are included in the program expense reported for individual functions and activities.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services
- Operating grants and contributions
- Capital grants and contributions

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

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the *Statement of Net Position* have been eliminated. The following interfund activities have been eliminated:

- Transfers in/Transfers out
- Internal Service Fund charges

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Governmental Fund Financial Statements

Governmental fund financial statements include a *Balance Sheet* and a *Statement of Revenues, Expenditures and Changes in Fund Balances* for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net position as presented in these statements to the net position presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are included on the balance sheets. The *Statement of Revenues, Expenditures and Changes in Fund Balances* present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. Accordingly, revenues are recorded when received in cash, except that revenues subject to accrual (up to 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, special assessments, intergovernmental revenues, other taxes, interest revenue, rental revenue and certain charges for services. Fines, forfeitures, licenses and permits and parking meter revenues are not susceptible to accrual because they are usually not measurable until received in cash. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Unearned revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods when both revenue recognition criteria are met or when the government has a legal claim to the resources, the unearned revenue is removed from the combined balance sheet and revenue is recognized.

The following funds are major funds:

General Fund

The General Fund is used to account for all of the general resources of the City not specifically levied or collected for other City funds and the related expenditures. The General Fund accounts for all financial resources of the City which are not accounted for in another fund.

Housing Program Fund

This special revenue fund accounts for the administration and operation of the City's low and moderate income housing program subsequent to the dissolution of the former Oroville Redevelopment Agency. Principal revenues consist of payments received from loans extended to low and moderate income housing citizens and the proceeds from the sale of housing properties.

First Time Home Buyer Grant Fund

This special revenue fund accounts for the loan and administrative activity of the City's first time home buyers program. Revenues are primarily proceeds from the Federal and State HOME Investment Partnership grant programs.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Community Development Block Grant Fund

This special revenue fund was established to account for amounts received from Community Development Block Grants and for the loan and administrative activities of the City's various CDBG grants.

Pioneer Museum Permanent Fund

This permanent fund accounts for cash contributed to the City for the Pioneer Museum.

Additionally, the City reports the following nonmajor fund types of governmental funds:

Special Revenue Funds

Special revenue funds account for and report the proceeds of specific revenue sources that are restricted, committed or assigned to specific purposes other than debt service or capital projects.

Debt Service Funds

Debt service funds account for the accumulation of resources for, and payment on, long-term obligation debt principal and interest.

Capital Project Funds

Capital project funds account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets in governmental funds.

Proprietary Funds

In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the "economic resources measurement focus". This means all assets, deferred outflows of resources, liabilities (whether current or noncurrent) and deferred inflows of resources associated with their activities are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal value. Non-operating revenues, such as subsidies, taxes, and investment earnings result from nonexchange transactions or ancillary activities. Amounts paid to acquire capital assets are capitalized as assets in the internal service funds financial statements.

Change in Presentation of Sewer Funds

During the fiscal year ended June 30, 2016, the City changed the accounting and reporting of the Sewer fund and the Sewer Connection Fees fund from special revenue funds to Enterprise funds through a transfer of \$4.8 million from the governmental funds to the enterprise funds. The total transfers into the enterprise funds, including long-term capital assets, totaled \$7.1 million. The \$2.3 million transfer of capital assets did not impact the governmental fund financial statements since long-term assets for governmental activities are only reported in the government-wide financial statements. There was no impact on beginning fund balance or net position related to this change as the treatment of the Sewer activity in prior years was correct given the activities in that program at the time. Because of recent structural and financial developments and changes, the City has determined that reporting and accounting

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

for the on-going Sewer operations as an enterprise fund would be more accurate and reflect the true nature of current and future Sewage operations.

The City has three enterprise funds that have been reported as a major proprietary funds as follows:

Sewer Fund

This enterprise fund is used to account for the activities related the City's sewage collection system and the collection and remission of fees on behalf of SC-OR for sewage treatment. The revenues of this fund principally consist of fees charged to customers connected to the sewer system.

Sewer Connection Fees Fund

This enterprise fund is used to account for revenues collected for sewer connection fees and expenditures on the sewer system.

Local Transportation Fund

The Local Transportation Fund is used to account for the operations of the Oro Express subsidized taxi service and the City's share of revenues and expenses for the Butte County Transit and Oroville Area Transit in accordance with the Transportation Development Act of the State of California.

The City's internal service funds are proprietary funds. Internal service funds account for charges to City departments for services provided, on a cost reimbursement basis, in the following areas: payroll revolving activity, stores (purchasing), vehicle maintenance, workers' compensation, unemployment insurance and vision insurance services

Fiduciary Fund Financial Statements

Private-Purpose Trust Fund

The Private-Purpose Trust Fund accounts for the activities of the City acting as the Successor Agency to the Oroville Redevelopment Agency.

Agency Funds

Agency funds are used by the City to report resources held by the City in a custodial capacity for the special deposits trust fund. These funds are used to record the receipt, temporary investment and remittance of fiduciary resources to individuals, private organizations or other governments.

C. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Deposit and Investment Risk Disclosures - In accordance with GASB Statement No. 40, *Deposit and Investment Disclosures* (Amendment of GASB Statement No. 3), certain disclosure requirements, if applicable, for Deposits and Investment Risks in the following areas:

- Interest Rate Risk
- Credit Risk
 - Overall
 - Custodial Credit Risk
 - Concentrations of Credit Risk
- Foreign Currency Risk

Other disclosures are specified including use of certain methods to present deposits and investments, highly sensitive investments, credit quality at year-end and other disclosures.

The City participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset Backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-Backed Securities are subject to market risk as to change in interest rates.

Investments are recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income. This statement changed the definition of fair value and is effective for periods beginning after June 15, 2015.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction. In determining this amount, three valuation techniques are available:

- Market approach - This approach uses prices generated for identical or similar assets or liabilities. The most common example is an investment in a public security traded in an active exchange such as the NYSE.
- Cost approach - This technique determines the amount required to replace the current asset. This approach may be ideal for valuing donations of capital assets or historical treasures.
- Income approach - This approach converts future amounts (such as cash flows) into a current discounted amount.

Each of these valuation techniques requires inputs to calculate a fair value. Observable inputs have been maximized in fair value measures, and unobservable inputs have been minimized.

D. Inventory

Inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the General and Airport funds includes materials, parts and supplies held for outdoor lighting for streets and runways. Inventory in the Stores Revolving Fund consists of expendable supplies held for consumption. Inventory in the Vehicle Maintenance Fund consists of expendable supplies for vehicle repair and maintenance. The cost is charged to the individual departments and funds as inventories are disbursed. Inventories are reconciled, and expenditures are distributed, on a quarterly basis.

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E. Interfund Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as “advances to/advances from other funds”. All other outstanding balances between funds are reported as “due to/from other funds”.

F. Receivables

Included in the amount reported for receivables was \$285,800 in fees and penalties assessed by the City for violations of the Oroville City Code. It is the City’s policy to defer revenue recognition of these fees and penalties until the amounts have actually been collected in cash. Therefore, a liability has been recorded for the entire amount.

No allowance for uncollectible accounts receivable has been provided as management has determined that uncollectible accounts have historically been immaterial and the direct write-off method does not result in a material difference from the allowance method.

G. Loans Receivable

Under the Community Development Block Grant (CDBG) Loan Program and Home Investment Partnerships (HOME) Program, which are funded by the Department of Housing and Urban Development through the State Department of Housing and Community Development (HCD), and the City's Revolving Loan Program (RLF), loans are made to qualified individuals and businesses within prescribed project areas for the purpose of housing acquisition, housing rehabilitation and/or economic development. The majority of these loans are on a deferred payback program for 15 years or upon transfer of title. In accordance with accounting procedures prescribed by HCD, repayments of the outstanding loans are classified as a revenue source in the Community Development Block Grant Fund, First Time Home Buyers Fund and the City's various revolving loan funds. The long-term portion of loans receivable has been offset by *Unearned Revenues* in the accompanying financial statements, as applicable.

H. Advances

Advances between funds and due from/to other funds are offset by a nonspendable fund balance in applicable Town funds to indicate the extent to which they are not available for appropriation and are not expendable available financial resources.

I. Real Property Primarily Held for Resale

Under the terms of the loans granted by the City, several real properties have been acquired through foreclosure proceedings. In addition the City has acquired and constructed homes for the purpose of infilling the supply of low and moderate housing. These properties will be subsequently sold and the proceeds placed back into the low and moderate income housing programs. Therefore, these properties have been recorded as an asset on the accompanying financial statements at the lower of cost (the amount of the unpaid loan plus costs for foreclosure properties) or market and fully offset by recognizing a liability for unearned revenue.

J. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges,

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sidewalks, and similar items) are reported in the governmental column in the governmental-wide financial statements. The City's business-type activity had no capital assets. The City defines capital assets as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Interest is capitalized on the construction or acquisition of major assets using debt proceeds. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period. No interest was capitalized during the year ended June 30, 2016.

The City's museums contain collections of historical artifacts including antique tools, Chinese artifacts and artwork, and relics from the region's past. These collections are protected, cared for and preserved by the City for the purpose of public exhibition; and proceeds from the sale of any item, if any, are used to acquire additional items for the collection. Therefore, the City has elected not to capitalize these collections.

Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Land improvements	15 – 50 Years
Buildings	20 – 50 Years
Underground collection system	30 – 60 Years
Machinery and equipment	5 – 20 Years
Infrastructure	15 – 50 Years

K. Deferred Outflows/Deferred Inflows

Deferred outflows of resources is a consumption of net assets by the City that is applicable to a future reporting period; for example, prepaid items and deferred charges.

Deferred inflows of resources is an acquisition of net assets by the City that is applicable to a future reporting period; for example, unearned revenue and advance collections.

The City is a member of the California Public Employees' Retirement System (PERS). In fiscal year 2006/07, the City issued \$7,260,000 in Pension Obligation Bonds in order to pay the City's unfunded actuarial accrued liability with PERS. The payment to PERS is a deferred charge reported as a deferred outflow of resources in the government-wide financial statement and is being amortized on a straight-line basis over the 17 year life of the bonds.

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L. Interest Payable

In the government-wide financial statements, interest payable of long-term debt is recognized as an incurred liability for governmental fund types. The City has not allocated the interest on long-term debt to departments.

In the fund financial statements, governmental fund types do not recognize the interest payable when the liability is incurred. Interest on long-term debt is recorded in the fund statements when payment is made.

M. Claims Payable

The City records a liability to reflect an actuarial estimate of ultimate uninsured losses for workers' compensation claims. The estimated liability for workers' compensation claims include "incurred but not reported" (IBNR) claims. There is no fixed payment schedule to pay these liabilities.

N. Compensated Absences

In the government-wide and proprietary fund financial statements, compensated absences are recorded as incurred and the related expenses and liabilities are reported.

In the fund financial statements, compensated absences are recorded as expenditures in the years paid, as it is the City's policy to liquidate any unpaid compensated absences at June 30 from future resources, rather than currently available financial resources. Only the amounts which become due at June 30 are reported in the fund financial statements as a liability.

Unused vacation benefits (up to a maximum of 2 years earned benefits) are paid to employees upon termination. Unused sick leave benefits do not vest with the employee and, except as explained below, are lost upon termination. Therefore, unused sick leave benefits have not been accrued. Under the Fair Labor Standards Act (FLSA), safety employees (Police and Fire) may accrue up to 240 hours of compensatory time and general employees may accrue a maximum of 120 hours of compensatory time. Unused compensatory time is compensated for upon termination. Note: Appointed officials and "administrative" employees are exempt from coverage under FLSA.

The City permits retiring employees to convert accumulated sick leave benefits to purchase continued medical insurance coverage based upon the leave dollar value at the time of retirement. The City does not provide any additional postemployment benefits for its employees, except for the Public Employees Retirement System administered by the State of California.

O. Long-Term Obligations

In the government-wide financial statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental or business-type activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Debt issuance costs are expensed in year incurred.

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

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discounts on debt issuance reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

P. Fund Balances

In accordance with Government Accounting Standards Board 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies governmental fund balances as follows:

Nonspendable

Nonspendable fund balance includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted

Restricted fund balance includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed

Committed fund balance 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. Committed fund balances are imposed by the City Council through a Council resolution.

Assigned

Assigned fund balance includes fund balance amounts that are intended to be used for specific purposes and may be assigned by the City Administrator or the Finance Director.

Unassigned

The Unassigned Fund Balance category represents fund balance which may be held for specific types of uses or stabilization purposes, but is not yet directed to be used for a specific purpose

The detail of amounts reported for each of the above defined fund balance categories is reported in the governmental funds balance sheet and in the combining nonmajor fund balance sheets.

Flow Assumption / Spending Order Policy

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the City considers restricted funds to be spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to be spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the City Council has directed otherwise.

Deficit Fund Balances

The City reported deficit fund balances in two special revenue fund totaling \$9,038. The deficit fund balances are expected to be eliminated through future grant revenues and interfund transfers. Management will continue to monitor the activities within these funds.

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Q. Net Position

In the government-wide financial statements, net position is classified in the following categories:

Net Investment in Capital Assets

This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets. In addition, deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also are included in the net investment in capital assets component of net position

Restricted Net Position

This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments. Certain proceeds of the Oroville Public Financing Authority revenues bonds and the loan receivable from the Oroville Successor Agency are reported as restricted net position because their use is limited by applicable bond or other covenants.

Unrestricted Net Position

This amount is all net position that does not meet the definition of "net investment in capital assets" or "restricted net position."

The detail of amounts reported for each of the above defined net position categories is reported in the government-wide Statement of Net Position.

Use of Restricted/Unrestricted Net Position

When an expense is incurred for purposes for which both restricted and unrestricted net position are available, the City's policy is to apply restricted net position first.

R. Interfund Transactions

Interfund services provided and used are accounted for as revenue, expenditures or expenses, as appropriate. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursed fund. All other interfund transactions, except for interfund services provided and used and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as transfers.

S. Property Tax and Special Assessments

County tax assessments include secured and unsecured property taxes and special assessments. "Unsecured" refers to taxes on personal property. These tax assessments are secured by liens on the property being taxed.

Revenue is recognized in the period for which the tax and assessment is levied. The County of Butte levies, bills and collects property taxes for the City, the County remits the entire amount levied and handles all delinquencies, retaining interest and penalties. Secured and unsecured property taxes for the current year were attached as an enforceable lien as of January 1st and were levied on July 1st. Taxes are due in two equal installments on December 10th and April 10th.

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T. Pension Expense

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

U. Budgetary Information

Annually, the City legally adopts a budget for the general, special revenue, and capital projects funds. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Bi-annually, in June, the City Administrator submits to the City Council a proposed operating budget for the subsequent fiscal year commencing July 1st and a financing plan for the second subsequent year. Both the operating budget and financing plan include proposed expenditures and the means of financing them.
2. Public hearings are conducted at City Hall to obtain taxpayer comments.
3. By the first Council meeting in July, and after adjustment as appropriate by the City Council, the operating budget is legally enacted through Council motion. The City's charter requires adoption of an annual budget; therefore, the financing plan is formally adopted as the operating budget at the beginning of the second fiscal year.
4. Formal budgetary integration is employed as a management control device during the year for the general fund, special revenue funds and capital projects funds as well as the Local Transportation, Stores Revolving, Vehicle Maintenance, Workers' Compensation, Unemployment and Vision Insurance funds. Formal budgetary integration is not employed for Debt Service Funds because effective budgetary control is alternatively achieved through various bond indenture provisions. These budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP), accordingly, actual revenues and expenditures can be compared with related budgeted amounts without any significant reconciling items.

V. Excess of Expenditures over Appropriations

Expenditures exceeded budget in the Community Development Block Grant Fund by \$487,613, the Traffic Impact fee fund by \$437,524, the Housing Administration Fund by \$296,222, the Miscellaneous Grant fund by \$38,208, the Fire Grant fund by \$144,435, and the Home Housing Revolving Loan Fund by \$94,241. Either fund balance or interfund transfers were sufficient to cover expenditures in excess of budget during the year.

W. Encumbrances

Under encumbrance accounting, purchase orders, contract and other commitments for expenditures are recorded in order to reserve that portion of the applicable appropriation. Encumbrance accounting is employed as an extension of formal budgetary integration in all funds. All appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the

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executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations. The following is a summary of the re-appropriated encumbrances by fund:

Fund	Total Encumbrance
Capital Projects Fund	\$ 697
CDBG Fund	210,900
City Housing Rehabilitation	24,525
General Fund	104,677
Miscellaneous Grant Fund	555,212
Park Development Fees Fund	6,103
Special Aviation Fund	16,368
Supplemental Benefits Fund	162,926
Totals	<u>\$ 1,081,408</u>

X. Unearned Revenue

Unearned revenue arises when assets are received before revenue recognition criteria have been satisfied. Grants and entitlements received before eligibility requirements are met are recorded as deferred inflows from unearned revenue. In the governmental fund financial statements, receivables associated with non-exchange transactions that will not be collected within the availability period have been recorded as deferred inflows from unearned revenue.

Y. Use of Estimates

The preparation of basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Z. Subsequent Events

Management has considered subsequent events through March 20, 2017, the date which the financial statements were available to be issued. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with generally accepted accounting principles. Management has determined that there are no non-recognized subsequent events that require additional disclosure.

AA. New GASB Pronouncements

GASB Statement No. 72 – In February, 2015, GASB issued Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements. The definition of *fair value* is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this Statement are effective for financial

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statements for periods beginning after June 15, 2015 (fiscal year ending June 30, 2016). The implementation of GASB 72 did not have a significant impact on the City's financial statements and did not result in any prior period restatements or adjustments.

GASB Statement No. 76 – *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. Effective date: the provisions in Statement 76 are effective for reporting periods beginning after June 15, 2015. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP.

This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015, and should be applied retroactively. The implementation of this statement did not have a significant impact on the City's financial statements and did not result in any prior period restatements or adjustments.

GASB Statement No. 79, *Certain External Investment Pools and Pool Participants* – GASB 79 addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in GASB 79. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. Significant noncompliance prevents the external investment pool from measuring all of its investments at amortized cost for financial reporting purposes. Professional judgment is required to determine if instances of noncompliance with the criteria established by this Statement during the reporting period, individually or in the aggregate, were significant.

If an external investment pool does not meet the criteria established by this Statement, that pool should apply the provisions in paragraph 16 of Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, as amended. If an external investment pool meets the criteria in GASB 79 and measures all of its investments at amortized cost, the pool's participants also should measure their investments in that external investment pool at amortized cost for financial reporting purposes. If an external investment pool does not meet the criteria in GASB 79, the pool's participants should measure their investments in that pool at fair value, as provided in paragraph 11 of Statement 31, as amended.

GASB 79 establishes additional note disclosure requirements for qualifying external investment pools that measure all of their investments at amortized cost for financial reporting purposes and for governments that participate in those pools. Those disclosures for both the qualifying external investment pools and their participants include information about any limitations or restrictions on participant withdrawals.

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The implementation of GASB 79 did not have a significant impact on the City's financial statements and did not result in any prior period restatements or adjustments.

BB. Upcoming New Accounting Pronouncements

GASB Statement No. 74 – *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. Effective date: the provisions in Statement 74 are effective for fiscal years beginning after June 15, 2016. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. This Statement replaces Statements No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, as amended, Statement 43, and Statement No. 50, *Pension Disclosures*. Management anticipates that this statement will not have a direct impact on the City's financial statements.

GASB Statement No. 75 – *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Effective date: the provisions in Statement 75 are effective for fiscal years beginning after June 15, 2017. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, establishes new accounting and financial reporting requirements for OPEB plans.

The scope of this Statement addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed.

In addition, this Statement details the recognition and disclosure requirements for employers with payables to defined benefit OPEB plans that are administered through trusts that meet the specified criteria and for employers whose employees are provided with defined contribution OPEB. This Statement also addresses certain circumstances in which a nonemployer entity provides financial support for OPEB of employees of another entity. The City is in the process of determining the impact this statement will have on the financial statements.

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GASB Statement No. 77 – Tax Abatement Disclosures. Effective date: the requirements of this Statement are effective for reporting periods beginning after December 15, 2015. This Statement requires governments that enter into tax abatement agreements to disclose the following information about the agreements:

- Brief descriptive information, such as the tax being abated, the authority under which tax abatements are provided, eligibility criteria, the mechanism by which taxes are abated, provisions for recapturing abated taxes, and the types of commitments made by tax abatement recipients
- The gross dollar amount of taxes abated during the period
- Commitments made by a government, other than to abate taxes, as part of a tax abatement agreement.

Management anticipates that this statement will not have a material impact on the City's financial statements.

GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans* – The objective of this Statement is to address a practice issue regarding the scope and applicability of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. This issue is associated with pensions provided through certain multiple-employer defined benefit pension plans and to state or local governmental employers whose employees are provided with such pensions. Prior to the issuance of this GASB 78, the requirements of GASB 68 applied to the financial statements of all state and local governmental employers whose employees are provided with pensions through pension plans that are administered through trusts that meet the criteria in paragraph 4 of that statement.

GASB 78 amends the scope and applicability of GASB 68 to exclude pensions provided to employees of state or local governmental employers through a cost-sharing multiple-employer defined benefit pension plan that (1) is not a state or local governmental pension plan, (2) is used to provide defined benefit pensions both to employees of state or local governmental employers and to employees of employers that are not state or local governmental employers, and (3) has no predominant state or local governmental employer (either individually or collectively with other state or local governmental employers that provide pensions through the pension plan). This Statement establishes requirements for recognition and measurement of pension expense, expenditures, and liabilities; note disclosures; and required supplementary information for pensions that have the characteristics described above. The requirements of this Statement are effective for reporting periods beginning after December 15, 2015. Earlier application is encouraged. Management does not anticipate a material impact on its financial statements from the implementation of this standard.

GASB Statement No. 82, *Pension Issues—an amendment of GASB Statements No. 67, No. 68, and No. 73* – The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. This Statement is effective for financial statements for fiscal years beginning after December 15, 2016. The City is currently evaluating the impact on the financial statements.

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The requirements of this Statement are effective for reporting periods beginning after June 15, 2016, except for the requirements of paragraph 7 in a circumstance in which an employer’s pension liability is measured as of a date other than the employer’s most recent fiscal year-end. In that circumstance, the requirements of paragraph 7 are effective for that employer in the first reporting period in which the measurement date of the pension liability is on or after June 15, 2017. Earlier application is encouraged.

NOTE 2 - CASH AND INVESTMENTS

As of June 30, 2016, cash and investments were reported in the financial statements as follows:

	Statement of Net Position		Statement	Total
	Governmental Activities	Business-Type Activities	of Fiduciary Net Position	Cash and Investments
Cash and investments	\$ 19,285,504	\$ 5,104,065	\$ 2,492,539	\$ 26,882,108
Total cash and investments	\$ 19,285,504	\$ 5,104,065	\$ 2,492,539	\$ 26,882,108

The City's Cash and Investments consisted of the following as of June 30, 2016:

Petty cash	\$ 800
Deposits with banks	1,585,358
Investments	25,295,950
Total cash and investments	<u>\$ 26,882,108</u>

A. Cash Deposits

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest, and places the City ahead of general creditors of the institution.

The market value of pledged securities must equal at least 110 percent of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes that have a value of 150 percent of the City's total cash deposits. The City has waived the collateral requirements for cash deposits which are fully insured to \$250,000 by the Federal Deposit Insurance Corporation (FDIC).

The bank balances before reconciling items totaled \$1,814,668 at June 30, 2016 and were different from carrying amounts due to deposits in transit and outstanding checks. The amount uninsured was \$1,585,534 which was collateralized by securities held by pledging financial institutions.

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B. Fair Value Measurements

GASB 72 established a hierarchy of inputs to the valuation techniques above. This hierarchy has three levels:

- Level 1 inputs are quoted prices in active markets for identical assets or liabilities.
- Level 2 inputs are quoted market prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other than quoted prices that are not observable
- Level 3 inputs are unobservable inputs, such as a property valuation or an appraisal.

C. Investment Policies

City Investment Policy

Under the provisions of the City's investment policy, and in accordance with California Government Code, the following investments are authorized:

Authorized Investment Type	Maximum Maturity (1)	Maximum Total of Portfolio	Maximum Investment in Anyone Issuer
U.S. Government Obligations	3 years	No limit	None
U.S. Agency Obligations	3 years	50%	50%
Time certificates of deposit	1 year	50%	\$1,000,000
Local Agency Investment Fund	N/A	\$40 million	None
Repurchase agreements	10 days	20%	50%
Pass book savings account demand deposits	N/A	50%	\$1,000,000
Money Market/Mutual Funds	3 years	15%	50%
Bankers Acceptance	180 days	30%	50%

The City is in compliance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investments Pools* which requires the City's investments be recorded at fair value instead of cost. Under GASB 31, the carrying value of investments are adjusted to reflect their fair value at each fiscal year-end, with the effects of these adjustments included in the carrying value of the investments.

Authorized Investments - Debt Trustee Agreements

Investments held by bond fiscal agents (trustees) are governed by the provisions of the underlying indenture agreements rather than the general provisions of the City's investment policy or California Government Code. The indenture agreements do not specifically identify maximum maturity and maximum investment provisions. The indenture agreements do identify the following permitted investments:

- U.S. Government Obligations
- U.S. Agency Obligations
- Money Market Funds (rated AAAm-G or AAAm)
- Demand or Time Deposits (FDIC insured or fully secured)
- Bonds or Notes (must have one of two highest ratings)

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- Bankers Acceptances (rated P1, A1, or A-1+)
- Commercial Paper (rated P1 and A1)
- Repurchase Agreements
- Pre-refunded municipal obligations (highest rating category)
- Local Agency Investment Fund

D. External Investment Pool

The City's investments with LAIF at June 30, 2016, include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments include the following:

- **Structured Notes**
These are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.
- **Asset-Backed Securities**
The bulk of asset-backed securities are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as CMO's) or credit card receivables.

LAIF is overseen by the Local Agency Investment Advisory Board, which consists of five members, in accordance with State statute. The approved investments policy is listed on the LAIR website, located at <http://www.treasurer.ca.gov/pmia-laif/>.

D. Risk Disclosures

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the term of an investment's maturity, the greater the sensitivity to changes in market interest rates. The City's investment policy requires that investments have an original maturity date of less than three (3) years, unless the City Council specifically authorizes a longer term. It is the City's practice to manage its exposure to interest rate risk is by purchasing a combination of shorter and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for City's operations.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of an investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The City's investment policy requires time certificates of deposit and passbook savings accounts to be insured or collateralized as described under "Custodial Credit Risk" below. Repurchase agreements must be fully collateralized, and will only be with a primary dealer of the Federal Reserve Bank having a long-term debt rating of "AAA" by Moody's or Standard & Pools. The policy does not establish minimum ratings for other authorized investments.

As of June 30, 2016, the City's investments were in compliance with the ratings required by the City's investment policy and indenture agreements. Under the terms of the investment repurchase agreement permitted securities must equal 103% of the amount deposited and be comprised of direct obligations or

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

unconditionally guaranteed by the U.S. Government; obligations, debentures, or notes issued by the Federal Home Loan Mortgage Corporation and Federal National Mortgage Association; or cash (100% security ratio).

Concentrations of Credit Risk

With the exception of securities of the U.S. Government and LAIF, the investment policy of the City limits the amount that can be invested in any one issuer to no more than 50% of the total portfolio, or \$1,000,000 for time certificates of deposit and passbook savings accounts. At June 30, 2016, the City had no investments in any one issuer (other than U.S. Treasury securities, mutual funds and external investment pools) that represented 5% or more of the total City investments.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City did not hold any securities through investment counterparties at the year ended June 30, 2016.

As of June 30, 2016, the City's investments had the following maturities and ratings:

Investment Type	Fair Value	Investment Maturities in Years		Year End	Fair Value Input Level
		12 Months or Less	25 to 36 Months	Rating	
Local Agency Investment Fund (LAIF)	\$ 24,295,950	\$ 24,295,950	\$ -	\$ 24,295,950	Level 2
Certificates of Deposit	1,000,000	-	1,000,000	1,000,000	Level 2
Total Investments	<u>\$ 25,295,950</u>	<u>\$ 24,295,950</u>	<u>\$ 1,000,000</u>	<u>\$ 25,295,950</u>	

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 3 - FUND FINANCIAL STATEMENTS INTERFUND TRANSACTIONS

A. Inter-fund Receivables and Payables

Amounts due to or due from other funds reflect inter-fund balances for services rendered or short-term loans expected to be repaid in the next fiscal year. Advances to or from other funds are long-term loans between funds that are to be repaid in their entirety over several years. As of June 30, 2016, inter-fund receivables and payables consisted of the following:

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$ 168,977	\$ -
Housing Program Fund	43,655	-
Other Nonmajor Governmental Funds	-	411,109
Sewer Enterprise Fund	198,477	-
Total Due from/to	\$ 411,109	\$ 411,109

Fund	Advances to Other Funds	Advances from Other Funds
General Fund	\$ -	\$ 151,880
Sewer Enterprise Fund	151,880	-
Total advances	\$ 151,880	\$ 151,880

Transfers In/Out

With Council approval resources may be transferred from one fund to another. Transfers routinely reimburse funds that have made an expenditure on behalf of another fund. Transfers may also be made to pay for capital projects or capital outlays, lease or debt service payments, operating expenses and low and moderate-income housing projects. Transfers between funds during the fiscal year ended June 30, 2016 were as follows:

Fund	Transfer in	Transfer out
General Fund	\$ 1,807,660	\$ 337,611
Sewer Fund	-	3,906,441
Housing Program Fund	-	24,777
First Time Home Buyer Grant Fund	-	218,475
Community Development Block Grant Fund	614,084	2,014,166
Other Nonmajor Governmental Funds	6,310,754	3,213,716
Sewer Enterprise Fund	3,909,754	345,736
Sewer Connection Fees Enterprise Fund	921,640	-
Local Transportation Enterprise fund	138,118	-
Internal Service Funds	3,314	165,000
Private Purpose Trust Funds	-	3,479,402
Total Transfers	\$ 13,705,324	\$ 13,705,324

Transfers into the Sewer Enterprise Fund reported above do not include capital assets transferred from the government-wide financial statements of \$2.3 million.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 4 - LOANS RECEIVABLE

Loans receivable consisted of the following as of June 30, 2016:

Loans Receivable by Fund/Fund Type:	Balance	Additions	Retirements	Balance
	June 30, 2015			June 30, 2016
Housing Program Fund	\$ 6,320,155	\$ 220,950	\$ 193,043	\$ 6,348,062
First Time Home Buyer Grant Fund	15,863,927	480,297	511,329	15,832,895
Community Development Block Grant Fund	8,947,206	1,689,647	628,867	10,007,986
Other Nonmajor Governmental Funds	10,190,643	-	2,737,746	7,452,897
Total Governmental Funds	41,321,931	2,390,894	4,070,985	39,641,840
OSA Private Purpose Trust Fund	233,562	-	6,031	227,531
Total Loans Receivable	<u>\$ 41,555,493</u>	<u>\$ 2,390,894</u>	<u>\$ 4,077,016</u>	<u>\$ 39,869,371</u>

NOTE 5 - CAPITAL ASSETS

Capital assets for governmental activities consisted of the following as of June 30, 2016:

Governmental activities:	Balance	Additions	Adjustments/	Balance
	July 01, 2015		Retirements	June 30, 2016
Nondepreciable Capital Assets:				
Land	\$ 5,991,455	\$ -	\$ (380,292)	\$ 5,611,163
Construction in progress	336,527	1,078,737	-	1,415,264
Total nondepreciable capital assets	<u>6,327,982</u>	<u>1,078,737</u>	<u>(380,292)</u>	<u>7,026,427</u>
Depreciable capital assets:				
Land improvements	9,661,183	-	(29,426)	9,631,757
Buildings	11,418,299	246,385	-	11,664,684
Underground collection system	4,974,607	-	(4,974,607)	-
Machinery and equipment	10,186,032	138,683	-	10,324,715
Infrastructure	42,126,074	128,141	-	42,254,215
Total depreciable capital assets	<u>78,366,195</u>	<u>513,209</u>	<u>(5,004,033)</u>	<u>73,875,371</u>
Accumulated depreciation:				
Land improvements	(4,937,016)	(436,647)	-	(5,373,663)
Buildings	(3,888,765)	(256,535)	23	(4,145,277)
Underground collection system	(3,062,328)	-	3,062,328	-
Machinery and equipment	(6,528,997)	(464,654)	34,028	(6,959,623)
Infrastructure	(30,851,064)	(354,396)	-	(31,205,460)
Total accumulated depreciation	<u>(49,268,170)</u>	<u>(1,512,232)</u>	<u>3,096,379</u>	<u>(47,684,023)</u>
Total depreciable capital assets - net	<u>29,098,025</u>	<u>(999,023)</u>	<u>(1,907,654)</u>	<u>26,191,348</u>
Governmental activities capital assets, net	<u>\$ 35,426,007</u>	<u>\$ 79,714</u>	<u>\$ (2,287,946)</u>	<u>\$ 33,217,775</u>

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Depreciation expense was charged to the following governmental functions in the statement of activities:

General Government	\$ 48,008
Public Safety	132,133
Public Works	654,076
Parks and Leisure	523,692
Health and Sanitation	55,670
Transportation	98,653
Total Depreciation Expense	<u>\$ 1,512,232</u>

Capital assets for business-type activities consisted of the following as of June 30, 2016:

	Balance July 01, 2015	Additions	Adjustments/ Retirements	Balance June 30, 2016
Business-type activities:				
Nondepreciable Capital Assets:				
Land	\$ -	\$ -	\$ 380,292	\$ 380,292
Total nondepreciable capital assets	-	-	380,292	380,292
Depreciable capital assets:				
Underground collection system	-	1,168,230	4,974,607	6,142,837
Total depreciable capital assets	-	1,168,230	4,974,607	6,142,837
Accumulated depreciation:				
Buildings	-	(85,804)	(3,062,328)	(3,148,132)
Total accumulated depreciation	-	(85,804)	(3,062,328)	(3,148,132)
Total depreciable capital assets - net	-	1,082,426	1,912,279	2,994,705
Business-type activities capital assets, net	<u>\$ -</u>	<u>\$ 1,082,426</u>	<u>\$ 2,292,571</u>	<u>\$ 3,374,997</u>

Capital assets for the Successor Agency consisted of the following as of June 30, 2016:

	Balance July 01, 2015	Additions	Adjustments/ Retirements	Balance June 30, 2016
Successor Agency:				
Nondepreciable Capital Assets:				
Land	\$ 1,485,232	\$ -	\$ -	\$ 1,485,232
Total nondepreciable capital assets	1,485,232	-	-	1,485,232
Depreciable capital assets:				
Buildings	419,915	-	-	419,915
Machinery and equipment	51,750	-	-	51,750
Total depreciable capital assets	471,665	-	-	471,665
Accumulated depreciation:				
Buildings	(78,707)	(8,398)	(23)	(87,128)
Machinery and equipment	(2,410)	(5,175)	(34,028)	(41,613)
Total accumulated depreciation	(81,117)	(13,573)	(34,051)	(128,741)
Total depreciable capital assets - net	390,548	(13,573)	(34,051)	342,924
Successor Agency capital assets - net	<u>\$ 1,875,780</u>	<u>\$ (13,573)</u>	<u>\$ (34,051)</u>	<u>\$ 1,828,156</u>

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 6 - LONG-TERM OBLIGATIONS

The City's long-term obligations consisted of the following as of June 30, 2016:

Description	Balance June 30, 2015	Additions	Retirements	Balance June 30, 2016	Due Within One Year
Governmental Activities:					
Bonds Payable	\$ 5,380,000	\$ -	\$ 410,000	\$ 4,970,000	\$ 455,000
USDA COP Loan	591,500	-	20,900	570,600	21,800
PGE Retrofit Loan	-	250,000	24,775	225,225	27,027
Net Pension Obligations	12,987,351	1,095,482	-	14,082,833	-
Net OPEB Obligation	860,686	92,816	27,284	926,218	-
Compensated Absences	606,379	350,109	279,123	677,365	338,683
Total Long-Term Liabilities	<u>\$ 20,425,916</u>	<u>\$ 1,788,407</u>	<u>\$ 762,082</u>	<u>\$ 21,452,241</u>	<u>\$ 842,510</u>
Business-type Activities:					
Net Pension Obligations	<u>\$ -</u>	<u>\$ 180,141</u>	<u>\$ -</u>	<u>\$ 180,141</u>	<u>\$ -</u>

Compensated absences, pension obligations and OPEB obligations are generally liquidated by the General Fund or the fund for which services were provided. All other liabilities are paid through debt service funds.

A. Bonds Payable

The following is a summary of the City's bonds payable as of June 30, 2016:

Bonds Payable	Interest Rate	Maturity Date	Original Issue	Beginning Balance	Deletions	Ending Balance	Due Within One Year
City of Oroville Bonds Payable:							
Pension Obligation Bonds	5.06-5.37%	2024	7,260,000	5,380,000	410,000	4,970,000	455,000
Total Bonds Payable - City of Oroville			<u>\$ 7,260,000</u>	<u>\$ 5,380,000</u>	<u>\$ 410,000</u>	<u>\$ 4,970,000</u>	<u>\$ 455,000</u>
Successor Agency Bonds Payable:							
Tax Allocation Refunding Bonds/2015A	3-5%	2031	\$ 18,380,000	\$ 18,380,000	\$ 555,000	\$ 17,825,000	\$ 645,000
Tax Allocation Refunding Bonds/2015B	0.7-0.95%	2016	525,000	525,000	295,000	230,000	230,000
Premiums - net		2031	1,255,984	1,255,984	73,881	1,182,103	-
Total Bonds Payable - Successor Agency			<u>\$ 20,160,984</u>	<u>\$ 20,160,984</u>	<u>\$ 923,881</u>	<u>\$ 19,237,103</u>	<u>\$ 875,000</u>

Pension Obligation Bonds

Taxable Pension Obligation Bonds 2007, Series A-1, are comprised of \$7,260,000 in serial bonds. The bonds are an unconditional obligation of the City of Oroville payable from legally available funds. However, the bonds are not voter-approved debt backed by the taxing power of the City and the full faith and credit of the City has not been pledged to the repayment of the bonds. The proceeds of the bonds were used to pay the City's unfunded accrued actuarial liability to the California Public Employees' Retirement System.

Successor Agency Tax Allocation Bonds

In order to reduce debt service costs and increase residual distributions to taxing agencies, the Successor Agency issued \$18.9 million in refunding bonds at a \$1.3 million premium during 2015 and repaid its long-term obligation to the OPFA, which used the proceeds to refund OPFA revenue bonds. The tax allocation refunding bonds bear interest from .7 to 5% and mature in 2031. The OSA is reported as a private purpose trust fund in the accompanying financial statements.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

The annual debt service requirements on the bonds are as follows:

Year Ending June 30,	Pension Obligation Bonds		OSA Bonds		Total
	Principal	Interest	Principal	Interest	
2017	\$ 455,000	\$ 269,340	\$ 875,000	\$ 692,454	\$ 2,291,794
2018	505,000	244,907	920,000	666,794	2,336,701
2019	565,000	217,788	955,000	633,894	2,371,682
2020	615,000	187,448	985,000	595,094	2,382,542
2021	680,000	154,422	1,030,000	549,644	2,414,066
2022- 2026	2,150,000	227,038	5,970,000	1,902,470	10,249,508
2027- 2031	-	-	6,055,000	607,849	6,662,849
2032- 2036	-	-	1,265,000	20,557	1,285,557
Total	<u>\$ 4,970,000</u>	<u>\$ 1,300,943</u>	<u>\$ 18,055,000</u>	<u>\$ 5,668,756</u>	<u>\$ 29,994,699</u>

B. USDA Certificate of Participation Loan

The City of Oroville entered into a loan agreement with the United States Department of Agriculture (USDA) wherein the City issued a Certificate of Participation (COP) to the USDA in an amount not to exceed \$700,000 to fund the expansion and renovation of City Hall. The City had drawn a total of \$700,000 for the project and the balance of the loan was \$570,600 at June 30, 2016. The interest rate is 4.25% and is payable semi-annually. The agreement requires annual principal payments on August 1st ranging from \$16,300 to \$44,100 through the year 2033.

The annual debt service requirements on the COP are as follows:

Year Ending June 30,	USDA Certificate of Participation		
	Principal	Interest	Total
2017	\$ 21,800	\$ 23,787	\$ 45,587
2018	22,700	22,842	45,542
2019	23,600	21,858	45,458
2020	24,600	20,834	45,434
2021	25,700	19,765	45,465
2022- 2026	145,700	81,122	226,822
2027- 2031	179,500	46,688	226,188
2032- 2036	127,000	8,245	135,245
Total	<u>\$ 570,600</u>	<u>\$ 245,141</u>	<u>\$ 815,741</u>

C. Non-Obligated Debt

Disclosure of Conduit (No-Commitment) Debt

On April 2, 2012, the City issued \$15,000,000 of City of Oroville Variable Rate Demand Hospital Revenue Bonds (Oroville Hospital) 2012 Series A. The proceeds from the sale of these bonds were loaned to Oroville Hospital for the renovation and construction Hospital improvements and to refund certain older bonds from a former issue. These bonds will be repaid solely from the loan payments made by Oroville Hospital to the City. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for the repayment of these bonds. Accordingly, the bonds are not reported as a liability in the accompanying financial statements.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 7 - RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City provides property, liability, and worker's compensation insurance through the Northern California Cities Self Insurance Fund (NCCSIF), a public entity risk pool currently operating as a common risk management and insurance program for several Northern California Cities. The City pays quarterly and annual premiums to the NCCSIF for liability and worker's compensation insurance.

The City's deductible is \$50,000 for worker's compensation and \$50,000 for liability. The coverages from \$50,000 to \$500,000 in worker's compensation and \$50,000 to \$1,000,000 in liability are covered by a risk sharing plan where all members participate in the loss. Claims that exceed the \$500,000 level (\$1,000,000 liability) are covered by excess Joint Powers Authorities. The City continues to carry commercial insurance for all other risks of loss, such as employee health and accident. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

An estimated liability has been accrued for unpaid claims, including the effects of specific, incremental claim adjustments expenditures/expenses; salvage or subrogation; and allocated claim adjustment expenditures/expenses. A reconciliation of unpaid claims liabilities is shown below:

	Year Ended June 30, 2016	Year Ended June 30, 2015
Claims payable, beginning of year	\$ 300,000	\$ 306,087
Fiscal year claims and changes in estimates	362,165	434,421
Claims payments	(362,165)	(440,508)
Claims payable, end of year	<u>\$ 300,000</u>	<u>\$ 300,000</u>

NOTE 8 - JOINT POWERS AGREEMENTS

The City has entered into various joint powers agreements. Under the criteria established by GASB, the City does not have sufficient authority, influence or accountability over these entities to incorporate it in this annual report as a component unit of the reporting entity.

Northern California Cities Self Insurance Fund (NCCSIF)

The City is a member of this public entity risk pool for liability and workers' compensation purposes. The NCCSIF consists of twenty Northern California Member Cities. The purpose of the Authority is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess liability coverage. All member cities share administrative costs of the Authority equally (5.00 percent) and have equal control over budgeting and financing activities. Each member city has a representative on the Board of Directors. The City paid \$527,639 in quarterly and annual premiums and assessments to the Authority for liability and worker's compensation insurance.

Sewage Commission - Oroville Region (SC-OR)

SC-OR was organized under a joint powers agreement between the City of Oroville, Thermalito Water and Sewer District, and Lake Oroville Area Public Utility District. SC-OR's primary purpose is to provide sewage treatment services to the local government member entities. Each member sends two representatives (one voting, one nonvoting) to SC-OR's Board of Directors that constitutes the entire governing board. No participating member entity has access to SC-OR's resources or surpluses, nor is any participant liable for SC-OR's debts or deficits. Further, the City of Oroville does not have any equity interest in SC-OR. Each member entity is required to collect and remit SC-OR's sewer treatment and

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

system regional facility charges. For the year ended June 30, 2016, the amount remitted to SC-OR by the City of Oroville totaled \$1,147,515. Complete financial statements for SC-OR can be obtained from its administrative office at P.O. Box 1350, Oroville, CA, 95965.

The following summarized each JPA's audited financial information for the most recent year available:

	NCCSIF	Sewage Commission
Total Assets	\$ 54,079,628	\$ 18,573,751
Deferred Outflows	-	148,181
Total Liabilities	(40,080,071)	(1,700,256)
Deferred Inflows	-	(266,894)
Net Position	<u>\$ 13,999,557</u>	<u>\$ 16,754,782</u>
Total Revenues	\$ 17,407,472	\$ 2,299,783
Total Expenses	12,788,037	2,361,127
Change in Net Assets	<u>\$ 4,619,435</u>	<u>\$ (61,344)</u>

NOTE 9 - RETIREMENT PLANS

General Information about the Pension Plans

Plan Description - All qualified permanent and probationary employees are eligible to participate in the City's Miscellaneous and Safety Employee Pension Plans (the Plans); cost-sharing multiple employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. The cost of living adjustments for the Plans are applied as specified by the Public Employees' Retirement Law. The Plans' provisions and benefits in effect at June 30, 2016, are summarized as follows:

	Miscellaneous		Safety	
	Tier 1	PEPRA	Tier 1	PEPRA
Benefit formula	2% @ 55	2% @ 62	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 Years	5 Years	5 Years	5 Years
Benefit payments	Monthly for Life	Monthly for Life	Monthly for Life	Monthly for Life
Retirement age	55	62	50	57
Monthly benefits as a % of eligible compensation	2.0% to 2.5%	2.00%	2.00%	2.70%
Required employee contribution rates	7.000%	6.750%	9.000%	12.250%
Required employer contribution rates	9.902%	7.022%	17.269%	12.821%

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Employees Covered - At June 30, 2016, the following employees were covered by the benefit terms for the Plans:

	<u>Miscellaneous</u>	<u>Safety</u>
Active	59	38
Transferred	40	45
Separated	40	16
Retired	107	89
Total	<u>246</u>	<u>188</u>

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

For the year ended June 30, 2016, the contributions recognized as part of pension expense for the Plans were as follows:

	<u>Miscellaneous</u>	<u>Safety</u>
Contributions - employer	\$ 320,067	\$ 518,861
Contributions - employee	207,343	193,691

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

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

	<u>Proportionate Share of Net Pension Liability</u>
Miscellaneous	\$ 4,895,302
Safety	<u>9,367,673</u>
Total Net Pension Liability	<u>\$ 14,262,975</u>

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

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

	<u>Miscellaneous</u>	<u>Safety</u>
Proportion - June 30, 2014	0.1868%	0.2232%
Proportion - June 30, 2015	0.1784%	0.2273%
Change	<u>-0.0083%</u>	<u>0.0042%</u>

At June 30, 2016, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous</u>		<u>Safety</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 320,067	\$ -	\$ 518,861	\$ -
Changes in assumptions	-	(239,971)	-	(357,530)
Differences between expected and actual experiences	25,364	-	-	(77,735)
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	246,417	-	543,284	-
Net differences between projected and actual earnings on plan investments	<u>615,093</u>	<u>(930,740)</u>	<u>889,731</u>	<u>(1,516,529)</u>
Total	<u>\$ 1,206,941</u>	<u>\$ (1,170,711)</u>	<u>\$ 1,951,876</u>	<u>\$ (1,951,794)</u>

The City reported \$838,928 as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending:	Deferred Outflows/(inflows) of Resources
2016	\$ (147,757)
2017	(146,276)
2018	(143,578)
2019	<u>153,773</u>
Total	<u>\$ (283,837)</u>

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

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

Valuation Date	June 30, 2014
Measurement Date	June 30, 2015
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.65%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	3.3% - 14.2% (1)
Investment Rate of Return	7.5% (2)
Mortality	(3)

- (1) Depending on age, service and type of employment
- (2) Net of pension plan investment expenses, including inflation
- (3) Derived using CalPERS' membership data for all funds

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2013 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can found on the CalPERS website.

Discount Rate - The discount rate used to measure the total pension liability was 7.65 percent for the Plans. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the Plans, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.65 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.65 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website. According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense.

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

CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent. The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (a)	Real Return Years 11+ (b)
Global Equity	51.00%	5.25%	5.71%
Global Fixed Income	19.00%	0.99%	2.43%
Inflation Sensitive	6.00%	0.45%	3.36%
Private Equity	10.00%	6.83%	6.95%
Real Estate	9.00%	4.50%	5.13%
Infrastructure and Forestland	3.00%	4.50%	5.09%
Liquidity	2.00%	-0.55%	-1.05%
Total	100.00%		

- (a) An expected inflation of 2.5% used for this period.
- (b) An expected inflation of 3.0% used for this period.

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

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

	Miscellaneous	Safety
1% Decrease	6.65%	6.65%
Net Pension Liability	\$ 8,612,494	\$ 15,504,917
Current Discount Rate	7.65%	7.65%
Net Pension Liability	\$ 4,895,302	\$ 9,367,672
1% Increase	8.65%	8.65%
Net Pension Liability	\$ 1,826,328	\$ 4,335,244

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS PLAN

Plan Description

The City of Oroville Retiree Healthcare Plan (Plan) is a single-employer defined benefit healthcare plan administered by the City. The plan provides lifetime healthcare insurance coverage for eligible retirees and their dependents through the City’s group medical insurance plan, which covers both active and retired participants. Benefit provisions are established and may be amended through agreements and memorandums of understanding between the City, its non-represented employees and the unions representing City employees. The Plan does not issue a separate financial report.

Employees are eligible to participate in the Plan if they retire directly from the City under CalPERS and pay the full premium. Since premiums are determined for actives and retirees on a combined basis, an implied subsidy must be reflected under GASB 45. Certain Management employees are eligible for sick leave conversion benefits at retirement, including medical, dental, vision, long-term disability, and life benefits

Funding Policy

The contribution requirements of Plan participants and the City are established and may be amended by the City pursuant to agreements with its non-represented employees and the unions representing City employees. The City contributed \$27,284 during the 2016 fiscal year on a pay-as-you-go basis for retiree sick leave conversion premiums.

Annual OPEB Cost and Net OPEB Obligation

The City’s annual other postemployment benefit cost (expense) is calculated based on the annual required contribution (ARC) of the employer. The ARC represents the level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The following table shows the components of the City’s annual OPEB cost for the year, the amount actually contributed to the Plan, and the changes in the City’s net OPEB obligation:

Annual required contribution	\$ 99,687
Interest on net OPEB obligation	33,042
Adjustment to annual required contribution	<u>(39,913)</u>
Annual OPEB cost (expense)	92,816
Contributions made	<u>(27,284)</u>
Increase in net OPEB obligation	65,532
Net OPEB obligation - beginning of year	<u>860,686</u>
Net OPEB obligation - end of year	<u><u>\$ 926,218</u></u>

The City’s annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the fiscal year 2016 and the two preceding fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2014	\$ 299,920	21%	\$ 826,043
2015	92,816	63%	860,686
2016	92,816	29%	926,218

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

Funded Status and Funding Progress

The funded status of the Plan as of June 30, 2014, the Plan’s most recent actuarial valuation date, was as follows:

Actuarial accrued liability (AAL)	\$ 972,979
Actuarial value of plan assets	-
Unfunded actuarial accrued liability (UAAL)	<u>\$ 972,979</u>
Funded ratio (actuarial value of plan assets/AAL)	0%
Projected covered payroll (active Plan members)	\$ 5,958,797
UAAL as a percentage of covered payroll	16%

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

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan participants) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing costs between the employer and plan participants to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

For the June 30, 2014, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4% investment rate of return (net of administrative expenses) and a 3% general inflation assumption. Premiums were assumed to increase for non-Medicare medical cost increase of 8% for 2015, graded down to 5.0% for 2017 and thereafter. The initial unfunded actuarial accrued liability was amortized as a level percentage of projected payroll over a fixed 30-year period, of which 24 years remain.

NOTE 11 – DEFERRED COMPENSATION

The City of Oroville offers its employees deferred compensation plans created in accordance with Internal Revenue Code Section 457. The plans, available to all City employees, permit employees to defer a portion of their salary until future years. Participation in the plans is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The City has adopted the provisions of GASB Statement 32 and, therefore, the assets and liabilities of these plans have been excluded from the accompanying financial statements.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2016

NOTE 12 - COMMITMENTS AND CONTINGENCIES

A. Lawsuits

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

B. Federal and State Grant Programs

The City participates in Federal and State grant programs. These programs are audited by the City's independent accountants in accordance with the provisions of the Federal Single Audit Act Amendments of 1996 and applicable State requirements. For Federal programs, the City reached the level of qualifying cost during the current fiscal year so a single audit was required. Expenditures which may be disallowed, if any, by the granting agencies, cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

C. Commitments

The City had several outstanding contracts or planned projects as of June 30, 2016. These projects are evidenced by contractual commitments with contractors totaling \$1,425,844. All purchase orders were closed for the fiscal year ended June 30, 2016 and new purchase orders for these commitments were created in the next fiscal year. It is the City's policy to laps all encumbrances at the end of each fiscal year. As of June 30, 2016, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the City.



REQUIRED SUPPLEMENTARY INFORMATION

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
General Fund
June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget
				Positive (Negative)
REVENUES				
Taxes:				
Property taxes	\$ 1,506,464	\$ 1,472,618	\$ 1,037,556	\$ (435,062)
Sales and use taxes	4,256,572	3,214,018	3,356,969	142,951
Sales and use taxes in-lieu	1,123,080	2,146,715	1,897,058	(249,657)
Transient occupancy taxes	454,057	454,057	523,926	69,869
Utility users taxes	1,607,448	1,607,448	1,769,229	161,781
Franchise taxes	673,879	673,879	646,327	(27,552)
Other taxes	40,157	73,757	67,166	(6,591)
License and permits	487,000	487,000	487,658	658
Fines and forfeitures	51,000	51,000	72,235	21,235
Interest, rents and concessions	33,659	33,659	51,270	17,611
Intergovernmental revenues	269,299	269,299	529,839	260,540
Charges for services	489,037	489,037	529,642	40,605
Other revenues	1,392,806	786,205	966,876	180,671
Total Revenues	12,384,458	11,758,692	11,935,751	177,059
EXPENDITURES				
Current:				
General Government	2,340,513	2,331,795	2,108,582	223,213
Public Safety	8,084,634	8,574,508	8,605,595	(31,087)
Public Works	153,094	178,229	169,127	9,102
Streets and Storm Drains	685,503	809,141	804,550	4,591
Parks and Leisure	799,318	811,417	748,131	63,286
Housing and Community Development	729,214	334,806	305,509	29,297
Capital outlay	94,397	163,622	128,110	35,512
Total Expenditures	12,886,673	13,203,518	12,869,604	333,914
Excess (Deficiency) of Revenues over Expenditures	(502,215)	(1,444,826)	(933,853)	510,973
OTHER FINANCING SOURCES (USES)				
Transfers in	502,216	1,642,099	1,807,660	165,561
Transfers out	(201,675)	(201,675)	(337,611)	(135,936)
Total Other Financing Sources (Uses)	300,541	1,440,424	1,470,049	29,625
Net Change in Fund Balances	(201,674)	(4,402)	536,196	540,598
Fund Balances Beginning	3,780,058	3,780,058	3,780,058	-
Fund Balances Ending	\$ 3,578,384	\$ 3,775,656	\$ 4,316,254	\$ 540,598

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Housing Program Fund
June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ 39,000	\$ 39,000	\$ 44,863	\$ 5,863
Intergovernmental revenues	-	-	1,000	1,000
Charges for services	-	-	1,869	1,869
Other revenues	456,511	427,570	484,769	57,199
Total Revenues	495,511	466,570	532,501	65,931
EXPENDITURES				
Current:				
Housing and Community Development	110,000	110,000	99,430	10,570
Capital outlay	355,000	355,000	181,735	173,265
Total Expenditures	465,000	465,000	281,165	183,835
Excess (Deficiency) of Revenues over Expenditures	30,511	1,570	251,336	249,766
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(30,511)	(1,570)	(24,777)	(23,207)
Total Other Financing Sources (Uses)	(30,511)	(1,570)	(24,777)	(23,207)
Net Change in Fund Balances	-	-	226,559	226,559
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning	828,218	828,218	828,218	-
Fund Balances Ending	\$ 828,218	\$ 828,218	\$ 1,054,777	\$ 226,559

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
First Time Home Buyer Grant Fund
June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ 5,000	\$ 5,000	\$ 9,799	\$ 4,799
Intergovernmental revenues	725,000	725,000	282,670	(442,330)
Other revenues	50,000	50,000	35,888	(14,112)
Total Revenues	780,000	780,000	328,357	(451,643)
EXPENDITURES				
Current:				
Housing and Community Development	780,000	780,000	178,166	601,834
Total Expenditures	780,000	780,000	178,166	601,834
Excess (Deficiency) of Revenues over Expenditures	-	-	150,191	150,191
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(218,475)	(218,475)
Total Other Financing Sources (Uses)	-	-	(218,475)	(218,475)
Net Change in Fund Balances	-	-	(68,284)	(68,284)
Fund Balances Beginning	665,262	665,262	665,262	-
Fund Balances Ending	\$ 665,262	\$ 665,262	\$ 596,978	\$ (68,284)

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Community Development Block Grant Fund
June 30, 2016

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ 30,000	\$ 30,000	\$ 36,672	\$ 6,672
Intergovernmental revenues	500,000	500,000	1,250,000	750,000
Other revenues	203,500	203,500	386,109	182,609
Total Revenues	733,500	733,500	1,672,781	939,281
EXPENDITURES				
Current:				
Parks and Leisure	-	-	-	-
Housing and Community Development	720,000	961,622	1,449,235	(487,613)
Capital outlay	-	-	-	-
Total Expenditures	720,000	961,622	1,449,235	(487,613)
Excess (Deficiency) of Revenues over Expenditures	13,500	(228,122)	223,546	451,668
OTHER FINANCING SOURCES (USES)				
Transfers in	150,000	1,497,700	614,084	(883,616)
Transfers out	(163,500)	(696,502)	(2,014,166)	(1,317,664)
Total Other Financing Sources (Uses)	(13,500)	801,198	(1,400,082)	(2,201,280)
Net Change in Fund Balances	-	573,076	(1,176,536)	(1,749,612)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning	1,820,933	1,820,933	1,820,933	-
Fund Balances Ending	\$ 1,820,933	\$ 2,394,009	\$ 644,397	\$ (1,749,612)

City of Oroville
Schedule of Pension Contributions - GASB 68
June 30, 2016

Miscellaneous Plan	2016	2015
Contractually Required Contributions (Actuarially Determined)	\$ 320,067	\$ 282,921
Contributions in Relation to Actuarially Determined Contributions	320,067	282,921
Contribution Deficiency (Excess)	-	-
 Covered Employee Payroll	 \$ 4,027,840	 \$ 4,036,551
 Contributions as a Percentage of Covered Payroll	 7.95%	 7.01%

Notes to Schedule:

Valuation Date: June 30, 2014
Assumptions Used: Entry Age Method used for Actuarial Cost Method
Level Percentage of Payroll (Closed) Used Amortization Method
3.8 Years Remaining Amortization Period
Inflation Assumed at 2.75%
Investment Rate of Returns set at 7.5%
CalPERS mortality table using 20 years of membership data for all funds

Safety Plan	2016	2015
Contractually Required Contributions (Actuarially Determined)	\$ 518,861	\$ 769,077
Contributions in Relation to Actuarially Determined Contributions	518,861	769,077
Contribution Deficiency (Excess)	-	-
 Covered Employee Payroll	 \$ 3,243,689	 \$ 3,245,756
 Contributions as a Percentage of Covered Payroll	 16.00%	 23.69%

Notes to Schedule:

Valuation Date: June 30, 2014
Assumptions Used: Entry Age Method used for Actuarial Cost Method
Level Percentage of Payroll (Closed) Used Amortization Method
3.8 Years Remaining Amortization Period
Inflation Assumed at 2.75%
Investment Rate of Returns set at 7.5%
CalPERS mortality table using 20 years of membership data for all funds

** Fiscal year 2015 was the first year of implementation, therefore only two years are shown.

City of Oroville

Schedule of Proportionate Share Net Pension Liability (GASB 68)

June 30, 2016

Miscellaneous Plan	2016	2015
District's Proportion of Net Pension Liability	0.17843%	0.18678%
District's Proportionate Share of Net Pension Liability	\$ 4,895,302	\$ 4,616,127
District's Covered Employee Payroll	\$ 4,027,840	\$ 4,036,551
District's Proportionate Share of NPL as a % of Covered Employee Payroll	121.54%	114.36%
Plan Fiduciary's Net Position as a % of the TPL	82.07%	83.03%
Safety Plan	2016	2015
District's Proportion of Net Pension Liability	0.22735%	0.22317%
District's Proportionate Share of Net Pension Liability	\$ 9,367,673	\$ 8,371,224
District's Covered Employee Payroll	\$ 3,243,689	\$ 3,245,756
District's Proportionate Share of NPL as a % of Covered Employee Payroll	288.80%	257.91%
Plan Fiduciary's Net Position as a % of the TPL	79.07%	81.42%

** Fiscal year 2015 was the first year of implementation, therefore only two years are shown.

City of Oroville
Retiree Healthcare Plan
Schedule of Funding Progress
June 30, 2016

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a/c))
6/30/2008	\$ -	\$ 1,511,000	\$ 1,511,000	0.00%	\$ 5,739,000	26.33%
6/30/2011	-	2,686,000	2,686,000	0.00%	6,228,000	43.13%
6/30/2014	-	972,979	972,979	0.00%	5,958,797	16.33%



SUPPLEMENTARY INFORMATION

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City of Oroville
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 8,302,575	\$ -	\$ 4,057,094	\$ 12,359,669
Receivables:				
Accounts	235,321	-	97,646	332,967
Interest	162,968	-	-	162,968
Inventory	4,583	-	-	4,583
Loans receivable	7,452,391	506	-	7,452,897
Total assets	\$ 16,157,838	\$ 506	\$ 4,154,740	\$ 20,313,084
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 23,768	\$ -	\$ 118	\$ 23,886
Payroll related liabilities	27,429	-	-	27,429
Due to other funds	212,632	-	198,477	411,109
Unearned revenues	7,188,907	-	13,369	7,202,276
Total liabilities	7,452,736	-	211,964	7,664,700
Fund Balances:				
Nonspendable				
Inventory	4,583	-	-	4,583
Long-term receivables	-	506	-	506
Restricted:				
General Government	96,557	-	-	96,557
Capital Projects	-	-	3,403,149	3,403,149
Public Safety:				
Police	637,476	-	-	637,476
Fire	116,662	-	-	116,662
Streets and Storm Drains	4,267,594	-	-	4,267,594
Committed:				
General Government	674	-	539,627	540,301
Housing and Community Development	1,482,492	-	-	1,482,492
General reserve	92,245	-	-	92,245
Assigned:				
Parks and Leisure	298,427	-	-	298,427
Housing and Community Development	1,717,430	-	-	1,717,430
Unassigned	(9,038)	-	-	(9,038)
Total fund balances	8,705,102	506	3,942,776	12,648,384
Total liabilities and fund balances	\$ 16,157,838	\$ 506	\$ 4,154,740	\$ 20,313,084

City of Oroville

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

Nonmajor Governmental Funds

June 30, 2016

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes:				
Other taxes and assessments	\$ 754,010	\$ -	\$ -	\$ 754,010
License and permits	1,257,152	-	-	1,257,152
Interest, rents and concessions	339,972	-	7,715	347,687
Intergovernmental revenues	1,371,629	-	494,919	1,866,548
Charges for services	141,986	-	-	141,986
Other revenues	951,585	853,958	6,841	1,812,384
Total Revenues	4,816,334	853,958	509,475	6,179,767
EXPENDITURES				
Current:				
General Government	153,591	-	8,911	162,502
Public Safety	429,139	-	-	429,139
Streets and Storm Drains	121,896	-	158,914	280,810
Parks and Leisure	214,825	-	-	214,825
Transportation	444,968	-	-	444,968
Health and Sanitation	64,974	-	-	64,974
Housing and Community Development	1,401,348	-	-	1,401,348
Capital outlay	716,102	-	445,755	1,161,857
Debt service				
Principal retirement	-	430,900	-	430,900
Interest and fiscal charges	-	313,806	-	313,806
Total Expenditures	3,546,843	744,706	613,580	4,905,129
Excess (Deficiency) of Revenues over Expenditures	1,269,491	109,252	(104,105)	1,274,638
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	3,395,434	3,395,434
Transfers in	2,726,137	189,183	-	2,915,320
Transfers out	(3,177,388)	(36,328)	-	(3,213,716)
Total Other Financing Sources (Uses)	(451,251)	152,855	3,395,434	3,097,038
Net Change in Fund Balances	818,240	262,107	3,291,329	4,371,676
Fund Balances Beginning	7,886,862	(261,601)	651,447	8,276,708
Fund Balances Ending	\$ 8,705,102	\$ 506	\$ 3,942,776	\$ 12,648,384

NONMAJOR SPECIAL REVENUE FUNDS

Fund Title	Fund Description
Community Promotions Funds	To account for community related promotion expenditures.
Drainage Impact Fees Fund	To account for revenues collected for drainage fees and expenditures for drainage improvements.
Park Development Fees Fund	To account for revenues collected for park use fees and expenditures for park improvements.
Traffic Impact Fees Fund	To account for revenues collected for traffic impact fees in Oroville, excluding the North Oroville and Thermalito Areas.
Drainage Citywide Fund	To account for revenues collected for citywide drainage impact fees and expenditures for drainage improvements.
Local Transportation Fund	To account for revenues and expenditures associated with Transportation Development Act, Section 99400(A) funds and Traffic Congestion funds.
Regional Surface Transportation Program Fund	To account for the activities of the Regional Surface Transportation Program.
Canine Fund	To account for revenue collected to operate the police canine program.
Technology Fee Fund	To account for collections and expenditures related to the City's technology fee program.
SB-1186 Fees Fund	To account for collections and expenditures related to the SB-1186 fees for disability access and compliance.
Recycling Fund	To account for activities of the City's recycling program.
Special Gas Tax 2107 & 2107.5 Fund	To account for State gasoline taxes received by the City. These funds may be used for street maintenance, right-of-way acquisition and street maintenance.
Special Gas Tax 186.1 & 2106 Fund	To account for State gasoline taxes received by the City. These funds may be used for street maintenance, right-of-way acquisition and street maintenance.
Special Gas Tax 2105 Fund	To account for State gasoline taxes received by the City. These funds may be used for street maintenance, right-of-way acquisition and street maintenance.
Special Aviation Fund	To account for lease revenues from leased airport property and annual State allocations for airport operations and improvements.
Housing Administration Fund	To account for administrative overhead for the City's housing loan and rehabilitation programs.
EDBG Fund	To account for the activities of the City's various EDBG grants.
Public Safety Augmentation Fund	To account for revenues generated for public safety purposes by a special sales tax distributed by Butte County.
Police Supplemental Law Enforcement Fund	To account for revenues and expenditures funded by the State COPS program.
Law Enforcement Block Grant Fund	To account for revenues and expenditures funded by the Federal Local Law Enforcement Block Grant.
Law Enforcement Impact Fee Fund	To account for revenues and expenditures funded by the Federal Local Law Enforcement Block Grant.
Miscellaneous Grant Fund	To account for revenues and expenditures for several small grants awarded to the City.
Fire Suppression Impact Fee Fund	To account for revenues and expenditures of development impact fees assessed for fire suppression services.
Contingency Fund	To accumulate resources and account for expenditures for unanticipated contingencies.
Fire Grant Fund	To account for activities associated with the Indian Gaming Grant.
PEG Fee Fund	To account for cable franchise fees collected for public access cable services.
General Government Development Impact Fee Fund	To account for revenues and expenditures of development impact fees assessed for general governmental services.
Lighting & Landscape Maintenance Districts Fund	To account for property tax assessment revenue collected for maintenance of the capital improvements of various improvement districts.
Benefit Assessment Districts Fund	To account for property tax assessment revenue collected for maintenance of the capital improvements of various benefit districts.
Westside Public Service Fund	To account for property tax assessment revenue collected for public safety facilities and services provided to various benefit districts.
Public Safety Services Fund	To account for property tax assessment revenue collected for public safety facilities and services provided to various benefit districts.
Supplemental Benefits Fund	To account for revenues and expenditures of amounts received from the Department of Water Resources.
Public Works Manufacturing Business Development Center Fund	To account for funds received and expenditures related to the City's Business Development Center.
City Housing Rehabilitation Revolving Loan Fund	To account for loans to Low and Moderate Income Families, including repayment of principal and receipt of interest income.
CDBG Economic Development Revolving Loan Fund	To account for funds received from the CDBG Economic Development Grant which are authorized to be loaned to private enterprises.
Micro- Enterprise Revolving Loan Fund	To account for the activities of the City's small business revolving loan program funded by CDBG program income.
CalHome Revolving Loan Fund	To account for the activities of the City's housing revolving loan program funded by CalHOME program income.
Home Housing Revolving Loan Fund	To account for activities of the City's housing revolving loan program funded by HOME program income.
Housing Rehabilitation Revolving Loan Fund	To account for activities of the City's housing revolving loan program.
Rural Business Enterprise Grants Fund	To account for activities of the City's rural business and enterprise grants program.
City Revolving Loan Fund	To account for loans, including payment of principal and interest.
Annexation Fund	To accumulate resources to be utilized for cost of annexing areas located adjacent to current City limits.
Asset Seizure Fund	To accumulate resources to be utilized for asset seizure costs.

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental Funds

June 30, 2016

	Community Promotions Fund	Drainage Impact Fees Fund	Park Development Fees Fund	Traffic Impact Fees Fund
ASSETS				
Cash and investments	\$ -	\$ 495,935	\$ 127,525	\$ 1,557,707
Receivables:				
Accounts	-	-	-	-
Interest	-	-	-	-
Inventory	-	-	-	-
Loans receivable	-	-	-	-
Total assets	\$ -	\$ 495,935	\$ 127,525	\$ 1,557,707
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 807	\$ -
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	-	-	807	-
Fund Balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted:				
General Government	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	-	495,935	126,718	1,557,707
Committed:				
General Government	-	-	-	-
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Housing and Community Development	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	-	495,935	126,718	1,557,707
Total liabilities and fund balances	\$ -	\$ 495,935	\$ 127,525	\$ 1,557,707

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Drainage Citywide Fund	Local Transportation Fund	Regional Surface Transportation Program Fund	Canine Fund
ASSETS				
Cash and investments	\$ 707,171	\$ 278	\$ 495,912	\$ 2,249
Receivables:				
Accounts	-	-	-	-
Interest	-	-	-	-
Inventory	-	-	-	-
Loans receivable	-	-	-	-
Total assets	<u>\$ 707,171</u>	<u>\$ 278</u>	<u>\$ 495,912</u>	<u>\$ 2,249</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 600
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>600</u>
Fund Balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted:				
General Government	-	-	-	-
Public Safety:				
Police	-	-	-	1,649
Fire	-	-	-	-
Streets and Storm Drains	707,171	278	495,912	-
Committed:				
General Government	-	-	-	-
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Housing and Community Development	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>707,171</u>	<u>278</u>	<u>495,912</u>	<u>1,649</u>
Total liabilities and fund balances	<u>\$ 707,171</u>	<u>\$ 278</u>	<u>\$ 495,912</u>	<u>\$ 2,249</u>

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Technology Fee Fund	SB-1186 Fees Fund	Recycling Fund	Special Gas Tax 2107 & 2107.5 Fund	Special Gas Tax 186.1 & 2106 Fund
ASSETS					
Cash and investments	\$ 96,463	\$ 3,046	\$ -	\$ -	\$ -
Receivables:					
Accounts	94	-	9,121	-	-
Interest	-	-	-	-	-
Inventory	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total assets	\$ 96,557	\$ 3,046	\$ 9,121	\$ -	\$ -
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll related liabilities	-	-	1,273	-	-
Due to other funds	-	-	16,320	-	-
Unearned revenues	-	-	-	-	-
Total liabilities	-	-	17,593	-	-
Fund Balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted:					
General Government	96,557	-	-	-	-
Public Safety:					
Police	-	-	-	-	-
Fire	-	-	-	-	-
Streets and Storm Drains	-	3,046	-	-	-
Committed:					
General Government	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
General reserve	-	-	-	-	-
Assigned:					
Parks and Leisure	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
Unassigned	-	-	(8,472)	-	-
Total fund balances	96,557	3,046	(8,472)	-	-
Total liabilities and fund balances	\$ 96,557	\$ 3,046	\$ 9,121	\$ -	\$ -

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Special Gas Tax 2105 Fund	Special Aviation Fund	Housing Administration Fund	EDBG Fund
ASSETS				
Cash and investments	\$ -	\$ 334,220	\$ 70,872	\$ -
Receivables:				
Accounts	-	35,874	-	-
Interest	-	-	-	42,574
Inventory	-	4,583	-	-
Loans receivable	-	-	-	2,074,973
Total assets	\$ -	\$ 374,677	\$ 70,872	\$ 2,117,547
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 4,352	\$ 2,957	\$ -
Payroll related liabilities	-	2,186	11,506	-
Due to other funds	-	-	-	43,655
Unearned revenues	-	-	-	1,829,332
Total liabilities	-	6,538	14,463	1,872,987
Fund Balances:				
Nonspendable				
Inventory	-	4,583	-	-
Restricted:				
General Government	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	-	363,556	-	-
Committed:				
General Government	-	-	-	-
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Housing and Community Development	-	-	56,409	244,560
Unassigned	-	-	-	-
Total fund balances	-	368,139	56,409	244,560
Total liabilities and fund balances	\$ -	\$ 374,677	\$ 70,872	\$ 2,117,547

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Public Safety Augmentation Fund	Police Supplemental Law Enforcement Fund	Law Enforcement Block Grant Fund	Law Enforcement Impact Fee Fund	Miscellaneous Grant Fund
ASSETS					
Cash and investments	\$ 21,433	\$ 36,856	\$ -	\$ 31,659	\$ 38,824
Receivables:					
Accounts	-	754	9,929	-	11,515
Interest	-	-	-	-	-
Inventory	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total assets	\$ 21,433	\$ 37,610	\$ 9,929	\$ 31,659	\$ 50,339
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 5,400
Payroll related liabilities	-	-	-	-	-
Due to other funds	-	-	10,495	-	-
Unearned revenues	-	-	-	-	-
Total liabilities	-	-	10,495	-	5,400
Fund Balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted:					
General Government	-	-	-	-	-
Public Safety:					
Police	21,433	37,610	-	31,659	-
Fire	-	-	-	-	-
Streets and Storm Drains	-	-	-	-	-
Committed:					
General Government	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
General reserve	-	-	-	-	44,939
Assigned:					
Parks and Leisure	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
Unassigned	-	-	(566)	-	-
Total fund balances	21,433	37,610	(566)	31,659	44,939
Total liabilities and fund balances	\$ 21,433	\$ 37,610	\$ 9,929	\$ 31,659	\$ 50,339

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Fire Suppression Impact Fee Fund	Contingency Fund	Fire Grant Fund	PEG Fee Fund	General Government Development Impact Fee Fund
ASSETS					
Cash and investments	\$ 18,185	\$ -	\$ -	\$ 101,199	\$ 31,593
Receivables:					
Accounts	-	-	166,234	-	-
Interest	-	-	-	-	-
Inventory	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total assets	\$ 18,185	\$ -	\$ 166,234	\$ 101,199	\$ 31,593
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 376	\$ -
Payroll related liabilities	-	-	8,233	-	-
Due to other funds	-	-	142,162	-	-
Unearned revenues	-	-	-	-	-
Total liabilities	-	-	150,395	376	-
Fund Balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted:					
General Government	-	-	-	-	-
Public Safety:					
Police	-	-	-	-	-
Fire	-	-	15,839	100,823	-
Streets and Storm Drains	18,185	-	-	-	31,593
Committed:					
General Government	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
General reserve	-	-	-	-	-
Assigned:					
Parks and Leisure	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	18,185	-	15,839	100,823	31,593
Total liabilities and fund balances	\$ 18,185	\$ -	\$ 166,234	\$ 101,199	\$ 31,593

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Lighting & Landscape Maintenance Districts Fund	Benefit Assessment Districts Fund	Westside Public Service Fund	Public Safety Services Fund	Supplemental Benefits Fund
ASSETS					
Cash and investments	\$ 25,308	\$ 52,788	\$ 390,297	\$ 390,297	\$ 308,035
Receivables:					
Accounts	-	-	-	-	-
Interest	-	-	-	-	-
Inventory	-	-	-	-	-
Loans receivable	-	-	-	-	-
Total assets	\$ 25,308	\$ 52,788	\$ 390,297	\$ 390,297	\$ 308,035
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 706	\$ 59	\$ -	\$ -	\$ 7,500
Payroll related liabilities	135	-	-	-	1,290
Due to other funds	-	-	-	-	-
Unearned revenues	-	-	-	-	-
Total liabilities	841	59	-	-	8,790
Fund Balances:					
Nonspendable					
Inventory	-	-	-	-	-
Restricted:					
General Government	-	-	-	-	-
Public Safety:					
Police	-	-	-	390,297	-
Fire	-	-	-	-	-
Streets and Storm Drains	24,467	52,729	390,297	-	-
Committed:					
General Government	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
General reserve	-	-	-	-	17,568
Assigned:					
Parks and Leisure	-	-	-	-	281,677
Housing and Community Development	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances	24,467	52,729	390,297	390,297	299,245
Total liabilities and fund balances	\$ 25,308	\$ 52,788	\$ 390,297	\$ 390,297	\$ 308,035

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	Public Works Manufacturing Business Development Center Fund	City Housing Rehabilitation Revolving Loan Fund	CDBG Economic Development Revolving Loan Fund	Micro- Enterprise Revolving Loan Fund
ASSETS				
Cash and investments	\$ 28,946	\$ 722,272	\$ -	\$ 1,412,533
Receivables:				
Accounts	1,603	-	-	-
Interest	-	97,553	-	172
Inventory	-	-	-	-
Loans receivable	-	1,255,431	-	1,551,364
Total assets	\$ 30,549	\$ 2,075,256	\$ -	\$ 2,964,069
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 811	\$ -	\$ -	\$ 200
Payroll related liabilities	-	-	-	2,806
Due to other funds	-	-	-	-
Unearned revenues	-	1,244,350	-	1,544,602
Total liabilities	811	1,244,350	-	1,547,608
Fund Balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted:				
General Government	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	-	-	-	-
Committed:				
General Government	-	-	-	-
Housing and Community Development	-	830,906	-	-
General reserve	29,738	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Housing and Community Development	-	-	-	1,416,461
Unassigned	-	-	-	-
Total fund balances	29,738	830,906	-	1,416,461
Total liabilities and fund balances	\$ 30,549	\$ 2,075,256	\$ -	\$ 2,964,069

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	CalHome Revolving Loan Fund	Home Housing Revolving Loan Fund	Housing Rehabilitation Revolving Loan Fund	Rural Business Enterprise Grants Fund
ASSETS				
Cash and investments	\$ 220,791	\$ 179,963	\$ -	\$ 16,750
Receivables:				
Accounts	-	-	-	-
Interest	-	-	-	-
Inventory	-	-	-	-
Loans receivable	-	2,495,182	26,167	-
Total assets	<u>\$ 220,791</u>	<u>\$ 2,675,145</u>	<u>\$ 26,167</u>	<u>\$ 16,750</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	2,495,182	26,167	-
Total liabilities	<u>-</u>	<u>2,495,182</u>	<u>26,167</u>	<u>-</u>
Fund Balances:				
Nonspendable				
Inventory	-	-	-	-
Restricted:				
General Government	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	-	-	-	-
Committed:				
General Government	-	-	-	-
Housing and Community Development	220,791	179,963	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	16,750
Housing and Community Development	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>220,791</u>	<u>179,963</u>	<u>-</u>	<u>16,750</u>
Total liabilities and fund balances	<u>\$ 220,791</u>	<u>\$ 2,675,145</u>	<u>\$ 26,167</u>	<u>\$ 16,750</u>

Cont'd

City of Oroville

Combining Balance Sheet

Special Revenue Nonmajor Governmental F

June 30, 2016

	City Revolving Loan Fund	Annexation Fund	Asset Seizure Fund	Total Special Revenue Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 228,163	\$ 674	\$ 154,631	\$ 8,302,575
Receivables:				
Accounts	-	-	197	235,321
Interest	22,669	-	-	162,968
Inventory	-	-	-	4,583
Loans receivable	49,274	-	-	7,452,391
Total assets	\$ 300,106	\$ 674	\$ 154,828	\$ 16,157,838
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 23,768
Payroll related liabilities	-	-	-	27,429
Due to other funds	-	-	-	212,632
Unearned revenues	49,274	-	-	7,188,907
Total liabilities	49,274	-	-	7,452,736
Fund Balances:				
Nonspendable				
Inventory	-	-	-	4,583
Restricted:				
General Government	-	-	-	96,557
Public Safety:				
Police	-	-	154,828	637,476
Fire	-	-	-	116,662
Streets and Storm Drains	-	-	-	4,267,594
Committed:				
General Government	-	674	-	674
Housing and Community Development	250,832	-	-	1,482,492
General reserve	-	-	-	92,245
Assigned:				
Parks and Leisure	-	-	-	298,427
Housing and Community Development	-	-	-	1,717,430
Unassigned	-	-	-	(9,038)
Total fund balances	250,832	674	154,828	8,705,102
Total liabilities and fund balances	\$ 300,106	\$ 674	\$ 154,828	\$ 16,157,838

Concluded

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	Community Promotions Funds	Sewer Connection Fees Funds	Drainage Impact Fees Fund	Park Development Fees Fund	Traffic Impact Fees Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	5,293	57,570	1,010,083
Interest, rents and concessions	-	-	1,910	468	4,528
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	27	-	-	-	-
Total Revenues	27	-	7,203	58,038	1,014,611
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Streets and Storm Drains	-	-	2,716	24,076	46,253
Parks and Leisure	-	-	-	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	7,750	-	-	-	-
Capital outlay	-	-	-	-	401,271
Total Expenditures	7,750	-	2,716	24,076	447,524
Excess (Deficiency) of Revenues over Expenditures	(7,723)	-	4,487	33,962	567,087
OTHER FINANCING SOURCES (USES)					
Transfers in	11,000	-	-	-	-
Transfers out	(60,200)	(921,640)	-	(34,250)	-
Total Other Financing Sources (Uses)	(49,200)	(921,640)	-	(34,250)	-
Net Change in Fund Balances	(56,923)	(921,640)	4,487	(288)	567,087
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	56,923	921,640	491,448	127,006	990,620
Fund Balances Ending	\$ -	\$ -	\$ 495,935	\$ 126,718	\$ 1,557,707

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	Drainage Citywide Fund	Local Transportation Fund	Regional Surface Transportation Program Fund	Canine Fund	Technology Fee Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
License and permits	124,000	-	-	-	-
Interest, rents and concessions	2,490	68	1,878	12	245
Intergovernmental revenues	-	-	168,818	-	-
Charges for services	-	-	-	-	122,208
Other revenues	-	-	-	9,952	-
Total Revenues	126,490	68	170,696	9,964	122,453
EXPENDITURES					
Current:					
General Government	-	-	-	-	13,429
Public Safety	-	-	-	17,691	-
Streets and Storm Drains	2,716	-	-	-	-
Parks and Leisure	-	-	-	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
Capital outlay	-	-	-	-	39,960
Total Expenditures	2,716	-	-	17,691	53,389
Excess (Deficiency) of Revenues over Expenditures	123,774	68	170,696	(7,727)	69,064
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(138,118)	-	-	-
Total Other Financing Sources (Uses)	-	(138,118)	-	-	-
Net Change in Fund Balances	123,774	(138,050)	170,696	(7,727)	69,064
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	583,397	138,328	325,216	9,376	27,493
Fund Balances Ending	\$ 707,171	\$ 278	\$ 495,912	\$ 1,649	\$ 96,557

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	SB-1186 Fees Fund	Recycling Fund	Special Gas Tax 2107 & 2107.5 Fund	Special Gas Tax 186.1 & 2106 Fund	Special Gas Tax 2105 Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ 122,414	\$ 69,962	\$ 174,141
License and permits	-	-	-	-	-
Interest, rents and concessions	12	66	-	-	-
Intergovernmental revenues	-	-	-	-	-
Charges for services	582	19,196	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	594	19,262	122,414	69,962	174,141
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Streets and Storm Drains	7	-	-	-	-
Parks and Leisure	-	-	-	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	64,974	-	-	-
Housing and Community Development	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	7	64,974	-	-	-
Excess (Deficiency) of Revenues over Expenditures	587	(45,712)	122,414	69,962	174,141
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	(19,542)	(122,414)	(69,962)	(174,141)
Total Other Financing Sources (Uses)	-	(19,542)	(122,414)	(69,962)	(174,141)
Net Change in Fund Balances	587	(65,254)	-	-	-
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	2,459	56,782	-	-	-
Fund Balances Ending	\$ 3,046	\$ (8,472)	\$ -	\$ -	\$ -

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	Special Aviation Fund	Housing Administration Fund	EDBG Fund	Public Safety Augmentation Fund	Police Supplemental Law Enforcement Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ -	\$ 111,178	\$ -
License and permits	-	-	-	-	-
Interest, rents and concessions	215,097	-	53,259	-	30
Intergovernmental revenues	48,077	316,701	-	-	130,887
Charges for services	-	-	-	-	-
Other revenues	360,499	-	207,146	-	-
Total Revenues	623,673	316,701	260,405	111,178	130,917
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Streets and Storm Drains	-	-	-	-	-
Parks and Leisure	-	-	-	-	-
Transportation	444,968	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	-	479,138	-	-	-
Capital outlay	-	246,385	-	-	-
Total Expenditures	444,968	725,523	-	-	-
Excess (Deficiency) of Revenues over Expenditures	178,705	(408,822)	260,405	111,178	130,917
OTHER FINANCING SOURCES (USES)					
Transfers in	-	455,877	-	-	-
Transfers out	(97,000)	-	(302,273)	(105,000)	(105,000)
Total Other Financing Sources (Uses)	(97,000)	455,877	(302,273)	(105,000)	(105,000)
Net Change in Fund Balances	81,705	47,055	(41,868)	6,178	25,917
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	286,434	9,354	286,428	15,255	11,693
Fund Balances Ending	\$ 368,139	\$ 56,409	\$ 244,560	\$ 21,433	\$ 37,610

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City of Oroville
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Law Enforcement Block Grant Fund	Law Enforcement Impact Fee Fund	Miscellaneous Grant Fund	Fire Suppression Impact Fee Fund	Contingency Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
License and permits	-	18,062	-	14,310	-
Interest, rents and concessions	-	88	-	8	-
Intergovernmental revenues	43,383	-	169,260	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	43,383	18,150	169,260	14,318	-
EXPENDITURES					
Current:					
General Government	-	-	131,097	-	-
Public Safety	75,505	-	-	-	-
Streets and Storm Drains	-	2,716	-	8,367	-
Parks and Leisure	-	-	-	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
Capital outlay	-	-	6,486	-	-
Total Expenditures	75,505	2,716	137,583	8,367	-
Excess (Deficiency) of Revenues over Expenditures	(32,122)	15,434	31,677	5,951	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(10,000)	-	-	-	(272,568)
Total Other Financing Sources (Uses)	(10,000)	-	-	-	(272,568)
Net Change in Fund Balances	(42,122)	15,434	31,677	5,951	(272,568)
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	41,556	16,225	13,262	12,234	272,568
Fund Balances Ending	\$ (566)	\$ 31,659	\$ 44,939	\$ 18,185	\$ -

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City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Special Revenue Nonmajor Governmental Funds

June 30, 2016

	Fire Grant Fund	PEG Fee Fund	General Government Development Impact Fee Fund	Lighting & Landscape Maintenance Districts Fund	Benefit Assessment Districts Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ 14,398	\$ -	\$ 15,519	\$ -
License and permits	-	-	27,834	-	-
Interest, rents and concessions	-	383	66	150	197
Intergovernmental revenues	483,641	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	-	-	-	12	-
Total Revenues	483,641	14,781	27,900	15,681	197
EXPENDITURES					
Current:					
General Government	-	8,654	-	391	20
Public Safety	335,740	-	-	-	-
Streets and Storm Drains	-	-	2,715	27,348	4,781
Parks and Leisure	-	-	-	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total Expenditures	335,740	8,654	2,715	27,739	4,801
Excess (Deficiency) of Revenues over Expenditures	147,901	6,127	25,185	(12,058)	(4,604)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	147,901	6,127	25,185	(12,058)	(4,604)
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	(132,062)	94,696	6,408	36,525	57,333
Fund Balances Ending	\$ 15,839	\$ 100,823	\$ 31,593	\$ 24,467	\$ 52,729

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City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	Westside Public Service Fund	Public Safety Services Fund	Supplemental Benefits Fund	Public Works Manufacturing Business Development Center Fund	City Housing Rehabilitation Revolving Loan Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ 73,199	\$ 73,199	\$ 100,000	\$ -	\$ -
License and permits	-	-	-	-	-
Interest, rents and concessions	1,348	1,348	1,372	-	16,966
Intergovernmental revenues	-	-	-	10,862	-
Charges for services	-	-	-	-	-
Other revenues	-	-	2	-	106,570
Total Revenues	74,547	74,547	101,374	10,862	123,536
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	203	-	-	-
Streets and Storm Drains	201	-	-	-	-
Parks and Leisure	-	-	214,825	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	-	-	-	14,876	51,500
Capital outlay	-	-	-	-	-
Total Expenditures	201	203	214,825	14,876	51,500
Excess (Deficiency) of Revenues over Expenditures	74,346	74,344	(113,451)	(4,014)	72,036
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	(48,403)	(184)	(112)
Total Other Financing Sources (Uses)	-	-	(48,403)	(184)	(112)
Net Change in Fund Balances	74,346	74,344	(161,854)	(4,198)	71,924
Prior Period Adjustments	140	(140)	-	-	-
Fund Balances Beginning, Adjusted	315,811	316,093	461,099	33,936	758,982
Fund Balances Ending	\$ 390,297	\$ 390,297	\$ 299,245	\$ 29,738	\$ 830,906

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City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	CDBG Economic Development Revolving Loan Fund	Micro- Enterprise Revolving Loan Fund	CalHome Revolving Loan Fund	Home Housing Revolving Loan Fund	Housing Rehabilitation Revolving Loan Fund
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-	-
Interest, rents and concessions	3,307	12,122	682	11,951	9,245
Intergovernmental revenues	-	-	-	-	-
Charges for services	-	-	-	-	-
Other revenues	6,762	55,969	(1,120)	166,944	32,265
Total Revenues	10,069	68,091	(438)	178,895	41,510
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Streets and Storm Drains	-	-	-	-	-
Parks and Leisure	-	-	-	-	-
Transportation	-	-	-	-	-
Health and Sanitation	-	-	-	-	-
Housing and Community Development	-	746,750	-	94,241	-
Capital outlay	-	-	-	-	-
Total Expenditures	-	746,750	-	94,241	-
Excess (Deficiency) of Revenues over Expenditures	10,069	(678,659)	(438)	84,654	41,510
OTHER FINANCING SOURCES (USES)					
Transfers in	-	1,883,194	129,266	143,323	-
Transfers out	(10,069)	(488,932)	-	(156,070)	(41,510)
Total Other Financing Sources (Uses)	(10,069)	1,394,262	129,266	(12,747)	(41,510)
Net Change in Fund Balances	-	715,603	128,828	71,907	-
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	-	700,858	91,963	108,056	-
Fund Balances Ending	\$ -	\$ 1,416,461	\$ 220,791	\$ 179,963	\$ -

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City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds June 30, 2016

	Rural Business Enterprise Grants Fund	City Revolving Loan Fund	Annexation Fund	Asset Seizure Fund	Total Special Revenue Nonmajor Governmental Funds
REVENUES					
Taxes:					
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -	\$ 754,010
License and permits	-	-	-	-	1,257,152
Interest, rents and concessions	58	139	-	479	339,972
Intergovernmental revenues	-	-	-	-	1,371,629
Charges for services	-	-	-	-	141,986
Other revenues	-	3,953	-	2,604	951,585
Total Revenues	58	4,092	-	3,083	4,816,334
EXPENDITURES					
Current:					
General Government	-	-	-	-	153,591
Public Safety	-	-	-	-	429,139
Streets and Storm Drains	-	-	-	-	121,896
Parks and Leisure	-	-	-	-	214,825
Transportation	-	-	-	-	444,968
Health and Sanitation	-	-	-	-	64,974
Housing and Community Development	-	7,093	-	-	1,401,348
Capital outlay	-	-	-	22,000	716,102
Total Expenditures	-	7,093	-	22,000	3,546,843
Excess (Deficiency) of Revenues over Expenditures	58	(3,001)	-	(18,917)	1,269,491
OTHER FINANCING SOURCES (USES)					
Transfers in	4,952	98,525	-	-	2,726,137
Transfers out	-	-	-	-	(3,177,388)
Total Other Financing Sources (Uses)	4,952	98,525	-	-	(451,251)
Net Change in Fund Balances	5,010	95,524	-	(18,917)	818,240
Prior Period Adjustments	-	-	-	-	-
Fund Balances Beginning, Adjusted	11,740	155,308	674	173,745	7,886,862
Fund Balances Ending	\$ 16,750	\$ 250,832	\$ 674	\$ 154,828	\$ 8,705,102

Concluded

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Community Promotions Funds			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	2,500	-	27	27
Total Revenues	2,500	-	27	27
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	25,000	-	7,750	(7,750)
Capital outlay	-	-	-	-
Total Expenditures	25,000	-	7,750	(7,750)
Excess (Deficiency) of Revenues over Expenditures	(22,500)	-	(7,723)	(7,723)
OTHER FINANCING SOURCES (USES)				
Transfers in	11,000	11,000	11,000	-
Transfers out	-	(67,923)	(60,200)	7,723
Total Other Financing Sources (Uses)	11,000	(56,923)	(49,200)	7,723
Net Change in Fund Balances	(11,500)	(56,923)	(56,923)	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	56,923	56,923	56,923	-
Fund Balances Ending	\$ 45,423	\$ -	\$ -	\$ -

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Sewer Connection Fees Funds			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(921,640)	(921,640)	-
Total Other Financing Sources (Uses)	-	(921,640)	(921,640)	-
Net Change in Fund Balances	-	(921,640)	(921,640)	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	921,640	921,640	921,640	-
Fund Balances Ending	\$ 921,640	\$ -	\$ -	\$ -

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Drainage Impact Fees Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	4,000	4,000	5,293	1,293
Interest, rents and concessions	350	350	1,910	1,560
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	4,350	4,350	7,203	2,853
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	175,000	175,000	2,716	172,284
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	175,000	175,000	2,716	172,284
Excess (Deficiency) of Revenues over Expenditures	(170,650)	(170,650)	4,487	175,137
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(170,650)	(170,650)	4,487	175,137
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	491,448	491,448	491,448	-
Fund Balances Ending	\$ 320,798	\$ 320,798	\$ 495,935	\$ 175,137

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Park Development Fees Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	45,000	45,000	57,570	12,570
Interest, rents and concessions	112	112	468	356
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	45,112	45,112	58,038	12,926
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,500	2,500	24,076	(21,576)
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	38,000	-	-	-
Total Expenditures	40,500	2,500	24,076	(21,576)
Excess (Deficiency) of Revenues over Expenditures	4,612	42,612	33,962	(8,650)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(34,250)	(34,250)
Total Other Financing Sources (Uses)	-	-	(34,250)	(34,250)
Net Change in Fund Balances	4,612	42,612	(288)	(42,900)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	127,006	127,006	127,006	-
Fund Balances Ending	\$ 131,618	\$ 169,618	\$ 126,718	\$ (42,900)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

Traffic Impact Fees Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	86,634	73,404	1,010,083	936,679
Interest, rents and concessions	430	427	4,528	4,101
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	87,064	73,831	1,014,611	940,780
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	10,000	10,000	46,253	(36,253)
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	401,271	(401,271)
Total Expenditures	10,000	10,000	447,524	(437,524)
Excess (Deficiency) of Revenues over Expenditures	77,064	63,831	567,087	503,256
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	77,064	63,831	567,087	503,256
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	990,620	990,620	990,620	-
Fund Balances Ending	\$ 1,067,684	\$ 1,054,451	\$ 1,557,707	\$ 503,256

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Drainage Citywide Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	75,000	75,000	124,000	49,000
Interest, rents and concessions	350	350	2,490	2,140
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	75,350	75,350	126,490	51,140
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	6,000	6,000	2,716	3,284
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	150,000	-	-	-
Total Expenditures	156,000	6,000	2,716	3,284
Excess (Deficiency) of Revenues over Expenditures	(80,650)	69,350	123,774	54,424
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(80,650)	69,350	123,774	54,424
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	583,397	583,397	583,397	-
Fund Balances Ending	\$ 502,747	\$ 652,747	\$ 707,171	\$ 54,424

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Local Transportation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	50	50	68	18
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	50	50	68	18
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	50	50	68	18
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(138,026)	(138,026)	(138,118)	(92)
Total Other Financing Sources (Uses)	(138,026)	(138,026)	(138,118)	(92)
Net Change in Fund Balances	(137,976)	(137,976)	(138,050)	(74)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	138,328	138,328	138,328	-
Fund Balances Ending	\$ 352	\$ 352	\$ 278	\$ (74)

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	<u>Regional Surface Transportation Program Fund</u>			
	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	580	580	1,878	1,298
Intergovernmental revenues	-	538,608	168,818	(369,790)
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	580	539,188	170,696	(368,492)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	566,501	-	566,501
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	566,501	-	566,501
Excess (Deficiency) of Revenues over Expenditures	580	(27,313)	170,696	198,009
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	580	(27,313)	170,696	198,009
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	325,216	325,216	325,216	-
Fund Balances Ending	\$ 325,796	\$ 297,903	\$ 495,912	\$ 198,009

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Canine Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	23	23	12	(11)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	9,000	8,500	9,952	1,452
Total Revenues	9,023	8,523	9,964	1,441
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	5,000	5,700	17,691	(11,991)
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	5,000	5,700	17,691	(11,991)
Excess (Deficiency) of Revenues over Expenditures	4,023	2,823	(7,727)	(10,550)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	4,023	2,823	(7,727)	(10,550)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	9,376	9,376	9,376	-
Fund Balances Ending	\$ 13,399	\$ 12,199	\$ 1,649	\$ (10,550)

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City of Oroville
Statement of Revenues, Expenditures, and
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Special Revenue Nonmajor Governmental Funds
June 30, 2016

Technology Fee Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	71	71	245	174
Intergovernmental revenues	-	-	-	-
Charges for services	25,000	35,000	122,208	87,208
Other revenues	-	-	-	-
Total Revenues	25,071	35,071	122,453	87,382
EXPENDITURES				
Current:				
General Government	2,200	2,200	13,429	(11,229)
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	18,800	24,800	39,960	(15,160)
Total Expenditures	21,000	27,000	53,389	(26,389)
Excess (Deficiency) of Revenues over Expenditures	4,071	8,071	69,064	60,993
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	4,071	8,071	69,064	60,993
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	27,493	27,493	27,493	-
Fund Balances Ending	\$ 31,564	\$ 35,564	\$ 96,557	\$ 60,993

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

SB-1186 Fees Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	3	3	12	9
Intergovernmental revenues	-	-	-	-
Charges for services	1,200	1,200	582	(618)
Other revenues	-	-	-	-
Total Revenues	1,203	1,203	594	(609)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	40	40	7	33
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	40	40	7	33
Excess (Deficiency) of Revenues over Expenditures	1,163	1,163	587	(576)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	1,163	1,163	587	(576)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	2,459	2,459	2,459	-
Fund Balances Ending	\$ 3,622	\$ 3,622	\$ 3,046	\$ (576)

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City of Oroville
Statement of Revenues, Expenditures, and
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Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Recycling Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	80	-	66	66
Intergovernmental revenues	9,250	-	-	-
Charges for services	13,000	13,000	19,196	6,196
Other revenues	-	-	-	-
Total Revenues	22,330	13,000	19,262	6,262
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	38,032	38,032	64,974	(26,942)
Housing and Community Development	-	-	-	-
Capital outlay	15,000	15,000	-	15,000
Total Expenditures	53,032	53,032	64,974	(11,942)
Excess (Deficiency) of Revenues over Expenditures	(30,702)	(40,032)	(45,712)	(5,680)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(22,423)	(22,423)	(19,542)	2,881
Total Other Financing Sources (Uses)	(22,423)	(22,423)	(19,542)	2,881
Net Change in Fund Balances	(53,125)	(62,455)	(65,254)	(2,799)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	56,782	56,782	56,782	-
Fund Balances Ending	\$ 3,657	\$ (5,673)	\$ (8,472)	\$ (2,799)

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City of Oroville
Statement of Revenues, Expenditures, and
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Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

Special Gas Tax 2107 & 2107.5 Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ 100,000	\$ 100,000	\$ 122,414	\$ 22,414
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	100,000	100,000	122,414	22,414
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	100	100	-	100
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	100	100	-	100
Excess (Deficiency) of Revenues over Expenditures	99,900	99,900	122,414	22,514
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(95,100)	(99,900)	(122,414)	(22,514)
Total Other Financing Sources (Uses)	(95,100)	(99,900)	(122,414)	(22,514)
Net Change in Fund Balances	4,800	-	-	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ 4,800	\$ -	\$ -	\$ -

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Special Gas Tax 186.1 & 2106 Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ 60,000	\$ 60,000	\$ 69,962	\$ 9,962
License and permits	-	-	-	-
Interest, rents and concessions	15	30	-	(30)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	60,015	60,030	69,962	9,932
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	60,015	60,030	69,962	9,932
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(59,000)	(60,000)	(69,962)	(9,962)
Total Other Financing Sources (Uses)	(59,000)	(60,000)	(69,962)	(9,962)
Net Change in Fund Balances	1,015	30	-	(30)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ 1,015	\$ 30	\$ -	\$ (30)

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City of Oroville
Statement of Revenues, Expenditures, and
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Special Revenue Nonmajor Governmental Funds
June 30, 2016

Special Gas Tax 2105 Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ 250,571	\$ 250,571	\$ 174,141	\$ (76,430)
License and permits	-	-	-	-
Interest, rents and concessions	30	70	-	(70)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	250,601	250,641	174,141	(76,500)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	250,601	250,641	174,141	(76,500)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(250,600)	(250,600)	(174,141)	76,459
Total Other Financing Sources (Uses)	(250,600)	(250,600)	(174,141)	76,459
Net Change in Fund Balances	1	41	-	(41)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ 1	\$ 41	\$ -	\$ (41)

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Special Aviation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	195,250	195,250	215,097	19,847
Intergovernmental revenues	30,000	30,000	48,077	18,077
Charges for services	-	-	-	-
Other revenues	260,311	260,311	360,499	100,188
Total Revenues	485,561	485,561	623,673	138,112
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	479,684	479,684	444,968	34,716
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	479,684	479,684	444,968	34,716
Excess (Deficiency) of Revenues over Expenditures	5,877	5,877	178,705	172,828
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(97,000)	(97,000)	(97,000)	-
Total Other Financing Sources (Uses)	(97,000)	(97,000)	(97,000)	-
Net Change in Fund Balances	(91,123)	(91,123)	81,705	172,828
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	286,434	286,434	286,434	-
Fund Balances Ending	\$ 195,311	\$ 195,311	\$ 368,139	\$ 172,828

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

Housing Administration Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	316,701	316,701
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	316,701	316,701
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	429,301	429,301	479,138	(49,837)
Capital outlay	-	-	246,385	(246,385)
Total Expenditures	429,301	429,301	725,523	(296,222)
Excess (Deficiency) of Revenues over Expenditures	(429,301)	(429,301)	(408,822)	20,479
OTHER FINANCING SOURCES (USES)				
Transfers in	431,403	431,403	455,877	24,474
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	431,403	431,403	455,877	24,474
Net Change in Fund Balances	2,102	2,102	47,055	44,953
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	9,354	9,354	9,354	-
Fund Balances Ending	\$ 11,456	\$ 11,456	\$ 56,409	\$ 44,953

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City of Oroville
Statement of Revenues, Expenditures, and
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Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	EDBG Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	53,259	53,259
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	207,146	207,146
Total Revenues	-	-	260,405	260,405
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	260,405	260,405
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(302,273)	(302,273)
Total Other Financing Sources (Uses)	-	-	(302,273)	(302,273)
Net Change in Fund Balances	-	-	(41,868)	(41,868)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	286,428	286,428	286,428	-
Fund Balances Ending	\$ 286,428	\$ 286,428	\$ 244,560	\$ (41,868)

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City of Oroville
Statement of Revenues, Expenditures, and
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Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Public Safety Augmentation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ 100,000	\$ 100,000	\$ 111,178	\$ 11,178
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	100,000	100,000	111,178	11,178
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	100,000	100,000	111,178	11,178
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(105,000)	(105,000)	(105,000)	-
Total Other Financing Sources (Uses)	(105,000)	(105,000)	(105,000)	-
Net Change in Fund Balances	(5,000)	(5,000)	6,178	11,178
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	15,255	15,255	15,255	-
Fund Balances Ending	\$ 10,255	\$ 10,255	\$ 21,433	\$ 11,178

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City of Oroville
Statement of Revenues, Expenditures, and
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Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

<u>Police Supplemental Law Enforcement Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	24	24	30	6
Intergovernmental revenues	95,000	95,000	130,887	35,887
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	95,024	95,024	130,917	35,893
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	95,024	95,024	130,917	35,893
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(105,000)	(105,000)	(105,000)	-
Total Other Financing Sources (Uses)	(105,000)	(105,000)	(105,000)	-
Net Change in Fund Balances	(9,976)	(9,976)	25,917	35,893
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	11,693	11,693	11,693	-
Fund Balances Ending	\$ 1,717	\$ 1,717	\$ 37,610	\$ 35,893

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City of Oroville
Statement of Revenues, Expenditures, and
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Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Law Enforcement Block Grant Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	78,000	28,000	43,383	15,383
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	78,000	28,000	43,383	15,383
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	80,000	80,000	75,505	4,495
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	80,000	80,000	75,505	4,495
Excess (Deficiency) of Revenues over Expenditures	(2,000)	(52,000)	(32,122)	19,878
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(10,000)	(10,000)	(10,000)	-
Total Other Financing Sources (Uses)	(10,000)	(10,000)	(10,000)	-
Net Change in Fund Balances	(12,000)	(62,000)	(42,122)	19,878
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	41,556	41,556	41,556	-
Fund Balances Ending	\$ 29,556	\$ (20,444)	\$ (566)	\$ 19,878

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City of Oroville
Statement of Revenues, Expenditures, and
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June 30, 2016

Law Enforcement Impact Fee Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	5,000	5,000	18,062	13,062
Interest, rents and concessions	50	50	88	38
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	5,050	5,050	18,150	13,100
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,500	2,500	2,716	(216)
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	2,500	2,500	2,716	(216)
Excess (Deficiency) of Revenues over Expenditures	2,550	2,550	15,434	12,884
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	2,550	2,550	15,434	12,884
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	16,225	16,225	16,225	-
Fund Balances Ending	\$ 18,775	\$ 18,775	\$ 31,659	\$ 12,884

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Miscellaneous Grant Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	100,000	100,000	169,260	69,260
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	100,000	100,000	169,260	69,260
EXPENDITURES				
Current:				
General Government	99,125	99,125	131,097	(31,972)
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	250	250	-	250
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	6,486	(6,486)
Total Expenditures	99,375	99,375	137,583	(38,208)
Excess (Deficiency) of Revenues over Expenditures	625	625	31,677	31,052
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	625	625	31,677	31,052
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	13,262	13,262	13,262	-
Fund Balances Ending	\$ 13,887	\$ 13,887	\$ 44,939	\$ 31,052

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

Fire Suppression Impact Fee Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	2,500	2,500	14,310	11,810
Interest, rents and concessions	50	50	8	(42)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	2,550	2,550	14,318	11,768
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,500	2,500	8,367	(5,867)
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	2,500	2,500	8,367	(5,867)
Excess (Deficiency) of Revenues over Expenditures	50	50	5,951	5,901
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	50	50	5,951	5,901
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	12,234	12,234	12,234	-
Fund Balances Ending	\$ 12,284	\$ 12,284	\$ 18,185	\$ 5,901

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Contingency Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(272,568)	(272,568)	-
Total Other Financing Sources (Uses)	-	(272,568)	(272,568)	-
Net Change in Fund Balances	-	(272,568)	(272,568)	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	272,568	272,568	272,568	-
Fund Balances Ending	\$ 272,568	\$ -	\$ -	\$ -

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Fire Grant Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	357,487	191,805	483,641	291,836
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	357,487	191,805	483,641	291,836
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	356,987	191,305	335,740	(144,435)
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	356,987	191,305	335,740	(144,435)
Excess (Deficiency) of Revenues over Expenditures	500	500	147,901	147,401
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	500	500	147,901	147,401
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	(132,062)	(132,062)	(132,062)	-
Fund Balances Ending	\$ (131,562)	\$ (131,562)	\$ 15,839	\$ 147,401

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	PEG Fee Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ 18,000	\$ 18,000	\$ 14,398	\$ (3,602)
License and permits	-	-	-	-
Interest, rents and concessions	130	130	383	253
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	18,130	18,130	14,781	(3,349)
EXPENDITURES				
Current:				
General Government	-	-	8,654	(8,654)
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	8,654	(8,654)
Excess (Deficiency) of Revenues over Expenditures	18,130	18,130	6,127	(12,003)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	18,130	18,130	6,127	(12,003)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	94,696	94,696	94,696	-
Fund Balances Ending	\$ 112,826	\$ 112,826	\$ 100,823	\$ (12,003)

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

General Government Development Impact Fee Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	6,500	6,500	27,834	21,334
Interest, rents and concessions	15	15	66	51
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	6,515	6,515	27,900	21,385
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,000	2,000	2,715	(715)
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	2,000	2,000	2,715	(715)
Excess (Deficiency) of Revenues over Expenditures	4,515	4,515	25,185	20,670
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	4,515	4,515	25,185	20,670
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	6,408	6,408	6,408	-
Fund Balances Ending	\$ 10,923	\$ 10,923	\$ 31,593	\$ 20,670

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

<u>Lighting & Landscape Maintenance Districts Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ 15,513	\$ 15,513	\$ 15,519	\$ 6
License and permits	-	-	-	-
Interest, rents and concessions	-	-	150	150
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	12	12
Total Revenues	15,513	15,513	15,681	168
EXPENDITURES				
Current:				
General Government	-	-	391	(391)
Public Safety	-	-	-	-
Streets and Storm Drains	31,725	31,725	27,348	4,377
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	31,725	31,725	27,739	3,986
Excess (Deficiency) of Revenues over Expenditures	(16,212)	(16,212)	(12,058)	4,154
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(16,212)	(16,212)	(12,058)	4,154
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	36,525	36,525	36,525	-
Fund Balances Ending	\$ 20,313	\$ 20,313	\$ 24,467	\$ 4,154

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Benefit Assessment Districts Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	77	77	197	120
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	77	77	197	120
EXPENDITURES				
Current:				
General Government	-	-	20	(20)
Public Safety	-	-	-	-
Streets and Storm Drains	3,600	3,600	4,781	(1,181)
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	3,600	3,600	4,801	(1,201)
Excess (Deficiency) of Revenues over Expenditures	(3,523)	(3,523)	(4,604)	(1,081)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(3,523)	(3,523)	(4,604)	(1,081)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	57,333	57,333	57,333	-
Fund Balances Ending	\$ 53,810	\$ 53,810	\$ 52,729	\$ (1,081)

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Westside Public Service Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ 58,000	\$ 58,000	\$ 73,199	\$ 15,199
License and permits	-	-	-	-
Interest, rents and concessions	280	280	1,348	1,068
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	58,280	58,280	74,547	16,267
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	800	800	201	599
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	800	800	201	599
Excess (Deficiency) of Revenues over Expenditures	57,480	57,480	74,346	16,866
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	57,480	57,480	74,346	16,866
Prior Period Adjustments	-	-	140	140
Fund Balances Beginning, Adjusted	315,811	315,811	315,811	-
Fund Balances Ending	\$ 373,291	\$ 373,291	\$ 390,297	\$ 17,006

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Public Safety Services Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ 58,000	\$ 58,000	\$ 73,199	\$ 15,199
License and permits	-	-	-	-
Interest, rents and concessions	150	150	1,348	1,198
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	58,150	58,150	74,547	16,397
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	400	400	203	197
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	400	400	203	197
Excess (Deficiency) of Revenues over Expenditures	57,750	57,750	74,344	16,594
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	57,750	57,750	74,344	16,594
Prior Period Adjustments	-	-	(140)	(140)
Fund Balances Beginning, Adjusted	316,093	316,093	316,093	-
Fund Balances Ending	\$ 373,843	\$ 373,843	\$ 390,297	\$ 16,454

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Supplemental Benefits Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ 100,000	\$ 100,000	\$ 100,000	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	150	150	1,372	1,222
Intergovernmental revenues	34,871	34,871	-	(34,871)
Charges for services	-	-	-	-
Other revenues	-	-	2	2
Total Revenues	135,021	135,021	101,374	(33,647)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	186,454	377,737	214,825	162,912
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	186,454	377,737	214,825	162,912
Excess (Deficiency) of Revenues over Expenditures	(51,433)	(242,716)	(113,451)	129,265
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(48,403)	(48,403)
Total Other Financing Sources (Uses)	-	-	(48,403)	(48,403)
Net Change in Fund Balances	(51,433)	(242,716)	(161,854)	80,862
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	461,099	461,099	461,099	-
Fund Balances Ending	\$ 409,666	\$ 218,383	\$ 299,245	\$ 80,862

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City of Oroville
Statement of Revenues, Expenditures, and
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Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

Public Works Manufacturing Business Development Center Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	10,862	10,862
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	10,862	10,862
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	17,000	16,000	14,876	1,124
Capital outlay	-	-	-	-
Total Expenditures	17,000	16,000	14,876	1,124
Excess (Deficiency) of Revenues over Expenditures	(17,000)	(16,000)	(4,014)	11,986
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(184)	(184)
Total Other Financing Sources (Uses)	-	-	(184)	(184)
Net Change in Fund Balances	(17,000)	(16,000)	(4,198)	11,802
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	33,936	33,936	33,936	-
Fund Balances Ending	\$ 16,936	\$ 17,936	\$ 29,738	\$ 11,802

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

<u>City Housing Rehabilitation Revolving Loan Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	10,982	10,982	16,966	5,984
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	48,738	48,738	106,570	57,832
Total Revenues	59,720	59,720	123,536	63,816
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	105,000	105,000	51,500	53,500
Capital outlay	-	-	-	-
Total Expenditures	105,000	105,000	51,500	53,500
Excess (Deficiency) of Revenues over Expenditures	(45,280)	(45,280)	72,036	117,316
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(5,000)	(5,000)	(112)	4,888
Total Other Financing Sources (Uses)	(5,000)	(5,000)	(112)	4,888
Net Change in Fund Balances	(50,280)	(50,280)	71,924	122,204
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	758,982	758,982	758,982	-
Fund Balances Ending	\$ 708,702	\$ 708,702	\$ 830,906	\$ 122,204

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

CDBG Economic Development Revolving Loan Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	3,307	3,307
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	6,762	6,762
Total Revenues	-	-	10,069	10,069
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	10,069	10,069
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(687)	(687)	(10,069)	(9,382)
Total Other Financing Sources (Uses)	(687)	(687)	(10,069)	(9,382)
Net Change in Fund Balances	(687)	(687)	-	687
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ (687)	\$ (687)	\$ -	\$ 687

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Micro- Enterprise Revolving Loan Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	2,000	2,000	12,122	10,122
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	55,969	55,969
Total Revenues	2,000	2,000	68,091	66,091
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	826,627	826,627	746,750	79,877
Capital outlay	-	-	-	-
Total Expenditures	826,627	826,627	746,750	79,877
Excess (Deficiency) of Revenues over Expenditures	(824,627)	(824,627)	(678,659)	145,968
OTHER FINANCING SOURCES (USES)				
Transfers in	575,000	575,000	1,883,194	1,308,194
Transfers out	(5,037,231)	(5,037,231)	(488,932)	4,548,299
Total Other Financing Sources (Uses)	(4,462,231)	(4,462,231)	1,394,262	5,856,493
Net Change in Fund Balances	(5,286,858)	(5,286,858)	715,603	6,002,461
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	700,858	700,858	700,858	-
Fund Balances Ending	\$ (4,586,000)	\$ (4,586,000)	\$ 1,416,461	\$ 6,002,461

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

CalHome Revolving Loan Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	200	200	682	482
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	(1,120)	(1,120)
Total Revenues	200	200	(438)	(638)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	200	200	(438)	(638)
OTHER FINANCING SOURCES (USES)				
Transfers in	52,000	52,000	129,266	77,266
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	52,000	52,000	129,266	77,266
Net Change in Fund Balances	52,200	52,200	128,828	76,628
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	91,963	91,963	91,963	-
Fund Balances Ending	\$ 144,163	\$ 144,163	\$ 220,791	\$ 76,628

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

<u>Home Housing Revolving Loan Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	400	400	11,951	11,551
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	166,944	166,944
Total Revenues	400	400	178,895	178,495
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	94,241	(94,241)
Capital outlay	-	-	-	-
Total Expenditures	-	-	94,241	(94,241)
Excess (Deficiency) of Revenues over Expenditures	400	400	84,654	84,254
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	143,323	143,323
Transfers out	-	-	(156,070)	(156,070)
Total Other Financing Sources (Uses)	-	-	(12,747)	(12,747)
Net Change in Fund Balances	400	400	71,907	71,507
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	108,056	108,056	108,056	-
Fund Balances Ending	\$ 108,456	\$ 108,456	\$ 179,963	\$ 71,507

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City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

<u>Housing Rehabilitation Revolving Loan Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	9,245	9,245
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	32,265	32,265
Total Revenues	-	-	41,510	41,510
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	41,510	41,510
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(41,510)	(41,510)
Total Other Financing Sources (Uses)	-	-	(41,510)	(41,510)
Net Change in Fund Balances	-	-	-	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ -	\$ -

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

Rural Business Enterprise Grants Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	58	58
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	58	58
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	58	58
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	4,952	4,952
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	4,952	4,952
Net Change in Fund Balances	-	-	5,010	5,010
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	11,740	11,740	11,740	-
Fund Balances Ending	\$ 11,740	\$ 11,740	\$ 16,750	\$ 5,010

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	City Revolving Loan Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	80	80	139	59
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	3,953	3,953
Total Revenues	80	80	4,092	4,012
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	7,093	(7,093)
Capital outlay	-	-	-	-
Total Expenditures	-	-	7,093	(7,093)
Excess (Deficiency) of Revenues over Expenditures	80	80	(3,001)	(3,081)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	98,525	98,525
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	98,525	98,525
Net Change in Fund Balances	80	80	95,524	95,444
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	155,308	155,308	155,308	-
Fund Balances Ending	\$ 155,388	\$ 155,388	\$ 250,832	\$ 95,444

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Annexation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	674	674	674	-
Fund Balances Ending	\$ 674	\$ 674	\$ 674	\$ -

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
June 30, 2016

	Asset Seizure Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Other taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Interest, rents and concessions	40	40	479	439
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	200	200	2,604	2,404
Total Revenues	240	240	3,083	2,843
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Transportation	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	22,000	(22,000)
Total Expenditures	-	-	22,000	(22,000)
Excess (Deficiency) of Revenues over Expenditures	240	240	(18,917)	(19,157)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	240	240	(18,917)	(19,157)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	173,745	173,745	173,745	-
Fund Balances Ending	\$ 173,985	\$ 173,985	\$ 154,828	\$ (19,157)

Concluded

NONMAJOR DEBT SERVICE FUNDS

Fund Title	Fund Description
City Debt Service Fund	To account for tax revenues and debt service expenditures for sewer bonds issued to fund an advance for construction of the sewage treatment facility.
Assessment District 1193-1 Redemption Fund	To account for the provision and financing of the capital lease purchase of various City equipment.

City of Oroville
Combining Balance Sheet
Debt Service Nonmajor Governmental Funds
June 30, 2016

	City Debt Service Fund	Assessment District 1193-1 Redemption Fund	Total Debt Service Nonmajor Governmental Funds
ASSETS			
Cash and investments	\$ -	\$ -	\$ -
Loans receivable	506	-	506
Total assets	\$ 506	\$ -	\$ 506
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Other payables and accruals	-	-	-
Due to other funds	-	-	-
Total liabilities	-	-	-
Fund Balances:			
Nonspendable			
Long-term receivables	506	-	506
Total fund balances	506	-	506
Total liabilities and fund balances	\$ 506	\$ -	\$ 506

City of Oroville
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Debt Service Nonmajor Governmental Funds
June 30, 2016

	City Debt Service Fund	Assessment District 1193-1 Redemption Fund	Total Debt Service Nonmajor Governmental Funds
REVENUES			
Other revenues	\$ 853,958	\$ -	\$ 853,958
Total Revenues	853,958	-	853,958
EXPENDITURES			
Debt service			
Principal retirement	430,900	-	430,900
Interest and fiscal charges	313,806	-	313,806
Total Expenditures	744,706	-	744,706
Excess (Deficiency) of Revenues over Expenditures	109,252	-	109,252
OTHER FINANCING SOURCES (USES)			
Transfers in	189,183	-	189,183
Transfers out	-	(36,328)	(36,328)
Total Other Financing Sources (Uses)	189,183	(36,328)	152,855
Net Change in Fund Balances	298,435	(36,328)	262,107
Fund Balances Beginning	(297,929)	36,328	(261,601)
Fund Balances Ending	\$ 506	\$ -	\$ 506

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NONMAJOR CAPITAL PROJECTS FUNDS

Fund Title	Fund Description
Equipment Replacement Fund	To account for major purchases of replacement equipment various departments within the City.
New Capital Equipment Fund	To account for major purchases of new equipment and small capital projects from various departments within the City.
Capital Projects Fund	To account for capital projects for the City's infrastructure funded by the Oroville Redevelopment Agency or other funds
Bond Proceeds Capital Projects Fund	To account for expenditures of bond proceeds on capital projects.
Building Facility Capital Improvement Fund	To account for major renovations and repairs to City's buildings and improvements.

City of Oroville
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	Equipment Replacement Fund	New Capital Equipment Fund	Capital Projects Fund	Building Facility Capital Improvement Fund	Bond Proceeds Capital Projects Fund	Total Capital Projects Nonmajor Governmental Funds
ASSETS						
Cash and investments	\$ 400,572	\$ 28,670	\$ 196,319	\$ 28,384	\$ 3,403,149	\$ 4,057,094
Receivables:						
Accounts	-	-	97,646	-	-	97,646
Total assets	<u>\$ 400,572</u>	<u>\$ 28,670</u>	<u>\$ 293,965</u>	<u>\$ 28,384</u>	<u>\$ 3,403,149</u>	<u>\$ 4,154,740</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 118	\$ -	\$ -	\$ -	\$ -	\$ 118
Due to other funds	198,477	-	-	-	-	198,477
Unearned revenues	13,369	-	-	-	-	13,369
Total liabilities	<u>211,964</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>211,964</u>
Fund Balances:						
Restricted:						
Capital Projects	-	-	-	-	3,403,149	3,403,149
Committed:						
General Government	188,608	28,670	293,965	28,384	-	539,627
Total fund balances	<u>188,608</u>	<u>28,670</u>	<u>293,965</u>	<u>28,384</u>	<u>3,403,149</u>	<u>3,942,776</u>
Total liabilities and fund balances	<u>\$ 400,572</u>	<u>\$ 28,670</u>	<u>\$ 293,965</u>	<u>\$ 28,384</u>	<u>\$ 3,403,149</u>	<u>\$ 4,154,740</u>

City of Oroville
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	Equipment Replacement Fund	New Capital Equipment Fund	Capital Projects Fund	Building Facility Capital Improvement Fund	Bond Proceeds Capital Projects Fund	Total Capital Projects Nonmajor Governmental Funds
REVENUES						
Interest, rents and concessions	\$ -	\$ -	\$ -	\$ -	\$ 7,715	\$ 7,715
Intergovernmental revenues	-	-	494,919	-	-	494,919
Other revenues	-	-	6,841	-	-	6,841
Total Revenues	-	-	501,760	-	7,715	509,475
EXPENDITURES						
Current:						
General Government	8,911	-	-	-	-	8,911
Streets and Storm Drains	-	-	158,914	-	-	158,914
Capital outlay	-	-	445,755	-	-	445,755
Total Expenditures	8,911	-	604,669	-	-	613,580
Excess (Deficiency) of Revenues over Expenditures	(8,911)	-	(102,909)	-	7,715	(104,105)
OTHER FINANCING SOURCES (USES)						
Transfers from Successor Agency	-	-	-	-	3,395,434	3,395,434
Total Other Financing Sources (Uses)	-	-	-	-	3,395,434	3,395,434
Net Change in Fund Balances	(8,911)	-	(102,909)	-	3,403,149	3,291,329
Fund Balances Beginning	197,519	28,670	396,874	28,384	-	651,447
Fund Balances Ending	\$ 188,608	\$ 28,670	\$ 293,965	\$ 28,384	\$ 3,403,149	\$ 3,942,776

City of Oroville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	Equipment Replacement Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ 300	\$ 300	\$ -	\$ (300)
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	300	300	-	(300)
EXPENDITURES				
Current:				
General Government	-	-	8,911	(8,911)
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	8,911	(8,911)
Excess (Deficiency) of Revenues over Expenditures	300	300	(8,911)	(9,211)
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	300	300	(8,911)	(9,211)
Fund Balances Beginning	197,519	197,519	197,519	-
Fund Balances Ending	\$ 197,819	\$ 197,819	\$ 188,608	\$ (9,211)

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City of Oroville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	New Capital Equipment Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ 20	\$ 20	\$ -	\$ (20)
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	20	20	-	(20)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	20	20	-	(20)
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	20	20	-	(20)
Fund Balances Beginning	28,670	28,670	28,670	-
Fund Balances Ending	\$ 28,690	\$ 28,690	\$ 28,670	\$ (20)

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City of Oroville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	Capital Projects Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	494,919	494,919
Other revenues	-	-	6,841	6,841
Total Revenues	-	-	501,760	501,760
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	158,914	(158,914)
Capital outlay	-	-	445,755	(445,755)
Total Expenditures	-	-	604,669	(604,669)
Excess (Deficiency) of Revenues over Expenditures	-	-	(102,909)	(102,909)
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	(102,909)	(102,909)
Fund Balances Beginning	396,874	396,874	396,874	-
Fund Balances Ending	\$ 396,874	\$ 396,874	\$ 293,965	\$ (102,909)

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City of Oroville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	Building Facility Capital Improvement Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances Beginning	28,384	28,384	28,384	-
Fund Balances Ending	\$ 28,384	\$ 28,384	\$ 28,384	\$ -

Cont'd

City of Oroville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
June 30, 2016

	Bond Proceeds Capital Projects Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ -	\$ -	\$ 7,715	\$ 7,715
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	7,715	7,715
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	7,715	7,715
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	3,395,434	3,395,434
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	3,395,434	3,395,434
Net Change in Fund Balances	-	-	3,403,149	3,403,149
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ 3,403,149	\$ 3,403,149

Concluded

INTERNAL SERVICE FUNDS

Fund Title	Fund Description
Equipment Replacement Fund	To account for major purchases of replacement equipment various departments within the City.
New Capital Equipment Fund	To account for major purchases of new equipment and small capital projects from various departments within the City.
Capital Projects Fund	To account for capital projects for the City's infrastructure funded by the Oroville Redevelopment Agency or other funds
Bond Proceeds Capital Projects Fund	To account for expenditures of bond proceeds on capital projects.
Building Facility Capital Improvement Fund	To account for major renovations and repairs to City's buildings and improvements.

City of Oroville
Combining Statement of Net Position
Internal Service Funds
June 30, 2016

	Payroll Revolving Fund	Stores Revolving Fund	Vehicle Maintenance Fund	Workers' Compensation Revolving Fund	Unemployment Insurance Fund	Vision Insurance Fund	Total Governmental Activities - Internal Service Funds
ASSETS							
Current assets:							
Cash and investments	\$ -	\$ 29,952	\$ 2,395	\$ 498,061	\$ 102,349	\$ 107,575	\$ 740,332
Accounts receivable	-	-	619	-	-	-	619
Inventory	-	5,529	23,776	-	-	-	29,305
Total assets	\$ -	\$ 35,481	\$ 26,790	\$ 498,061	\$ 102,349	\$ 107,575	\$ 770,256
DEFERRED OUTFLOWS OF RESOURCES							
Pension adjustments	\$ -	\$ -	\$ 26,779	\$ -	\$ -	\$ -	\$ 26,779
LIABILITIES							
Current liabilities:							
Accounts payable	\$ -	\$ -	\$ 3,787	\$ -	\$ 1,046	\$ 677	\$ 5,510
Payroll related liabilities	-	-	18,715	-	-	-	18,715
Other payables and accruals	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Claims payable	-	-	-	300,000	-	-	300,000
Total current liabilities	-	-	22,502	300,000	1,046	677	324,225
Non-current liabilities:							
Net pension obligations	-	-	173,021	-	-	-	173,021
Total liabilities	\$ -	\$ -	\$ 195,523	\$ 300,000	\$ 1,046	\$ 677	\$ 497,246
DEFERRED INFLOWS OF RESOURCES							
Pension adjustments	\$ -	\$ -	\$ 26,338	\$ -	\$ -	\$ -	\$ 26,338
NET POSITION							
Unrestricted	\$ -	\$ 35,481	\$ (168,292)	\$ 198,061	\$ 101,303	\$ 106,898	\$ 273,451
Total net position	\$ -	\$ 35,481	\$ (168,292)	\$ 198,061	\$ 101,303	\$ 106,898	\$ 273,451

City of Oroville
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Year Ended June 30, 2016

	Payroll Revolving Fund	Stores Revolving Fund	Vehicle Maintenance Fund	Workers' Compensation Revolving Fund	Unemployment Insurance Fund	Vision Insurance Fund	Total Governmental Activities - Internal Service Funds
OPERATING REVENUES							
Charges for services	\$ -	\$ 28,381	\$ 485,338	\$ 332,599	\$ 68,523	\$ 44,109	\$ 958,950
Reimbursements	-	-	-	9,780	-	-	9,780
Total operating revenues	-	28,381	485,338	342,379	68,523	44,109	968,730
OPERATING EXPENSES							
Salaries and benefits	-	-	167,033	-	-	-	167,033
Supplies	-	10,932	221,633	-	-	-	232,565
Other services and charges	-	14,744	50,650	1,510	160	160	67,224
Claims	-	-	-	253,461	9,832	23,719	287,012
Total operating expenses	-	25,676	439,316	254,971	9,992	23,879	753,834
Operating income (loss)	-	2,705	46,022	87,408	58,531	20,230	214,896
NONOPERATING REVENUES(EXPENSES)							
Investment earnings	-	-	-	-	242	389	631
Total nonoperating revenues(expenses)	-	-	-	-	242	389	631
Income (loss) before operating transfers	-	2,705	46,022	87,408	58,773	20,619	215,527
Transfers in	-	-	3,314	-	-	-	3,314
Transfers out	-	(20,000)	-	(100,000)	(30,000)	(15,000)	(165,000)
Change in net position	-	(17,295)	49,336	(12,592)	28,773	5,619	53,841
Total net position - beginning	-	52,776	(217,628)	210,653	72,530	101,279	219,610
Total net position - ending	\$ -	\$ 35,481	\$ (168,292)	\$ 198,061	\$ 101,303	\$ 106,898	\$ 273,451

City of Oroville
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2016

	Payroll Revolving Fund	Stores Revolving Fund	Vehicle Maintenance Fund	Workers' Compensation Revolving Fund	Unemployment Insurance Fund	Vision Insurance Fund	Total Governmental Activities - Internal Service Funds
Cash flows from operating activities:							
Receipts from interfund services provided	\$ 24,532	\$ 28,381	\$ 486,564	\$ 342,379	\$ 68,523	\$ 44,109	\$ 994,488
Payments to suppliers	-	(24,937)	(276,599)	(254,971)	(15,834)	(25,166)	(597,507)
Payments to employees	(43,968)	-	(210,884)	-	-	-	(254,852)
Net cash provided (used) by operating activities	(19,436)	3,444	(919)	87,408	52,689	18,943	142,129
Cash flows from noncapital financing activities:							
Interfund transactions	-	(20,000)	3,314	(100,000)	(30,000)	(15,000)	(161,686)
Net cash provided (used) by noncapital financing activities	-	(20,000)	3,314	(100,000)	(30,000)	(15,000)	(161,686)
Cash flows from investing activities:							
Investment income	-	-	-	-	242	389	631
Net cash provided (used) by investing activities	-	-	-	-	242	389	631
Net increase (decrease) in cash and cash equivalents	(19,436)	(16,556)	2,395	(12,592)	22,931	4,332	(18,926)
Cash and cash equivalents - beginning	19,436	46,508	-	510,653	79,418	103,243	759,258
Cash and cash equivalents - ending	\$ -	\$ 29,952	\$ 2,395	\$ 498,061	\$ 102,349	\$ 107,575	\$ 740,332
Reconciliation of operating income to net cash provided (used) by operating activities:							
Operating income (loss)	\$ -	\$ 2,705	\$ 46,022	\$ 87,408	\$ 58,531	\$ 20,230	\$ 214,896
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Change in operating assets and liabilities:							
Accounts receivables	-	-	1,226	-	-	-	1,226
Inventory	-	2,004	(616)	-	-	-	1,388
Deferred outflows of resources	-	-	(12,508)	-	-	-	(12,508)
Deferred inflows of resources	-	-	(29,093)	-	-	-	(29,093)
Accounts payable	-	(1,265)	(3,700)	-	(5,842)	(1,287)	(12,094)
Payroll related liabilities	(19,436)	-	908	-	-	-	(18,528)
Net pension obligations	-	-	(3,158)	-	-	-	(3,158)
Net cash provided (used) by operating activities	\$ (19,436)	\$ 3,444	\$ (919)	\$ 87,408	\$ 52,689	\$ 18,943	\$ 142,129

AGENCY FUNDS

Fund Title	Fund Description
Special Deposit Trust Funds	To account for the collection and payment of various deposits including performance bonds, fire hydrant deposits, and sewer connection deposits collected for other agencies.

City of Oroville
Combining Balance Sheet
Agency Funds
June 30, 2016

	Special Deposit Trust Funds	Total Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Current assets:		
Cash and investments	\$ 808,372	\$ 808,372
Total assets	<u>\$ 808,372</u>	<u>\$ 808,372</u>
 LIABILITIES		
Current liabilities:		
Accounts payable	\$ 28,444	\$ 28,444
Deposits payable	340,385	340,385
Due to other agencies	439,543	439,543
Total liabilities	<u>\$ 808,372</u>	<u>\$ 808,372</u>

City of Oroville
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2016

Special Deposit Trust Fund	Balance July 01, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash and investments	\$ 608,480	\$ 211,596	\$ 11,704	\$ 808,372
Receivables	296	-	296	-
Total assets	\$ 608,776	\$ 211,596	\$ 12,000	\$ 808,372
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 6,338	\$ 33,810	\$ 11,704	\$ 28,444
Deposits payable	336,614	3,771	-	340,385
Due to other agencies	265,824	174,015	296	439,543
Total liabilities	\$ 608,776	\$ 211,596	\$ 12,000	\$ 808,372

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STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source; property taxes.

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the City provides and the activities it performs.

City of Oroville
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Governmental activities:										
Net investment in capital assets	\$ 9,433,101	\$ 9,049,646	\$ 11,512,305	\$ 15,022,573	\$ 15,379,291	\$ 13,110,503	\$ 13,015,066	\$ 13,298,388	\$ 34,834,507	\$ 32,421,950
Restricted	6,785,954	4,423,121	4,063,999	5,495,347	5,841,478	34,614,096	32,687,196	33,876,457	8,425,616	10,868,535
Unrestricted	22,413,007	29,717,622	30,612,745	24,688,683	27,582,885	8,150,810	8,372,009	7,618,914	(7,055,955)	(6,858,147)
Total Governmental Activities Net Position	\$ 38,632,062	\$ 43,190,389	\$ 46,189,049	\$ 45,206,603	\$ 48,803,654	\$ 55,875,409	\$ 54,074,271	\$ 54,793,759	\$ 36,204,168	\$ 36,432,338
Business-type activities:										
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,374,997
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	739,232	868,639	805,669	701,394	639,487	329,224	236,064	422,283	323,638	5,112,249
Total Business-Type Activities Net Position	\$ 739,232	\$ 868,639	\$ 805,669	\$ 701,394	\$ 639,487	\$ 329,224	\$ 236,064	\$ 422,283	\$ 323,638	\$ 8,487,246
Primary government:										
Net investment in capital assets	\$ 9,433,101	\$ 9,049,646	\$ 11,512,305	\$ 15,022,573	\$ 15,379,291	\$ 13,110,503	\$ 13,015,066	\$ 13,298,388	\$ 34,834,507	\$ 35,796,947
Restricted	6,785,954	4,423,121	4,063,999	5,495,347	5,841,478	34,614,096	32,687,196	33,876,457	8,425,616	10,868,535
Unrestricted	23,152,239	30,586,261	31,418,414	25,390,077	28,222,372	8,480,034	8,608,073	8,041,197	(6,732,317)	(1,745,898)
Total Primary Government Net Position	\$ 39,371,294	\$ 44,059,028	\$ 46,994,718	\$ 45,907,997	\$ 49,443,141	\$ 56,204,633	\$ 54,310,335	\$ 55,216,042	\$ 36,527,806	\$ 44,919,584

City of Oroville
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Expenses										
Governmental Activities:										
General Government	\$ 2,250,497	\$ 2,333,025	\$ 3,254,442	\$ 2,540,032	\$ 2,172,282	\$ 2,408,143	\$ 2,503,161	\$ 2,571,905	\$ 2,968,029	\$ 2,050,798
Public Safety	6,588,449	6,789,797	7,010,748	7,139,146	7,168,100	7,919,128	7,823,664	7,776,039	8,080,320	8,602,715
Public Works	1,454,510	1,596,817	1,586,656	1,390,260	1,358,012	1,252,132	1,419,806	1,266,059	799,469	848,382
Streets and Storm Drains	1,172,901	1,707,890	949,237	825,763	835,234	1,009,836	819,108	638,448	1,194,193	955,548
Parks and Leisure	1,038,579	1,064,824	927,792	1,230,892	1,542,029	2,731,128	1,435,575	1,226,718	1,359,793	1,407,831
Transportation	455,305	608,313	509,462	503,689	553,893	691,645	735,007	592,427	467,993	497,251
Health and Sanitation	1,287,714	1,356,115	1,360,243	1,344,401	1,646,946	1,686,298	1,716,356	1,493,462	2,036,146	116,738
Housing and Community Development	8,556,595	7,375,036	5,722,327	4,843,176	5,386,551	9,734,800	6,109,168	3,512,865	1,845,795	1,126,496
Interest and Fiscal Charges	1,751,264	1,932,990	1,779,150	1,680,975	1,637,390	1,884,524	1,518,758	1,965,879	871,067	311,806
Total Governmental Activities Expenses	24,555,814	24,764,807	23,100,057	21,498,334	22,300,437	29,317,634	24,080,603	21,043,802	19,622,805	15,917,565
Business-Type Activities:										
Local Transportation	376,907	429,477	485,875	294,466	350,471	505,722	519,619	488,493	560,820	540,867
Sewer	-	-	-	-	-	-	-	-	-	2,419,070
Total Business-Type Activities Expenses	376,907	429,477	485,875	294,466	350,471	505,722	519,619	488,493	560,820	2,959,937
Total Primary Government Expenses	24,932,721	25,194,284	23,585,932	21,792,800	22,650,908	29,823,356	24,600,222	21,532,295	20,183,625	18,877,502
Program Revenues										
Governmental Activities:										
Charges For Services:										
General Government	516,860	1,045,071	777,362	625,720	360,093	456,382	652,142	1,044,339	775,672	1,054,814
Public Safety	588,707	529,571	456,466	113,641	246,808	200,056	346,903	586,558	804,884	919,375
Public Works	518,926	418,601	176,576	206,077	251,008	441,321	321,388	90,817	79,194	155,690
Streets and Storm Drains	515,088	503,593	148,727	50,272	83,120	96,294	195,273	168,645	215,264	1,284,246
Transportation	475,224	556,697	460,937	560,095	523,175	497,683	506,070	126,747	266,076	42,964
Parks and Leisure	121,011	190,298	713,658	16,998	50,880	126,649	65,633	292,342	88,043	333,735
Health and Sanitation	1,683,329	1,804,262	1,728,044	1,808,105	2,136,522	2,359,307	2,474,544	2,759,432	3,019,041	19,197
Housing and Community Development	3,939,222	3,223,725	1,976,395	1,040,798	2,945,493	1,762,107	2,983,632	1,346,634	-	1,869
Operating Grants and Contributions	3,900,722	3,744,832	3,562,981	2,507,962	5,187,330	7,049,895	4,899,372	2,963,505	2,301,132	3,876,294
Capital Grants and Contributions	1,995,122	3,345,417	1,809,680	2,130,596	755,728	934,239	343,628	1,280,775	203,474	-
Total Governmental Activities Program Revenues	14,254,211	15,362,067	11,810,826	9,060,264	12,540,157	13,923,933	12,788,585	10,659,794	7,752,780	7,688,184
Business-Type Activities:										
Charges For Services:										
Local Transportation	17,989	6,975	5,051	6,121	6,991	10,207	11,206	8,328	11,569	11,558
Sewer	-	-	-	-	-	-	-	-	-	3,457,808
Operating Grants and Contributions	627,198	520,174	401,230	540,043	460,262	475,194	505,692	575,078	545,208	693,071
Capital Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities Program Revenues	645,187	527,149	406,281	546,164	467,253	485,401	516,898	583,406	556,777	4,162,437
Total Primary Government Program Revenues	14,899,398	15,889,216	12,217,107	9,606,428	13,007,410	14,409,334	13,305,483	11,243,200	8,309,557	11,850,621
Net Expense/(Revenue)										
Governmental activities	10,301,603	9,402,740	11,289,231	12,438,070	9,760,280	15,393,701	11,292,018	10,384,008	11,870,025	8,229,381
Business-Type activities	(268,280)	(97,672)	79,594	(251,698)	(116,782)	20,321	2,721	(94,913)	4,043	(1,202,500)
Total Primary Government Net Expense	10,033,323	9,305,068	11,368,825	12,186,372	9,643,498	15,414,022	11,294,739	10,289,095	11,874,068	7,026,881

Page 1 of 2 (continued)

City of Oroville
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Revenues and Other Changes In Net Position										
Governmental Activities:										
Taxes:										
Property Taxes	6,020,342	6,809,199	6,883,060	6,474,547	6,404,500	4,331,329	1,962,107	1,605,675	1,920,182	1,037,556
Sales and Use Taxes	2,737,202	2,735,269	2,734,674	2,292,835	2,556,200	2,698,234	2,756,313	3,045,776	2,897,928	3,356,969
Sales and Use Taxes In-Lieu	2,161,518	2,070,355	2,109,251	2,181,518	1,935,673	1,892,404	2,194,730	2,053,454	2,231,317	1,897,058
Transient Occupancy Tax	323,713	320,145	320,008	334,870	346,716	363,530	421,261	426,190	469,311	523,926
Utility Users Tax	1,384,802	1,432,010	1,462,014	1,490,161	1,529,221	1,553,442	1,577,706	1,594,686	1,630,983	1,769,229
Franchise Tax	411,410	395,561	488,888	453,175	442,870	422,213	439,968	513,879	656,824	646,327
Other Taxes	82,967	55,679	23,053	36,545	28,101	26,733	32,558	326,716	428,337	821,176
Investment Earnings	302,126	285,453	177,202	138,643	146,561	74,472	15,237	296,696	268,334	238,550
Unrestricted Grants and Contributions	232,279	361,927	89,741	79,779	277,000	-	-	-	-	-
Other Revenues	-	-	-	-	-	-	-	738,796	949,861	1,599,079
Transfers	-	-	-	361,076	182,038	291,369	91,000	434,055	96,545	(6,916,349)
Special Items	-	-	-	-	-	-	-	-	(2,719,193)	3,484,030
Total Governmental Activities	13,656,359	14,465,598	14,287,891	13,843,149	13,848,880	11,653,726	9,490,880	11,035,923	8,830,429	8,457,551
Business-Type Activities:										
Investment Earnings	26,022	31,735	16,624	5,103	3,349	1,427	561	307	710	37,689
Other Revenues	-	-	-	-	-	-	-	-	-	7,070
Transfers	-	-	-	(361,076)	(182,038)	(291,369)	(91,000)	91,000	(96,545)	6,916,349
Total Business-Type Activities	26,022	31,735	16,624	(355,973)	(178,689)	(289,942)	(90,439)	91,307	(95,835)	6,961,108
Total Primary Government	13,682,381	14,497,333	14,304,515	13,487,176	13,670,191	11,363,784	9,400,441	11,127,230	8,734,594	15,418,659
Extraordinary Item	-	-	-	(2,387,525)	(491,549)	11,509,606	-	-	-	-
Change In Net Position										
Governmental activities	3,354,756	5,062,858	2,998,660	(982,446)	3,597,051	7,769,631	(1,801,138)	651,915	(3,039,596)	228,170
Business-Type activities	294,302	129,407	(62,970)	(104,275)	(61,907)	(310,263)	(93,160)	186,220	(99,878)	8,163,608
Total Primary Government	\$ 3,649,058	\$ 5,192,265	\$ 2,935,690	\$ (1,086,721)	\$ 3,535,144	\$ 7,459,368	\$ (1,894,298)	\$ 838,135	\$ (3,139,474)	\$ 8,391,778

Page 2 of 2 (concluded)

City of Oroville
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2007	2008	2009	2010(1)	2011	2012	2013	2014	2015	2016
General Fund:										
Nonspendable				1,826,619	\$ 1,824,021	\$ 30,837	\$ 32,595	\$ 32,594	\$ 21,433	\$ 22,760
Restricted				23,455	23,455	23,455	23,455	-	-	-
Committed				951,059	924,828	800,000	1,107,229	1,188,859	365,404	1,944,884
Assigned				562,822	473,976	291,753	1,872,963	20,463	820,463	800,000
Unassigned				1,247,468	2,202,839	2,854,813	978,552	1,607,181	2,572,758	1,548,610
Reserved	\$ 2,336,720	\$ 2,003,949	\$ 2,018,270							
Unreserved	2,286,506	2,785,687	2,860,538							
Total General Fund	<u>\$ 4,623,226</u>	<u>\$ 4,789,636</u>	<u>\$ 4,878,808</u>	<u>\$ 4,611,423</u>	<u>\$ 5,449,119</u>	<u>\$ 4,000,858</u>	<u>\$ 4,014,794</u>	<u>\$ 2,849,097</u>	<u>\$ 3,780,058</u>	<u>\$ 4,316,254</u>
All Other Governmental Funds:										
Nonspendable				24,984,681	\$ 24,208,218	\$ 24,244,936	\$ 23,421,982	\$ 22,468,166	\$ 3,962	\$ 5,089
Restricted				10,728,656	12,031,355	9,504,531	9,717,713	11,418,955	8,425,616	10,868,535
Committed				1,611,294	1,885,323	5,702,469	4,729,430	4,034,540	2,775,227	2,165,140
Assigned				10,267,952	11,290,586	2,076,673	2,192,962	3,398,319	4,823,795	2,015,857
Unassigned ⁽²⁾				(21,597,756)	(20,363,240)	(299,117)	(283,252)	(405,880)	(429,991)	(9,038)
Reserved	\$ 37,366,342	\$ 34,614,264	\$ 34,645,371							
Unreserved, Reported In:										
Special Revenue Funds	(14,273,994)	(12,707,204)	(11,045,637)							
Debt Service Funds	790,851	331,666	473,059							
Capital Projects Funds	6,865,904	6,427,663	5,473,637							
Total All Other Governmental Funds	<u>\$ 30,749,103</u>	<u>\$ 28,666,389</u>	<u>\$ 29,546,430</u>	<u>\$ 25,994,827</u>	<u>\$ 29,052,242</u>	<u>\$ 41,229,492</u>	<u>\$ 39,778,835</u>	<u>\$ 40,914,100</u>	<u>\$ 15,598,609</u>	<u>\$ 15,045,583</u>

¹ City adopted GASB Statement No. 54 in 2010. Prior year amounts have not been restated.

² The Oroville Redevelopment Agency (RDA) was dissolved on February 1, 2012. Residual assets and liabilities of the RDA were transferred to a private-purpose trust fund.

City of Oroville
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues										
Taxes	\$ 13,121,954	\$ 13,818,218	\$ 14,020,948	\$ 13,263,651	\$ 13,140,625	\$ 11,326,272	\$ 9,383,000	\$ 9,632,290	\$ 10,234,882	\$ 10,052,241
Special Assessments	177,149	-	-	-	-	-	-	-	-	-
Licenses and Permits	670,988	902,469	305,279	273,071	330,726	548,712	521,567	558,078	611,896	1,744,810
Fines and Forfeitures	91,652	81,311	80,813	105,202	54,793	82,220	79,213	85,734	59,945	72,235
Interest, Rents, and Concessions	3,754,779	3,407,932	2,616,158	2,145,611	2,232,010	1,777,177	1,692,788	1,585,439	472,328	490,291
Intergovernmental Revenues	6,334,566	7,473,793	5,218,287	4,437,887	6,074,278	8,209,369	5,235,906	5,045,540	3,062,428	3,930,057
Charges for Services	2,225,183	2,150,264	1,825,401	2,048,720	2,376,190	2,716,441	2,806,747	3,235,033	3,459,858	673,497
Other Revenues	2,869,356	3,254,837	3,396,845	1,819,075	4,072,668	1,826,304	2,617,448	1,642,183	2,546,109	3,686,026
Total Revenues	29,245,627	31,088,824	27,463,731	24,093,217	28,281,290	26,486,495	22,336,669	21,784,297	20,447,446	20,649,157
Expenditures										
General Government	2,188,558	2,277,407	2,574,182	2,485,526	2,130,720	2,277,003	2,399,355	2,456,728	2,820,121	2,271,084
Public Safety	6,566,957	6,941,375	7,125,145	6,921,467	6,708,238	7,453,132	7,412,037	7,279,920	7,676,355	9,034,734
Public Works	358,093	392,907	448,931	183,024	252,524	337,704	361,507	240,738	181,030	169,127
Streets and Storm Drains	988,692	998,588	978,716	835,452	822,465	982,306	808,367	625,486	1,152,114	1,085,360
Parks and Leisure	915,284	984,536	1,103,583	1,067,041	1,334,756	1,288,537	1,006,295	803,675	839,273	962,956
Transportation	366,683	525,557	425,549	420,940	465,155	548,814	586,053	439,095	362,474	444,968
Health and Sanitation	1,238,363	1,383,795	1,364,720	1,349,585	1,638,361	1,621,346	1,635,955	1,395,029	1,914,160	64,974
Housing and Community Development	8,545,882	5,410,572	4,941,616	4,800,823	5,349,352	9,284,869	6,105,756	4,870,805	3,757,063	3,433,688
Capital Outlay	3,029,727	7,240,127	4,467,125	4,279,952	1,661,626	2,918,624	1,171,490	1,575,787	1,237,662	1,471,702
Debt Service:										
Principal Retirement	568,333	3,541,299	863,369	993,160	1,052,407	1,112,124	1,130,295	1,154,200	1,230,000	430,900
Interest and Fiscal Charges	2,899,632	3,257,164	2,991,700	2,938,448	2,875,124	2,197,927	1,510,953	1,442,330	1,412,067	313,806
Payoff Unfunded Pension Expense	7,066,747	-	-	-	-	-	-	-	-	-
Other Charges	120,659	-	-	-	-	-	-	-	-	-
Total Expenditures	34,853,610	32,953,327	27,284,636	26,275,418	24,290,728	30,022,386	24,128,063	22,283,793	22,582,319	19,683,299
Excess of Revenues Over(Under) Expenditures	(5,607,983)	(1,864,503)	179,095	(2,182,201)	3,990,562	(3,535,891)	(1,791,394)	(499,496)	(2,134,873)	965,858
Other Financing Sources(Uses)										
Transfers In	9,911,653	9,888,613	8,902,959	8,378,876	8,449,394	6,884,402	6,371,795	6,899,195	4,416,023	5,337,064
Transfers Out	(9,671,144)	(9,605,230)	(8,402,761)	(8,135,117)	(7,602,444)	(6,493,717)	(6,017,122)	(6,430,139)	(6,534,423)	(9,715,186)
Bonds Issued	7,260,000	-	-	-	-	-	-	-	-	-
Transfers from Successor Agency	-	-	-	-	-	-	-	-	-	3,395,434
Discount on Bonds Issued	(72,594)	-	-	-	-	-	-	-	-	-
Defeasance of Long-term Debt	-	-	-	-	-	-	-	-	(20,323,437)	-
Other Long-Term Debt Proceeds	251,501	169,347	289,920	145,903	-	264,177	-	-	-	-
Total Other Financing Sources(Uses)	7,679,416	452,730	790,118	389,662	846,950	654,862	354,673	469,056	(22,441,837)	(982,688)
Extraordinary Item	-	-	-	(2,387,525)	(491,549)	13,129,166	-	-	-	-
Net Change In Fund Balances	\$ 2,071,433	\$ (1,411,773)	\$ 969,213	\$ (4,180,064)	\$ 4,345,963	\$ 10,248,137	\$ (1,436,721)	\$ (30,440)	\$ (24,576,710)	\$ (16,830)
Debt Service as Percentage of Noncapital Expenditures	32.8%	22.6%	16.9%	17.5%	19.6%	11.7%	11.5%	12.5%	12.4%	4.1%

Notes:

The City issued pension obligation bonds to payoff the unfunded pension liability in fiscal year 2007.

In 2016, the City reclassified its sewer activities to enterprise funds instead of governmental funds causing a reduction on the governmental fund charges for services.

City of Oroville

**Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years
(in thousands of dollars)**

Fiscal Year	City of Oroville			Taxable Assessed Value	Oroville Redevelopment ¹			Taxable Assessed Value	Total Direct Tax Rate
	Secured	Unsecured	Utility		Secured	Unsecured	Utility		
2007	48,552	3,037	1,804	53,393	751,208	107,491	1,706	860,405	1.000%
2008	72,327	1,260	21	73,608	854,448	111,609	955	967,012	1.000%
2009	112,723	1,681	21	114,425	885,613	119,496	955	1,006,064	1.000%
2010	102,855	1,471	21	104,347	872,554	118,233	955	991,742	1.000%
2011	98,830	1,268	24	100,122	826,992	123,073	1,176	951,241	1.000%
2012	100,962	8,723	24	109,709	794,741	125,740	1,176	921,657	1.000%
2013	88,825	1,164	24	90,013	-	-	-	-	1.000%
2014	109,763	946	24	110,733	-	-	-	-	1.000%
2015	111,163	691	26	111,880	-	-	-	-	1.000%
2016	115,932	722	26	116,680	-	-	-	-	1.000%

¹ Amounts prior to fiscal year 2013 include assessed valuations of the former Oroville Redevelopment Agency which was dissolved effective February 1, 2012.

Note: In 1978 the voters of the State of California passed Proposition 13 which limited property taxes to a total maximum rate of 1% based upon the assessed value of the property being taxed. Each year, the assessed value of property may be increased by an "inflation factor" (limited to a maximum of 2%). With few exceptions, property is only reassessed at the time it is sold to a new owner. At that point, the assessed value is reassessed at the purchase price of the property sold. The assessed valuation data shown above represents the only data available with respect to the actual market value of taxable property and is subject to the limitations described above.

Source: Butte County Auditor/Controller's Office
Department of Finance, City of Oroville

City of Oroville
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Rate per \$100 of assessed valuation)

	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
City Direct Rates:										
City of Oroville	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000	\$ 1.000000
Total City Direct Rate	<u>1.000000</u>									
Overlapping Rates:										
Butte College	0.020880	0.020880	0.020880	0.020880	0.020880	0.020880	0.020880	0.020880	0.020880	0.020880
Oroville Elementary School	0.018679	0.017190	0.017366	0.018963	0.018664	0.020156	0.021866	0.017850	0.024533	0.009366
Oroville High School District	0.017241	0.014688	0.015008	0.035438	0.036745	0.035660	0.041104	0.032699	0.044548	0.026657
	<u>\$ 1.056800</u>	<u>\$ 1.052758</u>	<u>\$ 1.053254</u>	<u>\$ 1.075281</u>	<u>\$ 1.076289</u>	<u>\$ 1.076696</u>	<u>\$ 1.083850</u>	<u>\$ 1.071429</u>	<u>\$ 1.089961</u>	<u>\$ 1.056903</u>

Note:
 In 1978 the voters of the State of California passed Proposition 13 which limited property tax rate to a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of various school district bonds.

Source: Butte County Auditor/Controller's Office
 Department of Finance, City of Oroville

City of Oroville
Principal Property Tax Payers
Current Year and Nine Years Ago
(amounts expressed in thousands)

Taxpayer	2016			2007		
	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Pacific Coast Producers	\$ 28,053	1	3.20%	\$ 24,030	1	2.88%
Oroville Plaza Shopping Center, LLC	13,211	2	1.40%	7,313	8	0.88%
Oroville Medical Complex	11,099	3	1.28%	9,441	6	1.13%
Roplast Industries, Inc	11,082	4	1.28%	12,400	2	1.48%
Currier Square Spe LLC	10,037	5	1.04%	11,500	3	1.38%
Sierra Pacific Industries	9,462	6	0.90%	10,611	4	1.27%
Home Depot	8,439	7	0.86%	10,587	5	1.27%
California AVIV	8,246	8	0.84%	-		
Pacific Oroville Power	7,335	9	0.71%	7,506	7	0.90%
Doves Landing	7,021	10	0.69%	-		0.00%
Ammunition Accessories	-		-	6,467	9	0.77%
Wal Mart Stores, Inc	-		-	6,299	10	0.75%
	-		-	-		0.00%
	-		-	-		0.00%
Totals	<u>\$ 113,985</u>		<u>12.20%</u>	<u>\$ 106,154</u>		<u>12.71%</u>

Note: Amounts shown above include assessed value data for both the City of Oroville and the Oroville Redevelopment Agency

Source: Butte County Auditor/Controller's Office
Department of Finance, City of Oroville

City of Oroville
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	As Percent Of Tax Levy
2007	7,997,605	6,770,078	84.65%	211,439	6,981,517	87.30%
2008	9,656,457	7,877,182	81.57%	261,551	8,138,733	84.28%
2009	9,372,575	8,322,389	88.80%	235,442	8,557,831	91.31%
2010	9,123,272	8,188,656	89.76%	118,319	8,306,975	91.05%
2011	10,513,628	8,009,844	76.19%	83,850	8,093,694	76.98%
2012	10,313,662	5,766,144	55.91%	95,641	5,861,785	56.84%
2013	537,585 ¹	459,215	85.42%	82,652	541,867	100.80%
2014	1,732,878	1,424,772	82.22%	59,958	1,484,730	85.68%
2015	667,863	667,863	100.00%	-	667,863	100.00%
2016	695,019	688,069	99.00%	-	688,069	99.00%

¹ Amounts prior to fiscal year 2013 include property tax levies and collection for the former Oroville RDA.

Source: Department of Finance, City of Oroville

City of Oroville
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities							Total Primary Government	Percentage of Personal Income	Debt Per Capita
	OPFA ¹		Pension Obligation Bonds	Limited Obligation Bonds	USDA Loan	Other Loans/Leases	Total Governmental Activities			
	Revenue Bonds	Tax Allocation Bonds								
2007	1,460,000	27,254,329	7,188,458 ³	1,397,505	-	251,501	37,551,793	37,551,793	10.00%	2,781
2008	-	26,715,828	7,107,667	-	-	372,054	34,195,549	34,195,549	10.75%	2,360
2009	-	26,102,328	6,951,875	-	289,920	293,685	33,637,808	33,637,808	10.42%	2,298
2010	-	25,408,829	6,766,145	-	419,523	211,825	32,806,322	32,806,322	9.78%	2,234
2011	-	24,690,328	6,550,415	-	402,623	126,319	31,769,685	31,769,685	8.92%	2,044
2012	-	24,135,284	6,304,686	-	649,100	36,895	31,125,965	31,125,965	8.72%	1,914
2013	-	23,344,652	6,018,956	-	630,700	-	29,994,308	29,994,308	8.35%	1,927
2014	-	22,435,000	5,745,000	-	611,500	-	28,791,500	28,791,500	7.55%	1,793
2015	-	-	5,380,000	-	591,500	-	5,971,500	5,971,500	1.22%	368
2016	-	-	4,970,000	-	570,600	225,225	5,765,825	5,765,825	1.49%	355

¹ The Oroville Public Financing Authority (OPFA) is a joint powers authority created by the City of Oroville and the Oroville Redevelopment Agency. The Oroville City Council acts as the governing body of the OPFA and is treated as a blended component unit of the City of Oroville.

² The OPFA issued \$10,625,000 of new tax allocation bonds in fiscal year 2005.

³ The City issued \$7,260,000 in pension obligation bonds in fiscal year 2007

Note: The "Percentage of Personal Income" and "Debt Per Capita" ratios are calculated using personal income and population for the prior calendar year.

Source: State Department of Finance
Bureau of Economic Analysis
Department of Finance, City of Oroville

City of Oroville
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Total	Percentage of Assessed Value ¹	Per Capita
	OPFA		Pension Obligation Bonds	Less: Restricted Resources Available ²			
	Revenue Bonds	Tax Allocation Bonds					
2007	1,460,000	27,254,329	7,188,458	4,809,247	31,093,540	58.24%	2,302
2008	-	26,715,828	7,107,667	1,982,647	31,840,848	43.26%	2,197
2009	-	26,102,328	6,951,875	1,984,533	31,069,670	27.15%	2,122
2010	-	25,408,829	6,766,145	1,984,163	30,190,811	28.93%	2,056
2011	-	24,690,328	6,550,415	1,983,196	29,257,547	29.22%	1,882
2012	-	24,135,284	6,304,686	1,950,921	28,489,049	25.97%	1,752
2013	-	23,344,652	6,018,956	1,950,948	27,412,660	30.45%	1,761
2014	-	22,435,000	5,745,000	1,950,948	26,229,052	23.69%	1,633
2015	-	-	5,380,000	-	5,380,000	4.81%	332
2016	-	-	4,970,000	-	4,970,000	4.26%	306

¹ Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

² Restricted resources only include restricted cash with fiscal agent amount. Restricted loans receivable due from the Oroville Successor Agency have been excluded as amounts are not available for current debt payments.

Note: General bonded debt is debt payable with governmental fund resources and general obligation bonds recorded in enterprise funds (of which, the City has none).

Source: Department of Finance, City of Oroville

City of Oroville
Direct and Overlapping Debt
June 30, 2016

City of Oroville Assessed Valuation		\$ 116,680,000	
	Percentage Applicable¹	Outstanding Debt June 30, 2016	Estimated Share of Overlapping Debt
Overlapping Debt Repaid With Property Taxes:			
Oroville Unified Elementary District General Obligation Bonds	3.006%	\$ 5,119,539	\$ 153,893
Oroville Unified High School District General Obligation Bonds	6.292%	15,751,385	991,077
Butte Community College District	6.116%	66,665,000	4,077,231
Total Overlapping Debt Repaid With Property Taxes		<u>87,535,924</u>	<u>5,222,202</u>
Overlapping Other Debt:			
Total Other Overlapping Debt		<u>-</u>	<u>-</u>
Total Overlapping Debt		<u>\$ 87,535,924</u>	5,222,202
Direct Debt			5,765,825
Total Direct And Overlapping Debt			<u>\$ 10,988,027</u>

¹ For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the city's boundaries and dividing it by each unit's total taxable assessed value.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

Source: Butte County Auditor/Controller's Office
Department of Finance, City of Oroville

City of Oroville
Legal Debt Margin Information
Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Assessed Valuation ¹	\$ 1,028,203,577	\$ 1,135,257,495	\$ 1,121,443,000	\$ 1,096,089,000	\$ 1,051,363,000	\$ 1,030,366,000	\$ 1,011,670,000	\$ 1,032,390,000	\$ 1,051,075,607	\$ 1,055,875,607
Conversion percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted assessed valuation	\$ 257,050,894	\$ 283,814,374	\$ 280,360,750	\$ 274,022,250	\$ 262,840,750	\$ 257,591,500	\$ 252,917,500	\$ 258,097,500	\$ 262,768,902	\$ 263,968,902
Charter debt limit percentage	3.75%	3.75%	3.75%	3.75%	3.75%	3.75%	3.75%	3.75%	3.75%	3.75%
Debt limit	\$ 38,557,634	\$ 42,572,156	\$ 42,054,113	\$ 41,103,338	\$ 39,426,113	\$ 38,638,725	\$ 37,937,625	\$ 38,714,625	\$ 39,415,335	\$ 39,595,335
Total net debt applicable to limit: General obligation debt	7,439,959	7,479,721	7,535,480	7,397,357	7,079,357	7,040,995	6,649,656	6,356,500	5,971,500	5,765,825
Legal debt margin	\$ 31,117,675	\$ 35,092,435	\$ 34,518,633	\$ 33,705,981	\$ 32,346,756	\$ 31,597,730	\$ 31,287,969	\$ 32,358,125	\$ 33,443,835	\$ 33,829,510
Total debt applicable to the limit as a percentage of debt limit	19.3%	17.6%	17.9%	18.0%	18.0%	18.2%	17.5%	16.4%	15.2%	14.6%

¹ Assessed valuations include amounts applicable to the former Oroville Redevelopment Agency which was dissolved effective February 1, 2012, but will continue to be included for the purpose of legal and debt margin calculations.

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation, but the City of Oroville's Charter provides for a debt limit of 3.75% of gross assessed valuation. However, California's 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). The 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 that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: Butte County Auditor-Controller's Office
Department of Finance, City of Oroville

City of Oroville
Pledge Revenue Coverage
Last Ten Fiscal Years

Fiscal Year	Tax Allocation Bonds			Coverage
	Tax Increment	Debt Service		
		Principal	Interest	
2007	5,423,867	485,000	1,270,630	3.09
2008	6,294,291	2,010,000 ¹	1,164,200	1.98
2009	6,323,564	625,000	1,239,680	3.39
2010	6,289,041	705,000	1,218,249	3.27
2011	5,970,083	730,000	1,192,881	3.10
2012	3,020,646 ²	755,000	1,165,310	1.57
2013	1,417,241	785,000	1,135,781	0.74
2014	1,991,739	815,000	1,081,634	1.05
2015	1,617,472	845,000	1,069,574	0.84
2016	1,775,433 ³	850,000	664,340 ³	1.17

¹ Two bond issues totaling \$1,460,000 were paid in full in fiscal year 2008

² Effective February 1, 2012, the Oroville Redevelopment Agency was dissolved and future increment payments will be made to the Oroville Successor Agency for payment of "enforceable obligations" only. Debt service payments are considered an "enforceable obligation" of the Successor Agency.

³ From Successor Agency trust fund tax allocation bonds.

Note: Details of the City's and the Successor Agency's outstanding debt can be found in the notes to financial statements.

Source: Department of Finance, City of Oroville

City of Oroville
Demographic and Economic Statistics
Last Ten Fiscal Years

Calendar Year	Population¹	Personal Income² (in thousands)	Per Capita Personal Income	Unemployment Rate³
2007	13,505	375,453	27,801	8.7%
2008	14,490	318,056	21,950	11.2%
2009	14,369	322,731	22,460	17.4%
2010	14,687	335,510	22,844	17.8%
2011	15,546	356,066	22,904	19.1%
2012	16,260	356,923	21,951	17.2%
2013	15,566	359,061	23,067	14.1%
2014	16,061	381,352	23,744	7.9%
2015	16,220	419,157	25,842	12.8%
2016	16,260	388,077	23,867	7.0%

Note: The "Per Capita Personal Income" is based on the 1994-2004 average annual growth rate of PCPI at 3.9%.

Source: ¹ State Department of Finance

² Bureau of Economic Statistics

³ State of California Employment Development Department
(data shown is for Butte County)

City of Oroville
Principal Employers
Current Year and Nine Years Ago

Employer	2016		2007	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
County of Butte	2,823	47.05%	2,250	23.38%
Oroville Medical Complex	1,482	24.70%	950	9.87%
Pacific Coast Producers	1,065	17.75%	560	5.82%
Graphic Packaging International	237	3.95%	-	0.00%
Wal Mart Stores, Inc.	234	3.90%	284	2.95%
Ammunition Accessories	167	2.78%	90	0.94%
Home Depot USA	137	2.28%	107	1.11%
Roplast Industries, Inc.	129	2.15%	105	1.09%
City of Oroville	113	1.88%	116	1.21%
Currier Square Spe LLC	101	1.68%	100	1.04%
Sierra Pacific Industries	-	0.00%	108	1.12%

"Total Employment" as used above represents the total employment of all employers located within City limits. The "Nine Years Ago"; "Number of Employees" is based on the quotient percentage between 1998 and 2007. The estimate assumes constant change between known years.

Source: City of Oroville 2016-17 CAFR

Source: Employment Development Department , Various Employers, LMI Division

Source: Butte County Auditor-Controller's Office

City of Oroville
Full-Time and Part-Time City Employees by Function
Last Ten Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General Government	22	24	14	22	15	15	16	16	11	10
Public Safety	60	61	62	39	60	60	60	55	66	65
Public Works	13	11	14	20	18	18	19	14	13	16
Community Development	11	14	11	11	10	10	9	5	6	6
Parks and Trees	10	10	21	20	10	10	9	6	8	7
Planning					10	10	10	6	8	6
	<u>116</u>	<u>120</u>	<u>122</u>	<u>112</u>	<u>123</u>	<u>123</u>	<u>123</u>	<u>102</u>	<u>112</u>	<u>110</u>

Source: Department of Finance, City of Oroville

City of Oroville
Operating Indicators by Function
Last Ten Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Police:										
Arrests	2,496	2,444	2,131	1,833	1,742	2,489	2,747	3,182	2,780	4,115
Parking Citations Issued	302	225	275	277	288	409	250	346	156	161
Fire:										
Number of Emergency Calls	3,947	3,651	3,678	3,403	2,633	3,305	3,252	3,217	3,489	3,793
Inspections	3,420	2,723	2,558	1,877	1,772	2,659	372	233	338	824
Public Works:										
Street Resurfacing (miles)	1	-	-	4.5	-	-	-	-	2.0	-
Parks and Recreation:										
Number of Facility Rentals	110	133	129	148	179	225	223	231	197	210
Wastewater:										
New Connections ¹	10	156	17	16	10	62	11	62	11	14
Average Daily Flows (thousands of gallons)	125	111	167	165	116	103	156	149	150	152

¹ New wastewater connections are provided by the City, but administered by Sewerage Commission - Oroville Region.

Source: City of Oroville
Sewerage Commission - Oroville Region

City of Oroville
Capital Asset Statistics
Last Ten Fiscal Years

Function	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire Stations	1	1	1	1	1	1	1	1	1	1
Public Works:										
Streets (miles)	132.63	132.88	92.60	92.60	92.60	92.60	92.60	96.00	105.50	105.50
Streetlights	1,256	1,375	1,375	1,375	1,377	1,391	1,409	1,409	1,509	1,509
Traffic Signals	18	17	7	7	7	7	7	7	7	7
Parks and Recreation:										
Parks	6	6	7	7	7	7	7	7	7	7
Community Centers	3	3	3	3	3	3	3	3	3	3
Wastewater ¹ :										
Sewer Lines (miles)	73	73	66	66	66	66	66	66	66	66
Sewer Storm Drains	73	73	31	31	31	31	31	40	40	40
Maximum Daily Capacity (thousands of gallons)	124.65	111.28	166.79	165.49	166.21	105.00	106.00	106.00	106.00	106.00

¹ Wastewater treatment services are provided through the Sewerage Commission - Oroville Region (SCOR). Wastewater and stormdrain pipelines are installed by the City, but administered by SCOR.

Source: City of Oroville
 Sewage Commission - Oroville Region

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CITY OF OROVILLE

CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2016



Submitted by:

City of Oroville

Department of Finance

Ruth Wright, Director of Finance