



CITY OF OROVILLE
COMPREHENSIVE ANNUAL FINANCIAL REPORT

JUNE 30, 2017

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

This Page Intentionally Left Blank

CITY OF OROVILLE

CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2017



Submitted by:

City of Oroville

Department of Finance

Ruth Wright, Director of Finance

This Page Intentionally Left Blank

CITY OF OROVILLE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017

TABLE OF CONTENTS

INTRODUCTORY SECTION

Letter of Transmittal 1
 Elected Officials and Administrative Personnel 5
 Organizational Chart 6
 GFOA Certificate of Achievement for Excellence in Financial Reporting 7

FINANCIAL SECTION

Independent Auditor’s Report 11
 Management’s Discussion and Analysis (Required Supplementary Information) 14
 Basic Financial Statements:
 Government-Wide Financial Statements:
 Statement of Net Position 26
 Statement of Activities 27
 Fund Financial Statements
 Governmental Funds:
 Balance Sheet 28
 Reconciliation of the Government Funds Balance Sheet
 to the Government-Wide Financial Statement of Net Position 29
 Statement of Revenues, Expenditures and Changes in Fund Balances 30
 Reconciliation of the Governmental Funds Statement of Revenues,
 Expenditures and Changes in Fund Balances to the Government-Wide
 Statement of Activities 31
 Proprietary Funds:
 Statement of Net Position 32
 Statement of Revenues, Expenses, and Changes in Fund Net Position 33
 Statement of Cash Flows 34
 Fiduciary Funds:
 Statement of Fiduciary Net Position 35
 Statement of Changes in Fiduciary Net Position 36
 Notes to the Basic Financial Statements 37

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances –
 Budget and Actual (GAAP Basis) – General Fund 72
 Schedule of Revenues, Expenditures and Changes in Fund Balances –
 Budget and Actual (GAAP Basis) – CalHome Fund 73
 Schedule of Revenues, Expenditures and Changes in Fund Balances –
 Budget and Actual (GAAP Basis) – Housing Program Fund 74
 Schedule of Revenues, Expenditures and Changes in Fund Balances –
 Budget and Actual (GAAP Basis) – Home Grant Fund 75
 Schedule of Revenues, Expenditures and Changes in Fund Balances –
 Budget and Actual (GAAP Basis) – Community Development Block Grant Fund 76
 Schedule of Revenues, Expenditures and Changes in Fund Balances –
 Budget and Actual (GAAP Basis) – Supplemental Benefit Fund 77
 Schedule of Pension Contributions 78
 Schedule of Proportionate Share of Net Pension Liability 79
 Retiree Healthcare Plan – Schedule of Funding Progress 80

SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds:
 Combining Nonmajor Governmental Funds:
 Combining Balance Sheet 83
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances 84

CITY OF OROVILLE
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2017

TABLE OF CONTENTS CONTINUED

<i>Combining Special Revenue Funds:</i>	
Combining Balance Sheet	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	95
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis)	105
<i>Combining Debt Service Funds:</i>	
Combining Balance Sheet	146
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	147
<i>Combining Capital Projects Funds:</i>	
Combining Balance Sheet	150
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	151
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis)	152
Combining Proprietary Funds:	
<i>Combining Internal Service Funds:</i>	
Combining Statement of Net Position	158
Combining Statement of Revenues, Expenses and Changes in Fund Net Position	159
Combining Statement of Cash Flows	160
Combining Fiduciary Funds:	
<i>Combining Agency Funds:</i>	
Combining Balance Sheet	162
Combining Statement of Changes in Assets and Liabilities	163
STATISTICAL SECTION (UNAUDITED)	
Financial Trends:	
Net Position by Component	168
Changes in Net Position	169
Fund Balances of Governmental Funds	171
Changes in Fund Balances of Governmental Funds	172
Revenue Capacity Information:	
Assessed Value of Taxable Property	173
Direct and Overlapping Property Tax Rates	174
Principal Property Taxpayers	175
Property Tax Levies and Collections	176
Debt Capacity:	
Ratios of Outstanding Debt by Type	177
Ratios of General Bonded Debt Outstanding	178
Direct and Overlapping Debt	179
Legal Debt Margin Information	180
Pledge Revenue Coverage	181
Demographic and Economic Information:	
Demographic and Economic Statistics	182
Principal Employers	183
Operating Information:	
Full-Time and Part-Time City Employees by Function	184
Operating Indicators by Function	185
Capital Asset Statistics by Function	186



INTRODUCTORY SECTION

This page is intentionally blank.



DISCOVER GOLD...DISCOVER OROVILLE

1735 MONTGOMERY STREET • OROVILLE, CALIFORNIA 95965

February 10, 2018

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, 2017. 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, 2017. 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. Expenditures authorized in the final budget ordinance are appropriated at the Fund level, and in the case of the General Fund, at the department or program level. All amendments to the budget at these levels can only be approved by the City Council. The City Manager has the authority to transfer funds within a given fund and between department appropriations to ensure that programmatic budgets may adapt throughout the year to evolving circumstances.

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.

Long-Term Financial Planning

The City's Budget and Financial Policy requires the City to use a five-year fiscal planning horizon, in which the annual budget is used as the first year of the forecast. This forecast assists in identifying important trends and understanding long-term consequences of budget decisions. In prior years, the City implemented several measures to maintain resiliency and respond to economic challenges, which included significantly reducing the workforce and deferring capital improvements. While there has been continued economic growth and strong general fund reserves, a draw-down of reserves was approved in the Fiscal Year 17/18 Adopted Budget to fund one-time capital improvements.

In the forthcoming fiscal years, the City plans to evaluate alternate strategies to fund deferred capital improvements, manage rising pension costs, and retain a lean, high quality workforce. As part of the Fiscal Year 17/18 Budget process, a draft ten-year projection was provided to assist with long-term planning. It is anticipated that this projection will be updated to reflect the Fiscal Year 16/17 financial statements, any new economic indicators, and a multi-year capital improvement plan. This information will be used to evaluate whether the City should pursue a revenue ballot measure to assist with future economic challenges.

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, 2017,

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

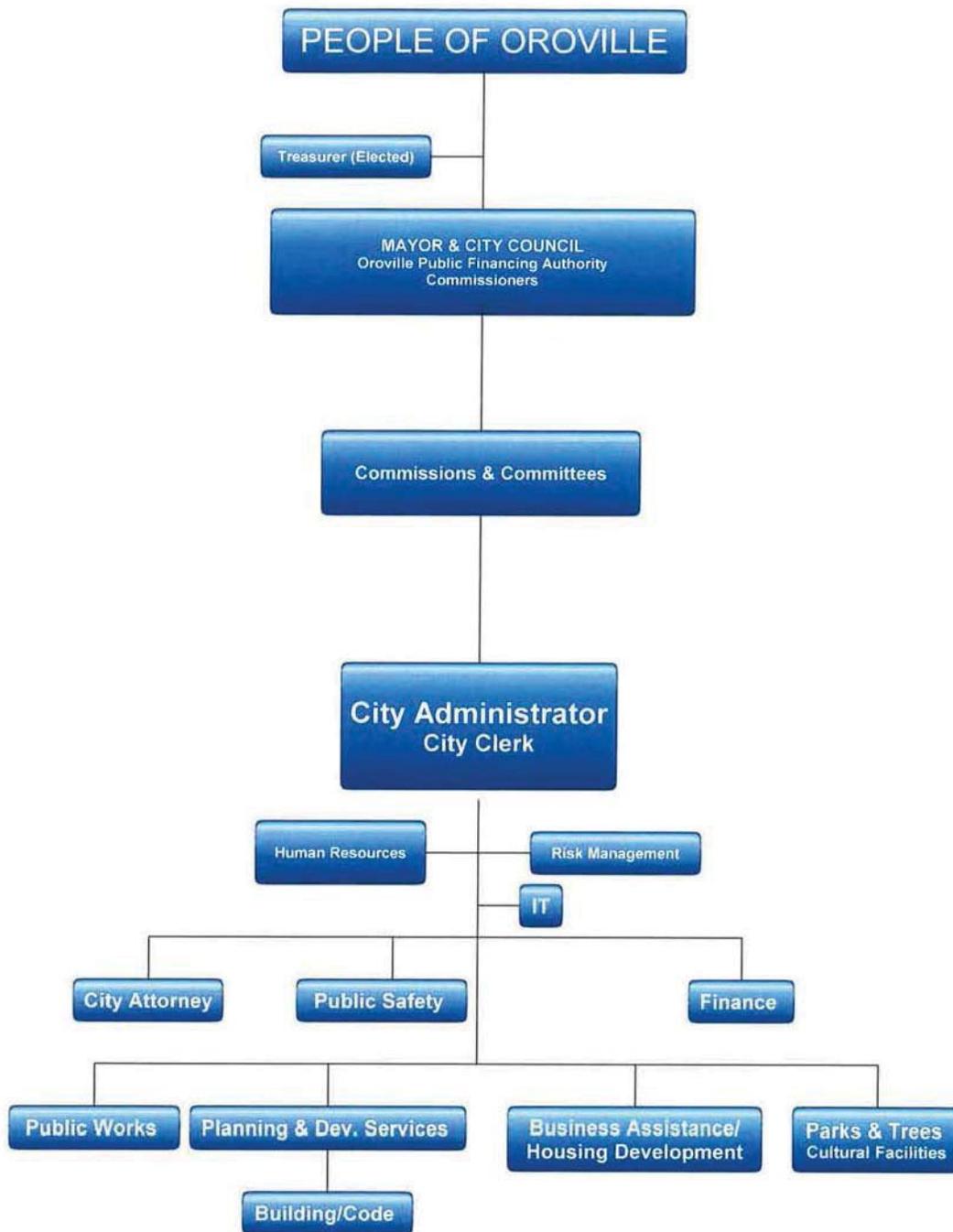
City Administration

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, 2016

Christopher P. Morrill

Executive Director/CEO

This page is intentionally blank



FINANCIAL SECTION

This page is intentionally blank



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, 2017, 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, 2017, and the



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

Emphasis of a Matter

During the fiscal year ended June 30, 2017, the City changed the accounting and reporting of the Airport Fund from a special revenue fund to an enterprise fund, resulting in a transfer of \$4.9 million, changed the accounting and reporting of the Local Transportation Fund from an enterprise fund to a special revenue fund and renamed it to the Local Transit Fund, resulting in a transfer of \$627,033, and consolidated the Sewer Connection Fees Fund with the Sewer Fund, resulting in a transfer of \$970,893. 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 10, 2018 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



Chavan & Associates, LLP
Certified Public Accountants

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

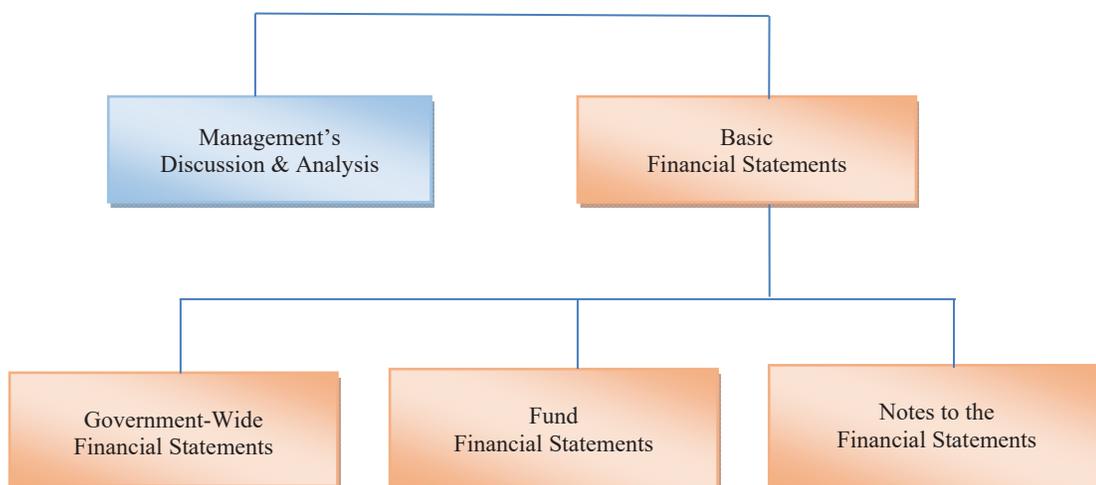
February 10, 2018
San Jose, California

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, 2017. 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 2016/17 FINANCIAL HIGHLIGHTS

- Total net position increased by \$4.82 million from last fiscal year, mostly due activities in the sewer fund which had a surplus over \$1 million and increases to taxes and assessments in the governmental funds.
- The City's assets exceeded its liabilities by \$43.26 million. Assets and deferred outflows of resources totaled \$120.5 million, while liabilities and deferred inflows of resources were \$70.74 million.
- Net position consisted of \$36.1 million classified as net investment in capital assets; \$14.9 million as restricted; and \$(1.3) million as unrestricted “deficit” net position.
- Total City-wide revenues were \$25.5 million which consists of program revenue of \$9.35 million and general revenues of \$16.16 million.
- Total City expenses were \$20.6 million, excluding transfers and special items.
- Total Governmental fund balances were \$22.06 million. Total fund balance increased by \$3.04 million.
- General Fund revenues were \$12.26 million, while General Fund expenditures were \$12.67 million. Transfers in to the General Fund from other funds were \$951,021.

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 airport 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 \$4.8 million. A significant portion of the City's net position (\$36 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 Airport fund from a governmental fund to a proprietary fund and transferred \$4.9 M in net position from governmental activities to business-type activities during the year. A total of \$14.9 million of the City’s net position was restricted at the end of the year, which was an increase of \$4.06 million (37%) from last year. The City’s unrestricted net position ended at a deficit \$1.3 million due to increases to capital assets and restricted net position.

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

Table 1 - Net Position						
	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Assets						
Current and other assets	\$ 68,410,600	\$ 62,110,893	\$ 6,455,178	\$ 5,649,153	\$ 74,865,778	\$ 67,760,046
Capital assets	28,984,555	33,217,775	7,843,254	3,374,997	36,827,809	36,592,772
Total Assets	\$ 97,395,155	\$ 95,328,668	\$ 14,298,432	\$ 9,024,150	\$ 111,693,587	\$ 104,352,818
Deferred Outflows of Resources	\$ 8,480,626	\$ 5,413,378	\$ 304,880	\$ 29,268	\$ 8,785,506	\$ 5,442,646
Liabilities						
Current and other liabilities	\$ 43,413,977	\$ 41,556,736	\$ 355,528	\$ 358,096	\$ 43,769,505	\$ 41,914,832
Noncurrent liabilities	23,797,044	20,609,731	864,550	180,141	24,661,594	20,789,872
Total Liabilities	\$ 67,211,021	\$ 62,166,467	\$ 1,220,078	\$ 538,237	\$ 68,431,099	\$ 62,704,704
Deferred Inflows of Resources	\$ 2,168,746	\$ 2,143,241	\$ 139,556	\$ 27,935	\$ 2,308,302	\$ 2,171,176
Net Position						
Net investment in capital assets	\$ 28,237,557	\$ 32,421,950	\$ 7,843,254	\$ 3,374,997	\$ 36,080,811	\$ 35,796,947
Restricted	14,927,356	10,868,535	-	-	14,927,356	10,868,535
Unrestricted (deficit)	(6,668,899)	(6,858,147)	5,400,424	5,112,249	(1,268,475)	(1,745,898)
Total Net Position	\$ 36,496,014	\$ 36,432,338	\$ 13,243,678	\$ 8,487,246	\$ 49,739,692	\$ 44,919,584

The following is a summary of the changes in net position during the year:

Table 2 - Changes in Net Position

Functions/Programs	Governmental Activities		Increase (Decrease)	Business-Type Activities		Increase (Decrease)
	2017	2016		2017	2016	
Program Revenues						
Charges for services	\$ 1,140,365	\$ 3,811,890	\$ (2,671,525)	\$ 4,035,647	\$ 3,469,366	\$ 566,281
Operating grants and contributions	4,176,241	3,876,294	299,947	-	693,071	(693,071)
Capital grants and contributions	-	-	-	-	-	-
Total Program Revenues	5,316,606	7,688,184	(2,371,578)	4,035,647	4,162,437	(126,790)
General Revenues						
Property taxes	1,954,496	1,037,556	916,940	-	-	-
Sales and use taxes	4,285,876	3,356,969	928,907	-	-	-
Sales and use taxes in-lieu	1,236,179	1,897,058	(660,879)	-	-	-
Transient occupancy taxes	626,940	523,926	103,014	-	-	-
Utility users tax	1,868,606	1,769,229	99,377	-	-	-
Franchise taxes	889,735	646,327	243,408	-	-	-
Other taxes	3,223,887	821,176	2,402,711	-	-	-
Investment earnings	308,339	238,550	69,789	41,129	37,689	3,440
Other revenues	1,662,092	1,599,079	63,013	61,267	7,070	54,197
Total General Revenues	16,056,150	11,889,870	4,166,280	102,396	44,759	57,637
Expenses						
General Government	3,007,221	2,050,798	956,423	-	-	-
Public Safety	9,377,115	8,602,715	774,400	-	-	-
Public Works	147,468	848,382	(700,914)	-	-	-
Streets and Storm Drains	1,856,714	955,548	901,166	-	-	-
Parks and Leisure	1,532,240	1,407,831	124,409	-	-	-
Transportation	-	497,251	(497,251)	-	540,867	(540,867)
Sewer Enterprise Activities	-	-	-	2,507,123	2,419,070	88,053
Airport Enterprise Activities	-	-	-	725,280	-	725,280
Health and Sanitation	88,395	116,738	(28,343)	-	-	-
Housing and Community Development	1,052,615	1,126,496	(73,881)	-	-	-
Interest on fiscal charges	294,877	311,806	(16,929)	-	-	-
Total Expenses	17,356,645	15,917,565	1,439,080	3,232,403	2,959,937	272,466
Excess (Deficiency) of Revenues over Expenses	4,016,111	3,660,489	355,622	905,640	1,247,259	(341,619)
Transfers	(3,850,792)	(6,916,349)	3,065,557	3,850,792	6,916,349	(3,065,557)
Transfers from (to) Successor Agency	50,719	3,479,404	(3,428,685)	-	-	-
Gain (loss) on Capital Asset Disposal	196,583	4,626	191,957	-	-	-
Increase / (Decrease) in Net Position	412,621	228,170	184,451	4,756,432	8,163,608	(3,407,176)
Prior Period Adjustments	(348,945)	-	(348,945)	-	-	-
Net Position, Beginning of Year	36,432,338	36,204,168	228,170	8,487,246	323,638	8,163,608
Net Position, End of Year	\$ 36,496,014	\$ 36,432,338	\$ 63,676	\$ 13,243,678	\$ 8,487,246	\$ 4,756,432

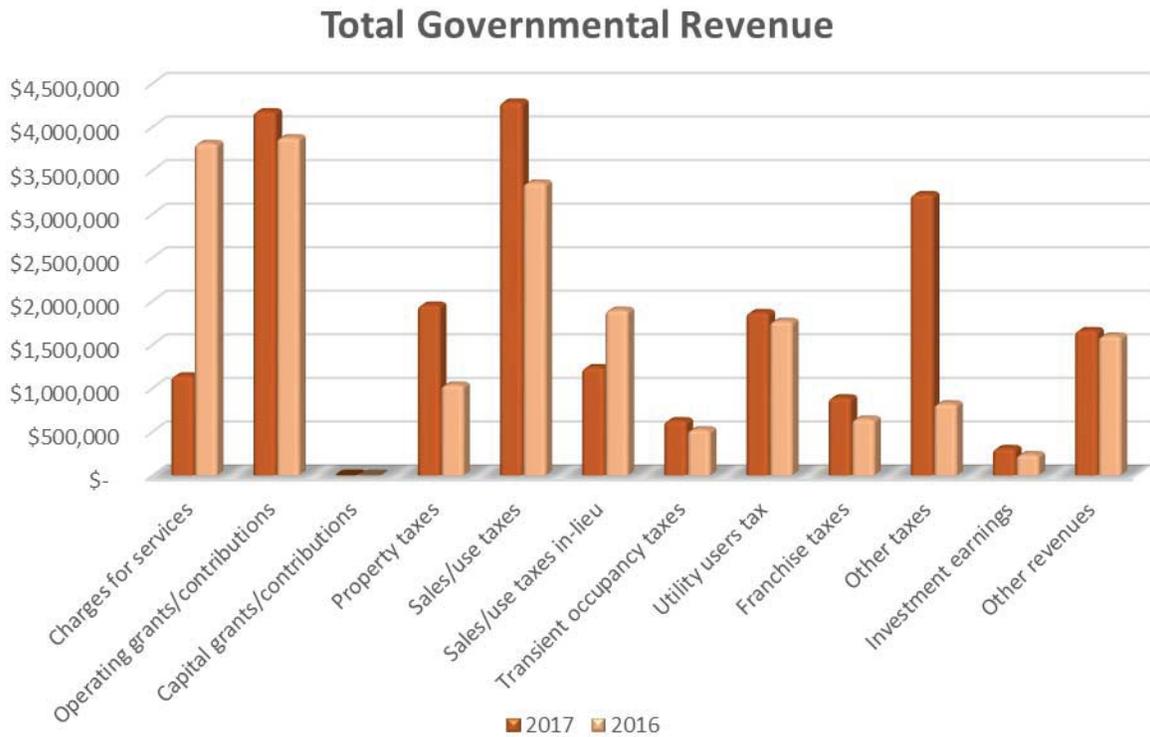
Governmental Activities

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 \$2.37 million. The City updated its accounting software during the year and changed the way classified charges for services to be in-line with changes made to City operations during the last year, resulting in this decrease to program revenues and a corresponding increase to general revenues. Prior periods were not adjusted to reflect this change, as those periods were not in error and this was simply a policy change. General revenues increased \$4.17 million from prior year and total revenues increased by \$1.8 million, mostly from taxes and assessments. The change in expenses from the prior year was an increase of \$1.44 million which is mostly attributed to increases in activities for general government, public safety and streets and storm drains.

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:

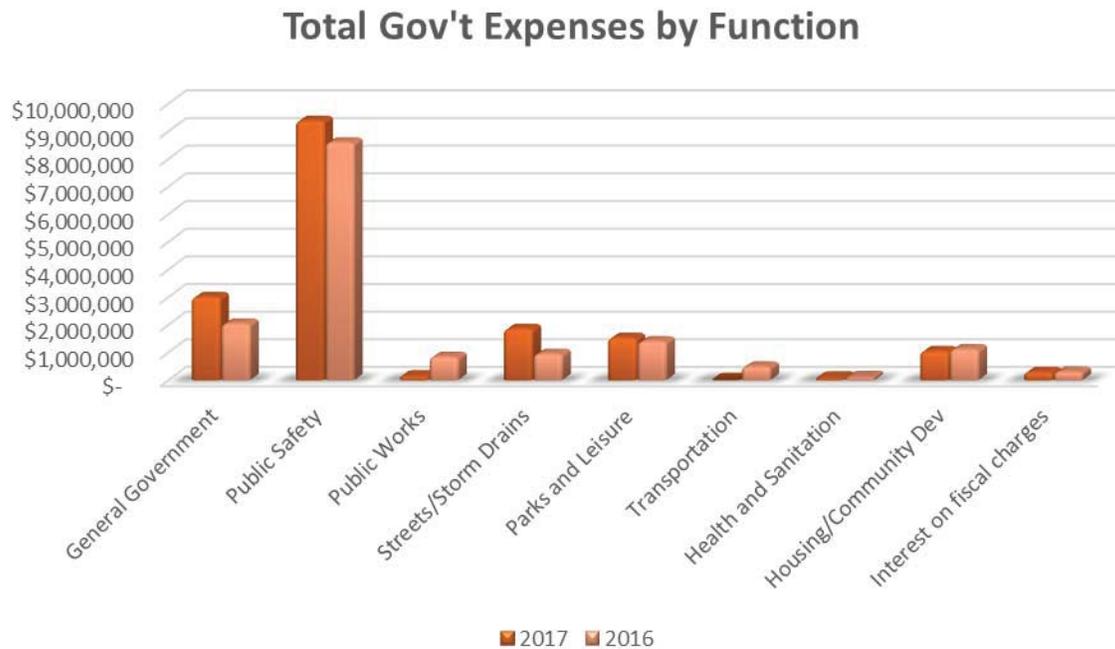


Significant changes in governmental revenues consisted of the following:

- Charge for Services decreased by \$2.67 million because the City updated its accounting software during the year and changed the way classified charges for services to be in-line with changes made to City operations.
- Operating grants increased by \$299,947 mostly because of resources received in the City’s streets and storm drains function to cover repairs, maintenance and improvements.
- Taxes and assessment increased by \$2.4 million mostly because of supplemental benefit assessments totaling \$3.1 million during the year.
- There was a increase in combined tax revenue of \$4 million because of the increase to special assessments, property values, sales taxes and franchise taxes.

Governmental Expenses

The 2016/17 expenses for Governmental Activities increased by \$1.54 mostly from increases in operations for general government, public safety and streets and storm drains as illustrated in the chart below.



Significant changes in governmental expenses consisted of the following:

- Public safety expenses increased by \$774,400 because of an increase to salaries and benefits related to that function, specifically pension expense adjustments and increased contributions related to GASB 68.
- General government expenses increased by \$956,423 because of an increase to salaries and benefits related to that function, specifically pension expense adjustments and increased contributions related to GASB 68.
- Streets and storm drain expenses increased by \$901,166 and public works expenses decreased by \$700,914 mostly because of reorganization of the chart of accounts and department classifications. The overall increase to the combined functions can be attributed to increased benefit costs related to pensions.

Business-Type Activities

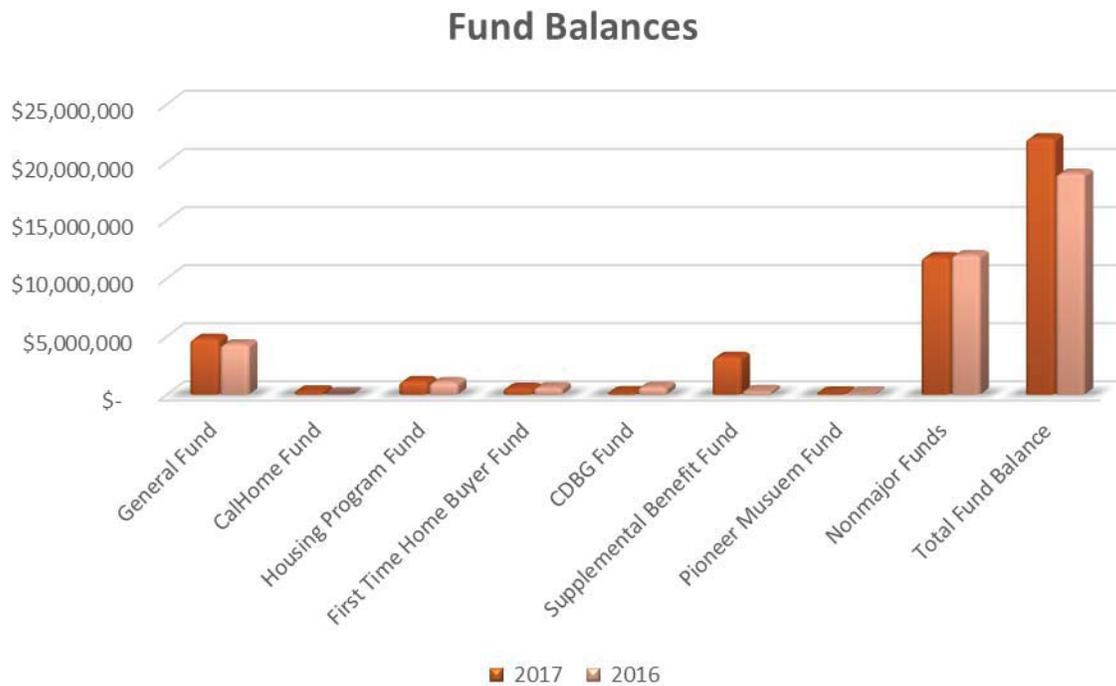
The City’s net position for business type activities increased by \$4.76 million because of the reclassification of Airport activities from governmental to business-type activities.

Total expenses for business type activities were \$3.2 million during the year, which was an increase of \$272,466 from prior year. As shown in the Statement of Activities, the bus transportation system was reclassified from an enterprise activity to a governmental activity during the year resulting to a

decrease in operating grants and contributions of \$693,071 and transportation expenses of \$540,867 in the business-type activities.

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:



The total fund balance increased by \$3.04 million during the year, including major funds and Other Governmental Funds, which can mostly be attributed to increases to taxes and assessments. Total ending fund balance was \$22.06 million. During the year, the Airport Fund was moved to an enterprise fund from a governmental-fund through a transfer of \$397,877 from the related governmental funds to the enterprise funds. The total transfers into the enterprise funds, including long-term capital assets, totaled \$4.9 million.

Governmental Funds

The fund balance of the City’s General Fund increased by \$477,828. Total revenues increased by \$1.54 million while total expenditures increased by \$400,380 from prior year. Increases to taxes directly attributed to the increase in fund balance.

Among the special revenue funds, the supplemental benefit fund had an increase of 2.94 million due to new special assessments totaling \$3.1 million. The nonmajor fund’s fund balance decreased by \$170,876 mostly because of the reclassification of the Airport fund to an enterprise fund, the change in the supplemental benefit fund to a major fund and the reorganization of the City’s chart of accounts. The changes in fund balances in the remaining major funds were not significant.

DEBT ADMINISTRATION

During the year, Long-Term Debt from governmental activities increased by \$3.2 million primarily due to increases in net pension obligations. As of June 30, 2017, \$5.26 million was considered general City obligations subject to the City’s debt limit of \$42 million. The City reported \$864,550 in net pension obligations related to business-type activities as of June 30, 2017.

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, 2017 was \$4.52 million.

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

Table 3 - Outstanding Long-Term Obligation at Year End		
	Governmental Activities	
	2017	2016
Pension Obligation Bonds	\$ 4,515,000	\$ 4,970,000
USDA COP loan	548,800	570,600
PGE Retrofit Loan	198,198	225,225
Net Pension Obligations	17,898,236	14,082,833
Net OPEB obligation	904,739	926,218
Compensated absences	573,596	677,365
Total outstanding long-term obligations	<u>\$ 24,638,569</u>	<u>\$ 21,452,241</u>
	Business-Type Activities	
	2017	2016
Net Pension Obligations	<u>\$ 864,550</u>	<u>\$ 180,141</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, 2017, net capital assets of the governmental activities totaled \$28.98 million and the net capital assets of the business type activities totaled \$7.8 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:

Table 4 - Capital Assets at Year End - Net of Accumulated Depreciation		
	Governmental Activities	
	2017	2016
Land	\$ 3,704,222	\$ 5,611,163
Land improvements	3,821,447	4,258,094
Buildings	6,682,604	7,519,407
Machinery and equipment	2,988,862	3,365,092
Infrastructure	10,372,156	11,048,755
Construction in progress	1,415,264	1,415,264
Total Capital Assets, Net of Depreciation	<u>\$ 28,984,555</u>	<u>\$ 33,217,775</u>
	Business-Type Activities	
	2017	2016
Land	2,287,233	380,292
Underground collection system	2,950,606	2,994,705
Buildings	587,173	-
Machinery and equipment	151,005	-
Infrastructure	1,867,237	-
Total Capital Assets, Net of Depreciation	<u>\$ 7,843,254</u>	<u>\$ 3,374,997</u>

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 \$11.29 million excluding transfers of \$1.15 million. The final budget was \$11.55 million, excluding transfers of \$1.15 million. The General Fund original expenditures budget was \$13.4 million. The final budget was \$12.6 million.

ECONOMIC FACTORS AND OUTLOOK

Generally speaking the economic outlook mirrors the trends of the state economy. Fortunately, we are in the midst of one of the longest periods of economic recovery in a very long time. During this period, we have seen slow and steady increases in revenues. While we continue to project slight increases in revenues, we are also running recession scenarios as economists and history caution us to be ready.

The City's public pension cost continues to be the main focus of concern for the City. Many California Cities are experiencing ballooning pension payments and are forced to cut expenses, reduced services and looking for new sources of revenue. The City Council has been proactive in looking for solutions and is closely monitoring this problem.

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/>.



BASIC FINANCIAL STATEMENTS

City of Oroville
Statement of Net Position
June 30, 2017

	Governmental Activities	Business- Type Activities	Total
ASSETS			
Current Assets:			
Cash and investments	\$ 23,046,292	\$ 5,938,154	\$ 28,984,446
Receivables	1,774,048	218,209	1,992,257
Interfund balances	(294,232)	294,232	-
Prepaid expenses	233,154	-	233,154
Inventory	52,065	4,583	56,648
Total Current Assets	<u>24,811,327</u>	<u>6,455,178</u>	<u>31,266,505</u>
Noncurrent Assets:			
Loans receivable	42,305,286	-	42,305,286
Real property held for resale	1,293,987	-	1,293,987
Capital Assets:			
Nondepreciable	5,119,486	2,287,233	7,406,719
Depreciable, net of accumulated depreciation	23,865,069	5,556,021	29,421,090
Total Capital Assets	<u>28,984,555</u>	<u>7,843,254</u>	<u>36,827,809</u>
Total Noncurrent Assets	<u>72,583,828</u>	<u>7,843,254</u>	<u>80,427,082</u>
Total Assets	<u>\$ 97,395,155</u>	<u>\$ 14,298,432</u>	<u>\$ 111,693,587</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension Adjustments	\$ 5,661,157	\$ 304,880	\$ 5,966,037
Deferred Charge for Pension Obligations	2,819,469	-	2,819,469
Total Deferred Outflows of Resources	<u>\$ 8,480,626</u>	<u>\$ 304,880</u>	<u>\$ 8,785,506</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	\$ 498,074	\$ 338,271	\$ 836,345
Payroll related liabilities	260,587	17,257	277,844
Other payables and accruals	351	-	351
Interest payable	30,000	-	30,000
Unearned revenues	41,483,440	-	41,483,440
Claims payable	300,000	-	300,000
Long-term obligations - due within one year	841,525	-	841,525
Total Current Liabilities	<u>43,413,977</u>	<u>355,528</u>	<u>43,769,505</u>
Noncurrent Liabilities:			
Long-term obligations - due in more than one year	23,797,044	864,550	24,661,594
Total Liabilities	<u>\$ 67,211,021</u>	<u>\$ 1,220,078</u>	<u>\$ 68,431,099</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension Adjustments	\$ 2,168,746	\$ 139,556	\$ 2,308,302
NET POSITION			
Net investment in capital assets	\$ 28,237,557	\$ 7,843,254	\$ 36,080,811
Restricted for:			
General Government	127,000	-	127,000
Capital Projects	3,428,442	-	3,428,442
Public Safety:			
Police	714,869	-	714,869
Fire	122,732	-	122,732
Streets and Storm Drains	5,069,788	-	5,069,788
Parks and Leisure	3,339,860	-	3,339,860
Housing and Community Development	2,094,105	-	2,094,105
Debt service	30,560	-	30,560
Total Restricted	<u>14,927,356</u>	<u>-</u>	<u>14,927,356</u>
Unrestricted (Deficit)	(6,668,899)	5,400,424	(1,268,475)
Total Net Position	<u>\$ 36,496,014</u>	<u>\$ 13,243,678</u>	<u>\$ 49,739,692</u>

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

City of Oroville
Statement of Activities
For the Year Ended June 30, 2017

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	\$ 3,007,221	\$ 601,905	\$ 219,300	\$ 821,205	\$ (2,186,016)		\$ (2,186,016)
Public Safety	9,377,115	202,794	251,805	454,599	(8,922,516)		(8,922,516)
Public Works	147,468	39,957	-	39,957	(107,511)		(107,511)
Streets and Storm Drains	1,856,714	195,314	2,333,835	2,529,149	672,435		672,435
Parks and Leisure	1,532,240	68,861	32,344	101,205	(1,431,035)		(1,431,035)
Health and Sanitation	88,395	27,443	500	27,943	(60,452)		(60,452)
Housing and Community Development	1,052,615	4,091	1,338,457	1,342,548	289,933		289,933
Interest and fiscal charges	294,877	-	-	-	(294,877)		(294,877)
Total Governmental Activities	\$ 17,356,645	\$ 1,140,365	\$ 4,176,241	\$ 5,316,606	(12,040,039)		(12,040,039)
Business-Type Activities:							
Airport	\$ 725,280	\$ 493,189	\$ -	\$ 493,189		\$ (232,091)	(232,091)
Sewer	2,507,123	3,542,458	-	3,542,458		1,035,335	1,035,335
Total Business-Type Activities	\$ 3,232,403	\$ 4,035,647	\$ -	\$ 4,035,647		803,244	803,244
General Revenues, Transfers and Special Items:							
Taxes:							
Property taxes					1,954,496	-	1,954,496
Sales and use taxes					4,285,876	-	4,285,876
Sales and use taxes in-lieu					1,236,179	-	1,236,179
Transient occupancy taxes					626,940	-	626,940
Utility users taxes					1,868,606	-	1,868,606
Franchise taxes					889,735	-	889,735
Other taxes and assessments					3,223,887	-	3,223,887
Total taxes					14,085,719	-	14,085,719
Investment earnings					308,339	41,129	349,468
Other revenues					1,662,092	61,267	1,723,359
Transfers					(3,850,792)	3,850,792	-
Special item - payments to/from Successor Agency					50,719	-	50,719
Special item - gain (loss) on disposal of capital assets					196,583	-	196,583
Total General Revenues, Transfers and Special Items					12,452,660	3,953,188	16,405,848
Change in Net Position					412,621	4,756,432	5,169,053
Net Position - Beginning of Year					36,432,338	8,487,246	44,919,584
Prior Period Adjustments					(348,945)	-	(348,945)
Net Position - Beginning of Year, As Adjusted					36,083,393	8,487,246	44,570,639
Net Position - End of Year					\$ 36,496,014	\$ 13,243,678	\$ 49,739,692

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

City of Oroville
Balance Sheet
Governmental Funds
June 30, 2017

	Major Funds								
	General Fund	CalHome Fund	Housing Program Fund	Home Grant Fund	Community Development Block Grant Fund	Supplemental Benefit Fund	Pioneer Museum Permanent Fund	Other Governmental Funds	Total Governmental Funds
ASSETS									
Cash and investments	5,056,862	\$ 264,500	\$ 1,099,925	\$ 446,107	\$ 184,892	\$ 3,259,707	\$ 101,047	\$ 11,971,336	\$ 22,384,376
Receivables:									
Accounts	1,343,650	-	60	89,644	35	-	-	207,714	1,641,103
Interest	10,623	169	9,957	783	842	2,466	-	62,024	86,864
Due from other funds	44,414	-	47,951	-	-	-	-	-	92,365
Prepaid expenses	233,154	-	-	-	-	-	-	-	233,154
Inventory	22,760	-	-	-	-	-	-	-	22,760
Loans receivable	-	4,767,025	6,060,181	16,609,687	5,884,458	-	-	8,983,935	42,305,286
Real property held for resale	153,691	-	1,140,296	-	-	-	-	-	1,293,987
Total assets	\$ 6,865,154	\$ 5,031,694	\$ 8,358,370	\$ 17,146,221	\$ 6,070,227	\$ 3,262,173	\$ 101,047	\$ 21,225,009	\$ 68,059,895
LIABILITIES AND FUND BALANCES									
Liabilities:									
Accounts payable	\$ 232,321	\$ -	\$ 466	90	\$ 41,800	\$ 21,892	\$ -	\$ 190,504	\$ 487,073
Payroll related liabilities	225,965	8,119	285	-	-	1,468	-	5,770	241,607
Other payables and accruals	351	-	-	-	-	-	-	-	351
Due to other funds	-	-	-	-	-	-	-	198,831	198,831
Unearned revenues	1,469,083	4,767,025	7,200,477	16,609,687	5,884,458	-	-	9,000,586	44,931,316
Advances from other funds	143,352	-	-	-	-	-	-	-	143,352
Total liabilities	2,071,072	4,775,144	7,201,228	16,609,777	5,926,258	23,360	-	9,395,691	46,002,530
Fund Balances:									
Nonspendable									
Inventory	22,760	-	-	-	-	-	-	-	22,760
Prepaid expenses	233,154	-	-	-	-	-	-	-	233,154
Restricted:									
Technology Fee Program	-	-	-	-	-	-	-	127,000	127,000
Capital Projects	-	-	-	-	-	-	-	3,428,442	3,428,442
Public Safety:									
Police	-	-	-	-	-	-	-	714,869	714,869
Fire	-	-	-	-	-	-	-	122,732	122,732
Streets and Storm Drains	-	-	-	-	-	-	-	5,069,788	5,069,788
Parks and Leisure	-	-	-	-	-	3,238,813	101,047	-	3,339,860
Housing and Community Development	-	256,550	1,157,142	536,444	143,969	-	-	-	2,094,105
Debt service	-	-	-	-	-	-	-	30,560	30,560
Committed:									
Capital Projects	-	-	-	-	-	-	-	258,400	258,400
Housing and Community Development	-	-	-	-	-	-	-	1,242,935	1,242,935
Future salaries and benefits	113,750	-	-	-	-	-	-	-	113,750
General reserve	-	-	-	-	-	-	-	34,512	34,512
Assigned:									
General reserve	1,500,000	-	-	-	-	-	-	-	1,500,000
Parks and Leisure	-	-	-	-	-	-	-	17,536	17,536
Health and Sanitation	-	-	-	-	-	-	-	22,681	22,681
Housing and Community Development	-	-	-	-	-	-	-	759,863	759,863
Unassigned	2,924,418	-	-	-	-	-	-	-	2,924,418
Total fund balances	4,794,082	256,550	1,157,142	536,444	143,969	3,238,813	101,047	11,829,318	22,057,365
Total liabilities and fund balances	\$ 6,865,154	\$ 5,031,694	\$ 8,358,370	\$ 17,146,221	\$ 6,070,227	\$ 3,262,173	\$ 101,047	\$ 21,225,009	\$ 68,059,895

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, 2017

Total Fund Balances - Total Governmental Funds \$ 22,057,365

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	75,761,590
Less: accumulated depreciation	(46,777,035)
Total Capital Assets	<u>28,984,555</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. (30,000)

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. 114,669

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 2,819,469

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. 5,552,919

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. (2,119,201)

Liabilities were reported for certain revenues that were not available to pay current period expenditures and were reported as unearned in the fund statements. 3,447,876

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	(4,515,000)
Net pension obligations	(17,591,305)
USDA loan payable	(548,800)
PGE retrofit loan	(198,198)
Compensated absences	(573,596)
Net other postemployment benefit liability	(904,739)
Total Long-Term Obligations	<u>(24,331,638)</u>

Net Position of Governmental Activities \$ 36,496,014

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

City of Oroville
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2017

Major Funds

	General Fund	CalHome Fund	Housing Program Fund	Home Grant Fund	Community Development Block Grant Fund	Supplemental Benefit Fund	Pioneer Museum Permanent Fund	Other Governmental Funds	Total Governmental Funds
REVENUES									
Taxes:									
Property taxes	\$ 1,954,496	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,954,496
Sales and use taxes	4,285,876	-	-	-	-	-	-	-	4,285,876
Sales and use taxes in-lieu	1,236,179	-	-	-	-	-	-	-	1,236,179
Transient occupancy taxes	626,940	-	-	-	-	-	-	-	626,940
Utility users taxes	1,868,606	-	-	-	-	-	-	-	1,868,606
Franchise taxes	844,627	-	-	-	-	-	-	45,108	889,735
Other taxes and assessments	32,344	-	-	-	-	3,100,000	-	523,313	3,655,657
License and permits	411,068	-	-	-	-	-	-	-	411,068
Fines and forfeitures	79,196	-	-	-	-	-	-	51,342	130,538
Interest, rents and concessions	74,437	3,019	41,044	17,212	25,379	4,663	-	207,803	373,557
Intergovernmental revenues	74,045	500,000	-	814,328	-	-	-	2,579,521	3,967,894
Charges for services	276,351	-	90	-	-	-	-	28,872	305,313
Other revenues	490,582	-	154,846	162,698	173,405	-	-	1,500,013	2,481,544
Total Revenues	12,254,747	503,019	195,980	994,238	198,784	3,104,663	-	4,935,972	22,187,403
EXPENDITURES									
Current:									
General Government	2,626,089	-	-	-	-	-	-	329,908	2,955,997
Public Safety	8,377,105	-	-	-	-	-	-	120,006	8,497,111
Public Works	99,233	-	-	-	-	-	-	-	99,233
Streets and Storm Drains	702,222	-	-	-	-	-	-	547,184	1,249,406
Parks and Leisure	842,357	-	-	-	-	165,095	-	-	1,007,452
Health and Sanitation	-	-	-	-	-	-	-	32,689	32,689
Housing and Community Development	-	746,469	93,615	981,552	2,080	-	-	1,892,771	3,716,487
Capital outlay	-	-	-	-	-	-	-	1,724,600	1,724,600
Debt service									
Principal retirement	27,027	-	-	-	-	-	-	476,800	503,827
Interest and fiscal charges	-	-	-	-	-	-	-	296,877	296,877
Total Expenditures	12,674,033	746,469	93,615	981,552	2,080	165,095	-	5,420,835	20,083,679
Excess (Deficiency) of Revenues over Expenditures	(419,286)	(243,450)	102,365	12,686	196,704	2,939,568	-	(484,863)	2,103,724
OTHER FINANCING SOURCES (USES)									
Proceeds from the sale of capital assets	39,608	-	-	-	-	-	-	156,975	196,583
Transfers in	951,021	500,000	-	-	207,293	-	-	2,004,567	3,662,881
Transfers out	(93,515)	-	-	(73,220)	(904,425)	-	-	(1,847,555)	(2,918,715)
Total Other Financing Sources (Uses)	897,114	500,000	-	(73,220)	(697,132)	-	-	313,987	940,749
Net Change in Fund Balances	477,828	256,550	102,365	(60,534)	(500,428)	2,939,568	-	(170,876)	3,044,473
Fund Balances Beginning	4,316,254	-	1,054,777	596,978	644,397	299,245	101,047	12,349,139	19,361,837
Prior Period Adjustments	-	-	-	-	-	-	-	(348,945)	(348,945)
Fund Balances Beginning, Adjusted	4,316,254	-	1,054,777	596,978	644,397	299,245	101,047	12,000,194	19,012,892
Fund Balances Ending	\$ 4,794,082	\$ 256,550	\$ 1,157,142	\$ 536,444	\$ 143,969	\$ 3,238,813	\$ 101,047	\$ 11,829,318	\$ 22,057,365

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, 2017

Net Change in Fund Balances - Total Governmental Funds	\$ 3,044,473
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	1,724,601
Depreciation expense	(1,413,579)
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.	(158,784)
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.	1,827,077
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.	(282,311)
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	103,768
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	455,000
USDA loan	21,800
PGE retrofit loan	27,027
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	21,478
Transfers of capital assets to Sewer enterprise funds	(4,544,241)
Amortization of prepaid pension obligation	(415,688)
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
	<hr/>
Change in Net Position of Governmental Activities	\$ 412,621
	<hr/> <hr/>

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

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

	Business-type Activities Enterprise Funds			Governmental Activities - Internal Service Funds
	Sewer Fund	Airport Fund	Totals	
ASSETS				
Current assets:				
Cash and investments	\$ 5,432,647	\$ 505,507	\$ 5,938,154	\$ 661,916
Accounts receivable	189,337	17,091	206,428	44,868
Interest receivable	10,800	981	11,781	1,213
Due from other funds	150,880	-	150,880	-
Inventory	-	4,583	4,583	29,305
Total current assets	<u>5,783,664</u>	<u>528,162</u>	<u>6,311,826</u>	<u>737,302</u>
Noncurrent assets:				
Advances to other funds	143,352	-	143,352	-
Capital assets:				
Nondepreciable	380,292	1,906,941	2,287,233	-
Depreciable, net	3,079,431	2,476,590	5,556,021	-
Total capital assets, net	<u>3,459,723</u>	<u>4,383,531</u>	<u>7,843,254</u>	<u>-</u>
Total Noncurrent assets	<u>3,603,075</u>	<u>4,383,531</u>	<u>7,986,606</u>	<u>-</u>
Total assets	<u>\$ 9,386,739</u>	<u>\$ 4,911,693</u>	<u>\$ 14,298,432</u>	<u>\$ 737,302</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension adjustments	<u>\$ 250,229</u>	<u>\$ 54,651</u>	<u>\$ 304,880</u>	<u>\$ 108,238</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 327,464	10,807	\$ 338,271	\$ 11,001
Payroll related liabilities	14,700	2,557	17,257	18,980
Due to other funds	-	-	-	44,414
Claims payable	-	-	-	300,000
Total current liabilities	<u>342,164</u>	<u>13,364</u>	<u>355,528</u>	<u>374,395</u>
Non-current liabilities:				
Net pension obligations	709,575	154,975	864,550	306,931
Total liabilities	<u>\$ 1,051,739</u>	<u>\$ 168,339</u>	<u>\$ 1,220,078</u>	<u>\$ 681,326</u>
DEFERRED INFLOWS OF RESOURCES				
Pension adjustments	<u>\$ 114,540</u>	<u>\$ 25,016</u>	<u>\$ 139,556</u>	<u>\$ 49,545</u>
NET POSITION				
Net Investment in capital assets	\$ 3,459,723	\$ 4,383,531	\$ 7,843,254	\$ -
Unrestricted	5,010,966	389,458	5,400,424	114,669
Total net position	<u>\$ 8,470,689</u>	<u>\$ 4,772,989</u>	<u>\$ 13,243,678</u>	<u>\$ 114,669</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, 2017

	Business-type Activities Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Fund	Sewer Connection Fees Fund	Local Transportation Fund	Airport Fund		
OPERATING REVENUES						
Charges for services	\$ 3,542,458	\$ -	\$ -	\$ 286,496	\$ 3,828,954	\$ 798,309
Rents and concessions	-	-	-	206,693	206,693	-
Other revenues	1,796	-	-	59,471	61,267	21,389
Total operating revenues	3,544,254	-	-	552,660	4,096,914	819,698
OPERATING EXPENSES						
Salaries and benefits	809,475	-	-	189,288	998,763	302,224
Supplies	18,233	-	-	268,342	286,575	108,087
Other services and charges	1,593,611	-	-	100,035	1,693,646	509,381
Depreciation	85,804	-	-	167,615	253,419	-
Claims	-	-	-	-	-	63,593
Total operating expenses	2,507,123	-	-	725,280	3,232,403	983,285
Operating income (loss)	1,037,131	-	-	(172,620)	864,511	(163,587)
NONOPERATING REVENUES(EXPENSES)						
Local transportation tax	-	-	-	-	-	-
Investment earnings	37,638	-	-	3,491	41,129	4,805
Total nonoperating revenues(expenses)	37,638	-	-	3,491	41,129	4,805
Income (loss) before operating transfers	1,074,769	-	-	(169,129)	905,640	(158,782)
Transfers in	970,893	-	-	4,942,118	5,913,011	-
Transfers out	(464,293)	(970,893)	(627,033)	-	(2,062,219)	-
Change in net position	1,581,369	(970,893)	(627,033)	4,772,989	4,756,432	(158,782)
Total net position - beginning	6,889,320	970,893	627,033	-	8,487,246	273,451
Total net position - ending	\$ 8,470,689	\$ -	\$ -	\$ 4,772,989	\$ 13,243,678	\$ 114,669

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, 2017

	Business-type Activities Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Sewer Fund	Sewer Connection Fees Fund	Local Transportation Fund	Airport Fund		
Cash flows from operating activities:						
Receipts from customers and users	\$ 3,363,341	\$ -	\$ -	\$ 573,046	\$ 3,936,387	\$ -
Receipts from interfund services provided	-	-	-	-	-	820,317
Payments to suppliers	(1,624,984)	-	(955)	(362,733)	(1,988,672)	(676,024)
Payments to employees	(416,234)	-	-	(63,577)	(479,811)	(226,301)
Net cash provided (used) by operating activities	1,322,123	-	(955)	146,736	1,467,904	(82,008)
Cash flows from noncapital financing activities:						
Local transportation tax	-	-	186,307	-	186,307	-
Interfund transactions	562,725	(970,893)	(627,033)	363,166	(672,035)	-
Net cash provided (used) by noncapital financing activities	562,725	(970,893)	(440,726)	363,166	(485,728)	-
Cash flows from capital financing activities:						
Purchases of capital assets	(170,530)	-	-	(6,905)	(177,435)	-
Net cash provided (used) by capital financing activities	(170,530)	-	-	(6,905)	(177,435)	-
Cash flows from investing activities:						
Investment income	26,838	-	-	2,510	29,348	3,592
Net cash provided (used) by investing activities	26,838	-	-	2,510	29,348	3,592
Net increase (decrease) in cash and cash equivalents	1,741,156	(970,893)	(441,681)	505,507	834,089	(78,416)
Cash and cash equivalents - beginning	3,691,491	970,893	441,681	-	5,104,065	740,332
Cash and cash equivalents - ending	\$ 5,432,647	\$ -	\$ -	\$ 505,507	\$ 5,938,154	\$ 661,916
Reconciliation of operating income to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 1,037,131	\$ -	\$ -	\$ (172,620)	\$ 864,511	\$ (163,587)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation expense	85,804	-	-	167,615	253,419	-
Change in operating assets and liabilities:						
Accounts receivables	(180,913)	-	-	20,386	(160,527)	(44,249)
Deferred outflows of resources	(220,961)	-	-	(54,651)	(275,612)	(81,459)
Deferred inflows of resources	86,605	-	-	25,016	111,621	23,207
Accounts payable	(13,140)	-	(955)	5,644	(8,451)	5,491
Payroll related liabilities	(1,837)	-	-	371	(1,466)	265
Net pension obligations	529,434	-	-	154,975	684,409	133,910
Interfund receivables and payables	-	-	-	-	-	44,414
Net cash provided (used) by operating activities	\$ 1,322,123	\$ -	\$ (955)	\$ 146,736	\$ 1,467,904	\$ (82,008)

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

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

	Oroville Successor Agency Private-Purpose	
	Trust Funds	Agency Funds
ASSETS		
Cash and investments	\$ 1,877,593	\$ 870,262
Receivables:		
Accounts	-	39,212
Interest	3,668	-
Real property held for resale	196,076	-
Loans receivable	221,485	-
Capital Assets:		
Non-depreciable	1,485,232	-
Depreciable, net of accumulated depreciation	329,351	-
Total assets	<u>\$ 4,113,405</u>	<u>\$ 909,474</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension adjustments	<u>\$ 42,938</u>	<u>\$ -</u>
LIABILITIES		
Accounts payable	\$ -	\$ 207,822
Payroll related liabilities	410	-
Deposits payable	-	385,879
Due to other agencies	-	315,773
Unearned revenues	417,561	-
Accrued interest	199,000	-
Non-current liabilities:		
Due within one year	920,000	-
Due in more than one year	17,489,981	-
Total liabilities	<u>\$ 19,026,952</u>	<u>\$ 909,474</u>
DEFERRED INFLOWS OF RESOURCES		
Pension adjustments	<u>\$ 19,654</u>	<u>\$ -</u>
NET POSITION		
Held in trust	<u>\$ (14,890,263)</u>	<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, 2017

	Oroville Successor Agency Private-Purpose Trust Funds
ADDITIONS	
Redevelopment property tax trust fund allocations	\$ 1,860,729
Loan collections	6,086
Investment earnings	11,460
Other additions	74,866
Total additions	<u>1,953,141</u>
DEDUCTIONS	
Administrative	153,185
Blight removal	47
Other agencies	26,499
Loan interest and fiscal charges	673,579
Depreciation	13,573
Payments and transfers to City	50,717
Other deductions	343
Total deductions	<u>917,943</u>
Change in net position	1,035,198
Total net position - beginning	<u>(15,925,461)</u>
Total net position - ending	<u>\$ (14,890,263)</u>

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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 or blended 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.

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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

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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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.

CalHome Fund

This special revenue fund accounts for the CalHome grant revenues and related expenditures.

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.

Home 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.

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.

Supplemental Benefit Fund

This special revenue fund was established to account for expenditures of amounts received from the Department of Water Resources for FERC project 2100, the Oroville facilities.

Pioneer Museum Permanent Fund

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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 proprietary fund financial statements.

Change in Presentation of Funds

During the fiscal year ended June 30, 2017, the City changed the accounting and reporting of the Airport fund from a special revenue fund to an enterprise fund through a transfer of \$397,877. The total transfers into the enterprise funds, including long-term capital assets, totaled \$4.9 million. The \$4.5 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 Airport activity in prior years was correct given the nature of that programs operations at the time. Because of recent structural and financial developments and changes, the City has determined that reporting and accounting for on-going Airport operations as an enterprise fund would be the most accurate and transparent approach.

The City also reclassified the Local Transportation Fund from an enterprise fund to a special revenue fund through a transfer of \$627,033 and renamed that fund the Local Transit Fund.

Finally, the City consolidated the Sewer Connection Fees Fund with the Sewer Fund, both enterprise funds, through a transfer of \$970,893.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

The City had the following four enterprise funds that were reported as a major proprietary funds, however the Sewer Connection Fees Fund and Local Transportation Fund were reclassified as noted above during the year.

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.

Airport Fund

The Airport Fund is used to account for lease revenues from leased airport property and annual State allocations for airport operations and improvements.

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. The City's one agency fund is the Special Deposit Trust Fund which is use to account for the collection and payment for carious deposits.

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, 2017

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. 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 (Supplies)

Inventory is valued at cost. Inventory in the General and Airport funds include 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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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

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, sidewalks, and similar items) are reported in the governmental-wide financial statements. 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 capital assets are valued at their estimated fair market value on the date received. Donated works of art and similar items and capital

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

assets received in service concession arrangements are reported at acquisition value.

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 capital 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, 2017.

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.

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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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 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:

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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 did not have any funds with deficit fund balances as of June 30, 2017, other than the Vehicle Maintenance internal service fund which will be funded with department transfers during 2017-18.

Beginning Fund Balance Adjustments

The City decreased fund balance in the EDBG fund by \$240,311 and the Housing Rehabilitation Revolving Loan Fund by \$108,634 to reconcile loans receivable to supporting repayment schedules at the beginning of the fiscal year.

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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.

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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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. 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 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 budgetary unit:

Budgetary Unit	Encumbrance
Asset Seizures	\$ 16,721
Capital Projects	3,208,388
Centennial Culture Center	9,498
Police	20,320
Totals	\$ 3,254,927

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

W. 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.

X. 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.

Y. Subsequent Events

Management has considered subsequent events through February 10, 2018, 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.

Z. New GASB Pronouncements

GASB Statement No. 77, *Tax Abatement Disclosures*. - Effective date: the requirements of this Statement are effective for reporting periods beginning after December 15, 2015 (earlier application was encouraged and was applied at the City). 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 City 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.

The implementation of this statement did not have an impact on the City's financial statements.

GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans* - Effective date: the requirements of this Statement are effective for reporting periods beginning after December 15, 2015. 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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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 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.

AA. Upcoming New Accounting Pronouncements

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. Based on the most recent actuarial study, the City's unfunded actuarial liability for other postemployment benefits was \$972,979 as of June 30, 2017.

GASB Statement No. 81, Irrevocable Split-Interest Agreements - The objective of this Statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement.

Split-interest agreements are a type of giving agreement used by donors to provide resources to two or more beneficiaries, including governments. Split-interest agreements can be created through trusts—or

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

other legally enforceable agreements with characteristics that are equivalent to split-interest agreements—in which a donor transfers resources to an intermediary to hold and administer for the benefit of a government and at least one other beneficiary. Examples of these types of agreements include charitable lead trusts, charitable remainder trusts, and life-interests in real estate.

This Statement requires that a government that receives resources pursuant to an irrevocable split-interest agreement recognize assets, liabilities, and deferred inflows of resources at the inception of the agreement. Furthermore, this Statement requires that a government recognize assets representing its beneficial interests in irrevocable split-interest agreements that are administered by a third party, if the government controls the present service capacity of the beneficial interests. This Statement requires that a government recognize revenue when the resources become applicable to the reporting period. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2016, and should be applied retroactively. Earlier application is encouraged. The City doesn't believe this statement will have a significant impact on the City's financial statements.

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.

The requirements of this Statement are effective for reporting periods beginning after June 15, 2017, except for the requirements of GASB 82 for selection of assumptions 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 for the selection of assumptions 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. The City is currently evaluating the impact on the financial statements and ensuring the required data will be available for disclosure, but does not anticipate a significant impact from the implementation of this standard.

GASB Statement No. 83, *Certain Asset Retirement Obligations*. - This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2018. Earlier application is encouraged. The City doesn't believe this statement will have a significant impact on the City's financial statements.

GASB Statement No. 84, *Fiduciary Activities*. - The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2018. Earlier application is encouraged. Management is in the process of determining the impact this statement will have on the City’s financial statements.

GASB Statement No. 86, *Certain Debt Extinguishment Issues.* - The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2017. Earlier application is encouraged. The City doesn’t believe this statement will have a significant impact on the City’s financial statements.

NOTE 2 - CASH AND INVESTMENTS

As of June 30, 2017, cash and investments were reported in the financial statements as follows:

	Statement of Net Position		Statement of Fiduciary Net Position	Total Cash and Investments
	Governmental Activities	Business-Type Activities		
Cash and investments	\$ 23,046,292	\$ 5,938,154	\$ 2,747,855	\$ 31,732,301
Total cash and investments	\$ 23,046,292	\$ 5,938,154	\$ 2,747,855	\$ 31,732,301

The City's Cash and Investments consisted of the following as of June 30, 2017:

Petty cash	\$ 800
Deposits with banks	1,987,793
Investments	29,743,708
Total cash and investments	\$ 31,732,301

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 \$1,937,560 at June 30, 2017 and were different from carrying amounts due to deposits in transit and outstanding checks. The amount uninsured was \$1,687,560 which was collateralized by securities held by pledging financial institutions.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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:

<u>Authorized Investment Type</u>	<u>Maximum Maturity (1)</u>	<u>Maximum Total of Portfolio</u>	<u>Maximum Investment in Anyone Issuer</u>
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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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)
- 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, 2017, 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 fair value of the City's position in the pool is the same as the value of the pool shares. The approved investments policy is listed on the LAIF 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.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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 & Poors. The policy does not establish minimum ratings for other authorized investments.

As of June 30, 2017, 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 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, 2017, 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, 2017.

As of June 30, 2017, the City’s investments had the following maturities and ratings:

Investment Type	Fair Value	Investment Maturities in Years		Year End Rating	Fair Value Input Level
		12 Months or Less	25 to 36 Months	Not Rated	
Local Agency Investment Fund (LAIF)	\$ 28,743,708	\$ 28,743,708	\$ -	\$ 28,743,708	Level 2
Certificates of Deposit	1,000,000	-	1,000,000	1,000,000	Level 2
Total Investments	<u>\$ 29,743,708</u>	<u>\$ 28,743,708</u>	<u>\$ 1,000,000</u>	<u>\$ 29,743,708</u>	

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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, 2017, inter-fund receivables and payables consisted of the following:

Fund	Due from Other Funds	Due to Other Funds
General Fund	\$ 44,414	\$ -
Housing Program Fund	47,951	-
Other Nonmajor Governmental Funds	-	198,831
Sewer Enterprise Fund	150,880	-
Internal Service Funds	-	44,414
Total Due from/to	\$ 243,245	\$ 243,245

Fund	Advances to Other Funds	Advances from Other Funds
General Fund	\$ -	\$ 143,352
Sewer Enterprise Fund	143,352	-
Total advances	\$ 143,352	\$ 143,352

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, 2017 were as follows:

Fund	Transfer in	Transfer out
General Fund	\$ 951,021	\$ 93,515
CalHome Fund	500,000	-
Home Grant Fund	-	73,220
Community Development Block Grant Fund	207,293	904,425
Other Nonmajor Governmental Funds	2,004,567	1,847,555
Sewer Enterprise Fund	970,893	464,293
Sewer Connection Fees Enterprise Fund	-	970,893
Local Transportation Enterprise fund	-	627,033
Airport Enterprise Fund	397,877	-
Private Purpose Trust Funds	-	50,717
Total Transfers	\$ 5,031,651	\$ 5,031,651

Transfers into the Airport Enterprise Fund reported above do not include capital assets transferred from the government-wide financial statements of \$4.5 million.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

NOTE 4 - LOANS RECEIVABLE

Loans receivable consisted of the following as of June 30, 2017:

Loans Receivable by Fund/Fund Type:	Balance			Balance June 30 2017
	June 30 2016	Additions	Retirements	
Housing Program Fund	\$ 6,348,062	\$ 194,870	\$ 482,751	\$ 6,060,181
First Time Home Buyer Grant Fund	15,832,895	1,204,103	427,311	16,609,687
Community Development Block Grant Fund	10,007,986	192,896	4,316,424	5,884,458
CalHome Fund	4,002,265	807,964	43,204	4,767,025
Other Nonmajor Governmental Funds	3,450,632	5,920,414	387,111	8,983,935
Total Governmental Funds	39,641,840	8,320,247	5,656,801	42,305,286
OSA Private Purpose Trust Fund	227,531	-	6,046	221,485
Total Loans Receivable	<u>\$ 39,869,371</u>	<u>\$ 8,320,247</u>	<u>\$ 5,662,847</u>	<u>\$ 42,526,771</u>

NOTE 5 - CAPITAL ASSETS

Capital assets for governmental activities consisted of the following as of June 30, 2017:

Governmental activities:	Balance		Adjustments/ Retirements	Balance June 30, 2017
	July 01, 2016	Additions		
Nondepreciable Capital Assets:				
Land	\$ 5,611,163	\$ -	\$ (1,906,941)	\$ 3,704,222
Construction in progress	1,415,264	-	-	1,415,264
Total nondepreciable capital assets	<u>7,026,427</u>	<u>-</u>	<u>(1,906,941)</u>	<u>5,119,486</u>
Depreciable capital assets:				
Land improvements	9,631,757	-	(1,297,177)	8,334,580
Buildings	11,664,684	-	(781,916)	10,882,768
Machinery and equipment	10,324,715	110,604	(33,463)	10,401,856
Infrastructure	42,254,215	1,613,996	(2,845,311)	41,022,900
Total depreciable capital assets	<u>73,875,371</u>	<u>1,724,600</u>	<u>(4,957,867)</u>	<u>70,642,104</u>
Accumulated depreciation:				
Land improvements	(5,373,663)	(385,942)	1,246,472	(4,513,133)
Buildings	(4,145,277)	(240,897)	186,010	(4,200,164)
Machinery and equipment	(6,959,623)	(462,423)	9,052	(7,412,994)
Infrastructure	(31,205,460)	(324,317)	879,033	(30,650,744)
Total accumulated depreciation	<u>(47,684,023)</u>	<u>(1,413,579)</u>	<u>2,320,567</u>	<u>(46,777,035)</u>
Total depreciable capital assets - net	<u>26,191,348</u>	<u>311,021</u>	<u>(2,637,300)</u>	<u>23,865,069</u>
Governmental activities capital assets, net	<u>\$ 33,217,775</u>	<u>\$ 311,021</u>	<u>\$ (4,544,241)</u>	<u>\$ 28,984,555</u>

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

General Government	\$ 48,008
Public Safety	132,133
Public Works	48,127
Streets and Storm Drains	605,949
Parks and Leisure	523,692
Health and Sanitation	55,670
Total Depreciation Expense	<u>\$ 1,413,579</u>

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

Capital assets for business-type activities consisted of the following as of June 30, 2017:

	Balance July 01, 2016	Additions	Adjustments/ Retirements	Balance June 30, 2017
Business-type activities:				
Nondepreciable Capital Assets:				
Land	\$ 380,292	\$ -	\$ 1,906,941	\$ 2,287,233
Total nondepreciable capital assets	380,292	-	1,906,941	2,287,233
Depreciable capital assets:				
Land improvements	-	-	1,297,177	1,297,177
Underground collection system	6,142,837	41,705	-	6,184,542
Buildings	-	6,905	781,916	788,821
Machinery and equipment	-	128,825	33,463	162,288
Infrastructure	-	-	2,845,311	2,845,311
Total depreciable capital assets	6,142,837	177,435	4,957,867	11,278,139
Accumulated depreciation:				
Land improvements	-	(50,705)	(1,246,472)	(1,297,177)
Underground collection system	(3,148,132)	(85,804)	-	(3,233,936)
Buildings	-	(15,638)	(186,010)	(201,648)
Machinery and equipment	-	(2,231)	(9,052)	(11,283)
Infrastructure	-	(99,041)	(879,033)	(978,074)
Total accumulated depreciation	(3,148,132)	(253,419)	(2,320,567)	(5,722,118)
Total depreciable capital assets - net	2,994,705	(75,984)	2,637,300	5,556,021
Business-type activities capital assets, net	\$ 3,374,997	\$ (75,984)	\$ 4,544,241	\$ 7,843,254

See note 1B, proprietary funds, change in presentation of funds for a description of the transfers of assets from the government-wide financial statements to the Airport enterprise fund totaling \$4.5 million.

Capital assets for the Successor Agency consisted of the following as of June 30, 2017:

	Balance July 01, 2016	Additions	Adjustments/ Retirements	Balance June 30, 2017
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	(87,128)	(8,398)	-	(95,526)
Machinery and equipment	(41,613)	(5,175)	-	(46,788)
Total accumulated depreciation	(128,741)	(13,573)	-	(142,314)
Total depreciable capital assets - net	342,924	(13,573)	-	329,351
Successor Agency capital assets - net	\$ 1,828,156	\$ (13,573)	\$ -	\$ 1,814,583

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

NOTE 6 - LONG-TERM OBLIGATIONS

The City's long-term obligations consisted of the following as of June 30, 2017:

Description	Balance June 30, 2016	Additions	Retirements	Balance June 30, 2017	Due Within One Year
Governmental Activities:					
Bonds Payable	\$ 4,970,000	\$ -	\$ 455,000	\$ 4,515,000	\$ 505,000
USDA COP Loan	570,600	-	21,800	548,800	22,700
PG&E Retrofit Loan	225,225	-	27,027	198,198	27,027
Net Pension Obligations	14,082,833	3,815,401	-	17,898,234	-
Net OPEB Obligation	926,218	92,610	114,089	904,739	-
Compensated Absences	677,365	270,407	374,176	573,596	286,798
Total Governmental Activities	<u>\$ 21,452,241</u>	<u>\$ 4,178,418</u>	<u>\$ 992,092</u>	<u>\$ 24,638,567</u>	<u>\$ 841,525</u>
Business-type Activities:					
Net Pension Obligations	\$ 180,141	\$ 684,409	\$ -	\$ 864,550	\$ -
Successor Agency:					
Net Pension Obligations	\$ -	\$ 121,759	\$ -	\$ 121,759	\$ -
Tax Allocation Bonds	19,237,103	-	948,881	18,288,222	920,000
Total Successor Agency	<u>\$ 19,237,103</u>	<u>\$ 121,759</u>	<u>\$ 948,881</u>	<u>\$ 18,409,981</u>	<u>\$ 920,000</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, 2017:

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	\$ 4,970,000	\$ 455,000	\$ 4,515,000	\$ 505,000
Total Bonds Payable - City of Oroville			<u>\$ 7,260,000</u>	<u>\$ 4,970,000</u>	<u>\$ 455,000</u>	<u>\$ 4,515,000</u>	<u>\$ 505,000</u>
Successor Agency Bonds Payable:							
Tax Allocation Refunding Bond	3-5%	2031	\$ 18,380,000	\$ 17,825,000	\$ 645,000	\$ 17,180,000	\$ 920,000
Tax Allocation Refunding Bond	0.7-0.95%	2016	525,000	230,000	230,000	-	-
Premiums - net		2031	1,255,984	1,182,103	73,881	1,108,222	-
Total Bonds Payable - Successor Agency			<u>\$ 20,160,984</u>	<u>\$ 19,237,103</u>	<u>\$ 948,881</u>	<u>\$ 18,288,222</u>	<u>\$ 920,000</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, 2017

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	
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	745,000	117,906	1,080,000	496,894	2,439,800
2023- 2027	1,405,000	109,132	6,265,000	1,610,345	9,389,477
2028- 2032	-	-	5,945,000	423,636	6,368,636
Total	<u>\$ 4,515,000</u>	<u>\$ 1,031,603</u>	<u>\$ 17,180,000</u>	<u>\$ 4,976,301</u>	<u>\$ 27,702,904</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 \$548,800 at June 30, 2017. 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
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	26,800	18,649	45,449
2023- 2027	151,900	74,798	226,698
2028- 2032	187,100	38,898	225,998
2033- 2037	86,400	3,710	90,110
Total	<u>\$ 548,800</u>	<u>\$ 221,354</u>	<u>\$ 770,154</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, 2017

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:

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Claims payable, beginning of year	\$ 300,000	\$ 300,000
Fiscal year claims and changes in estimates	328,253	362,165
Claims payments	(328,253)	(362,165)
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 \$608,372 in quarterly and annual premiums and assessments to the Authority for liability and worker's compensation insurance.

Sewerage 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 system regional facility charges. For the year ended June 30, 2017, the amount remitted to SC-OR by the

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

City of Oroville totaled \$1,286,150. 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	Sewerage 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, 2017, are summarized as follows:

	Miscellaneous		Safety		
	Tier 1	PEPRA	Tier 1	PEPRA Fire	PEPRA Police
Benefit formula	2% @ 55	2% @ 62	2% @ 50	2.7% @ 57	2.7% @ 57
Benefit vesting schedule	5 Years				
Benefit payments	Monthly for Life				
Retirement age	55	62	50	57	57
Monthly benefits as a % of eligible compensation	2.0% to 2.5%	2.00%	2.00%	2.70%	3.00%
Required employee contribution rates	6.886%	6.750%	8.925%	12.25%	12.25%
Required employer contribution rates	9.902%	7.022%	17.269%	12.821%	12.821%

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

Employees Covered - At June 30, 2017, the following employees were covered by the benefit terms for the Plans:

	<u>Miscellaneous</u>	<u>Safety</u>
Active	68	56
Transferred	44	90
Separated	42	20
Retired	117	138
Total	<u>271</u>	<u>304</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, 2017, 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	245,396	284,722
Total	<u>\$ 565,463</u>	<u>\$ 803,583</u>

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

As of June 30, 2017, 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	\$ 6,575,545
Safety	12,308,997
Total Net Pension Liability	<u>\$ 18,884,542</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, 2016, 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, 2015 rolled forward to June 30, 2016 using standard update procedures. The City's proportion of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

The City's proportionate share of the net pension liability for the Plans as of June 30, 2016 and 2017 was as follows:

	Miscellaneous	Safety
Proportion - June 30, 2016	0.1784%	0.2273%
Proportion - June 30, 2017	0.1893%	0.2377%
Change in Proportions	0.0109%	0.0103%

At June 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous		Safety	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 394,343	\$ -	\$ 1,157,973	\$ -
Changes in assumptions	-	(175,056)	-	(315,760)
Differences between expected and actual experiences	18,503	(4,240)	-	(72,421)
Change in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions	438,565	(325,807)	-	102,498
Net differences between projected and actual earnings on plan investments	1,467,435	(556,328)	2,532,156	(980,842)
Total	<u>\$ 2,318,846</u>	<u>\$ (1,061,431)</u>	<u>\$ 3,690,129</u>	<u>\$ (1,266,525)</u>

The City reported \$1,552,316 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, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending:	Deferred Outflows/(inflows) of Resources	
	Misc	Safety
2018	\$ 112,730	\$ 110,926
2019	117,494	105,014
2020	396,862	645,838
2021	235,986	403,853
Total	<u>\$ 863,072</u>	<u>\$ 1,265,631</u>

The following is a summary of pension balances as of June 30, 2017 for all plans:

Description	Net Pension Liabilities	Deferred outflows of Resources	Deferred Inflows of Resources	Pension Expense
Internal service funds	\$ 306,931	\$ 108,238	\$ 49,545	\$ 21,428
Government-wide conversion	17,591,303	5,552,919	2,119,201	886,576
Total governmental activities	17,898,234	5,661,157	2,168,746	908,004
Business-type activities	864,550	304,880	139,556	60,357
Fiduciary activities	121,759	42,938	19,654	8,500
Totals	<u>\$ 18,884,543</u>	<u>\$ 6,008,975</u>	<u>\$ 2,327,956</u>	<u>\$ 976,861</u>

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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

Valuation Date	June 30, 2015
Measurement Date	June 30, 2016
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.65%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	(1)
Investment Rate of Return	7.5% (2)
Mortality	(3)

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

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.

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

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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	20.00%	0.99%	2.43%
Inflation Sensitive	6.00%	0.45%	3.36%
Private Equity	10.00%	6.83%	6.95%
Real Estate	10.00%	4.50%	5.13%
Infrastructure and Forestland	2.00%	4.50%	5.09%
Liquidity	1.00%	-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	\$ 10,415,189	\$ 18,644,585
Current Discount Rate	7.65%	7.65%
Net Pension Liability	\$ 6,575,545	\$ 12,308,997
1% Increase	8.65%	8.65%
Net Pension Liability	\$ 3,402,272	\$ 7,108,130

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, 2017

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 \$114,089 during the 2017 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 closed 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	34,033
Adjustment to annual required contribution	<u>(41,110)</u>
Annual OPEB cost (expense)	92,610
Contributions made	<u>(114,089)</u>
Increase in net OPEB obligation	(21,479)
Net OPEB obligation - beginning of year	<u>926,218</u>
Net OPEB obligation - end of year	<u><u>\$ 904,739</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 2017 and the two preceding fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2015	\$ 92,816	63%	\$ 860,686
2016	92,816	29%	926,218
2017	92,610	123%	904,739

City of Oroville
Notes to the Basic Financial Statements
June 30, 2017

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)	\$ 6,137,561
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.

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, 2017. These projects are evidenced by contractual commitments with contractors totaling \$3,254,927. All purchase orders were closed for the fiscal year ended June 30, 2017 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, 2017, 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.

This page is intentionally blank



REQUIRED SUPPLEMENTARY INFORMATION

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
General Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Property taxes	\$ 1,492,200	\$ 1,781,931	\$ 1,954,496	\$ 172,565
Sales and use taxes	4,000,000	4,349,027	4,285,876	(63,151)
Sales and use taxes in-lieu	1,152,800	1,220,992	1,236,179	15,187
Transient occupancy taxes	454,057	543,238	626,940	83,702
Utility users taxes	1,857,841	1,469,631	1,868,606	398,975
Franchise taxes	733,879	805,786	844,627	38,841
Other taxes	40,157	32,000	32,344	344
License and permits	497,655	387,081	411,068	23,987
Fines and forfeitures	74,600	61,369	79,196	17,827
Interest, rents and concessions	18,409	68,396	74,437	6,041
Intergovernmental revenues	131,050	84,045	74,045	(10,000)
Charges for services	425,703	263,884	276,351	12,467
Other revenues	410,552	478,237	490,582	12,345
Total Revenues	11,288,903	11,545,617	12,254,747	709,130
EXPENDITURES				
Current:				
General Government:				
City Administrator	45,522	26,344	26,260	84
City Attorney	225,019	248,198	247,644	554
City Clerk	147,352	125,668	125,525	143
City Hall	110,346	93,881	100,775	(6,894)
Economic Community Enhancement	47,696	35,966	36,255	(289)
Human Resources	134,947	124,869	127,529	(2,660)
Information Technology	395,481	347,540	363,421	(15,881)
Personnel Officer	38,250	58,000	41,925	16,075
Risk Management	338,351	313,852	296,023	17,829
City Council	183,479	122,889	120,780	2,109
Treasurer	34,827	30,344	31,876	(1,532)
Finance	551,764	577,686	553,031	24,655
Planning and Development Services	684,220	579,467	555,045	24,422
Other General Government	191,214	244,091	-	244,091
Public Safety:				
Animal Control	326,500	329,129	306,380	22,749
Fire	2,748,871	2,838,847	2,820,788	18,059
Municipal Law Enforcement	601,399	516,886	511,324	5,562
Police	5,012,061	4,569,125	4,738,613	(169,488)
Public Works	122,222	70,774	99,233	(28,459)
Streets and Storm Drains	619,915	699,044	702,222	(3,178)
Parks and Leisure	836,284	679,034	842,357	(163,323)
Total Expenditures	13,395,720	12,631,634	12,674,033	(42,399)
Excess (Deficiency) of Revenues over Expenditures	(2,106,817)	(1,086,017)	(419,286)	666,731
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	39,608	39,608
Transfers in	1,148,568	1,148,568	951,021	(197,547)
Transfers out	-	-	(93,515)	(93,515)
Total Other Financing Sources (Uses)	1,148,568	1,148,568	897,114	(251,454)
Net Change in Fund Balances	(958,249)	62,551	477,828	415,277
Fund Balances Beginning	4,316,254	4,316,254	4,316,254	-
Fund Balances Ending	\$ 3,358,005	\$ 4,378,805	\$ 4,794,082	\$ 415,277

Amounts in excess of budgeted appropriations were offset by other categories or beginning fund balance.

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
CalHome Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ -	\$ -	\$ 3,019	\$ 3,019
Intergovernmental revenues	-	750,000	500,000	(250,000)
Total Revenues	-	750,000	503,019	(246,981)
EXPENDITURES				
Current:				
Housing and Community Development	-	716,748	746,469	(29,721)
Total Expenditures	-	716,748	746,469	(29,721)
Excess (Deficiency) of Revenues over Expenditures	-	33,252	(243,450)	(276,702)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	500,000	500,000
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	500,000	500,000
Net Change in Fund Balances	-	33,252	256,550	223,298
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ 33,252	\$ 256,550	\$ 223,298

Amounts in excess of budgeted appropriations were offset by other categories or beginning fund balance.

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Housing Program Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ 39,000	\$ 39,000	\$ 41,044	\$ 2,044
Charges for services	-	-	90	90
Other revenues	216,807	177,995	154,846	(23,149)
Total Revenues	255,807	216,995	195,980	(21,015)
EXPENDITURES				
Current:				
Housing and Community Development	130,000	755,089	93,615	661,474
Capital outlay	300,000	-	-	-
Total Expenditures	430,000	755,089	93,615	661,474
Excess (Deficiency) of Revenues over Expenditures	(174,193)	(538,094)	102,365	640,459
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(75,000)	-	-	-
Total Other Financing Sources (Uses)	(75,000)	-	-	-
Net Change in Fund Balances	(249,193)	(538,094)	102,365	640,459
Fund Balances Beginning	1,054,777	1,054,777	1,054,777	-
Fund Balances Ending	\$ 805,584	\$ 516,683	\$ 1,157,142	\$ 640,459

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Home Grant Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ 5,000	\$ 5,000	\$ 17,212	\$ 12,212
Intergovernmental revenues	1,025,000	696,554	814,328	117,774
Other revenues	50,000	50,000	162,698	112,698
Total Revenues	1,080,000	751,554	994,238	242,684
EXPENDITURES				
Current:				
Housing and Community Development	1,163,375	1,048,549	981,552	66,997
Total Expenditures	1,163,375	1,048,549	981,552	66,997
Excess (Deficiency) of Revenues over Expenditures	(83,375)	(296,995)	12,686	309,681
OTHER FINANCING SOURCES (USES)				
Transfers in	75,000	-	-	-
Transfers out	(120,000)	(120,000)	(73,220)	46,780
Total Other Financing Sources (Uses)	(45,000)	(120,000)	(73,220)	46,780
Net Change in Fund Balances	(128,375)	(416,995)	(60,534)	356,461
Fund Balances Beginning	596,978	596,978	596,978	-
Fund Balances Ending	\$ 468,603	\$ 179,983	\$ 536,444	\$ 356,461

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Community Development Block Grant Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Interest, rents and concessions	\$ 30,000	\$ 30,000	\$ 25,379	\$ (4,621)
Intergovernmental revenues	500,000	-	-	-
Other revenues	360,000	216,431	173,405	(43,026)
Total Revenues	890,000	246,431	198,784	(47,647)
EXPENDITURES				
Current:				
Housing and Community Development	900,000	213,662	2,080	211,582
Total Expenditures	900,000	213,662	2,080	211,582
Excess (Deficiency) of Revenues over Expenditures	(10,000)	32,769	196,704	163,935
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	207,293	207,293
Transfers out	(500,000)	(190,000)	(904,425)	(714,425)
Total Other Financing Sources (Uses)	(500,000)	(190,000)	(697,132)	(507,132)
Net Change in Fund Balances	(510,000)	(157,231)	(500,428)	(343,197)
Fund Balances Beginning	644,397	644,397	644,397	-
Fund Balances Ending	\$ 134,397	\$ 487,166	\$ 143,969	\$ (343,197)

City of Oroville
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Supplemental Benefit Fund
For the Year Ended June 30, 2017

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final		Final Budget Positive (Negative)
REVENUES				
Taxes:				
Other taxes and assessments	\$ 34,871	\$ 3,100,000	\$ 3,100,000	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	1,000	1,500	4,663	3,163
Intergovernmental revenues	100,000	-	-	-
Other revenues	-	-	-	-
Total Revenues	135,871	3,101,500	3,104,663	3,163
EXPENDITURES				
Current:				
Parks and Leisure	190,488	347,894	165,095	182,799
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	190,488	347,894	165,095	182,799
Excess (Deficiency) of Revenues over Expenditures	(54,617)	2,753,606	2,939,568	185,962
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(54,617)	2,753,606	2,939,568	185,962
Fund Balances Beginning	299,245	299,245	299,245	-
Fund Balances Ending	\$ 244,628	\$ 3,052,851	\$ 3,238,813	\$ 185,962

City of Oroville
Schedule of Pension Contributions
June 30, 2017

	2017	2016	2015
Miscellaneous Plan			
Contractually Required Contributions (Actuarially Determined)	\$ 394,343	\$ 320,067	\$ 282,921
Contributions in Relation to Actuarially Determined Contributions	394,343	320,067	282,921
Contribution Deficiency (Excess)	<u>-</u>	<u>-</u>	<u>-</u>
Covered Employee Payroll	\$ 3,496,682	\$ 3,138,454	\$ 3,108,413
Contributions as a Percentage of Covered Payroll	11.28%	10.20%	9.10%
Safety Plan			
Contractually Required Contributions (Actuarially Determined)	\$ 1,157,973	\$ 1,030,599	\$ 713,517
Contributions in Relation to Actuarially Determined Contributions	1,157,973	1,030,599	713,517
Contribution Deficiency (Excess)	<u>-</u>	<u>-</u>	<u>-</u>
Covered Employee Payroll	\$ 3,305,852	\$ 2,857,474	\$ 2,731,036
Contributions as a Percentage of Covered Payroll	35.03%	36.07%	26.13%

Notes to Schedule:

Valuation Date: June 30, 2015
Assumptions Used: Entry Age Method used for Actuarial Cost Method
Level Percentage of Payroll (Closed) Used Amortization Method
3.7 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 three years are shown.

City of Oroville
Schedule of Proportionate Share Net Pension Liability
June 30, 2017

Miscellaneous Plan	<u>2017</u>	<u>2016</u>	<u>2015</u>
City's Proportion of Net Pension Liability	0.18929%	0.17843%	0.18678%
City's Proportionate Share of Net Pension Liability	\$ 6,575,546	\$ 4,895,301	\$ 4,616,127
City's Covered Employee Payroll	\$ 3,496,682	\$ 3,138,454	\$ 3,108,413
City's Proportionate Share of NPL as a % of Covered Employee Payroll	188.05%	155.98%	148.50%
Plan Fiduciary's Net Position as a % of the TPL	76.94%	82.07%	83.03%
Safety Plan	<u>2017</u>	<u>2016</u>	<u>2015</u>
City's Proportion of Net Pension Liability	0.23766%	0.22735%	0.22317%
City's Proportionate Share of Net Pension Liability	\$ 12,308,997	\$ 9,367,673	\$ 8,371,224
City's Covered Employee Payroll	\$ 3,305,852	\$ 2,857,474	\$ 2,731,036
City's Proportionate Share of NPL as a % of Covered Employee Payroll	372.34%	327.83%	306.52%
Plan Fiduciary's Net Position as a % of the TPL	73.63%	79.07%	81.42%

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

City of Oroville
Retiree Healthcare Plan
Schedule of Funding Progress
June 30, 2017

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

This page is intentionally blank

City of Oroville
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 8,016,460	\$ 30,163	\$ 3,924,713	\$ 11,971,336
Receivables:				
Accounts	207,714	-	-	207,714
Interest	54,242	397	7,385	62,024
Loans receivable	8,983,935	-	-	8,983,935
Total assets	\$ 17,262,351	\$ 30,560	\$ 3,932,098	\$ 21,225,009
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 109,497	\$ -	\$ 81,007	\$ 190,504
Payroll related liabilities	5,770	-	-	5,770
Due to other funds	47,951	-	150,880	198,831
Unearned revenues	8,987,217	-	13,369	9,000,586
Total liabilities	9,150,435	-	245,256	9,395,691
Fund Balances:				
Restricted:				
Technology Fee Program	127,000	-	-	127,000
Capital Projects	-	-	3,428,442	3,428,442
Public Safety:				
Police	714,869	-	-	714,869
Fire	122,732	-	-	122,732
Streets and Storm Drains	5,069,788	-	-	5,069,788
Debt service	-	30,560	-	30,560
Committed:				
Capital Projects	-	-	258,400	258,400
Housing and Community Development	1,242,935	-	-	1,242,935
General reserve	34,512	-	-	34,512
Assigned:				
Parks and Leisure	17,536	-	-	17,536
Health and Sanitation	22,681	-	-	22,681
Housing and Community Development	759,863	-	-	759,863
Unassigned	-	-	-	-
Total fund balances	8,111,916	30,560	3,686,842	11,829,318
Total liabilities and fund balances	\$ 17,262,351	\$ 30,560	\$ 3,932,098	\$ 21,225,009

City of Oroville

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

Nonmajor Governmental Funds

For the Year Ended June 30, 2017

	Total Special Revenue Funds	Total Debt Service Funds	Total Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Taxes:				
Franchise taxes	\$ 45,108	\$ -	\$ -	\$ 45,108
Other taxes and assessments	523,313	-	-	523,313
License and permits	-	-	-	-
Interest, rents and concessions	177,045	2,040	28,718	207,803
Intergovernmental revenues	1,434,476	-	1,145,045	2,579,521
Charges for services	28,872	-	-	28,872
Other revenues	627,224	751,691	121,098	1,500,013
Total Revenues	2,887,380	753,731	1,294,861	4,935,972
EXPENDITURES				
Current:				
General Government	270,917	-	58,991	329,908
Public Safety	120,006	-	-	120,006
Streets and Storm Drains	547,184	-	-	547,184
Health and Sanitation	32,689	-	-	32,689
Housing and Community Development	1,892,771	-	-	1,892,771
Capital outlay	101,697	-	1,622,903	1,724,600
Debt service				
Principal retirement	-	476,800	-	476,800
Interest and fiscal charges	-	296,877	-	296,877
Total Expenditures	2,965,264	773,677	1,681,894	5,420,835
Excess (Deficiency) of Revenues over Expenditures	(77,884)	(19,946)	(387,033)	(484,863)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	156,975	-	-	156,975
Transfers in	1,794,798	50,000	159,769	2,004,567
Transfers out	(1,818,885)	-	(28,670)	(1,847,555)
Total Other Financing Sources (Uses)	132,888	50,000	131,099	313,987
Net Change in Fund Balances	55,004	30,054	(255,934)	(170,876)
Prior Period Adjustments	(348,945)	-	-	(348,945)
Fund Balances Beginning	8,405,857	506	3,942,776	12,349,139
Fund Balances Ending	\$ 8,111,916	\$ 30,560	\$ 3,686,842	\$ 11,829,318

NONMAJOR SPECIAL REVENUE FUNDS

Fund Title	Fund Description
Local Transit Fund	To account for California Article 4 transportation revenues and related 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 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.
Planning Grants 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.
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
USDA Fund	To account for USDA grant revenues and related expenditures.
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.
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.
CDBG Program Income 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.
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.
Special GAS Tax 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.
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, 2017

	Local Transit Fund	Drainage Impact Fees Fund	Park Development Fees Fund	Traffic Impact Fees Fund
ASSETS				
Cash and investments	\$ 94,532	\$ 499,046	\$ 104,202	\$ 1,689,879
Receivables:				
Accounts	-	-	-	-
Interest	311	955	197	3,179
Loans receivable	-	-	-	-
Total assets	\$ 94,843	\$ 500,001	\$ 104,399	\$ 1,693,058
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 700	\$ -	\$ -	\$ 4,461
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	3,282	-	-	-
Total liabilities	3,982	-	-	4,461
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	90,861	500,001	104,399	1,688,597
Committed:				
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Total fund balances	90,861	500,001	104,399	1,688,597
Total liabilities and fund balances	\$ 94,843	\$ 500,001	\$ 104,399	\$ 1,693,058

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	Drainage Citywide Fund	Local Transportation Fund	Regional Surface Transportation Program Fund	Technology Fee Fund
ASSETS				
Cash and investments	\$ 733,917	\$ 525,911	\$ 679,832	\$ 126,777
Receivables:				
Accounts	-	-	186,436	-
Interest	1,398	782	1,309	230
Loans receivable	-	-	-	-
Total assets	<u>\$ 735,315</u>	<u>\$ 526,693</u>	<u>\$ 867,577</u>	<u>\$ 127,007</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 7
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>7</u>
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	127,000
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	735,315	526,693	867,577	-
Committed:				
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Total fund balances	<u>735,315</u>	<u>526,693</u>	<u>867,577</u>	<u>127,000</u>
Total liabilities and fund balances	<u>\$ 735,315</u>	<u>\$ 526,693</u>	<u>\$ 867,577</u>	<u>\$ 127,007</u>

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	SB-1186 Fees Fund	Recycling Fund	Housing Administration Fund	EDBG Fund
ASSETS				
Cash and investments	\$ 4,161	\$ 24,251	\$ 214,454	\$ 31,946
Receivables:				
Accounts	-	-	-	-
Interest	8	-	410	16,005
Loans receivable	-	-	-	1,902,412
Total assets	<u>\$ 4,169</u>	<u>\$ 24,251</u>	<u>\$ 214,864</u>	<u>\$ 1,950,363</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ 4	\$ -
Payroll related liabilities	-	1,570	-	-
Due to other funds	-	-	-	47,951
Unearned revenues	-	-	-	1,902,412
Total liabilities	<u>-</u>	<u>1,570</u>	<u>4</u>	<u>1,950,363</u>
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	4,169	-	-	-
Committed:				
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	22,681	-	-
Housing and Community Development	-	-	214,860	-
Total fund balances	<u>4,169</u>	<u>22,681</u>	<u>214,860</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 4,169</u>	<u>\$ 24,251</u>	<u>\$ 214,864</u>	<u>\$ 1,950,363</u>

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	Public Safety Augmentation Fund	Police Supplemental Law Enforcement Fund	Law Enforcement Block Grant Fund	Law Enforcement Impact Fee Fund
ASSETS				
Cash and investments	\$ 22,863	\$ 62,540	\$ -	\$ 37,119
Receivables:				
Accounts	8,987	-	-	-
Interest	153	238	-	69
Loans receivable	-	-	-	-
Total assets	\$ 32,003	\$ 62,778	\$ -	\$ 37,188
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	-	-	-	-
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	32,003	62,778	-	37,188
Fire	-	-	-	-
Streets and Storm Drains	-	-	-	-
Committed:				
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Total fund balances	32,003	62,778	-	37,188
Total liabilities and fund balances	\$ 32,003	\$ 62,778	\$ -	\$ 37,188

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	Planning Grant Fund	Fire Suppression Impact Fee Fund	Fire Grant Fund	PEG Fee Fund
ASSETS				
Cash and investments	\$ 40,917	\$ 31,717	\$ -	\$ 114,831
Receivables:				
Accounts	4,565	-	-	7,705
Interest	-	56	-	196
Loans receivable	-	-	-	-
Total assets	\$ 45,482	\$ 31,773	\$ -	\$ 122,732
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 10,970	\$ -	\$ -	\$ -
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	10,970	-	-	-
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	122,732
Streets and Storm Drains	-	31,773	-	-
Committed:				
Housing and Community Development	-	-	-	-
General reserve	34,512	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Total fund balances	34,512	31,773	-	122,732
Total liabilities and fund balances	\$ 45,482	\$ 31,773	\$ -	\$ 122,732

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	General Government Development Impact Fee Fund	Lighting & Landscape Maintenance Districts Fund	Benefit Assessment Districts Fund	Westside Public Service Fund
ASSETS				
Cash and investments	\$ 44,759	\$ 17,148	\$ 47,548	\$ 414,725
Receivables:				
Accounts	-	21	-	-
Interest	81	30	92	777
Loans receivable	-	-	-	-
Total assets	\$ 44,840	\$ 17,199	\$ 47,640	\$ 415,502
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 3,090	\$ 1,188	\$ 500
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	-	-	-
Total liabilities	-	3,090	1,188	500
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	44,840	14,109	46,452	415,002
Committed:				
Housing and Community Development	-	-	-	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Total fund balances	44,840	14,109	46,452	415,002
Total liabilities and fund balances	\$ 44,840	\$ 17,199	\$ 47,640	\$ 415,502

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	Public Safety Services Fund	USDA Fund	City Housing Rehabilitation Revolving Loan Fund	Economic Development Revolving Loan Fund
ASSETS				
Cash and investments	\$ 451,687	\$ -	\$ 739,829	\$ 16,931
Receivables:				
Accounts	-	-	-	-
Interest	848	-	1,414	31
Loans receivable	-	10,132	1,297,538	43,766
Total assets	\$ 452,535	\$ 10,132	\$ 2,038,781	\$ 60,728
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 500	\$ -	\$ -	\$ -
Payroll related liabilities	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	-	10,132	1,297,538	43,766
Total liabilities	500	10,132	1,297,538	43,766
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	452,035	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	-	-	-	-
Committed:				
Housing and Community Development	-	-	741,243	16,962
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Total fund balances	452,035	-	741,243	16,962
Total liabilities and fund balances	\$ 452,535	\$ 10,132	\$ 2,038,781	\$ 60,728

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	CDBG Program Income Fund	CalHome Revolving Loan Fund	Home Housing Revolving Loan Fund	Rural Business Enterprise Grants Fund
ASSETS				
Cash and investments	\$ 635,617	\$ 222,007	\$ 17,313	\$ 17,502
Receivables:				
Accounts	-	-	-	-
Interest	1,663	425	11	34
Loans receivable	2,276,179	36,528	3,368,106	-
Total assets	\$ 2,913,459	\$ 258,960	\$ 3,385,430	\$ 17,536
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 88,077	\$ -	\$ -	\$ -
Payroll related liabilities	4,200	-	-	-
Due to other funds	-	-	-	-
Unearned revenues	2,276,179	36,528	3,368,106	-
Total liabilities	2,368,456	36,528	3,368,106	-
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	-
Public Safety:				
Police	-	-	-	-
Fire	-	-	-	-
Streets and Storm Drains	-	-	-	-
Committed:				
Housing and Community Development	-	222,432	17,324	-
General reserve	-	-	-	-
Assigned:				
Parks and Leisure	-	-	-	17,536
Health and Sanitation	-	-	-	-
Housing and Community Development	545,003	-	-	-
Total fund balances	545,003	222,432	17,324	17,536
Total liabilities and fund balances	\$ 2,913,459	\$ 258,960	\$ 3,385,430	\$ 17,536

Cont'd

City of Oroville
Combining Balance Sheet
Special Revenue Nonmajor
Governmental Funds
June 30, 2017

	City Revolving Loan Fund	Special Gas Tax Fund	Asset Seizure Fund	Total Special Revenue Nonmajor Governmental Funds
ASSETS				
Cash and investments	\$ 221,883	\$ -	\$ 130,616	\$ 8,016,460
Receivables:				
Accounts	-	-	-	207,714
Interest	23,091	-	249	54,242
Loans receivable	49,274	-	-	8,983,935
Total assets	\$ 294,248	\$ -	\$ 130,865	\$ 17,262,351
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 109,497
Payroll related liabilities	-	-	-	5,770
Due to other funds	-	-	-	47,951
Unearned revenues	49,274	-	-	8,987,217
Total liabilities	49,274	-	-	9,150,435
Fund Balances:				
Restricted:				
Technology Fee Program	-	-	-	127,000
Public Safety:				
Police	-	-	130,865	714,869
Fire	-	-	-	122,732
Streets and Storm Drains	-	-	-	5,069,788
Committed:				
Housing and Community Development	244,974	-	-	1,242,935
General reserve	-	-	-	34,512
Assigned:				
Parks and Leisure	-	-	-	17,536
Health and Sanitation	-	-	-	22,681
Housing and Community Development	-	-	-	759,863
Total fund balances	244,974	-	130,865	8,111,916
Total liabilities and fund balances	\$ 294,248	\$ -	\$ 130,865	\$ 17,262,351

Concluded

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Local Transit Fund	Drainage Impact Fees Fund	Park Development Fees Fund	Traffic Impact Fees Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	377	7,677	160,079
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	1,131	3,689	836	11,963
Intergovernmental revenues	458,535	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	459,666	4,066	8,513	172,042
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	461,818	-	-	41,152
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	30,832	-
Total Expenditures	461,818	-	30,832	41,152
Excess (Deficiency) of Revenues over Expenditures	(2,152)	4,066	(22,319)	130,890
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	627,033	-	-	-
Transfers out	(534,020)	-	-	-
Total Other Financing Sources (Uses)	93,013	-	-	-
Net Change in Fund Balances	90,861	4,066	(22,319)	130,890
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	495,935	126,718	1,557,707
Fund Balances Ending	\$ 90,861	\$ 500,001	\$ 104,399	\$ 1,688,597

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Drainage Citywide Fund	Local Transportation Fund	Regional Surface Transportation Program Fund	Canine Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	22,786	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	5,358	2,699	5,066	-
Intergovernmental revenues	-	-	186,436	-
Charges for services	-	-	-	-
Other revenues	-	176,003	-	-
Total Revenues	28,144	178,702	191,502	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	6,144	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	6,144	-
Excess (Deficiency) of Revenues over Expenditures	28,144	178,702	185,358	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	347,713	186,307	-
Transfers out	-	-	-	(1,649)
Total Other Financing Sources (Uses)	-	347,713	186,307	(1,649)
Net Change in Fund Balances	28,144	526,415	371,665	(1,649)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	707,171	278	495,912	1,649
Fund Balances Ending	\$ 735,315	\$ 526,693	\$ 867,577	\$ -

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Technology Fee Fund	SB-1186 Fees Fund	Recycling Fund	Special Aviation Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	46,544	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	857	28	-	-
Intergovernmental revenues	-	-	500	-
Charges for services	332	1,095	27,445	-
Other revenues	-	-	-	-
Total Revenues	47,733	1,123	27,945	-
EXPENDITURES				
Current:				
General Government	17,290	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Health and Sanitation	-	-	32,689	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	17,290	-	32,689	-
Excess (Deficiency) of Revenues over Expenditures	30,443	1,123	(4,744)	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	35,897	-
Transfers out	-	-	-	(368,139)
Total Other Financing Sources (Uses)	-	-	35,897	(368,139)
Net Change in Fund Balances	30,443	1,123	31,153	(368,139)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	96,557	3,046	(8,472)	368,139
Fund Balances Ending	\$ 127,000	\$ 4,169	\$ 22,681	\$ -

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures

and Changes in Fund Balances

Special Revenue Nonmajor Governmental Funds

For the Year Ended June 30, 2017

	Housing Administration Fund	EDBG Fund	Public Safety Augmentation Fund	Police Supplemental Law Enforcement Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	115,024	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	1,536	54,476	546	844
Intergovernmental revenues	-	-	-	129,324
Charges for services	-	-	-	-
Other revenues	-	246,984	-	-
Total Revenues	1,536	301,460	115,570	130,168
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	60	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	60	-	-	-
Excess (Deficiency) of Revenues over Expenditures	1,476	301,460	115,570	130,168
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	156,975	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(305,709)	(105,000)	(105,000)
Total Other Financing Sources (Uses)	156,975	(305,709)	(105,000)	(105,000)
Net Change in Fund Balances	158,451	(4,249)	10,570	25,168
Prior Period Adjustments	-	(240,311)	-	-
Fund Balances Beginning, Adjusted	56,409	244,560	21,433	37,610
Fund Balances Ending	\$ 214,860	\$ -	\$ 32,003	\$ 62,778

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Law Enforcement Block Grant Fund	Law Enforcement Impact Fee Fund	Planning Grants Fund	Fire Suppression Impact Fee Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	5,271	-	13,395
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	258	-	193
Intergovernmental revenues	-	-	219,300	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	5,529	219,300	13,588
EXPENDITURES				
Current:				
General Government	-	-	229,727	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	229,727	-
Excess (Deficiency) of Revenues over Expenditures	-	5,529	(10,427)	13,588
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	566	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	566	-	-	-
Net Change in Fund Balances	566	5,529	(10,427)	13,588
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	(566)	31,659	44,939	18,185
Fund Balances Ending	\$ -	\$ 37,188	\$ 34,512	\$ 31,773

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Fire Grant Fund	PEG Fee Fund	General Government Development Impact Fee Fund	Lighting & Landscape Maintenance Districts Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ 45,108	\$ -	\$ -
Other taxes and assessments	-	-	12,956	17,944
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	701	291	106
Intergovernmental revenues	59,809	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	59,809	45,809	13,247	18,050
EXPENDITURES				
Current:				
General Government	-	23,900	-	-
Public Safety	75,648	-	-	-
Streets and Storm Drains	-	-	-	28,408
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	75,648	23,900	-	28,408
Excess (Deficiency) of Revenues over Expenditures	(15,839)	21,909	13,247	(10,358)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(15,839)	21,909	13,247	(10,358)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	15,839	100,823	31,593	24,467
Fund Balances Ending	\$ -	\$ 122,732	\$ 44,840	\$ 14,109

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures

and Changes in Fund Balances

Special Revenue Nonmajor Governmental Funds

For the Year Ended June 30, 2017

	Benefit Assessment Districts Fund	Westside Public Service Fund	Public Safety Services Fund	USDA Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	60,630	60,630	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	361	2,889	3,149	1
Intergovernmental revenues	-	-	-	24,129
Charges for services	-	-	-	-
Other revenues	-	-	-	655
Total Revenues	361	63,519	63,779	24,785
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	2,041	-
Streets and Storm Drains	6,638	2,041	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	24,129
Capital outlay	-	36,773	-	-
Total Expenditures	6,638	38,814	2,041	24,129
Excess (Deficiency) of Revenues over Expenditures	(6,277)	24,705	61,738	656
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	(656)
Total Other Financing Sources (Uses)	-	-	-	(656)
Net Change in Fund Balances	(6,277)	24,705	61,738	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	52,729	390,297	390,297	-
Fund Balances Ending	\$ 46,452	\$ 415,002	\$ 452,035	\$ -

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Public Works Manufacturing Business Development Center Fund	City Housing Rehabilitation Revolving Loan Fund	Economic Development Revolving Loan Fund	CDBG Program Income Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	11,566	15,583	48,301
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	10,755	8,893	73,182
Total Revenues	-	22,321	24,476	121,483
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	3,350	-	1,497,295
Capital outlay	-	-	-	-
Total Expenditures	-	3,350	-	1,497,295
Excess (Deficiency) of Revenues over Expenditures	-	18,971	24,476	(1,375,812)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	510,354
Transfers out	(29,738)	-	(7,514)	(6,000)
Total Other Financing Sources (Uses)	(29,738)	-	(7,514)	504,354
Net Change in Fund Balances	(29,738)	18,971	16,962	(871,458)
Prior Period Adjustments	-	(108,634)	-	-
Fund Balances Beginning, Adjusted	29,738	830,906	-	1,416,461
Fund Balances Ending	\$ -	\$ 741,243	\$ 16,962	\$ 545,003

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	CalHome Revolving Loan Fund	Home Housing Revolving Loan Fund	Rural Business Enterprise Grants Fund	City Revolving Loan Fund
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	1,641	102	130	1,640
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	110,752	-	-
Total Revenues	1,641	110,854	130	1,640
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	352,713	-	7,498
Capital outlay	-	-	-	-
Total Expenditures	-	352,713	-	7,498
Excess (Deficiency) of Revenues over Expenditures	1,641	(241,859)	130	(5,858)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	79,220	656	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	79,220	656	-
Net Change in Fund Balances	1,641	(162,639)	786	(5,858)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	220,791	179,963	16,750	250,832
Fund Balances Ending	\$ 222,432	\$ 17,324	\$ 17,536	\$ 244,974

Cont'd

City of Oroville

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2017

	Special Gas Tax Fund	Annexation Fund	Asset Seizure Fund	Total Special Revenue Nonmajor Governmental Funds
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ 45,108
Other taxes and assessments	-	-	-	523,313
Fines and forfeitures	-	-	51,342	51,342
Interest, rents and concessions	-	-	1,104	177,045
Intergovernmental revenues	356,443	-	-	1,434,476
Charges for services	-	-	-	28,872
Other revenues	-	-	-	627,224
Total Revenues	356,443	-	52,446	2,887,380
EXPENDITURES				
Current:				
General Government	-	-	-	270,917
Public Safety	-	-	42,317	120,006
Streets and Storm Drains	983	-	-	547,184
Health and Sanitation	-	-	-	32,689
Housing and Community Development	-	7,726	-	1,892,771
Capital outlay	-	-	34,092	101,697
Total Expenditures	983	7,726	76,409	2,965,264
Excess (Deficiency) of Revenues over Expenditures	355,460	(7,726)	(23,963)	(77,884)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	156,975
Transfers in	-	7,052	-	1,794,798
Transfers out	(355,460)	-	-	(1,818,885)
Total Other Financing Sources (Uses)	(355,460)	7,052	-	132,888
Net Change in Fund Balances	-	(674)	(23,963)	55,004
Prior Period Adjustments	-	-	-	(348,945)
Fund Balances Beginning, Adjusted	-	674	154,828	8,405,857
Fund Balances Ending	\$ -	\$ -	\$ 130,865	\$ 8,111,916

Concluded

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Local Transit Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	350	350	1,131	781
Intergovernmental revenues	548,528	686,805	458,535	(228,270)
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	548,878	687,155	459,666	(227,489)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	569,415	639,818	461,818	178,000
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	569,415	639,818	461,818	178,000
Excess (Deficiency) of Revenues over Expenditures	(20,537)	47,337	(2,152)	(49,489)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	627,033	627,033
Transfers out	-	-	(534,020)	(534,020)
Total Other Financing Sources (Uses)	-	-	93,013	93,013
Net Change in Fund Balances	(20,537)	47,337	90,861	43,524
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ (20,537)	\$ 47,337	\$ 90,861	\$ 43,524

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Drainage Impact Fees Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	4,000	4,000	377	(3,623)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	350	350	3,689	3,339
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	4,350	4,350	4,066	(284)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	4,000	4,000	-	4,000
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	4,000	4,000	-	4,000
Excess (Deficiency) of Revenues over Expenditures	350	350	4,066	3,716
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	350	350	4,066	3,716
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	495,935	495,935	495,935	-
Fund Balances Ending	\$ 496,285	\$ 496,285	\$ 500,001	\$ 3,716

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Park Development Fees Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	50,000	9,840	7,677	(2,163)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	310	310	836	526
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	50,310	10,150	8,513	(1,637)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	2,500	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	134,000	30,832	30,832	-
Total Expenditures	136,500	30,832	30,832	-
Excess (Deficiency) of Revenues over Expenditures	(86,190)	(20,682)	(22,319)	(1,637)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(86,190)	(20,682)	(22,319)	(1,637)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	126,718	126,718	126,718	-
Fund Balances Ending	\$ 40,528	\$ 106,036	\$ 104,399	\$ (1,637)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Traffic Impact Fees Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	73,200	176,130	160,079	(16,051)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	11,963	11,963
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	73,200	176,130	172,042	(4,088)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	10,000	10,000	41,152	(31,152)
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	158,375	-	158,375
Total Expenditures	10,000	168,375	41,152	127,223
Excess (Deficiency) of Revenues over Expenditures	63,200	7,755	130,890	123,135
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	63,200	7,755	130,890	123,135
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	1,557,707	1,557,707	1,557,707	-
Fund Balances Ending	\$ 1,620,907	\$ 1,565,462	\$ 1,688,597	\$ 123,135

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

Drainage Citywide Fund				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	75,000	27,286	22,786	(4,500)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	350	350	5,358	5,008
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	75,350	27,636	28,144	508
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	6,000	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	150,000	-	-	-
Total Expenditures	156,000	-	-	-
Excess (Deficiency) of Revenues over Expenditures	(80,650)	27,636	28,144	508
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(80,650)	27,636	28,144	508
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	707,171	707,171	707,171	-
Fund Balances Ending	\$ 626,521	\$ 734,807	\$ 735,315	\$ 508

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Local Transportation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	350	75	2,699	2,624
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	176,003	176,003
Total Revenues	350	75	178,702	178,627
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	350	75	178,702	178,627
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	347,713	347,713
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	347,713	347,713
Net Change in Fund Balances	350	75	526,415	526,340
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	278	278	278	-
Fund Balances Ending	\$ 628	\$ 353	\$ 526,693	\$ 526,340

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	<u>Regional Surface Transportation Program Fund</u>			
	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	1,250	1,250	5,066	3,816
Intergovernmental revenues	-	185,057	186,436	1,379
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	1,250	186,307	191,502	5,195
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	6,144	(6,144)
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	300,000	-	-	-
Total Expenditures	300,000	-	6,144	(6,144)
Excess (Deficiency) of Revenues over Expenditures	(298,750)	186,307	185,358	(949)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	186,307	186,307
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	186,307	186,307
Net Change in Fund Balances	(298,750)	186,307	371,665	185,358
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	495,912	495,912	495,912	-
Fund Balances Ending	\$ 197,162	\$ 682,219	\$ 867,577	\$ 185,358

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Canine Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
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	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(1,649)	(1,649)
Total Other Financing Sources (Uses)	-	-	(1,649)	(1,649)
Net Change in Fund Balances	-	-	(1,649)	(1,649)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	1,649	1,649
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
For the Year Ended June 30, 2017

	Technology Fee Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	120,000	47,549	46,544	(1,005)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	130	130	857	727
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	332	332
Other revenues	-	-	-	-
Total Revenues	120,130	47,679	47,733	54
EXPENDITURES				
Current:				
General Government	15,000	17,296	17,290	6
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	40,000	-	-	-
Total Expenditures	55,000	17,296	17,290	6
Excess (Deficiency) of Revenues over Expenditures	65,130	30,383	30,443	60
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	65,130	30,383	30,443	60
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	96,557	96,557	96,557	-
Fund Balances Ending	\$ 161,687	\$ 126,940	\$ 127,000	\$ 60

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	SB-1186 Fees Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	3	3	28	25
Intergovernmental revenues	-	-	-	-
Charges for services	1,200	1,200	1,095	(105)
Other revenues	-	-	-	-
Total Revenues	1,203	1,203	1,123	(80)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	40	10	-	10
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	40	10	-	10
Excess (Deficiency) of Revenues over Expenditures	1,163	1,193	1,123	(70)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	1,163	1,193	1,123	(70)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	3,046	3,046	3,046	-
Fund Balances Ending	\$ 4,209	\$ 4,239	\$ 4,169	\$ (70)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Recycling Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	80	80	-	(80)
Intergovernmental revenues	50,000	500	500	-
Charges for services	13,000	27,466	27,445	(21)
Other revenues	-	-	-	-
Total Revenues	63,080	28,046	27,945	(101)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	46,200	27,805	32,689	(4,884)
Housing and Community Development	-	-	-	-
Capital outlay	15,000	-	-	-
Total Expenditures	61,200	27,805	32,689	(4,884)
Excess (Deficiency) of Revenues over Expenditures	1,880	241	(4,744)	(4,985)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	35,897	35,897	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	35,897	35,897	-
Net Change in Fund Balances	1,880	36,138	31,153	(4,985)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	(8,472)	(8,472)	(8,472)	-
Fund Balances Ending	\$ (6,592)	\$ 27,666	\$ 22,681	\$ (4,985)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Special Aviation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
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	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(368,139)	(368,139)
Total Other Financing Sources (Uses)	-	-	(368,139)	(368,139)
Net Change in Fund Balances	-	-	(368,139)	(368,139)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	368,139	368,139
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
For the Year Ended June 30, 2017

	Housing Administration Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	1,536	1,536
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	1,536	1,536
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	404,785	2,000	60	1,940
Capital outlay	-	-	-	-
Total Expenditures	404,785	2,000	60	1,940
Excess (Deficiency) of Revenues over Expenditures	(404,785)	(2,000)	1,476	3,476
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	156,975	156,975	-
Transfers in	380,000	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	380,000	156,975	156,975	-
Net Change in Fund Balances	(24,785)	154,975	158,451	3,476
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	56,409	56,409	56,409	-
Fund Balances Ending	\$ 31,624	\$ 211,384	\$ 214,860	\$ 3,476

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	EDBG Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	60,000	60,000	54,476	(5,524)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	250,000	241,314	246,984	5,670
Total Revenues	310,000	301,314	301,460	146
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	310,000	301,314	301,460	146
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(300,000)	(255,000)	(305,709)	(50,709)
Total Other Financing Sources (Uses)	(300,000)	(255,000)	(305,709)	(50,709)
Net Change in Fund Balances	10,000	46,314	(4,249)	(50,563)
Prior Period Adjustments	(240,311)	(240,311)	(240,311)	-
Fund Balances Beginning, Adjusted	244,560	244,560	244,560	-
Fund Balances Ending	\$ 14,249	\$ 50,563	\$ -	\$ (50,563)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Public Safety Augmentation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	100,000	105,294	115,024	9,730
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	546	546	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	100,000	105,840	115,570	9,730
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	100,000	105,840	115,570	9,730
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
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)	840	10,570	9,730
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	21,433	21,433	21,433	-
Fund Balances Ending	\$ 16,433	\$ 22,273	\$ 32,003	\$ 9,730

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	<u>Police Supplemental Law Enforcement Fund</u>			
	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	844	844	-
Intergovernmental revenues	105,675	136,139	129,324	(6,815)
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	105,675	136,983	130,168	(6,815)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	105,675	136,983	130,168	(6,815)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
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	675	31,983	25,168	(6,815)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	37,610	37,610	37,610	-
Fund Balances Ending	\$ 38,285	\$ 69,593	\$ 62,778	\$ (6,815)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Law Enforcement Block Grant Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	30,000	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	30,000	-	-	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	30,000	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	566	566	-
Transfers out	(30,000)	-	-	-
Total Other Financing Sources (Uses)	(30,000)	566	566	-
Net Change in Fund Balances	-	566	566	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	(566)	(566)	(566)	-
Fund Balances Ending	\$ (566)	\$ -	\$ -	\$ -

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Law Enforcement Impact Fee Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	5,300	5,300	5,271	(29)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	50	-	258	258
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	5,350	5,300	5,529	229
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,750	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	2,750	-	-	-
Excess (Deficiency) of Revenues over Expenditures	2,600	5,300	5,529	229
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	2,600	5,300	5,529	229
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	31,659	31,659	31,659	-
Fund Balances Ending	\$ 34,259	\$ 36,959	\$ 37,188	\$ 229

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Planning Grants Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	100,000	265,735	219,300	(46,435)
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	100,000	265,735	219,300	(46,435)
EXPENDITURES				
Current:				
General Government	100,000	275,625	229,727	45,898
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	100,000	275,625	229,727	45,898
Excess (Deficiency) of Revenues over Expenditures	-	(9,890)	(10,427)	(537)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(9,890)	(10,427)	(537)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	44,939	44,939	44,939	-
Fund Balances Ending	\$ 44,939	\$ 35,049	\$ 34,512	\$ (537)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Fire Suppression Impact Fee Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	2,500	14,551	13,395	(1,156)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	50	50	193	143
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	2,550	14,601	13,588	(1,013)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,500	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	2,500	-	-	-
Excess (Deficiency) of Revenues over Expenditures	50	14,601	13,588	(1,013)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	50	14,601	13,588	(1,013)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	18,185	18,185	18,185	-
Fund Balances Ending	\$ 18,235	\$ 32,786	\$ 31,773	\$ (1,013)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Fire Grant Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	75,000	59,809	59,809	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	75,000	59,809	59,809	-
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	75,000	75,648	75,648	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	75,000	75,648	75,648	-
Excess (Deficiency) of Revenues over Expenditures	-	(15,839)	(15,839)	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(15,839)	(15,839)	-
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	15,839	15,839	15,839	-
Fund Balances Ending	\$ 15,839	\$ -	\$ -	\$ -

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	PEG Fee Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ 15,000	\$ 37,403	\$ 45,108	\$ 7,705
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	260	260	701	441
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	15,260	37,663	45,809	8,146
EXPENDITURES				
Current:				
General Government	7,800	23,900	23,900	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	7,800	23,900	23,900	-
Excess (Deficiency) of Revenues over Expenditures	7,460	13,763	21,909	8,146
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	7,460	13,763	21,909	8,146
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	100,823	100,823	100,823	-
Fund Balances Ending	\$ 108,283	\$ 114,586	\$ 122,732	\$ 8,146

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	<u>General Government Development Impact Fee Fund</u>			
	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	26,200	15,226	12,956	(2,270)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	30	30	291	261
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	26,230	15,256	13,247	(2,009)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	2,750	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	2,750	-	-	-
Excess (Deficiency) of Revenues over Expenditures	23,480	15,256	13,247	(2,009)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	23,480	15,256	13,247	(2,009)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	31,593	31,593	31,593	-
Fund Balances Ending	\$ 55,073	\$ 46,849	\$ 44,840	\$ (2,009)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

Lighting & Landscape Maintenance Districts Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	23,134	17,940	17,944	4
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	50	50	106	56
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	23,184	17,990	18,050	60
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	30,165	24,663	28,408	(3,745)
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	30,165	24,663	28,408	(3,745)
Excess (Deficiency) of Revenues over Expenditures	(6,981)	(6,673)	(10,358)	(3,685)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(6,981)	(6,673)	(10,358)	(3,685)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	24,467	24,467	24,467	-
Fund Balances Ending	\$ 17,486	\$ 17,794	\$ 14,109	\$ (3,685)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Benefit Assessment Districts Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	130	130	361	231
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	130	130	361	231
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	19,451	5,146	6,638	(1,492)
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	19,451	5,146	6,638	(1,492)
Excess (Deficiency) of Revenues over Expenditures	(19,321)	(5,016)	(6,277)	(1,261)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(19,321)	(5,016)	(6,277)	(1,261)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	52,729	52,729	52,729	-
Fund Balances Ending	\$ 33,408	\$ 47,713	\$ 46,452	\$ (1,261)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Westside Public Service Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	62,200	61,820	60,630	(1,190)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	880	880	2,889	2,009
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	63,080	62,700	63,519	819
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	220	1,541	2,041	(500)
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	300,000	127,990	36,773	91,217
Total Expenditures	300,220	129,531	38,814	90,717
Excess (Deficiency) of Revenues over Expenditures	(237,140)	(66,831)	24,705	91,536
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(237,140)	(66,831)	24,705	91,536
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	390,297	390,297	390,297	-
Fund Balances Ending	\$ 153,157	\$ 323,466	\$ 415,002	\$ 91,536

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Public Safety Services Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	62,200	61,820	60,630	(1,190)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	880	880	3,149	2,269
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	63,080	62,700	63,779	1,079
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	220	-	2,041	(2,041)
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	220	-	2,041	(2,041)
Excess (Deficiency) of Revenues over Expenditures	62,860	62,700	61,738	(962)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	62,860	62,700	61,738	(962)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	390,297	390,297	390,297	-
Fund Balances Ending	\$ 453,157	\$ 452,997	\$ 452,035	\$ (962)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	USDA Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	1	1
Intergovernmental revenues	-	700	24,129	23,429
Charges for services	-	-	-	-
Other revenues	-	-	655	655
Total Revenues	-	700	24,785	24,085
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	77,882	24,129	53,753
Capital outlay	-	-	-	-
Total Expenditures	-	77,882	24,129	53,753
Excess (Deficiency) of Revenues over Expenditures	-	(77,182)	656	77,838
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	100,000	-	(100,000)
Transfers out	-	(700)	(656)	44
Total Other Financing Sources (Uses)	-	99,300	(656)	(99,956)
Net Change in Fund Balances	-	22,118	-	(22,118)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ -	\$ 22,118	\$ -	\$ (22,118)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

Public Works Manufacturing Business Development Center Fund

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
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	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(29,738)	(29,738)
Total Other Financing Sources (Uses)	-	-	(29,738)	(29,738)
Net Change in Fund Balances	-	-	(29,738)	(29,738)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	29,738	29,738
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
For the Year Ended June 30, 2017

<u>City Housing Rehabilitation Revolving Loan Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	1,500	1,500	11,566	10,066
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	50,000	17,120	10,755	(6,365)
Total Revenues	51,500	18,620	22,321	3,701
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	60,000	24,525	3,350	21,175
Capital outlay	-	-	-	-
Total Expenditures	60,000	24,525	3,350	21,175
Excess (Deficiency) of Revenues over Expenditures	(8,500)	(5,905)	18,971	24,876
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(8,500)	(5,905)	18,971	24,876
Prior Period Adjustments	-	-	(108,634)	-
Fund Balances Beginning, Adjusted	830,906	830,906	830,906	-
Fund Balances Ending	\$ 822,406	\$ 825,001	\$ 741,243	\$ 24,876

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Economic Development Revolving Loan Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	16,000	15,583	(417)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	10,000	8,893	(1,107)
Total Revenues	-	26,000	24,476	(1,524)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	26,000	24,476	(1,524)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(7,500)	(7,514)	(14)
Total Other Financing Sources (Uses)	-	(7,500)	(7,514)	(14)
Net Change in Fund Balances	-	18,500	16,962	(1,538)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	-	-	-	-
Fund Balances Ending	\$ -	\$ 18,500	\$ 16,962	\$ (1,538)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	CDBG Program Income Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	2,500	48,301	48,301	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	74,499	73,182	(1,317)
Total Revenues	2,500	122,800	121,483	(1,317)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	752,610	1,388,870	1,497,295	(108,425)
Capital outlay	-	-	-	-
Total Expenditures	752,610	1,388,870	1,497,295	(108,425)
Excess (Deficiency) of Revenues over Expenditures	(750,110)	(1,266,070)	(1,375,812)	(109,742)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	580,000	455,000	510,354	55,354
Transfers out	(5,000)	(7,000)	(6,000)	1,000
Total Other Financing Sources (Uses)	575,000	448,000	504,354	56,354
Net Change in Fund Balances	(175,110)	(818,070)	(871,458)	(53,388)
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	1,416,461	1,416,461	1,416,461	-
Fund Balances Ending	\$ 1,241,351	\$ 598,391	\$ 545,003	\$ (53,388)

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	CalHome Revolving Loan Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	500	-	1,641	1,641
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	500	-	1,641	1,641
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	52,000	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	52,000	-	-	-
Excess (Deficiency) of Revenues over Expenditures	(51,500)	-	1,641	1,641
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	86,500	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	86,500	-	-	-
Net Change in Fund Balances	35,000	-	1,641	1,641
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	220,791	220,791	220,791	-
Fund Balances Ending	\$ 255,791	\$ 220,791	\$ 222,432	\$ 1,641

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	<u>Home Housing Revolving Loan Fund</u>			
	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	400	400	102	(298)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	110,650	110,752	102
Total Revenues	400	111,050	110,854	(196)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	106,600	337,296	352,713	(15,417)
Capital outlay	-	-	-	-
Total Expenditures	106,600	337,296	352,713	(15,417)
Excess (Deficiency) of Revenues over Expenditures	(106,200)	(226,246)	(241,859)	(15,613)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	55,000	50,000	79,220	29,220
Transfers out	(500)	-	-	-
Total Other Financing Sources (Uses)	54,500	50,000	79,220	29,220
Net Change in Fund Balances	(51,700)	(176,246)	(162,639)	13,607
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	179,963	179,963	179,963	-
Fund Balances Ending	\$ 128,263	\$ 3,717	\$ 17,324	\$ 13,607

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

<u>Rural Business Enterprise Grants Fund</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	130	130
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	130	130
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	130	130
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	700	656	(44)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	700	656	(44)
Net Change in Fund Balances	-	700	786	86
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	16,750	16,750	16,750	-
Fund Balances Ending	\$ 16,750	\$ 17,450	\$ 17,536	\$ 86

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	City Revolving Loan Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	80	80	1,640	1,560
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	80	80	1,640	1,560
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	10,000	7,498	2,502
Capital outlay	-	-	-	-
Total Expenditures	-	10,000	7,498	2,502
Excess (Deficiency) of Revenues over Expenditures	80	(9,920)	(5,858)	4,062
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	80	(9,920)	(5,858)	4,062
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	250,832	250,832	250,832	-
Fund Balances Ending	\$ 250,912	\$ 240,912	\$ 244,974	\$ 4,062

Cont'd

City of Oroville
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Special Gas Tax Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Interest, rents and concessions	-	-	-	-
Intergovernmental revenues	339,098	339,098	356,443	17,345
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	339,098	339,098	356,443	17,345
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	983	(983)
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	983	(983)
Excess (Deficiency) of Revenues over Expenditures	339,098	339,098	355,460	16,362
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(339,098)	(339,098)	(355,460)	(16,362)
Total Other Financing Sources (Uses)	(339,098)	(339,098)	(355,460)	(16,362)
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
For the Year Ended June 30, 2017

	Annexation Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
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	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	7,726	(7,726)
Capital outlay	-	-	-	-
Total Expenditures	-	-	7,726	(7,726)
Excess (Deficiency) of Revenues over Expenditures	-	-	(7,726)	(7,726)
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	7,052	7,052
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	7,052	7,052
Net Change in Fund Balances	-	-	(674)	(674)
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
For the Year Ended June 30, 2017

	Asset Seizure Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Other taxes and assessments	-	-	-	-
License and permits	-	-	-	-
Fines and forfeitures	-	51,342	51,342	-
Interest, rents and concessions	300	300	1,104	804
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	300	51,642	52,446	804
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	42,317	42,317	-
Streets and Storm Drains	-	-	-	-
Parks and Leisure	-	-	-	-
Health and Sanitation	-	-	-	-
Housing and Community Development	-	-	-	-
Capital outlay	-	42,453	34,092	8,361
Total Expenditures	-	84,770	76,409	8,361
Excess (Deficiency) of Revenues over Expenditures	300	(33,128)	(23,963)	9,165
OTHER FINANCING SOURCES (USES)				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	300	(33,128)	(23,963)	9,165
Prior Period Adjustments	-	-	-	-
Fund Balances Beginning, Adjusted	154,828	154,828	154,828	-
Fund Balances Ending	\$ 155,128	\$ 121,700	\$ 130,865	\$ 9,165

Concluded

This page is intentionally blank

NONMAJOR DEBT SERVICE FUNDS

Fund Title	Fund Description
City Debt Service Fund	To account for the accumulation of resources for, and payment on, long-term obligation debt principal and interest

City of Oroville
Combining Balance Sheet
Debt Service Nonmajor Governmental Funds
June 30, 2017

	City Debt Service Fund
	<u> </u>
ASSETS	
Cash and investments	\$ 30,163
Receivables:	
Interest	397
Total assets	<u>\$ 30,560</u>
 FUND BALANCE	
Restricted:	
Debt service	\$ 30,560
Total fund balances	<u>\$ 30,560</u>

City of Oroville
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Debt Service Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	City Debt Service Fund
REVENUES	
Interest, rents and concessions	\$ 2,040
Other revenues	751,691
Total Revenues	<u>753,731</u>
EXPENDITURES	
Debt service	
Principal retirement	476,800
Interest and fiscal charges	296,877
Total Expenditures	<u>773,677</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(19,946)</u>
OTHER FINANCING SOURCES (USES)	
Transfers in	50,000
Transfers out	-
Total Other Financing Sources (Uses)	<u>50,000</u>
Net Change in Fund Balances	30,054
Fund Balances Beginning	<u>506</u>
Fund Balances Ending	<u>\$ 30,560</u>

This page is intentionally blank

NONMAJOR CAPITAL PROJECTS FUNDS

Fund Title	Fund Description
Capital Asset 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 Improvement 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.

City of Oroville
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2017

	Capital Asset Replacement Fund	New Capital Equipment Fund	Capital Improvement Fund	Bond Proceeds Capital Projects Fund	Total Capital Projects Nonmajor Governmental Funds
ASSETS					
Cash and investments	\$ 267,538	\$ 206,743	\$ 28,540	\$ 3,421,892	\$ 3,924,713
Receivables:					
Interest	648	132	55	6,550	7,385
Total assets	<u>\$ 268,186</u>	<u>\$ 206,875</u>	<u>\$ 28,595</u>	<u>\$ 3,428,442</u>	<u>\$ 3,932,098</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 17,206	63,801	\$ -	\$ -	\$ 81,007
Due to other funds	150,880	-	-	-	150,880
Unearned revenues	13,369	-	-	-	13,369
Total liabilities	<u>181,455</u>	<u>63,801</u>	<u>-</u>	<u>-</u>	<u>245,256</u>
Fund Balances:					
Restricted:					
Capital Projects	-	-	-	3,428,442	3,428,442
Committed:					
Capital Projects	86,731	143,074	28,595	-	258,400
Total fund balances	<u>86,731</u>	<u>143,074</u>	<u>28,595</u>	<u>3,428,442</u>	<u>3,686,842</u>
Total liabilities and fund balances	<u>\$ 268,186</u>	<u>\$ 206,875</u>	<u>\$ 28,595</u>	<u>\$ 3,428,442</u>	<u>\$ 3,932,098</u>

City of Oroville
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Capital Projects Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Capital Asset Replacement Fund	Capital Projects Fund	New Capital Equipment Fund	Capital Improvement Fund	Bond Proceeds Capital Projects Fund	Total Capital Projects Nonmajor Governmental Funds
REVENUES						
Interest, rents and concessions	\$ 2,794	\$ 420	\$ -	\$ 211	\$ 25,293	\$ 28,718
Intergovernmental revenues	-	1,145,045	-	-	-	1,145,045
Other revenues	-	121,098	-	-	-	121,098
Total Revenues	2,794	1,266,563	-	211	25,293	1,294,861
EXPENDITURES						
Current:						
General Government	58,991	-	-	-	-	58,991
Capital outlay	45,680	1,577,223	-	-	-	1,622,903
Total Expenditures	104,671	1,577,223	-	-	-	1,681,894
Excess (Deficiency) of Revenues over Expenditures	(101,877)	(310,660)	-	211	25,293	(387,033)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	159,769	-	-	-	159,769
Transfers out	-	-	(28,670)	-	-	(28,670)
Total Other Financing Sources (Uses)	-	159,769	(28,670)	-	-	131,099
Net Change in Fund Balances	(101,877)	(150,891)	(28,670)	211	25,293	(255,934)
Fund Balances Beginning	188,608	293,965	28,670	28,384	3,403,149	3,942,776
Fund Balances Ending	\$ 86,731	\$ 143,074	\$ -	\$ 28,595	\$ 3,428,442	\$ 3,686,842

City of Oroville
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
June 30, 2017

	Capital Asset Replacement Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ 300	\$ 300	\$ 2,794	\$ 2,494
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	300	300	2,794	2,494
EXPENDITURES				
Current:				
General Government	-	-	58,991	(58,991)
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	-	45,680	(45,680)
Total Expenditures	-	-	104,671	(104,671)
Excess (Deficiency) of Revenues over Expenditures	300	300	(101,877)	(102,177)
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	300	300	(101,877)	(102,177)
Fund Balances Beginning	188,608	188,608	188,608	-
Fund Balances Ending	\$ 188,908	\$ 188,908	\$ 86,731	\$ (102,177)

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, 2017

	Capital Projects Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ -	\$ -	\$ 420	\$ 420
Intergovernmental revenues	-	1,204,897	1,145,045	(59,852)
Other revenues	-	-	121,098	121,098
Total Revenues	-	1,204,897	1,266,563	61,666
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	1,583,000	1,577,223	5,777
Total Expenditures	-	1,583,000	1,577,223	5,777
Excess (Deficiency) of Revenues over Expenditures	-	(378,103)	(310,660)	67,443
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	131,099	159,769	28,670
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	131,099	159,769	28,670
Net Change in Fund Balances	-	(247,004)	(150,891)	96,113
Fund Balances Beginning	322,635	322,635	293,965	(28,670)
Fund Balances Ending	\$ 322,635	\$ 75,631	\$ 143,074	\$ 67,443

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, 2017

	New Capital Equipment 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	-	-	(28,670)	(28,670)
Total Other Financing Sources (Uses)	-	-	(28,670)	(28,670)
Net Change in Fund Balances	-	-	(28,670)	(28,670)
Fund Balances Beginning	-	-	28,670	28,670
Fund Balances Ending	\$ -	\$ -	\$ -	\$ -

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, 2017

	Capital Improvement Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ -	\$ -	\$ 211	\$ 211
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	211	211
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	211	211
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	211	211
Fund Balances Beginning	28,384	28,384	28,384	-
Fund Balances Ending	\$ 28,384	\$ 28,384	\$ 28,595	\$ 211

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, 2017

	Bond Proceeds Capital Projects Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest, rents and concessions	\$ 1,400	\$ 1,500	\$ 25,293	\$ 23,793
Intergovernmental revenues	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	1,400	1,500	25,293	23,793
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Safety	-	-	-	-
Streets and Storm Drains	-	-	-	-
Capital outlay	2,900,000	70,000	-	70,000
Total Expenditures	2,900,000	70,000	-	70,000
Excess (Deficiency) of Revenues over Expenditures	(2,898,600)	(68,500)	25,293	93,793
OTHER FINANCING SOURCES (USES)				
Transfers from Successor Agency	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(2,898,600)	(68,500)	25,293	93,793
Fund Balances Beginning	3,403,149	3,403,149	3,403,149	-
Fund Balances Ending	\$ 504,549	\$ 3,334,649	\$ 3,428,442	\$ 93,793

Concluded

INTERNAL SERVICE FUNDS

Fund Title	Fund Description
Payroll Revolving Fund	To account for the collection and disbursements of resources relative to payroll expenditures. A separate bank account is maintained specifically for payroll purposes.
Stores Revolving Fund	To account for the financing of materials and supplies provided to various departments of the City.
Vehicle Maintenance Fund	To account for resources earmarked for future repairs and maintenance on vehicles and equipment.
Workers' Compensation Revolving Fund	To account for activities relative to the City's workers' compensation self-insurance program.
Unemployment Insurance Fund	To account for activities relative to the City's unemployment compensation insurance program.
Vision Insurance Fund	To account for activities relative to the City's vision insurance program.

City of Oroville
Combining Statement of Net Position
Internal Service Funds
June 30, 2017

	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	\$ -	\$ 26,699	\$ -	\$ 434,658	\$ 88,158	\$ 112,401	\$ 661,916
Accounts receivable	44,868	-	-	-	-	-	44,868
Interest receivable	-	-	-	818	177	218	1,213
Inventory	-	5,529	23,776	-	-	-	29,305
Total assets	44,868	\$ 32,228	\$ 23,776	\$ 435,476	\$ 88,335	\$ 112,619	\$ 737,302
DEFERRED OUTFLOWS OF RESOURCES							
Pension adjustments	-	\$ -	\$ 108,238	\$ -	\$ -	\$ -	\$ 108,238
LIABILITIES							
Current liabilities:							
Accounts payable	454	\$ 253	\$ 7,216	\$ -	\$ 2,036	\$ 1,042	\$ 11,001
Payroll related liabilities	-	-	18,980	-	-	-	18,980
Other payables and accruals	-	-	-	-	-	-	-
Due to other funds	44,414	-	-	-	-	-	44,414
Claims payable	-	-	-	300,000	-	-	300,000
Total current liabilities	44,868	253	26,196	300,000	2,036	1,042	374,395
Non-current liabilities:							
Net pension obligations	-	-	306,931	-	-	-	306,931
Total liabilities	44,868	\$ 253	\$ 333,127	\$ 300,000	\$ 2,036	\$ 1,042	\$ 681,326
DEFERRED INFLOWS OF RESOURCES							
Pension adjustments	\$ -	\$ -	\$ 49,545	\$ -	\$ -	\$ -	\$ 49,545
NET POSITION							
Unrestricted	\$ -	\$ 31,975	\$ (250,658)	\$ 135,476	\$ 86,299	\$ 111,577	\$ 114,669
Total net position	\$ -	\$ 31,975	\$ (250,658)	\$ 135,476	\$ 86,299	\$ 111,577	\$ 114,669

City of Oroville
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2017

	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	\$ 17	\$ 484,504	\$ 262,454	\$ 25,926	\$ 25,408	\$ 798,309
Reimbursements	21,389	-	-	-	-	21,389
Total operating revenues	21,406	484,504	262,454	25,926	25,408	819,698
OPERATING EXPENSES						
Salaries and benefits	-	302,224	-	-	-	302,224
Supplies	-	108,087	-	-	-	108,087
Other services and charges	24,912	156,559	327,910	-	-	509,381
Claims	-	-	343	41,668	21,582	63,593
Total operating expenses	24,912	566,870	328,253	41,668	21,582	983,285
Operating income (loss)	(3,506)	(82,366)	(65,799)	(15,742)	3,826	(163,587)
NONOPERATING REVENUES(EXPENSES)						
Investment earnings	-	-	3,214	738	853	4,805
Total nonoperating revenues(expenses)	-	-	3,214	738	853	4,805
Income (loss) before operating transfers	(3,506)	(82,366)	(62,585)	(15,004)	4,679	(158,782)
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Change in net position	(3,506)	(82,366)	(62,585)	(15,004)	4,679	(158,782)
Total net position - beginning	35,481	(168,292)	198,061	101,303	106,898	273,451
Total net position - ending	\$ 31,975	\$ (250,658)	\$ 135,476	\$ 86,299	\$ 111,577	\$ 114,669

City of Oroville
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2017

	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	\$ -	\$ 21,406	\$ 485,123	\$ 262,454	\$ 25,926	\$ 25,408	\$ 820,317
Payments to suppliers and providers	-	(24,659)	(261,217)	(328,253)	(40,678)	(21,217)	(676,024)
Payments to employees	-	-	(226,301)	-	-	-	(226,301)
Net cash provided (used) by operating activities	-	(3,253)	(2,395)	(65,799)	(14,752)	4,191	(82,008)
Cash flows from investing activities:							
Investment income	-	-	-	2,396	561	635	3,592
Net cash provided (used) by investing activities	-	-	-	2,396	561	635	3,592
Net increase (decrease) in cash and cash equivalents	-	(3,253)	(2,395)	(63,403)	(14,191)	4,826	(78,416)
Cash and cash equivalents - beginning	-	29,952	2,395	498,061	102,349	107,575	740,332
Cash and cash equivalents - ending	\$ -	\$ 26,699	\$ -	\$ 434,658	\$ 88,158	\$ 112,401	\$ 661,916
Reconciliation of operating income to net cash provided (used) by operating activities:							
Operating income (loss)	\$ -	\$ (3,506)	\$ (82,366)	\$ (65,799)	\$ (15,742)	\$ 3,826	\$ (163,587)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Change in operating assets and liabilities:							
Accounts receivables	(44,868)	-	619	-	-	-	(44,249)
Deferred outflows of resources	-	-	(81,459)	-	-	-	(81,459)
Deferred inflows of resources	-	-	23,207	-	-	-	23,207
Accounts payable	454	253	3,429	-	990	365	5,491
Payroll related liabilities	-	-	265	-	-	-	265
Net pension obligations	-	-	133,910	-	-	-	133,910
Interfund receivables and payables	44,414	-	-	-	-	-	44,414
Net cash provided (used) by operating activities	\$ -	\$ (3,253)	\$ (2,395)	\$ (65,799)	\$ (14,752)	\$ 4,191	\$ (82,008)

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, 2017

	Special Deposit Trust Funds	Total Agency Funds
	<u> </u>	<u> </u>
ASSETS		
Current assets:		
Cash and investments	\$ 870,262	\$ 870,262
Receivables	39,212	39,212
Total assets	<u><u>\$ 909,474</u></u>	<u><u>\$ 909,474</u></u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 207,822	\$ 207,822
Deposits payable	385,879	385,879
Due to other agencies	315,773	315,773
Total liabilities	<u><u>\$ 909,474</u></u>	<u><u>\$ 909,474</u></u>

City of Oroville
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2017

Special Deposit Trust Fund	Balance July 01, 2016	Additions	Deductions	Balance June 30, 2017
ASSETS				
Cash and investments	808,372	\$ 214,104	\$ 152,214	\$ 870,262
Receivables	-	39,212	-	39,212
Total assets	\$ 808,372	\$ 253,316	\$ 152,214	\$ 909,474
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 28,444	\$ 207,822	\$ 28,444	\$ 207,822
Deposits payable	340,385	45,494	-	385,879
Due to other agencies	439,543	-	123,770	315,773
Total liabilities	\$ 808,372	\$ 253,316	\$ 152,214	\$ 909,474

This page is intentionally blank



STATISTICAL SECTION

This page is intentionally blank

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)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental activities:										
Net investment in capital assets	\$ 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	\$ 28,237,557
Restricted	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	14,927,356
Unrestricted	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)	(6,668,899)
Total Governmental Activities Net Position	\$ 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	\$ 36,496,014
Business-type activities:										
Net investment in capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,374,997	\$ 7,843,254
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	868,639	805,669	701,394	639,487	329,224	236,064	422,283	323,638	5,112,249	5,400,424
Total Business-Type Activities Net Position	\$ 868,639	\$ 805,669	\$ 701,394	\$ 639,487	\$ 329,224	\$ 236,064	\$ 422,283	\$ 323,638	\$ 8,487,246	\$ 13,243,678
Primary government:										
Net investment in capital assets	\$ 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	\$ 36,080,811
Restricted	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	14,927,356
Unrestricted	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)	(1,268,475)
Total Primary Government Net Position	\$ 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	\$ 49,739,692

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Governmental Activities:										
General Government	\$ 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	\$ 3,007,221
Public Safety	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	9,377,115
Public Works	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	147,468
Streets and Storm Drains	1,707,890	949,237	825,763	835,234	1,009,836	819,108	638,448	1,194,193	955,548	1,856,714
Parks and Leisure	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	1,532,240
Transportation	608,313	509,462	503,689	553,893	691,645	735,007	592,427	467,993	497,251	-
Health and Sanitation	1,356,115	1,360,243	1,344,401	1,646,946	1,686,298	1,716,356	1,493,462	2,036,146	1,166,738	88,395
Housing and Community Development	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	1,052,615
Interest and Fiscal Charges	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	294,877
Total Governmental Activities Expenses	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	17,356,645
Business-Type Activities:										
Local Transportation	429,477	485,875	294,466	350,471	505,722	519,619	488,493	560,820	540,867	-
Airport	-	-	-	-	-	-	-	-	-	725,280
Sewer	-	-	-	-	-	-	-	-	2,419,070	2,507,123
Total Business-Type Activities Expenses	429,477	485,875	294,466	350,471	505,722	519,619	488,493	560,820	2,959,937	3,232,403
Total Primary Government Expenses	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	20,589,048
Program Revenues										
Governmental Activities:										
Charges For Services:										
General Government	1,045,071	777,362	625,720	360,093	456,382	652,142	1,044,339	775,672	1,054,814	601,905
Public Safety	529,571	456,466	113,641	246,808	200,056	346,903	586,558	804,884	919,375	202,794
Public Works	418,601	176,576	206,077	251,008	441,321	321,388	90,817	79,194	155,690	39,957
Streets and Storm Drains	503,593	148,727	50,272	83,120	96,294	195,273	168,645	215,264	1,284,246	195,314
Transportation	556,697	460,937	560,095	523,175	497,683	506,070	126,747	266,076	42,964	-
Parks and Leisure	190,298	713,658	16,998	50,880	126,649	65,633	292,342	88,043	333,735	68,861
Health and Sanitation	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	27,443
Housing and Community Development	3,223,725	1,976,395	1,040,798	2,945,493	1,762,107	2,983,632	1,346,634	-	1,869	4,091
Operating Grants and Contributions	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	4,176,241
Capital Grants and Contributions	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	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	5,316,606
Business-Type Activities:										
Charges For Services:										
Local Transportation	6,975	5,051	6,121	6,991	10,207	11,206	8,328	11,569	11,558	-
Airport	-	-	-	-	-	-	-	-	-	493,189
Sewer	-	-	-	-	-	-	-	-	3,457,808	3,542,458
Operating Grants and Contributions	520,174	401,230	540,043	460,262	475,194	505,692	575,078	545,208	693,071	-
Total Business-Type Activities Program Revenues	527,149	406,281	546,164	467,253	485,401	516,898	583,406	556,777	4,162,437	4,035,647
Total Primary Government Program Revenues	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	9,352,253
Net Expense/(Revenue)										
Governmental activities	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	12,040,039
Business-Type activities	(97,672)	79,594	(251,698)	(116,782)	20,321	2,721	(94,913)	4,043	(1,202,500)	(803,244)
Total Primary Government Net Expense	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	11,236,795

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

	2008	2009	2010	2011	2012	2013	2014	2015	2017	2017
General Revenues and Other Changes In Net Position										
Governmental Activities:										
Taxes:										
Property Taxes	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	1,954,496
Sales and Use Taxes	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	4,285,876
Sales and Use Taxes In-Lieu	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	1,236,179
Transient Occupancy Tax	320,145	320,008	334,870	346,716	363,530	421,261	426,190	469,311	523,926	626,940
Utility Users Tax	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	1,868,606
Franchise Tax	395,561	488,888	453,175	442,870	422,213	439,968	513,879	656,824	646,327	889,735
Other Taxes	55,679	23,053	36,545	28,101	26,733	32,558	326,716	428,337	821,176	3,223,887
Investment Earnings	285,453	177,202	138,643	146,561	74,472	15,237	296,696	268,334	238,550	308,339
Unrestricted Grants and Contributions	361,927	89,741	79,779	277,000	-	-	-	-	-	-
Other Revenues	-	-	-	-	-	-	738,796	949,861	1,599,079	1,662,092
Transfers	-	-	361,076	182,038	291,369	91,000	434,055	96,545	(6,916,349)	(3,850,792)
Special Items	-	-	-	-	-	-	-	(2,719,193)	3,484,030	247,302
Total Governmental Activities	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	12,452,660
Business-Type Activities:										
Investment Earnings	31,735	16,624	5,103	3,349	1,427	561	307	710	37,689	41,129
Other Revenues	-	-	-	-	-	-	-	-	7,070	61,267
Transfers	-	-	(361,076)	(182,038)	(291,369)	(91,000)	91,000	(96,545)	6,916,349	3,850,792
Total Business-Type Activities	31,735	16,624	(355,973)	(178,689)	(289,942)	(90,439)	91,307	(95,835)	6,961,108	3,953,188
Total Primary Government	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	16,405,848
Extraordinary Item	-	-	(2,387,525)	(491,549)	11,509,606	-	-	-	-	-
Change In Net Position										
Governmental activities	5,062,858	2,998,660	(982,446)	3,597,051	7,769,631	(1,801,138)	651,915	(3,039,596)	228,170	412,621
Business-Type activities	129,407	(62,970)	(104,275)	(61,907)	(310,263)	(93,160)	186,220	(99,878)	8,163,608	4,756,432
Total Primary Government	\$ 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	\$ 5,169,053

Page 2 of 2 (concluded)

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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund:										
Nonspendable			1,826,619	\$ 1,824,021	\$ 30,837	\$ 32,595	\$ 32,594	\$ 21,433	\$ 22,760	\$ 255,914
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	113,750
Assigned			562,822	473,976	291,753	1,872,963	20,463	820,463	800,000	1,500,000
Unassigned			1,247,468	2,202,839	2,854,813	978,552	1,607,181	2,572,758	1,548,610	2,924,418
Reserved	\$ 2,003,949	\$ 2,018,270								
Unreserved	2,785,687	2,860,538								
Total General Fund	\$ 4,789,636	\$ 4,878,808	\$ 4,611,423	\$ 5,449,119	\$ 4,000,858	\$ 4,014,794	\$ 2,849,097	\$ 3,780,058	\$ 4,316,254	\$ 4,794,082
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	14,927,356
Committed			1,611,294	1,885,323	5,702,469	4,729,430	4,034,540	2,775,227	2,165,140	1,535,847
Assigned			10,267,952	11,290,586	2,076,673	2,192,962	3,398,319	4,823,795	2,015,857	800,080
Unassigned ²⁾			(21,597,756)	(20,363,240)	(299,117)	(283,252)	(405,880)	(429,991)	(9,038)	-
Reserved	\$ 34,614,264	\$ 34,645,371								
Unreserved, Reported In:										
Special Revenue Funds	(12,707,204)	(11,045,637)								
Debt Service Funds	331,666	473,059								
Capital Projects Funds	6,427,663	5,473,637								
Total All Other Governmental Funds	\$ 28,666,389	\$ 29,546,430	\$ 25,994,827	\$ 29,052,242	\$ 41,229,492	\$ 39,778,835	\$ 40,914,100	\$ 15,598,609	\$ 15,045,583	\$ 17,263,283

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)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues										
Taxes	\$ 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	\$ 14,517,489
Licenses and Permits	902,469	305,279	273,071	330,726	548,712	521,567	558,078	611,896	1,744,810	411,068
Fines and Forfeitures	81,311	80,813	105,202	54,793	82,220	79,213	85,734	59,945	72,235	130,538
Interest, Rents, and Concessions	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	373,557
Intergovernmental Revenues	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	3,967,894
Charges for Services	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	305,313
Other Revenues	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	2,481,544
Total Revenues	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	22,187,403
Expenditures										
General Government	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	2,955,997
Public Safety	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	8,497,111
Public Works	392,907	448,931	183,024	252,524	337,704	361,507	240,738	181,030	169,127	99,233
Streets and Storm Drains	998,588	978,716	835,452	822,465	982,306	808,367	625,486	1,152,114	1,085,360	1,249,406
Parks and Leisure	984,536	1,103,583	1,067,041	1,334,756	1,288,537	1,006,295	803,675	839,273	962,956	1,007,452
Transportation	525,557	425,549	420,940	465,155	548,814	586,053	439,095	362,474	444,968	-
Health and Sanitation	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	32,689
Housing and Community Development	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	3,716,487
Capital Outlay	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	1,724,600
Debt Service:										
Principal Retirement	3,541,299	863,369	993,160	1,052,407	1,112,124	1,130,295	1,154,200	1,230,000	430,900	503,827
Interest and Fiscal Charges	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	296,877
Total Expenditures	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	20,083,679
Excess of Revenues Over(Under) Expenditures	(1,864,503)	179,095	(2,182,201)	3,990,562	(3,535,891)	(1,791,394)	(499,496)	(2,134,873)	965,858	2,103,724
Other Financing Sources(Uses)										
Transfers In	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	3,870,174
Transfers Out	(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)	(3,126,008)
Transfers from Successor Agency	-	-	-	-	-	-	-	-	3,395,434	-
Proceeds from the Sale of Capital Assets	-	-	-	-	-	-	-	-	-	196,583
Defeasance of Long-term Debt	-	-	-	-	-	-	-	(20,323,437)	-	-
Other Long-Term Debt Proceeds	169,347	289,920	145,903	-	264,177	-	-	-	-	-
Total Other Financing Sources(Uses)	452,730	790,118	389,662	846,950	654,862	354,673	469,056	(22,441,837)	(982,688)	940,749
Extraordinary Item	-	-	(2,387,525)	(491,549)	13,129,166	-	-	-	-	-
Net Change In Fund Balances	\$ (1,411,773)	\$ 969,213	\$ (4,180,064)	\$ 4,345,963	\$ 10,248,137	\$ (1,436,721)	\$ (30,440)	\$ (24,576,710)	\$ (16,830)	\$ 3,044,473
Debt Service as Percentage of Noncapital Expenditures	22.6%	16.9%	17.5%	19.6%	11.7%	11.5%	12.5%	12.4%	4.1%	4.4%

Notes:

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.

In 2017, the City reclassified its Airport activities to enterprise funds instead of governmental funds.

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		
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%
2017	174,934	1,138	26	176,098	-	-	-	-	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)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
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	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
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	0.017190	0.017366	0.018963	0.018664	0.020156	0.021866	0.017850	0.024533	0.009366	0.028415
Oroville High School District	0.014688	0.015008	0.035438	0.036745	0.035660	0.041104	0.032699	0.044548	0.026657	0.050384
	<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>	<u>\$ 1.099679</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	2017			2008		
	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Pacific Coast Producers	\$ 27,436	1	2.40%	\$ 18,941	1	3.63%
Oroville Plaza Shopping Center, LLC	13,412	2	1.18%	7,459	8	0.72%
Roplast Industries, Inc	12,302	3	1.08%	7,560	2	1.17%
Oroville Medical Complex	11,269	4	0.99%	10,156	6	0.98%
Sierra Pacific Industries	10,279	5	0.90%	10,644	4	1.02%
Currier Square Spe LLC	10,190	6	0.89%	11,730	3	1.13%
Doves Landing	9,005	7	0.79%	-		0.00%
Home Depot	8,229	8	0.72%	10,907	5	1.05%
Pacific Oroville Power	7,109	9	0.62%	8,409	7	0.90%
Pacifica Concordia LP	6,667	10	0.58%	6,425	10	0.62%
Ammunition Accessories			-	6,735	9	0.77%
Totals	<u>\$ 115,898</u>		<u>10.16%</u>	<u>\$ 98,966</u>		<u>11.99%</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
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%
2017	698,842	683,125	97.75%	-	683,125	97.75%

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									Debt Per Capita
	OPFA ¹		Pension Obligation Bonds	Limited Obligation Bonds	USDA Loan	Other Loans/Leases	Total Governmental Activities	Total Primary Government	Percentage of Personal Income	
	Revenue Bonds	Tax Allocation Bonds								
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%	368
2017	-	-	4,515,000	-	548,800	198,198	5,261,998	5,261,998	1.07%	276

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						
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	
2017	-	-	4,515,000	-	4,515,000	2.56%	237	

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, 2017

City of Oroville Assessed Valuation	\$	176,098,000	
	Percentage Applicable¹	Outstanding Debt June 30, 2017	Estimated Share of Overlapping Debt
Overlapping Debt Repaid With Property Taxes:			
Oroville Unified Elementary District General Obligation Bonds	3.328%	\$ 4,624,539	\$ 153,893
Oroville Unified High School District General Obligation Bonds	6.793%	14,601,385	991,872
Butte Community College District	6.116%	106,680,000	6,524,549
Total Overlapping Debt Repaid With Property Taxes		<u>125,905,924</u>	<u>7,670,314</u>
Overlapping Other Debt:			
Total Other Overlapping Debt		<u>-</u>	<u>-</u>
Total Overlapping Debt		<u>\$ 125,905,924</u>	7,670,314
Direct Debt			<u>5,261,998</u>
Total Direct And Overlapping Debt			<u>\$ 12,932,312</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

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Assessed Valuation ¹	\$ 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	\$ 1,115,293,607
Conversion percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted assessed valuation	\$ 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	\$ 278,823,402
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	\$ 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	\$ 41,823,510
Total net debt applicable to limit: General obligation debt	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	5,261,998
Legal debt margin	\$ 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	\$ 36,561,512
Total debt applicable to the limit as a percentage of debt limit	17.6%	17.9%	18.0%	18.0%	18.2%	17.5%	16.4%	15.2%	14.6%	12.6%

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	
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
2017	1,860,729 ³	875,000	692,454 ³	1.19

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
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%
2017	19,033	493,678	25,938	7.3%

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	2017		2008	
	Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
County of Butte	2,587	37.67%	2,250	24.78%
Oroville Medical Complex	2,000	29.12%	950	12.81%
Pacific Coast Producers	1,057	15.39%	560	7.53%
Wal Mart Stores, Inc.	255	3.71%	284	2.71%
Graphic Packaging International	247	3.60%	-	0.00%
Roplast Industries, Inc.	155	2.26%	105	1.07%
Home Depot USA	137	2.00%	107	1.09%
Sierra Pacific Industries	125	1.51%	108	1.40%
Ammunition Accessories	113	1.65%	90	1.00%
City of Oroville	97	1.41%	116	1.24%
Currier Square Spe LLC	94	1.37%	100	1.32%

"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	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Government	24	14	22	15	15	16	16	11	10	10
Public Safety	61	62	39	60	60	60	55	66	65	57
Public Works	11	14	20	18	18	19	14	13	16	13
Community Development	14	11	11	10	10	9	5	6	6	6
Parks and Trees	10	21	20	10	10	9	6	8	7	5
Planning				10	10	10	6	8	6	6
	<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>	<u>97</u>

Source: Department of Finance, City of Oroville

City of Oroville
Operating Indicators by Function
Last Ten Fiscal Years

Function	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Police:										
Arrests	2,444	2,131	1,833	1,742	2,489	2,747	3,182	2,780	4,115	4,028
Parking Citations Issued	225	275	277	288	409	250	346	156	161	163
Fire:										
Number of Emergency Calls	3,651	3,678	3,403	2,633	3,305	3,252	3,217	3,489	3,793	3,890
Inspections	2,723	2,558	1,877	1,772	2,659	372	233	338	824	472
Public Works:										
Street Resurfacing (miles)	-	-	4.5	-	-	-	-	2.0	-	-
Parks and Recreation:										
Number of Facility Rentals	133	129	148	179	225	223	231	197	210	182
Wastewater:										
New Connections ¹	156	17	16	10	62	11	62	11	14	15
Average Daily Flows (thousands of gallons)	111	167	165	116	103	156	149	150	152	183

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	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
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)	132.88	92.60	92.60	92.60	92.60	92.60	96.00	105.50	105.50	106.20
Streetlights	1,375	1,375	1,375	1,377	1,391	1,409	1,409	1,509	1,509	1,509
Traffic Signals	17	7	7	7	7	7	7	7	7	9
Parks and Recreation:										
Parks	6	7	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	66	66	66	66	66	66	66	66	69
Sewer Storm Drains	73	31	31	31	31	31	40	40	40	41
Maximum Daily Capacity (thousands of gallons)	111.28	166.79	165.49	166.21	105.00	106.00	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
Sewerage Commission - Oroville Region

This page is intentionally blank

CITY OF OROVILLE

CALIFORNIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2017



Submitted by:

City of Oroville

Department of Finance

Ruth Wright, Director of Finance

Page 188 of 188