



CITY OF HUGHSON
BUDGET & FINANCE SUBCOMMITTEE

A G E N D A

February 6, 2012 @ 5:30 P.M.

Council Chambers
7018 Pine Street, Hughson CA
City Hall

February 6, 2012
Regular Scheduled Meeting

CALL TO ORDER:

Matthew Beekman, Mayor Pro Tem/Councilmember
Jill Silva, Councilmember

Staff: Bryan Whitemyer, City Manager
Margaret Souza, Director of Finance

AMERICANS WITH DISABILITIES ACT/CALIFORNIA BROWN ACT
NOTIFICATION FOR THE CITY OF HUGHSON

This agenda shall be made available upon request in alternative formats to persons with a disability, as required by the Americans with Disabilities Act of 1990 (42 U.S.C. Section 12132) and the Ralph M. Brown Act (California Government Code Section 54954.2).

Disabled or Special needs Accommodation: In compliance with the Americans with Disabilities Act, persons requesting a disability related modification or accommodation in order to participate in the meeting and/or if you need assistance to attend or participate in a City Council/Subcommittee meeting, please contact the City Clerk's office at 209 883-4054. Notification at least 48-hours prior to the meeting will assist the City Clerk in assuring that reasonable accommodations are made to provide accessibility to the meeting.

RULES FOR ADDRESSING THE SUBCOMMITTEE

Members of the audience who wish to address the Subcommittee are requested to complete one of the forms located on the table at the entrance of the Council Chambers and submit it to the City Clerk. **Filling out the card is voluntary.**

PUBLIC COMMENT

Members of the Audience may address the Subcommittee on any item of interest to the public pertaining to the City and may step to the podium, State their name and City of Residence for the record (requirement of Name and City of Residence is optional) and make their presentation. Please limit presentations to five minutes. Since the City Council cannot take action on matters not on the agenda, unless the action is authorized by Section 54954.2 of the Government Code, items of concern, which are not urgent in nature can be resolved more expeditiously by completing and submitting to the City Clerk a "Citizen Request Form" which may be obtained from the City Clerk.

Topic of Discussion:

- 1) City of Hughson 2010/2011 Annual Financial Audit
- 2) Review and Discuss 2011/2012 Mid-Year Budget Report and Expenditure Worksheets

Adjournment:

CERTIFICATION

I, Dominique Spinale, Deputy City Clerk, or his/her designee, do hereby declare under penalty of perjury that the foregoing Agenda was posted on the outdoor bulletin board at the Hughson City Hall, 7018 Pine Street, Hughson CA and made available for public review, prior to or on this 3rd day of February, at or before 5:00 p.m.



Dominique Spinale, Deputy City Clerk



**CITY OF HUGHSON BUDGET & FINANCE
SUBCOMMITTEE
1: Annual Financial Audit**

Meeting Date: February 6, 2012

Subject: Review and Discuss the City of Hughson Annual Financial Audit

Presented By: Bryan Whitemyer, City Manager and Margaret Souza, Finance Director

Approved By: _____

RECOMMENDATION:

Review and Approve the City of Hughson Annual Financial Audit and Recommend Approval by the Hughson City Council.

BACKGROUND AND OVERVIEW:

Each year the City is required to conduct an annual financial audit. This is an independent audit conducted by the professional accountancy firm of Moss, Levy & Hartzheim, LLP (MLH).

Scope of Work:

MLH has conducted an audit of the City of Hughson financial statements of governmental activities, the business-type activities, each major fund, as well as the remaining fund information for the City of Hughson for the fiscal year ended June 30, 2011.

After considerable investigation and review the auditors have given the City of Hughson and unqualified opinion, the highest opinion that auditors can give on financial statements. Additionally, all other sector and special audits that were conducted were found to be in compliance.

Audit Findings:

The number of findings reported in the 2010/2011 audit report has decreased from the prior fiscal year. The number of material weakness, the most serious type of findings, has gone from 3 to 1. The number of significant deficiencies (less serious) has gone from 8 to 2. This improvement is the result of efforts of the Finance Department to better segment duties and address weaknesses brought up during the prior fiscal year audit.

The only material weaknesses remaining are due to an issue of tracking capital assets. This issue will be addressed by the Finance Department in the coming fiscal year. The remaining significant deficiencies are due to the low number of employees we have on staff. The only way these items could be addressed would be to hire more employees. Due to our current financial constraints this is not an option at this time.

CITY OF HUGHSON
Annual Financial Report
Fiscal Year Ended June 30, 2011

CITY OF HUGHSON
 ANNUAL FINANCIAL REPORT
 Fiscal Year Ended June 30, 2011

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ANNUAL FINANCIAL REPORT
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CITY OF HUGHSON
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FINANCIAL SECTION



MOSS, LEVY & HARTZHEIM LLP

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS
RONALD A. LEVY, CPA
CRAIG A. HARTZHEIM, CPA
HADLEY Y. HUI, CPA

COMMERCIAL ACCOUNTING & TAX SERVICES
9107 WILSHIRE BLVD. SUITE 500
BEVERLY HILLS, CA 90210
TEL: 310.273.2745
FAX: 310.670.1689
www.mlhcpas.com

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

INDEPENDENT AUDITOR'S REPORT

The Members of the City Council of the
City of Hughson
Hughson, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hughson, California (City) as of and for the fiscal year ended June 30, 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hughson, California, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable thereof, for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in note 1 of the notes to basic financial statements effective July 1, 2009, The City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definition*, and Statement No. 59, *Financial Instruments Omnibus*, effective July 1, 2010.

In accordance with Government Auditing Standards, we have also issued a report dated December 31, 2011, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing 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. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – General Fund, the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – Home Loan Special Revenue Fund, and the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual – Refuse Special Revenue Fund 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements as a whole. The combining nonmajor fund financial statements, major capital projects fund budgetary comparison schedule, major debt service fund budgetary comparison schedule, nonmajor funds budgetary comparison schedules, combining nonmajor proprietary fund financial statements, and agency fund statement of changes in assets and liabilities are presented for purposes of additional analysis and are not required parts of the basic financial statements. The combining nonmajor fund financial statements, major capital projects fund budgetary comparison schedule, major debt service fund budgetary comparison schedule, nonmajor funds budgetary comparison schedules, combining nonmajor proprietary fund financial statements, and agency fund statement of changes in assets and liabilities are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Moss, Levy & Hartzheim

Moss, Levy & Hartzheim, LLP
Culver City, California
December 31, 2011

CITY OF HUGHSON
Statement of Net Assets
June 30, 2011

	Governmental Activities	Business-type Activities	Total
Assets:			
Cash and Investments	\$ 3,748,206	\$ 3,765,540	\$ 7,513,746
Cash and Investments with Fiscal Agent	339,799		339,799
Accounts Receivable	170,400	127,339	297,739
Notes Receivable	1,721,021		1,721,021
Deposits Receivable	71,160		71,160
Interest Receivable	138,474		138,474
Deferred charges - net	159,719		159,719
Capital Assets Not Being Depreciated	12,616,773	41,309,823	53,926,596
Capital Assets, Net of Accumulated Depreciation	16,496,466	15,803,440	32,299,906
Total Assets	35,462,018	61,006,142	96,468,160
 Liabilities:			
Accounts Payable	150,242	1,382,960	1,533,202
Interest Payable	35,442	107,601	143,043
Deposits Payable		11,470	11,470
Noncurrent Liabilities:			
Due Within One Year	60,000	957,247	1,017,247
Due in More Than One Year	2,904,714	25,604,122	28,508,836
Total Liabilities	3,150,398	28,063,400	31,213,798
 Net Assets:			
Invested in Capital Assets, Net of Related Debt	26,178,239	30,585,602	56,763,841
Restricted for:			
Housing	2,446,333		2,446,333
Debt Service	180,140		180,140
Streets	298,982		298,982
Public Safety	174,666		174,666
Parks	347,639		347,639
Assessment Districts	220,856		220,856
Unrestricted	2,464,765	2,357,140	4,821,905
Total Net Assets	\$ 32,311,620	\$ 32,942,742	\$ 65,254,362

The notes to the financial statements are an integral part of this statement.

CITY OF HUGHSON
Statement of Activities
For the Fiscal Year Ended June 30, 2011

<u>Functions</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
Governmental Activities:				
General Government	\$ 1,375,680	\$ 16,642	\$ -	\$ 540,863
Public Safety	1,073,531	91,346		145,322
Community Development	338,316	303,946		641,189
Public Works	814,376	320,699		32,188
Parks and Recreation	95,596	4,877		
Interest on Long-Term Liabilities	151,066			
Total Governmental Activities	3,848,565	737,510	-	1,359,562
Business-type Activities:				
Water	983,435	1,106,400		611,095
Sewer	1,974,215	2,095,247		
Community Facilities	83,898	32,257		
Total Business-Type Activities	3,041,548	3,233,904		611,095
Total Primary Government	\$ 6,890,113	\$ 3,971,414	\$ -	\$ 1,970,657

General Revenues:

Taxes:

- Property Taxes
- Sales and Use Taxes
- Business License Taxes
- Other Taxes

- Investment Earnings
- Other Revenue

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets - Beginning of Fiscal Year

Net Assets - End of Fiscal Year

The notes to the financial statements are an integral part of this statement.

Net (Expenses) Revenues and Changes in Net Assets

Governmental Activities	Business- Type Activities	Total
\$ (818,175)	\$ -	\$ (818,175)
(836,863)		(836,863)
606,819		606,819
(461,489)		(461,489)
(90,719)		(90,719)
(151,066)		(151,066)
<u>(1,751,493)</u>		<u>(1,751,493)</u>
	734,060	734,060
	121,032	121,032
	(51,641)	(51,641)
	<u>803,451</u>	<u>803,451</u>
<u>(1,751,493)</u>	<u>803,451</u>	<u>(948,042)</u>
664,205		664,205
408,658		408,658
23,932		23,932
71,387		71,387
33,372	60,660	94,032
749,388		749,388
(27,500)	27,500	
<u>1,923,442</u>	<u>88,160</u>	<u>2,011,602</u>
171,949	891,611	1,063,560
32,139,671	32,051,131	64,190,802
<u>\$ 32,311,620</u>	<u>\$ 32,942,742</u>	<u>\$ 65,254,362</u>

CITY OF HUGHSON
Balance Sheet
Governmental Funds
June 30, 2011

	<u>Special Revenue</u>		
	<u>General</u>	<u>Home Loan</u>	<u>Refuse Fund</u>
Assets:			
Cash and Investments	\$ 190,167	\$ 36,726	\$ -
Cash and Investments with Fiscal Agent			
Accounts Receivable	76,521		19,535
Loans Receivable		1,423,710	
Due from Other Funds	611,138		
Deposits	71,160		
Total Assets	<u>\$ 948,986</u>	<u>\$ 1,460,436</u>	<u>\$ 19,535</u>
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	\$ 43,722	\$ -	\$ 91,446
Deferred Revenue		1,423,710	
Due to Other Funds			6,425
Total Liabilities	<u>43,722</u>	<u>1,423,710</u>	<u>97,871</u>
Fund Balances:			
Restricted		36,726	
Unassigned	905,264		(78,336)
Total Fund Balances	<u>905,264</u>	<u>36,726</u>	<u>(78,336)</u>
Total Liabilities and Fund Balances	<u>\$ 948,986</u>	<u>\$ 1,460,436</u>	<u>\$ 19,535</u>

The notes to the financial statements are an integral part of this statement.

<u>Debt Service</u>	<u>Capital Projects</u>		
<u>Redevelopment</u>	<u>Redevelopment</u>	<u>Nonmajor</u>	<u>Total</u>
<u>Agency</u>	<u>Agency</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Capital Projects</u>	<u>Funds</u>	<u>Funds</u>
\$ -	\$ -	\$ 3,413,466	\$ 3,640,359
339,799			339,799
20,846		53,498	170,400
		297,311	1,721,021
			611,138
			71,160
<u>\$ 360,645</u>	<u>\$ -</u>	<u>\$ 3,764,275</u>	<u>\$ 6,553,877</u>
\$ -	\$ -	\$ 15,074	\$ 150,242
		297,311	1,721,021
	279,741	324,972	611,138
	<u>279,741</u>	<u>637,357</u>	<u>2,482,401</u>
360,645		3,451,890	3,849,261
	(279,741)	(324,972)	222,215
<u>360,645</u>	<u>(279,741)</u>	<u>3,126,918</u>	<u>4,034,578</u>
<u>\$ 360,645</u>	<u>\$ -</u>	<u>\$ 3,764,275</u>	<u>\$ 6,553,877</u>

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CITY OF HUGHSON
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
June 30, 2011

Total fund balances - governmental funds		\$	4,071,476
<p>In governmental funds, only current assets are reported. In the statement of net assets, all assets are reported, including capital assets and accumulated depreciation.</p>			
Capital assets at historical cost	\$	36,279,245	
Accumulated depreciation		<u>(7,166,006)</u>	29,113,239
<p>In governmental funds, certain receivables are not available to pay for current period expenditures and, therefore, are offset by deferred revenue.</p>			
			1,721,021
<p>In governmental funds, only current liabilities are reported. In the statement of net assets, all liabilities, including long-term liabilities, are reported. Long-term liabilities relating to governmental activities consist of:</p>			
Tax allocation bonds payable	\$	2,935,000	
Compensated absences payable		<u>29,714</u>	(2,964,714)
<p>Accrued interest payable from the current portion of interest due on long-term debt has not been reported in the governmental funds.</p>			
			(35,442)
<p>Internal service funds are used by management to charge the costs of certain activities, such as self-insurance, to individual funds. The assets and liabilities of the internal service fund must be added to the statement of net assets.</p>			
			107,847
<p>The assets and liabilities below are not due and payable in the current period and, therefore, are not reported in the funds:</p>			
Deferred charges, net			131,232
Discount on obtaining bonds, net			28,487
<p>In governmental funds, certain accrued interest receivables on notes receivable are not available to pay for current period expenditures and, therefore, are not reported in the governmental funds.</p>			
			<u>138,474</u>
Total net assets - governmental activities		\$	<u>32,311,620</u>

The notes to the financial statements are an integral part of this statement.

CITY OF HUGHSON
Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2011

	<u>Special Revenue</u>		
	<u>General</u>	<u>Home Loan Fund</u>	<u>Refuse Fund</u>
Revenues			
Property Taxes	\$ 177,073	\$ -	\$ -
Sales and Use Taxes	408,658		
Business License Taxes	23,932		
Other Taxes	71,387		
Licenses and Permits	76,567		
Fines and Forfeitures	145,176		
Interest	3,197	103	-
Charges for Services	38,718		421,871
Intergovernmental	493,962	770	
Special Assessments			
Other	367,737		
Total Revenues	<u>1,806,407</u>	<u>873</u>	<u>421,871</u>
Expenditures			
Current			
General Government	488,440		405,118
Public Safety	825,121		
Public Works	454,584		
Parks and Recreation	84,142		
Community Development		770	
Capital Outlay			
Debt Service			
Principal			
Interest and Fiscal Charges			
Total Expenditures	<u>1,852,287</u>	<u>770</u>	<u>405,118</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>(45,880)</u>	<u>103</u>	<u>16,753</u>
Other Financing Sources (Uses):			
Transfers In	217,365		
Transfers Out	(167,280)		
Total Other Financing Sources (Uses)	<u>50,085</u>		
Net Change in Fund Balances	<u>4,205</u>	<u>103</u>	<u>16,753</u>
Fund Balances (Deficits) - July 1, 2010	901,059	36,623	(95,089)
Fund Balances (Deficits) - June 30, 2011	<u>\$ 905,264</u>	<u>\$ 36,726</u>	<u>\$ (78,336)</u>

The notes to the financial statements are an integral part of this statement.

<u>Debt Service</u>	<u>Capital Projects</u>		
<u>Redevelopment</u>	<u>Redevelopment</u>	<u>Nonmajor</u>	<u>Total</u>
<u>Agency</u>	<u>Agency</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Capital Projects</u>	<u>Funds</u>	<u>Funds</u>
\$ 389,704	\$ -	\$ 97,428	\$ 664,205
			408,658
			23,932
			71,387
			76,567
			145,176
1,498	7	14,126	18,931
		273,353	733,942
		864,830	1,359,562
		147,418	147,418
		12,490	380,227
<u>391,202</u>	<u>7</u>	<u>1,409,645</u>	<u>4,030,005</u>
82,463	35,900	95,690	1,107,611
		134,671	959,792
		246,052	700,636
			84,142
	225,759		226,529
	-	488,739	488,739
48,000		12,000	60,000
116,265		29,066	145,331
<u>246,728</u>	<u>261,659</u>	<u>1,006,218</u>	<u>3,772,780</u>
144,474	(261,652)	403,427	257,225
		374,234	591,599
	(26,625)	(425,194)	(619,099)
	(26,625)	(50,960)	(27,500)
<u>144,474</u>	<u>(288,277)</u>	<u>352,467</u>	<u>229,725</u>
216,171	8,536	2,774,451	3,841,751
<u>\$ 360,645</u>	<u>\$ (279,741)</u>	<u>\$ 3,126,918</u>	<u>\$ 4,071,476</u>

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CITY OF HUGHSON
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2011

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balance-total governmental funds **\$ 229,725**

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those capital assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital outlay	\$ 413,978	
Depreciation expense	<u>(538,498)</u>	(124,520)

Certain notes receivable are reported in the governmental funds as expenditures and then offset by a deferred revenue as they are not available to pay current expenditures. Likewise, when the note is collected it is reflected in revenue. This is the net change between notes receivable collected and issued. (48,481)

The issuance of long-term debt provides current financial resources to governmental funds, while repayment of the principal of long-term debt consumes the current financial resources of the governmental funds. Issuance of bond principal is an other financing source and repayment of bond principal is an expenditure in governmental funds, but the issuance increases long-term liabilities and the repayment reduces long-term liabilities in the statement of net assets.

Tax allocation bonds - principal payment 60,000

Compensated absence expenditures reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in a governmental fund. This is the net change in compensated absences for the current period. 62,950

Accrued interest is interest due on long-term debt payable. This is the net change in accrued interest for the current period. 590

Internal service funds are used by management to charge the costs of certain activities, such as self-insurance, to individual funds. The net revenues (expenses) of the internal service funds are reported with governmental activities. (16,431)

The amounts below, included in the Statement of Activities do not provide or require the use of current financial resources and, therefore, are not reported as revenue or expenditures in the governmental funds (net change):

Amortization - deferred charges		(5,197)
Amortization - discount on bonds		(1,128)

Certain accrued interest revenue of notes receivable reported in the statement of activities are not available to pay for current period expenditures, and therefore, are not reported as revenues in a governmental fund. This is the net change in interest receivable for the current period. 14,441

Change in net assets of governmental activities **\$ 171,949**

The notes to the financial statements are an integral part of this statement.

CITY OF HUGHSON
Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-type Activities-Enterprise Funds			Total	Governmental Activities
	Sewer Fund	Water Fund	Nonmajor Enterprise Funds		Internal Service Fund
Assets					
Current Assets:					
Cash and Investments	\$ 3,760,914	\$ -	\$ 4,626	\$ 3,765,540	\$ 107,847
Accounts Receivable	51,844	75,495		127,339	
Due From Other Funds	1,449,724		2,143	1,451,867	
Total Current Assets	<u>5,262,482</u>	<u>75,495</u>	<u>6,769</u>	<u>5,344,746</u>	<u>107,847</u>
Noncurrent Assets:					
Capital Assets:					
Land	14,970,464	2,928,159	105,073	18,003,696	
Buildings	560,581	2,127,666	725,283	3,413,530	
Machinery and Equipment	525,610	21,510		547,120	
Improvements Other Than Buildings	17,344,111	9,955,861		27,299,972	
Construction In Progress	19,694,995	3,611,132		23,306,127	
Less:					
Accumulated Depreciation	(10,181,300)	(4,973,680)	(302,202)	(15,457,182)	
Total Noncurrent Assets	<u>42,914,461</u>	<u>13,670,648</u>	<u>528,154</u>	<u>57,113,263</u>	
Total Assets	<u>48,176,943</u>	<u>13,746,143</u>	<u>534,923</u>	<u>62,458,009</u>	<u>107,847</u>
Liabilities					
Current Liabilities:					
Accounts Payable	1,360,897	19,391	2,672	1,382,960	
Interest Payable	79,518	28,083		107,601	
Due to Other Funds		1,449,724	2,143	1,451,867	
Deposits Payable			11,470	11,470	
Total Current Liabilities	<u>1,440,415</u>	<u>1,497,198</u>	<u>16,285</u>	<u>2,953,898</u>	
Noncurrent Liabilities:					
Compensated Absences	22,293	11,415		33,708	
Due within one year	353,575			353,575	
Due in more than one year	23,759,418	2,414,668		26,174,086	
Total Noncurrent Liabilities	<u>24,135,286</u>	<u>2,426,083</u>		<u>26,561,369</u>	
Total Liabilities	<u>25,575,701</u>	<u>3,923,281</u>	<u>16,285</u>	<u>29,515,267</u>	
Net Assets (Deficit)					
Invested in Capital Assets, Net of Related Debt	18,801,468	11,255,980	528,154	30,585,602	
Unrestricted	3,799,774	(1,433,118)	(9,516)	2,357,140	107,847
Total Net Assets	<u>\$ 22,601,242</u>	<u>\$ 9,822,862</u>	<u>\$ 518,638</u>	<u>\$ 32,942,742</u>	<u>\$ 107,847</u>

The notes to the financial statements are an integral part of this statement.

CITY OF HUGHSON
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise funds			Governmental	
	Sewer Fund	Water Fund	Nonmajor Enterprise Funds	Total	Internal Service Fund
Operating Revenues:					
Charges for Services	\$ 2,095,247	\$ 1,106,400	\$ 32,257	\$ 3,233,904	\$ 3,569
Total Operating Revenues	<u>2,095,247</u>	<u>1,106,400</u>	<u>32,257</u>	<u>3,233,904</u>	<u>3,569</u>
Operating Expenses:					
Personnel	459,831	271,802	23,884	755,517	
Administrative	244,888	159,975	29,571	434,434	20,000
Materials and Supplies	195,284	101,296		296,580	
Maintenance	264,924	150,872	6,267	422,063	
Depreciation	444,836	185,482	24,176	654,494	
Total Operating Expenses	<u>1,609,763</u>	<u>869,427</u>	<u>83,898</u>	<u>2,563,088</u>	<u>20,000</u>
Operating Income (loss)	<u>485,484</u>	<u>236,973</u>	<u>(51,641)</u>	<u>670,816</u>	<u>(16,431)</u>
Non-operating Revenues (Expenses):					
Interest Revenue	60,490	125	45	60,660	
Interest Expense	(364,452)	(114,008)		(478,460)	
Intergovernmental Revenue		611,095		611,095	
Total Non-Operating Revenue (Expenses)	<u>(303,962)</u>	<u>497,212</u>	<u>45</u>	<u>193,295</u>	
Income (Loss) before transfers	181,522	734,185	(51,596)	864,111	(16,431)
Transfers					
Transfer In	444,836	185,482	30,000	660,318	
Transfer Out	<u>(444,836)</u>	<u>(185,482)</u>	<u>(2,500)</u>	<u>(632,818)</u>	
Change in Net Assets	<u>181,522</u>	<u>734,185</u>	<u>(24,096)</u>	<u>891,611</u>	<u>(16,431)</u>
Net Assets - Beginning of Fiscal Year	22,419,720	9,088,677	542,734	32,051,131	124,278
Net Assets - End of Fiscal Year	<u>\$ 22,601,242</u>	<u>\$ 9,822,862</u>	<u>\$ 518,638</u>	<u>\$ 32,942,742</u>	<u>\$ 107,847</u>

The notes to the financial statements are an integral part of this statement.

CITY OF HUGHSON
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2011

	Business-type Activities - Enterprise Funds				Governmental
	Sewer Fund	Water Fund	Nonmajor Enterprise Funds	Totals	Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash Received from Users	\$ 2,717,358	\$ 2,315,618	\$ 30,245	\$ 5,063,221	\$ 3,568
Cash Payments to Suppliers and Contractors	(930,633)	(1,187,654)	(34,029)	(2,152,316)	(40,658)
Cash Payments to Employees	(478,426)	(280,298)	(27,801)	(786,525)	
Net Cash Provided (Used) By Operating Activities	1,308,299	847,666	(31,585)	2,124,380	(37,090)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in			27,500	27,500	
Intergovernmental					
Interfund Borrowing	(382,947)	382,947			
Net Cash Provided (Used) By Noncapital Financing Activities	(382,947)	382,947	27,500	27,500	
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest Received	60,490	125	45	60,660	
Net Cash Provided (Used) in Investing Activities	60,490	125	45	60,660	
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Intergovernmental		611,095		611,095	
Proceeds from Debt Borrowings	10,982,593			10,982,593	
Principal Payments on Debt Borrowings	(289,747)	(97,998)		(387,745)	
Interest Paid	(381,408)	(115,154)		(496,562)	
Acquisition of Property, Plant, and Equipment	(10,553,104)	(1,628,681)		(12,181,785)	
Net Cash Provided (Used) In Capital and Related Financing Activities	(241,666)	(1,230,738)		(1,472,404)	
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	744,176		(4,040)	740,136	(37,090)
CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR	3,016,738		8,666	3,025,404	144,937
CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR	\$ 3,760,914	\$ -	\$ 4,626	\$ 3,765,540	\$ 107,847
Reconciliation to Statement of Net Assets:					
Cash and Investments	\$ 3,760,914	\$ -	\$ 4,626	\$ 3,765,540	\$ 107,847
	<u>\$ 3,760,914</u>	<u>\$ -</u>	<u>\$ 4,626</u>	<u>\$ 3,765,540</u>	<u>\$ 107,847</u>
CASH FLOWS FROM OPERATING ACTIVITIES:					
Operating Income (Loss)	\$ 485,484	\$ 236,973	\$ (51,641)	\$ 670,816	\$ (16,431)
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	444,836	185,482	24,176	654,494	
Changes in Assets and Liabilities:					
Increase (Decrease) in Accounts Receivable	622,111	1,209,218		1,831,329	(1)
Increase (Decrease) in Accounts Payable	(225,537)	(775,511)	1,808	(999,240)	(20,658)
Increase (Decrease) in Deposits Payable			(2,012)	(2,012)	
Increase (Decrease) in Compensated Absences	(18,595)	(8,496)	(3,916)	(31,007)	
Total Adjustments	822,815	610,693	20,056	1,453,564	(20,659)
Net Cash Provided (Used) By Operating Activities	\$ 1,308,299	\$ 847,666	\$ (31,585)	\$ 2,124,380	\$ (37,090)

The notes to the financial statements are an integral part of this statement.

CITY OF HUGHSON
Statement of Fiduciary Assets and Liabilities
Fiduciary Fund
June 30, 2011

	<u>Agency Fund</u>
Assets:	
Cash and Investments	\$ 26,560
Total Assets	<u>\$ 26,560</u>
Liabilities:	
Deposits Payable	\$ 26,560
Total Liabilities	<u>\$ 26,560</u>

The notes to the financial statements are an integral part of this statement.

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NOTES TO BASIC FINANCIAL STATEMENTS

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Hughson was incorporated in December 1972. The City is a general law city operating under the Council-Manager form of government, with a five member City Council elected for four-year overlapping terms. The City Manager is appointed by the City Council to serve as administrator of the staff and to carry out the Council's policies.

As required by accounting principles generally accepted in the United States of America, the financial statements present the government and its component units for which the government is considered financially accountable. The component unit, although a legally separate entity, is in substance part of the government's operations and so data from this unit is combined with the data of the primary government. The financial statements of the City of Hughson include the financial activities of the City as well as the Hughson Redevelopment Agency, which is controlled by and dependent on the City.

Blended Component Unit

The Hughson Redevelopment Agency (Agency) was activated by the City in January 2002, by Ordinance No. 01-11 pursuant to Community Redevelopment Law of the State of California to conduct economic development and other redevelopment activities in order to eliminate blight in the project area designated by its Board. The Agency is controlled by the City and has the same governing board as the City, which also performs all accounting and administrative functions for the Agency. The financial activities of the Agency have been aggregated and merged (termed "blending") with those of the City. Complete financial statements of the Hughson Redevelopment Agency can be obtained from: City of Hughson, 7018 Pine Street, P.O. Box 9, Hughson, CA 95326.

B. Basis of Presentation

Government-wide Financial Statements

The statement of net assets and statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the City and between the City and its blended component unit. 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 charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Program revenues include 1) charges paid by the recipients of goods or services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

When both restricted and unrestricted net assets are available, unrestricted resources are used only after the restricted resources are depleted.

Fund Financial Statements

The fund financial statements provide information about the City's funds, including fiduciary funds and blended component units. Separate statements for each fund category – *governmental, proprietary and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds; each displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

Proprietary funds distinguish *operating* revenues, such as charges for services, and result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The City reports five major governmental funds:

- The *General Fund* is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the City that are not accounted for through other funds. For the City, the General Fund includes activities such as public protection, public works and facilities, parks and recreation, and community development.
- The *Home Loan Special Revenue Fund* was established to account for all proceeds of grant revenues from the federal government under the First Time Home Buyer federal grant program and from the State of California's CalHome grant program. The expenditures relate to payments made to eligible recipients for buying homes subject to fulfillment of conditions.
- The *Refuse Special Revenue Fund* was established to account for monies collected on behalf of a franchise garbage collection company.
- The *Redevelopment Agency Debt Service Fund* was established to account for the accumulation of resources for, and the payment of, long-term debt principal and interest.
- The *Redevelopment Agency Capital Projects Fund* was established to undertake projects aimed at eliminating blight within the redevelopment project area. The Agency Board has identified a particular geographic area within the City of Hughson as comprising the project area. In addition to tax increment financing, the City also advances funds for certain capital projects within the project area.

The City reports the following two major enterprise funds:

- The *Sewer Fund* was established to account for the financial activity for the purpose of operation and maintenance of the City's sewer system including the wastewater treatment plant. The costs of providing these services to the general public are financed or recovered through user charges.
- The *Water Fund* was established to account for the financial activity for the purpose of operation and maintenance of City's water utility. The costs of providing these services to the general public are financed or recovered through user charges.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

The City reports the following additional fund types:

Internal Service Fund account for operations that provide services to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis for insurance.

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other government units, and/or other funds.

C. Basis of Accounting and Measurement Focus

The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligible requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within 60 days after fiscal year-end. Expenditures are recorded when the related fund liability is incurred, except for debt service expenditures which are recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of long-term debt and capital leases are reported as other financing sources.

Property taxes, transient occupancy taxes, and interest are susceptible to accrual. Sales taxes collected and held by the state at fiscal year-end on behalf of the City are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the City and are recognized as revenue at that time.

Entitlements and shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Accounting and Measurement Focus (Continued)

For its business-type activities and enterprise funds, the City has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles Board or any Accounting Research Bulletins issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes (GAAP) for government units.

D. Assets, Liabilities, and Equity

1. Deposits and Investments

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

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

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

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

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

Investments are stated at fair value in accordance with GASB 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Short-term investments are reported at cost, which approximates fair value. The fair values are based on quoted market prices, if available, or estimated using quoted market prices for similar securities. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates. Interest, dividends, and realized and unrealized gains and losses, based on the specific identification method, are included in interest revenue when earned.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

2. 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 "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

The City's property taxes are levied on the first day of January by the County assessor, and are payable to the County tax collector in two installments. The first installment is due November 1st, and is delinquent after December 10th; the second installment is due February 1st and is delinquent after April 10th. Taxes become a lien on the property on January 1st, and on the date of the transfer of the title, and the date of new construction. Article 13A of the California Constitution states: "The maximum amount of any ad valorem tax on real property shall not exceed one percent (1%) of the full cash value of such property. The one percent tax is to be collected by the Counties and apportioned according to law to the districts within the counties." The City has elected under State law (TEETER) to receive all of the annual property assessments in three installments as follows: 55% in December, 40% in April and 5% in June.

3. Inventories and Prepaid Items

Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

4. Restricted Assets

Certain assets of special revenue grant funds are classified as restricted assets because their use is restricted by grant agreements.

5. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. As a phase 3 government under GASB Statement 34, the City has elected to restate its capital assets as of July 1, 2008, to report infrastructure assets acquired prior to June 30, 2003. The City has determined that it is preferable to report all City infrastructure to provide for more accurate reporting. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated assets are valued at the fair value of the assets on the date on which they were contributed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. The City utilizes a capitalization threshold of \$5,000.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

5. Capital Assets (Continued)

Depreciation is charged to operations using the straight-line method over the estimated useful lives of the assets as follows:

Buildings and improvements	30 years
Vehicles	5 years
Machinery and equipment	5 to 15 years
Infrastructure	50 to 80 years

6. Compensated Absences

Depending upon length of employment, City employees earn vacation leave, sick leave, accrued holiday and compensated time which may be either used or accumulated until paid upon termination or retirement. Upon termination, the City is obligated to compensate employees for all earned but unused vacation days. Unused sick leave may be accumulated to 125 days. The earned but unused sick leave benefits are not payable in the event of employee termination but 25% of the unused accumulated sick leave is paid upon retirement of employees with more than twenty years of continued service.

A liability is accrued for all earned but unused leave benefits in the government-wide and enterprise fund statements. This liability will be liquidated as either additional cash payments in the event of employee termination or as part of budgeted salary expenditures if used by employees as compensated leave time while still employed by the City. In the fund financial statements governmental funds accrue current liabilities for material vacation leave benefits due on demand to governmental fund employees that have terminated prior to year-end. Non-current amounts will be recorded as fund expenditures in the year in which they are paid or become due on demand to terminated employees.

7. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Debt premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the indebtedness using the straight line method. Notes payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

8. Net Assets

In the Government-wide financial statements and proprietary fund financial statements, net assets are reported in three categories: net assets invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. Restricted net assets represent net assets restricted by parties outside of the City (such as creditors, grantors, contributors, laws, etc.) and include unspent proceeds of bonds issued to acquire or construct capital assets. The City's other restricted net assets are temporarily restricted (ultimately expendable assets). All other net assets are considered unrestricted.

9. Use of Estimates

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

10. New Accounting Pronouncements

The Agency has implemented the requirements of GASB Statement No. 54 and No. 59 during the fiscal year ended June 30, 2011.

Governmental Accounting Standards Board Statement No. 54

For the fiscal year ended June 30, 2011, the Agency implemented Governmental Accounting Standards Board Statement No. 54 (GASB 54), "*Fund Balance Reporting and Governmental Fund Type Definitions*." The requirements of this statement are effective for financial statement periods beginning after June 15, 2010. GASB 54 enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied, and clarifies the existing governmental fund type definitions. It establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. These classifications are described in the Fund Equity section of this footnote.

Governmental Accounting Standards Board Statement No. 59

For the fiscal year ended June 30, 2011, the Agency implemented GASB Statement No. 59, "*Financial Instrument Omnibus*". This Statement establishes standards to update and improve existing standards regarding financial reporting and disclosure requirements of certain financial instruments and external investment pools for which significant issues have been identified in practice. The implementation of this Statement did not have an effect on these financial statements.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Liabilities, and Equity (Continued)

11. Fund Balance

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

- Nonspendable fund balance – amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.
- Restricted fund balance – amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed fund balance – amounts that can only be used for specific purposes determined by formal action of the City’s highest level of decision-making authority (the City Council) and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- Assigned fund balance – amounts that are constrained by the City’s intent to be used for specific purposes. The intent can be established at either the highest level of decision making, or by a body or an official designated for that purpose.
- Unassigned fund balance – the residual classification for the City’s funds that include amounts not contained in the other classifications.

The City Council establishes, modifies or rescinds fund balance commitments and assignments by passage of an ordinance or resolution.

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The City Council adopts an Annual Budget no later than the second meeting of June of each year for the fiscal year commencing the following July 1. The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. During May of each year, the City Manager submits to the City Council a proposed operating budget for the next following fiscal year. The operating budget includes proposed revenues and expenditures.
2. After a review by the City Council, a public hearing is conducted and further comment is received from the City Council and the general public.
3. Upon completion of the hearings and modifications, if any, to the proposed budget, it is adopted by the City Council through passage of an appropriate resolution.
4. Generally, the budget is amended in the middle of the year and at the end of the year. All approved additional appropriations are added to the adopted budget and an amended budget is presented to the City Council, which adopts it after due review expenditure categories within departments as deemed necessary in order to meet the City’s needs.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

A. Budgetary Information (Continued)

5. The City Manager is authorized to transfer from time to time budget amounts of operational.
6. City Council approval is required for all fund to fund transfers, department to department transfers, fund reserve to appropriations transfers, transfers for new revenue sources with offsetting appropriations, and for transfer to/from the capital expenditure category.
7. The City does not budget for the Equipment Replacement Special Revenue Fund.

B. Budget/USGAAP Reconciliation

No funds adopted project-length or budgetary basis budgets and, therefore, no schedule reconciling the amounts on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balance-Budget to Actual to the amounts on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances has been prepared.

C. Excess of Expenditures over Appropriations

For the fiscal year ended June 30, 2011, expenditures exceeded appropriations in the following funds:

Fund	Final Appropriation	Expenditures	Excess
<u>Major Funds:</u>			
Home Loan Special Revenue Fund	\$ -	\$ 700	\$ 700
Refuse Special Revenue Fund	338,580	405,118	66,538
RDA Debt Service Fund	166,265	246,728	80,463
<u>Nonmajor Funds:</u>			
CLEEP Special Revenue Fund		201	201
Transportation Capital Projects Fund	88,104	226,964	138,860

D. Deficit Fund Equity

At June 30, 2011, the following funds had an accumulated deficit:

Fund	Amount
<u>Major Fund:</u>	
Refuse Special Revenue Fund	\$ 78,336
RDA Capital Projects Fund	279,741
<u>Nonmajor Funds:</u>	
Misc. Grants Special Revenue Fund	36,898
Transportation Capital Projects Fund	288,074

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 – CASH AND INVESTMENTS

Cash and investments as of June 30, 2011 are classified in the accompanying financial statements as follows:

Statement of net assets:	
Cash and investments	\$ 7,513,746
Cash and investments with fiscal agents	339,799
Fiduciary fund:	
Cash and investments	26,560
Total cash and investments	<u>\$ 7,880,105</u>

Cash and investments as of June 30, 2011 consist of the following:

Cash on hand	\$ 300
Deposits with financial institutions	426,599
Investments	7,453,206
Total cash and investments	<u>\$ 7,880,105</u>

A. Investments Authorized by the California Government Code and the City's Investment Policy

The table below identifies the investment types that are authorized for the City of Hughson (City) by the California Government Code (or the City's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the City's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. This table does not address investments of debt proceeds held by bond trustee that are governed by the provisions of debt agreements of the City rather than the general provisions of the California Government Code or the City's investment policy.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Bonds issued by the City	N/A	None	None
US Treasury bills	5 years	None	None
US Treasury Notes	5 years	None	None
Federal Agency Issues	5 years	None	None
Negotiable Certificate of Deposit	5 years	30%	None
Repurchase Agreements	1 year	None	None
Bankers' Acceptances	180 days	40%	30%
Medium Term Notes	5 years	30%	None
Money Market Mutual Funds	N/A	None	10%
Commercial Paper	270 days	25%	None
County Pool Investment Funds	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None
Collateralized Bank Deposits	N/A	None	None
Mortgage Pass-through Security	5 years	20%	None
Shares of Beneficial Interest by a JPA	N/A	None	None

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

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 – CASH AND INVESTMENTS (Continued)

B. Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustees are governed by provisions of the debt agreements rather than the general provisions of the California Government Code or the City's investment policy. The table below identifies the Investment types that are authorized for investments held by bond trustee. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Bonds	N/A	None	None
U.S. Treasury Obligations	N/A	None	None
State Obligations	N/A	None	None
U.S. Government Agency Issues	N/A	None	None
Money Market Mutual Fund	N/A	None	None
Bankers Acceptances	N/A	None	None
Commercial Paper	270 days	None	None
Certificates of Deposit	N/A	None	None
Repurchase Agreements	N/A	None	None
Investment Agreements	N/A	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None

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

C. Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations.

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

<u>Investment Type</u>	<u>Totals</u>	<u>Remaining maturity (in Months)</u>			
		<u>12 Months or Less</u>	<u>13 to 24 Months</u>	<u>25-60 Months</u>	<u>More Than 60 Months</u>
State Investment Pool (LAIF)	\$ 77,882	\$ 77,882	\$ -	\$ -	\$ -
Money Market Funds	4,179,830	4,179,830			
Certificates of Deposit	2,855,695	2,855,695			
Held by Bond Trustees:					
Money Market Funds	339,799	339,799			
	<u>\$ 7,453,206</u>	<u>\$ 7,453,206</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 – CASH AND INVESTMENTS (Continued)

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

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

E. Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code, the City’s investment policy, or debt agreements, and the actual rating as of fiscal year end for each investment type.

<u>Investment Type</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Exempt From Disclosure</u>	<u>Rating as of Fiscal Year End</u>			
				<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>Not Rated</u>
State Investment Pool	\$ 77,882	N/A	\$ -	\$ -	\$ -	\$ -	\$ 77,882
Money Market Funds	4,179,830	N/A					4,179,830
Certificates of Deposit	2,855,695	N/A					2,855,695
Held by Bond Trustee:							
Money Market Funds	<u>339,799</u>	A		<u>339,799</u>			
Total	<u>\$ 7,453,206</u>		<u>\$ -</u>	<u>\$ 339,799</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,113,407</u>

F. Concentration of Credit Risk

The investment policy of the City contains limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There are no investments in any one issuer (other than investment pools) that represent 5% or more of total City’s investments.

G. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 3 – CASH AND INVESTMENTS (Continued)

H. Investment in State Investment Pool

The City is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

NOTE 4 – INTERFUND TRANSACTIONS

A. Interfund Receivables and Payables

During the course of normal operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds". The following presents a summary of current interfund balances at June 30, 2011.

Receivable Fund	Amount	Payable Fund	Amount
Major Governmental Fund:		Major Enterprise Fund:	
General	\$ 611,138	Water	\$ 1,449,724
Major Enterprise Fund:		Major Governmental Funds:	
Sewer	1,449,724	Refuse Special Revenue Fund	6,425
Nonmajor Enterprise Fund:		RDA Capital Projects Fund	279,741
USF Community Center Fund	2,143	Nonmajor Governmental Funds:	
Totals	\$ 2,063,005	Misc. Grants Special Revenue Fund	36,898
		Transportation Capital Projects Fund	288,074
		Nonmajor Enterprise Fund:	
		Community Center Operations Fund	2,143
		Totals	\$ 2,063,005

B. Transfers between Funds

Transfers are indicative of funding for capital projects, lease payments or debt service, subsidies of various City operations, re-allocations of special revenues, and debt service transfers to pay principal and interest payments on bonds. All inter-fund transfers between individual government funds have been eliminated on the government-wide statements. The following schedule briefly summarizes the City's transfer activity for the fiscal year ended June 30, 2011:

Fund	Transfers-in	Transfers-out
Major Governmental Funds:		
General	\$ 217,365	\$ 167,280
Redevelopment Agency Capital Projects		26,625
Major Enterprise Funds:		
Water	185,482	185,482
Sewer	444,836	444,836
Nonmajor Governmental Funds:		
Solid Waste Special Revenue Fund		19,095
Parks Development Impact Fees Capital Projects Fund	232,000	
Public Facilities Capital Projects Fund	37,200	
Public Safety Augmentation Special Revenue Fund		22,718
Equipment Replacement Special Revenue Fund		25,682
Benefit Assessment Special Revenue Fund		17,594
Lighting and Landscaping Special Revenue Fund		23,843
Misc. Grants Special Revenue Fund		269,200
RDA Housing Special Revenue Fund	37,250	4,438
Traffic Special Revenue Fund		11,600
SLESF Special Revenue Fund		1,024
Vehicle Abatement Special Revenue Fund	67,784	
Gas Tax Special Revenue Fund		30,000
Nonmajor Enterprise Funds:		
Community Center Operations Fund	30,000	
USF Community Center Fund		2,500
Totals	\$ 1,251,917	\$ 1,251,917

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 5 – CAPITAL ASSETS

Capital Assets activity for the fiscal year ended June 30, 2011 was as follows:

	Balance at July 1, 2010	Additions	Deletions	Prior Period Adjustment	Balance at June 30, 2011
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 9,678,610	\$ -	\$ -	\$ -	\$ 9,678,610
Right of way	2,777,617				2,777,617
Construction in progress	160,546				160,546
Total capital assets, not being depreciated	<u>12,616,773</u>				<u>12,616,773</u>
Capital assets, being depreciated:					
Buildings	1,000,677	220,119			1,220,796
Improvements	8,190,222				8,190,222
Equipment	321,726				321,726
Machinery	241,902				241,902
Rolling stock	530,299				530,299
Infrastructure	12,963,668	193,859			13,157,527
Total capital assets being depreciated	<u>23,248,493</u>	<u>413,978</u>			<u>23,662,472</u>
Less accumulated depreciation for:					
Buildings	(487,778)	(24,747)			(512,525)
Improvements	(2,937,276)	(185,022)			(3,122,298)
Equipment	(298,894)	(49,292)			(348,186)
Machinery	(140,752)	(20,934)			(161,686)
Rolling stock	(450,640)	(56,908)			(507,548)
Infrastructure	(2,312,168)	(201,595)			(2,513,763)
Total accumulated depreciation	<u>(6,627,508)</u>	<u>(538,498)</u>			<u>(7,166,006)</u>
Total capital assets, being depreciated, net	<u>16,620,985</u>	<u>(124,520)</u>			<u>16,496,466</u>
Governmental activities capital assets, net	<u>\$ 29,237,758</u>	<u>\$ (124,520)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,113,239</u>
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 18,003,696	\$ -	\$ -	\$ -	\$ 18,003,696
Construction in progress	11,124,342	12,181,785			23,306,127
Total capital assets, not being depreciated	<u>29,128,038</u>	<u>12,181,785</u>			<u>41,309,823</u>
Capital assets, being depreciated:					
Buildings	3,413,530				3,413,530
Improvements	27,321,481				27,321,481
Equipment	157,040				157,040
Machinery	235,695				235,695
Rolling stock	132,876				132,876
Total capital assets, being depreciated	<u>31,260,622</u>				<u>31,260,622</u>
Less accumulated depreciation for:					
Buildings	(948,628)	(103,785)			(1,052,413)
Improvements	(13,474,762)	(502,808)			(13,977,570)
Equipment	(111,473)	(13,805)			(125,278)
Machinery	(189,986)	(9,564)			(199,550)
Rolling stock	(77,839)	(24,532)			(102,371)
Total accumulated depreciation	<u>(14,802,688)</u>	<u>(654,494)</u>			<u>(15,457,182)</u>
Total capital assets, being depreciated, net	<u>16,457,934</u>	<u>(654,494)</u>			<u>15,803,440</u>
Business-type activities capital assets, net	<u>\$ 45,585,972</u>	<u>\$ 11,527,291</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 57,113,263</u>

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 5 – CAPITAL ASSETS (Continued)

Depreciation

Depreciation expense was charged to governmental functions as follows:

General Government	\$ 311,019
Public Safety	113,739
Public Works	<u>113,740</u>
Total depreciation expense – governmental functions	<u>\$ 538,498</u>

Depreciation expense was charged to business-type functions as follows:

Sewer	\$ 444,836
Water	185,482
Community Facilities	<u>24,176</u>
Total depreciation expense – business-type functions	<u>\$ 654,494</u>

NOTE 6 – NOTES RECEIVABLE

The City has established a number of housing assistance loan programs using HOME Investment Partnerships Program grant funds. These loans consist of several loans for first-time home buyers assistance and home rehabilitation assistance loans for qualified persons. The City also utilizes Community Development Block Grant (CDBG) funds to provide business assistance loans and home rehabilitation loans to qualified persons.

NOTE 7 – LONG-TERM LIABILITIES

The following is a schedule of long-term liabilities for Governmental Activities and Business-type Activities for the fiscal year ended June 30, 2011:

	Balance at July 1, 2010	Additions	Repayments	Balance at June 30, 2011	Due Within One Year
Governmental Activities:					
Compensated absences	\$ 92,664	\$ -	\$ (62,950)	\$ 29,714	\$ -
Tax allocation bonds payable	2,995,000		(60,000)	2,935,000	60,000
Total	<u>\$ 3,087,664</u>	<u>\$ -</u>	<u>\$ (122,950)</u>	<u>\$ 2,964,714</u>	<u>\$ 60,000</u>
Business-type Activities:					
Compensated absences	\$ 64,716	\$ -	\$ (31,008)	\$ 33,708	\$ -
USDA Promissory Note	434,000		(8,000)	426,000	8,000
Installment note payable - Water	2,078,666		(89,998)	1,988,668	94,231
Installment note payable - Sewer	6,298,631		(240,151)	6,058,480	250,344
Capital Lease	49,596		(49,596)		
CSWRCB Revolving Loan	7,071,920	10,982,593		18,054,513	604,672
Total	<u>\$ 15,997,529</u>	<u>\$ 10,982,593</u>	<u>\$ (418,753)</u>	<u>\$ 26,561,369</u>	<u>\$ 957,247</u>

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 7 – LONG-TERM LIABILITIES (Continued)

1. Governmental Activities – 2006 Tax Allocation Bonds Payable

\$3,200,000 tax allocation refunding bonds were issued on February 1, 2006. The bonds were issued to (i) currently refund all of the outstanding Hughson Redevelopment Project Tax Allocation Notes Series 2003 and (ii) finance additional redevelopment activities of the Agency (\$858,351). Principal payments ranging from \$45,000 to \$195,000 are due annually, starting October 1, 2006 through 2037. Interest is due semi-annually on October 1 and April 1, at rates ranging from 3.5% to 5.1%.

The bonds are secured by a pledge of the tax increment revenues, other than those deposited in the low and moderate income set-aside fund, for the Agency's project area. These revenues have been pledged until the year 2037. Interest and principal paid on the bonds for the fiscal year ended June 30, 2011, was \$147,631 and \$60,000 respectively. The principal balance outstanding at June 30, 2011 was \$2,935,000.

The remaining annual debt service requirements on the bond as of June 30, 2011 are as follows:

Fiscal Year Ended June 30,	2006 Tax Allocation Bond		
	Principal	Interest	Total
2012	\$ 60,000	\$ 142,930	\$ 202,930
2013	60,000	140,456	200,456
2014	65,000	137,760	202,760
2015	70,000	134,763	204,763
2016	70,000	131,613	201,613
2017-2021	405,000	604,743	1,009,743
2022-2026	520,000	493,079	1,013,079
2027-2031	655,000	346,775	1,001,775
2032-2036	835,000	160,448	995,448
2037	195,000	4,972	199,972
	<u>\$ 2,935,000</u>	<u>\$ 2,297,539</u>	<u>\$ 5,232,539</u>

2. Business -type Activities - USDA Rural Development Promissory Note

In 1998, the City executed a promissory note with the United States Department of Agriculture with the proceeds to be used for water system development. The note bears interest at 4.5%, with interest and principal (varying from \$4,500 to \$28,000) payable semi-annually beginning April 1, 1998 and continuing until April 1, 2037. Annual debt service requirements for the USDA Rural Development Promissory Note are shown below:

Fiscal Year Ended June 30,	USDA Rural Development Promissory Note		
	Principal	Interest	Total
2012	\$ 8,000	\$ 19,170	\$ 27,170
2013	9,000	18,810	27,810
2014	9,000	18,406	27,406
2015	10,000	18,000	28,000
2016	10,000	17,550	27,550
2017-2021	59,000	80,416	139,416
2022-2026	75,000	65,748	140,748
2027-2031	95,000	47,252	142,252
2032-2036	123,000	23,094	146,094
2037	28,000	1,660	29,660
	<u>\$ 426,000</u>	<u>\$ 310,106</u>	<u>\$ 736,106</u>

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 7 – LONG-TERM LIABILITIES (Continued)

3. Business -type Activities – Installment Notes Payable

On February 27, 2006 the City executed an installment note agreement with Municipal Finance Corporation for the acquisition and construction of a 750,000 gallon water storage tank to meet fire flow requirements. The note bears interest at 4.7%, with principal payments varying from \$37,010 to \$90,702, payable semi-annually beginning September 29, 2006, and continuing until March 29, 2026. The balance outstanding at June 30, 2011 is \$1,988,668.

On March 7, 2008, the City executed an installment note agreement with Municipal Finance Corporation for the acquisition and construction for a wastewater treatment plant in the amount of \$6,750,000. The note bears interest at 4.2%, with principal payments varying from \$126,472 to \$245,934, payable semi-annually beginning September 7, 2008, and continuing until March 7, 2028. The balance outstanding at June 30, 2011 is \$6,058,480.

Annual debt service requirements for the Installment Notes Payable are shown below:

Fiscal Year Ended June 30,	Installment Notes Payable - Water		
	Principal	Interest	Total
2012	\$ 94,231	\$ 91,390	\$ 185,621
2013	98,664	86,957	185,621
2014	103,305	82,317	185,622
2015	108,165	77,457	185,622
2016	113,253	72,369	185,622
2017-2021	651,370	276,737	928,107
2022-2026	819,680	108,429	928,109
	<u>\$ 1,988,668</u>	<u>\$ 795,656</u>	<u>\$ 2,784,324</u>

Fiscal Year Ended June 30,	Installment Notes Payable - Sewer		
	Principal	Interest	Total
2012	\$ 250,344	\$ 251,855	\$ 502,199
2013	260,968	241,230	502,198
2014	272,045	230,155	502,200
2015	283,590	218,609	502,199
2016	295,626	206,572	502,198
2017-2021	1,677,324	833,668	2,510,992
2022-2026	2,064,782	446,210	2,510,992
2027-2028	953,801	50,595	1,004,396
	<u>\$ 6,058,480</u>	<u>\$ 2,478,894</u>	<u>\$ 8,537,374</u>

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 7 – LONG-TERM LIABILITIES (Continued)

4. Business -type Activities – Capital Lease

In 2007, the City entered into a capital lease agreement with Vactor Manufacturing, Inc. to purchase a sewer vacuum truck. The capital lease bears interest at 5.3%, with interest and principal, payable annually beginning July 1, 2006 and continuing until July 1, 2010. This capital lease has been paid off as of June 30, 2011.

5. Business -type Activities – California State Water Resources Control Board Revolving Loan

On September 10, 2009, the City entered into a project finance agreement with the California State Water Resource Control Board (Water Control Board). Through the use of ARRA funds, the Water Control Board provided funding assistance in the amount of \$23,100,000 for the rehabilitation and upgrade of the wastewater treatment plant. The City must repay the project funds at an interest rate of 1% per annum. The term of the agreement is June 16, 2009, to June 7, 2031. To date, \$18,054,513 of the loan has been drawn down.

6. Compensated Absences

The City's policy relating to compensated absences is described in Note (1). Compensated absences are liquidated primarily by the general fund and proprietary funds. The total amount outstanding at June 30, 2011, was \$29,714 for governmental activities and \$33,708 for business-type activities.

NOTE 8 – RISK MANAGEMENT

Central San Joaquin Valley Risk Management Authority

The City participates with other public entities in a joint exercise of powers agreement which establishes the Central San Joaquin Valley Risk Management Authority (CSJVRMA). The relationship between the City and CSJVRMA is such that CSJVRMA is not a component unit of the City for financial reporting purposes.

The City is covered for the first \$1,000,000 of each general liability claim and \$500,000 of each workers' compensation claim through the CSJVRMA. The City has the right to receive dividends or the obligation to pay assessments based on a formula which, among other expenses, charges the City's account for liability losses under \$10,000 and worker's compensation losses under \$10,000. The CSJVRMA participates in an excess pool which provides general liability coverage from \$1,000,000 to \$10,000,000. The CSJVRMA participates in an excess pool which provides workers' compensation coverage from \$350,000 to \$500,000 and purchases excess insurance above the \$500,000 to the statutory limit.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 8 – RISK MANAGEMENT (Continued)

Central San Joaquin Valley Risk Management Authority (Continued)

The CSJVRMA is a consortium of fifty-five (55) cities in the San Joaquin Valley of California. It was established under the provisions of California Government Code Section 6500 et seq. The CSJVRMA is governed by a Board of Directors, which meets 3-4 times per year, consisting of one member appointed by each member city. The day-to-day business is handled by a management group employed by the CSJVRMA.

NOTE 9 – PROPRIETARY FUNDS INFORMATION

The City maintains four enterprise funds. The Water and Sewer funds account for the provision of basic utility services to all citizens. The Community Center Operations fund and USF Community Center fund are utilized to maintain the operations and maintenance of the City's community center.

NOTE 10 – CONTINGENT LIABILITIES

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

SERAF Contingency

During the fiscal year 2008-2009, the State of California experienced a severe budgetary crisis. Various "budget trailer bills" were passed by the state legislature to balance the state's budget, including bills that required California redevelopment agencies to transfer funds to the Educational Revenue Augmentation Fund (ERAF) and Supplemental Educational Revenue Augmentation Fund (SERAF) administered by the various county auditor-controllers. Noted below is a general explanation of the ERAF and SERAF legislation, together with the effect of this legislation on the City and the Hughson Redevelopment Agency (Agency).

ERAF Contribution

Pursuant to AB 1389, a budget trailer bill, California redevelopment agencies were required to make ERAF contributions totaling \$350 million. In response to AB 1389, the California Redevelopment Association (CRA) filed a lawsuit against the State of California (California Redevelopment Association et al v. Genest), challenging the constitutionality of the required ERAF contributions. On April 30, 2009, the Sacramento Superior Court held in favor of CRA, ruling that AB 1389 was unconstitutional. On September 28, 2009, the State of California announced its decision not to appeal the decision in "Genest". Accordingly, the Superior Court's decision is now final and binding, and California redevelopment agencies will not be required to make the ERAF contributions pursuant to AB 1389.

SERAF Contributions

Pursuant to AB 26x4, a budget trailer bill, California redevelopment agencies were required to make SERAF contributions totaling \$1.7 billion for the fiscal year 2009-2010 and \$350 million for the fiscal year 2010-2011. Under AB 26x4, agencies may borrow a portion of the required contributions from their low and moderate income housing fund. Alternatively, sponsoring governmental agencies (the cities or counties) may elect to pay the SERAF contributions on behalf of their redevelopment agencies. On October 20, 2009, the (CRA) filed a class action lawsuit on behalf of all California redevelopment agencies challenging the SERAF obligations as unconstitutional.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 10 – CONTINGENT LIABILITIES (CONTINUED)

ERAF Contribution (Continued)

The Agency's SERAF contributions are \$35,900 for the fiscal year 2010-2011 and estimated to be \$220,771 for 2011-2012. It is the position of Agency officials that the SERAF contributions required by AB 26x4 are unconstitutional, and that the Agency is not obligated to make these contributions, however, the Agency has made the contribution for 2010-2011.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

The City does not offer any other post employment benefits.

NOTE 12 – DEFINED BENEFIT PENSION PLANS

Public Employees Retirement System (PERS)

Plan Description and Funding Policy

Substantially all full-time City employees are eligible to participate in pension plans offered by California Public Employee Retirement System (CalPERS), a cost-sharing multiple-employer defined benefit pension plan which acts as a common investment and administrative agent for its participating member employers. CalPERS provides retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. The City's employees participate in the separate Safety (police and fire) and Miscellaneous (all other) Employee Plans. There are currently no active employees enrolled in the Safety Plan. Benefit provisions under both plans are established by State statute and City resolution. Benefits are based on years of credited service, equal to one year of full time employment. Funding contributions for both plans are determined annually on an actuarial basis as of June 30 by CalPERS; the City must contribute these amounts. The current required contribution rate is 13.932% for the miscellaneous plan.

The City's labor contracts require it to pay employee contributions for miscellaneous plan members as well as the employer required contributions. The employee contribution is 8% of their annual covered salary.

Annual Pension Cost

For the fiscal year 2010/2011, the City's annual pension cost of \$129,564 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2007, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75% investment rate of return (net of administrative expenses), (b) overall payroll growth of 3.25% compounded annually; and (c) an inflation rate of 3.0% compounded annually. The actuarial value of PERS was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period (smoothed market value). PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. The remaining amortization period at June 30, 2009, was 21 year for miscellaneous.

CITY OF HUGHSON
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2011

NOTE 12 – DEFINED BENEFIT PENSION PLANS (CONTINUED)

Public Employees Retirement System (PERS) (Continued)

Annual Pension Cost (Continued)

Three-Year Trend Information for Miscellaneous Plan

<u>Fiscal Year</u> <u>Ending</u>	<u>Annual Pension Cost</u> <u>(APC)</u>	<u>Percentage of APC</u> <u>Contributed</u>	<u>Net Pension Obligation</u>
06/30/09	\$ 169,338	100%	\$ -
06/30/10	157,966	100%	-
06/30/11	129,564	100%	-

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REQUIRED SUPPLEMENTAL INFORMATION

**CITY OF HUGHSON
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$ 304,100	\$ 304,100	\$ 177,073	\$ (127,027)
Sales and Use Taxes	394,000	394,000	408,658	14,658
Business License Taxes	23,000	23,000	23,932	932
Other Taxes	123,000	123,000	71,387	(51,613)
Licenses and Permits	54,500	54,500	76,567	22,067
Fines and Forfeitures	103,700	103,700	145,176	41,476
Interest	4,000	4,000	3,197	(803)
Charges for Services	48,800	48,800	38,718	(10,082)
Intergovernmental	468,000	468,000	493,962	25,962
Other	362,000	362,000	367,737	5,737
Total Revenues	<u>1,885,100</u>	<u>1,885,100</u>	<u>1,806,407</u>	<u>(78,693)</u>
Expenditures				
Current				
General Government	586,435	586,435	488,440	97,995
Public Safety	899,557	899,557	825,121	74,436
Public Works	406,854	406,854	454,584	(47,730)
Parks and Recreation	64,585	64,585	84,142	(19,557)
Total Expenditures	<u>1,957,431</u>	<u>1,957,431</u>	<u>1,852,287</u>	<u>105,144</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(72,331)</u>	<u>(72,331)</u>	<u>(45,880)</u>	<u>26,451</u>
Other Financing Sources (uses):				
Transfers In	166,674	166,674	217,365	50,691
Transfers Out	<u>(30,000)</u>	<u>(30,000)</u>	<u>(167,280)</u>	<u>(137,280)</u>
Total Other Financing Sources (Uses)	<u>136,674</u>	<u>136,674</u>	<u>50,085</u>	<u>(86,589)</u>
Net Change in Fund Balance	64,343	64,343	4,205	(60,138)
Fund Balance - July 1, 2010	<u>901,059</u>	<u>901,059</u>	<u>901,059</u>	
Fund Balance - June 30, 2011	<u>\$ 965,402</u>	<u>\$ 965,402</u>	<u>\$ 905,264</u>	<u>\$ (60,138)</u>

**CITY OF HUGHSON
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
HOME LOAN SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$ 250	\$ 250	\$ 103	\$ (147)
Intergovernmental			770	770
Total Revenues	250	250	873	623
Expenditures				
Current:				
Community Development			770	(770)
Total Expenditures			770	(770)
Net Change in Fund Balance	250	250	103	(147)
Fund Balance - July 1, 2010	36,623	36,623	36,623	
Fund Balance - June 30, 2011	<u>\$ 36,873</u>	<u>\$ 36,873</u>	<u>\$ 36,726</u>	<u>\$ (147)</u>

CITY OF HUGHSON
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
REFUSE SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$ 421,000	\$ 421,000	\$ 421,871	\$ 871
Total Revenues	421,000	421,000	421,871	871
Expenditures				
Current:				
General Government	338,580	338,580	405,118	(66,538)
Total Expenditures	338,580	338,580	405,118	(66,538)
Net Change in Fund Balance	82,420	82,420	16,753	(65,667)
Fund Balance (Deficit) - July 1, 2010	(95,089)	(95,089)	(95,089)	
Fund Balance (Deficit) - June 30, 2011	\$ (12,669)	\$ (12,669)	\$ (78,336)	\$ (65,667)

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OTHER SUPPLEMENTAL INFORMATION

**CITY OF HUGHSON
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
REDEVELOPMENT AGENCY DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Property Taxes	\$ 391,302	\$ 389,704	\$ (1,598)
Interest	18,500	1,498	(17,002)
Total Revenues	<u>409,802</u>	<u>391,202</u>	<u>(18,600)</u>
Expenditures			
Current:			
General Government	2,000	82,463	(80,463)
Debt Service:			
Principal	48,000	48,000	
Interest and Fiscal Charges	116,265	116,265	
Total Expenditures	<u>166,265</u>	<u>246,728</u>	<u>(80,463)</u>
Net Change in Fund Balance	243,537	144,474	(99,063)
Fund Balance - July 1, 2010	<u>216,171</u>	<u>216,171</u>	
Fund Balance - June 30, 2011	<u>\$ 459,708</u>	<u>\$ 360,645</u>	<u>\$ (99,063)</u>

CITY OF HUGHSON
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
REDEVELOPMENT AGENCY CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues			
Interest	\$ 2,800	\$ 7	\$ (2,793)
Total Revenues	<u>2,800</u>	<u>7</u>	<u>(2,793)</u>
Expenditures			
Current:			
General Government		35,900	(35,900)
Community Development	265,370	225,759	39,611
Capital Outlay	<u>52,000</u>		<u>52,000</u>
Total Expenditures	<u>317,370</u>	<u>261,659</u>	<u>55,711</u>
Excess (deficiency) of Revenues over (under) Expenditures	<u>(314,570)</u>	<u>(261,652)</u>	<u>52,918</u>
Other Financing Sources (Uses)			
Transfers out	<u>(52,000)</u>	<u>(26,625)</u>	<u>25,375</u>
Total Other Financing Sources (Uses)	<u>(52,000)</u>	<u>(26,625)</u>	<u>25,375</u>
Net Change in Fund Balance	(366,570)	(288,277)	78,293
Fund Balance - July 1, 2010	<u>8,536</u>	<u>8,536</u>	
Fund Balance - June 30, 2011	<u>\$ (358,034)</u>	<u>\$ (279,741)</u>	<u>\$ 78,293</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

The Asset Forfeiture Fund was established to account for monies received from asset seizures in the City's jurisdiction. The monies are to be spent on police protection and enforcement.

The Gas Tax Fund was established to account for state gas tax revenues based on population. The revenues may be expended only for street and road repair, maintenance, design, construction, and traffic signal design and installation.

The Vehicle Abatement Fund was established to account for vehicle abatement fees, revenues, and expenditures.

The CDBG Rehab Fund was established to account for federal grants under the Housing and Community Development Act, to assist low and moderate income groups in obtaining loans to rehabilitate or revitalize their homes.

The CDBG Grants Fund was established to account for federal planning grants under the Housing and Community Development Act.

The Public Safety Augmentation Fund was established to account for monies received through a special sales tax to be spent to sustain the public safety department.

The Equipment Replacement Fund was established to reserve for future replacement of equipment.

The Solid Waste Management Fund was established to account for AB939 revenues received from county for solid waste recycling efforts.

The Storm Drain Fund was established to account for storm drain revenues.

The Traffic Fund was established to account for revenues received and expenditures made for traffic improvements.

The SLESF Fund established to account for revenues received and expenditures made for Special Law Enforcement Services.

The CLEEP Fund was established to account for state grant money disbursed to local law enforcement, assist local agencies in acquiring high technology equipment and training.

The Redevelopment Housing Fund was established to account for increase in property taxes within the Redevelopment Agency area to be used exclusively for development of low and moderate income housing.

The Lighting and Landscaping Fund was established to account for the lighting and landscaping of specified zones in the City.

The Benefit Assessment Fund was established to account for assessments applied to certain districts within the City.

The Miscellaneous Grants Fund was established to account for different grant revenues and expenditures.

The Community Enhancement Fund was established to bridge the gap between old development and new development where Landscaping and Lighting Districts are set up.

The Local Transportation Authority Fund is used to account for the revenue and expenditure of funds generated by a one-half cent voter approved sales tax earmarked for street improvements.

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

The Public Facilities Fund was established to account for all proceeds from traffic mitigation fees, whose purpose is to defray the actual costs of constructing improvements to mitigate traffic and circulation impacts resulting from proposed new development.

The Transportation Fund was established to account for the 6" Street reconstruction.

The Municipal Park Fund was established to account for future expansion of City parks.

The Parks Development Impact Fees Fund was established to account for developer assessments on new home construction, with the monies to be used for construction of parks.

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CITY OF HUGHSON
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011

Special Revenue Funds

	Asset Forfeiture	Gas Tax	Vehicle Abatement	CDBG Rehab	CDBG Grants
Assets					
Cash and Investments	\$ 1,660	\$ 208,385	\$ 31	\$ 163,922	\$ 93,988
Accounts Receivable		11,546		55	
Loans Receivable				230,283	
Total Assets	<u>\$ 1,660</u>	<u>\$ 219,931</u>	<u>\$ 31</u>	<u>\$ 394,260</u>	<u>\$ 93,988</u>
Liabilities					
Accounts Payable and Accrued Liabilities	\$ -	\$ 4,357	\$ -	\$ -	\$ -
Deferred Revenue				230,283	
Due To Other Funds					
Total Liabilities		<u>4,357</u>		<u>230,283</u>	
Fund Balances (Deficits)					
Restricted	1,660	215,574	31	163,977	93,988
Unassigned					
Total Fund Balances (Deficits)	<u>1,660</u>	<u>215,574</u>	<u>31</u>	<u>163,977</u>	<u>93,988</u>
Total Liabilities and Fund Balances	<u>\$ 1,660</u>	<u>\$ 219,931</u>	<u>\$ 31</u>	<u>\$ 394,260</u>	<u>\$ 93,988</u>

Special Revenue Funds

Public Safety Augmentation	Equipment Replacement	Solid Waste Management	Storm Drain	Traffic	SLESF
\$ -	\$ -	\$ -	\$ 25,084	\$ 72,307 9,871	\$ 168,995 25,504
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,084</u>	<u>\$ 82,178</u>	<u>\$ 194,499</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,717
					<u>10,717</u>
			25,084	82,178	183,782
			<u>25,084</u>	<u>82,178</u>	<u>183,782</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,084</u>	<u>\$ 82,178</u>	<u>\$ 194,499</u>

Continued

CITY OF HUGHSON
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2011
(CONTINUED)

Special Revenue Funds

	CLEEP	Redevelopment Housing	Lighting and Landscaping	Benefit Assessment	Misc. Grants
Assets					
Cash and Investments	\$ -	\$ 804,767	\$ 121,075	\$ 49,511	\$ -
Accounts Receivable		5,211	729	582	
Loans Receivable		67,028			
		<u>67,028</u>			
Total Assets	<u>\$ -</u>	<u>\$ 877,006</u>	<u>\$ 121,804</u>	<u>\$ 50,093</u>	<u>\$ -</u>
Liabilities					
Accounts Payable and Accrued Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred Revenue		67,028			
Due To Other Funds					36,898
		<u>67,028</u>			<u>36,898</u>
Total Liabilities		<u>67,028</u>			<u>36,898</u>
Fund Balances (Deficits)					
Restricted		809,978	121,804	50,093	
Unassigned					(36,898)
		<u>809,978</u>	<u>121,804</u>	<u>50,093</u>	<u>(36,898)</u>
Total Fund Balances (Deficits)		<u>809,978</u>	<u>121,804</u>	<u>50,093</u>	<u>(36,898)</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 877,006</u>	<u>\$ 121,804</u>	<u>\$ 50,093</u>	<u>\$ -</u>

Special Revenue Funds		Capital Projects Funds				Total
Community Enhancement	Local Transportation Fund	Public Facilities	Transportation	Municipal Park	Parks Development Impact Fees	Nonmajor Governmental Funds
\$ 86,761	\$ 39,686	\$ 1,165,107	\$ -	\$ 309,301	\$ 102,886	\$ 3,413,466
						53,498
						297,311
<u>\$ 86,761</u>	<u>\$ 39,686</u>	<u>\$ 1,165,107</u>	<u>\$ -</u>	<u>\$ 309,301</u>	<u>\$ 102,886</u>	<u>\$ 3,764,275</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,074
			288,074			297,311
						324,972
			288,074			637,357
86,761	39,686	1,165,107		309,301	102,886	3,451,890
			(288,074)			(324,972)
86,761	39,686	1,165,107	(288,074)	309,301	102,886	3,126,918
<u>\$ 86,761</u>	<u>\$ 39,686</u>	<u>\$ 1,165,107</u>	<u>\$ -</u>	<u>\$ 309,301</u>	<u>\$ 102,886</u>	<u>\$ 3,764,275</u>

CITY OF HUGHSON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2011

Special Revenue Funds

	Asset Forfeiture	Gas Tax	Vehicle Abatement	CDBG Rehab	CDBG Grants
Revenues:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Interest		566		436	257
Charges for Services			7,239		
Intergovernmental		102,872			
Special Assessments				12,490	
Other					
Total Revenues		103,438	7,239	12,926	257
Expenditures:					
Current:					
General Government					
Public Safety			59,168	328	
Public Works		91,112			
Capital Outlay					
Debt Service:					
Principal					
Interest and Fiscal Charges					
Total Expenditures		91,112	59,168	328	
Excess (Deficiency) of Revenues over (Under) Expenditures		12,326	(51,929)	12,598	257
Other Financing Sources (Uses):					
Transfers In			67,784		
Transfers Out		(30,000)			
Total Other Financing Sources (Uses)		(30,000)	67,784		
Net Change in Fund Balances		(17,674)	15,855	12,598	257
Fund Balances (Deficits) - July 1, 2010	1,660	233,248	(15,824)	151,379	93,731
Fund Balances (Deficits) - June 30, 2011	\$ 1,660	\$ 215,574	\$ 31	\$ 163,977	\$ 93,988

Special Revenue Funds

Public Safety Augmentation	Equipment Replacement	Solid Waste Management	Storm Drain	Traffic	SLESF
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		35		190	450
5,038		837	49,408	60,705	101,555
<u>5,038</u>	<u></u>	<u>872</u>	<u>49,408</u>	<u>60,895</u>	<u>102,005</u>
				2,851	72,324
				30,000	
				<u>32,851</u>	<u>72,324</u>
<u>5,038</u>	<u></u>	<u>872</u>	<u>49,408</u>	<u>28,044</u>	<u>29,681</u>
<u>(22,718)</u>	<u>(25,682)</u>	<u>(19,095)</u>	<u></u>	<u>(11,600)</u>	<u>(1,024)</u>
<u>(22,718)</u>	<u>(25,682)</u>	<u>(19,095)</u>	<u></u>	<u>(11,600)</u>	<u>(1,024)</u>
<u>(17,680)</u>	<u>(25,682)</u>	<u>(18,223)</u>	<u>49,408</u>	<u>16,444</u>	<u>28,657</u>
17,680	25,682	18,223	(24,324)	65,734	155,125
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,084</u>	<u>\$ 82,178</u>	<u>\$ 183,782</u>

Continued

CITY OF HUGHSON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2011
(CONTINUED)

Special Revenue Funds

	CLEEP	Redevelopment Housing	Lighting and Landscaping	Benefit Assessment	Misc. Grants
Revenues:					
Property Taxes	\$ -	\$ 97,428	\$ -	\$ -	\$ -
Interest		5,248			
Charges for Services					
Intergovernmental					231,454
Special Assessments			76,658	70,760	
Other					
Total Revenues		<u>102,676</u>	<u>76,658</u>	<u>70,760</u>	<u>231,454</u>
Expenditures:					
Current:					
General Government		95,690			
Public Safety					
Public Works			76,178	78,762	
Capital Outlay	201				
Debt Service:					
Principal		12,000			
Interest and Fiscal Charges		29,066			
Total Expenditures	<u>201</u>	<u>136,756</u>	<u>76,178</u>	<u>78,762</u>	
Excess (Deficiency) of Revenues over (Under) Expenditures	<u>(201)</u>	<u>(34,080)</u>	<u>480</u>	<u>(8,002)</u>	<u>231,454</u>
Other Financing Sources (Uses):					
Transfers In		37,250			
Transfers Out		(4,438)	(23,843)	(17,594)	(269,200)
Total Other Financing Sources (Uses)		<u>32,812</u>	<u>(23,843)</u>	<u>(17,594)</u>	<u>(269,200)</u>
Net Change in Fund Balances	<u>(201)</u>	<u>(1,268)</u>	<u>(23,363)</u>	<u>(25,596)</u>	<u>(37,746)</u>
Fund Balances (Deficits) - July 1, 2010	201	811,246	145,167	75,689	848
Fund Balances (Deficits) - June 30, 2011	<u>\$ -</u>	<u>\$ 809,978</u>	<u>\$ 121,804</u>	<u>\$ 50,093</u>	<u>\$ (36,898)</u>

Special Revenue Funds		Capital Project Funds				Total
Community Enhancement	Local Transportation Fund	Public Facilities	Transportation	Municipal Park	Parks Development Impact Fees	Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 97,428
208		5,812		802	122	14,126
16,128		131,505		25,883	37,315	273,353
	75,197		293,047			864,830
						147,418
						12,490
<u>16,336</u>	<u>75,197</u>	<u>137,317</u>	<u>293,047</u>	<u>26,685</u>	<u>37,437</u>	<u>1,409,645</u>
						95,690
						134,671
						246,052
			226,964		231,574	488,739
						12,000
						29,066
			226,964		231,574	1,006,218
<u>16,336</u>	<u>75,197</u>	<u>137,317</u>	<u>66,083</u>	<u>26,685</u>	<u>(194,137)</u>	<u>403,427</u>
		37,200			232,000	374,234
						(425,194)
		37,200			232,000	(50,960)
<u>16,336</u>	<u>75,197</u>	<u>174,517</u>	<u>66,083</u>	<u>26,685</u>	<u>37,863</u>	<u>352,467</u>
70,425	(35,511)	990,590	(354,157)	282,616	65,023	2,774,451
<u>\$ 86,761</u>	<u>\$ 39,686</u>	<u>\$ 1,165,107</u>	<u>\$ (288,074)</u>	<u>\$ 309,301</u>	<u>\$ 102,886</u>	<u>\$ 3,126,918</u>

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CITY OF HUGHSON
ASSET FORFEITURE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ -	\$ -	\$ -
Total Revenue	<u> </u>	<u> </u>	<u> </u>
Net Change in Fund Balance			
Fund Balance - July 1, 2010	<u>1,660</u>	<u>1,660</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ 1,660</u>	<u>\$ 1,660</u>	<u>\$ -</u>

CITY OF HUGHSON
GAS TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 1,520	\$ 566	\$ (954)
Intergovernmental	104,011	102,872	(1,139)
Total Revenue	<u>105,531</u>	<u>103,438</u>	<u>(2,093)</u>
Expenditures:			
Current:			
Public Works	85,393	91,112	(5,719)
Capital Outlay	30,000		30,000
Total Expenditures	<u>115,393</u>	<u>91,112</u>	<u>24,281</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,862)</u>	<u>12,326</u>	<u>22,188</u>
Other Financing Sources (Uses):			
Transfers Out	<u>(30,000)</u>	<u>(30,000)</u>	
Total Other Financing Sources (Uses)	<u>(30,000)</u>	<u>(30,000)</u>	
Net Change in Fund Balance	(39,862)	(17,674)	22,188
Fund Balance - July 1, 2010	<u>233,248</u>	<u>233,248</u>	
Fund Balance - June 30, 2011	<u>\$ 193,386</u>	<u>\$ 215,574</u>	<u>\$ 22,188</u>

CITY OF HUGHSON
VEHICLE ABATEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Charges For Services	\$ 15,000	\$ 7,239	\$ (7,761)
Total Revenue	<u>15,000</u>	<u>7,239</u>	<u>(7,761)</u>
Expenditures:			
Current:			
Public Safety	<u>71,424</u>	<u>59,168</u>	<u>12,256</u>
Total Expenditures	<u>71,424</u>	<u>59,168</u>	<u>12,256</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(56,424)</u>	<u>(51,929)</u>	<u>4,495</u>
Other Financing Sources (Uses):			
Transfers In	<u>71,000</u>	<u>67,784</u>	<u>(3,216)</u>
Total Other Financing Sources (Uses)	<u>71,000</u>	<u>67,784</u>	<u>(3,216)</u>
Net Change in Fund Balance	14,576	15,855	1,279
Fund Balance (Deficit) - July 1, 2010	<u>(15,824)</u>	<u>(15,824)</u>	<u> </u>
Fund Balance (Deficit) - June 30, 2011	<u>\$ (1,248)</u>	<u>\$ 31</u>	<u>\$ 1,279</u>

CITY OF HUGHSON
 CDBG REHAB SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 3,036	\$ 436	\$ (2,600)
Other Revenue	<u>10,135</u>	<u>12,490</u>	<u>2,355</u>
Total Revenue	<u>13,171</u>	<u>12,926</u>	<u>(245)</u>
Expenditures:			
Current:			
Public Safety	<u>8,000</u>	<u>328</u>	<u>7,672</u>
Total Expenditures	<u>8,000</u>	<u>328</u>	<u>7,672</u>
Net Change in Fund Balance	<u>5,171</u>	<u>12,598</u>	<u>7,427</u>
Fund Balance - July 1, 2010	151,379	151,379	
Fund Balance - June 30, 2011	<u>\$ 156,550</u>	<u>\$ 163,977</u>	<u>\$ 7,427</u>

CITY OF HUGHSON
 CDBG GRANTS SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 500	\$ 257	\$ (243)
Total Revenue	<u>500</u>	<u>257</u>	<u>(243)</u>
Net Change in Fund Balance	<u>500</u>	<u>257</u>	<u>(243)</u>
Fund Balance - July 1, 2010	93,731	93,731	
Fund Balance - June 30, 2011	<u>\$ 94,231</u>	<u>\$ 93,988</u>	<u>\$ (243)</u>

CITY OF HUGHSON
PUBLIC SAFETY AUGMENTATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Charges For Services	\$ 6,000	\$ 5,038	\$ (962)
Total Revenue	<u>6,000</u>	<u>5,038</u>	<u>(962)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,000</u>	<u>5,038</u>	<u>(962)</u>
Other Financing Sources (Uses):			
Transfers Out	<u>(10,000)</u>	<u>(22,718)</u>	<u>(12,718)</u>
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(22,718)</u>	<u>(12,718)</u>
Net Change in Fund Balance	(4,000)	(17,680)	(13,680)
Fund Balance - July 1, 2010	<u>17,680</u>	<u>17,680</u>	<u></u>
Fund Balance - June 30, 2011	<u>\$ 13,680</u>	<u>\$ -</u>	<u>\$ (13,680)</u>

CITY OF HUGHSON
SOLID WASTE MANAGEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 300	\$ 35	\$ (265)
Charges for Services	<u>5,000</u>	<u>837</u>	<u>(4,163)</u>
Total Revenue	<u>5,300</u>	<u>872</u>	<u>(4,428)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>5,300</u>	<u>872</u>	<u>(4,428)</u>
Other Financing Sources (Uses):			
Transfers Out	<u>(5,000)</u>	<u>(19,095)</u>	<u>(14,095)</u>
Total Other Financing Sources (Uses)	<u>(5,000)</u>	<u>(19,095)</u>	<u>(14,095)</u>
Net Change in Fund Balance	300	(18,223)	(18,523)
Fund Balance - July 1, 2010	<u>18,223</u>	<u>18,223</u>	<u></u>
Fund Balance - June 30, 2011	<u>\$ 18,523</u>	<u>\$ -</u>	<u>\$ (18,523)</u>

CITY OF HUGHSON
 STORM DRAIN SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Charges for Services	\$ 7,500	\$ 49,408	\$ 41,908
Total Revenue	<u>7,500</u>	<u>49,408</u>	<u>41,908</u>
Net Change in Fund Balance	7,500	49,408	41,908
Fund Balance (Deficit) - July 1, 2010	<u>(24,324)</u>	<u>(24,324)</u>	<u></u>
Fund Balance (Deficit) - June 30, 2011	<u>\$ (16,824)</u>	<u>\$ 25,084</u>	<u>\$ 41,908</u>

CITY OF HUGHSON
 TRAFFIC SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 275	\$ 190	\$ (85)
Intergovernmental	<u>64,125</u>	<u>60,705</u>	<u>(3,420)</u>
Total Revenue	<u>64,400</u>	<u>60,895</u>	<u>(3,505)</u>
Expenditures:			
Current:			
Public Safety	4,000	2,851	1,149
Capital Outlay	<u>40,000</u>	<u>30,000</u>	<u>10,000</u>
Total Expenditures	<u>44,000</u>	<u>32,851</u>	<u>11,149</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>20,400</u>	<u>28,044</u>	<u>7,644</u>
Other Financing Sources (Uses):			
Transfers Out	<u>(11,600)</u>	<u>(11,600)</u>	<u> </u>
Total Other Financing Sources (Uses)	<u>(11,600)</u>	<u>(11,600)</u>	<u> </u>
Net Change in Fund Balance	8,800	16,444	7,644
Fund Balance - July 1, 2010	<u>65,734</u>	<u>65,734</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ 74,534</u>	<u>\$ 82,178</u>	<u>\$ 7,644</u>

CITY OF HUGHSON
SLESF SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 700	\$ 450	\$ (250)
Intergovernmental	<u>100,000</u>	<u>101,555</u>	<u>1,555</u>
Total Revenue	<u>100,700</u>	<u>102,005</u>	<u>1,305</u>
Expenditures:			
Current:			
Public Safety	<u>100,000</u>	<u>72,324</u>	<u>27,676</u>
Total Expenditures	<u>100,000</u>	<u>72,324</u>	<u>27,676</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>700</u>	<u>29,681</u>	<u>28,981</u>
Other Financing Sources (Uses)			
Transfers Out	<u> </u>	<u>(1,024)</u>	<u>(1,024)</u>
Total Other financing Sources (Uses)	<u> </u>	<u>(1,024)</u>	<u>(1,024)</u>
Net Change in Fund Balance	700	28,657	27,957
Fund Balance - July 1, 2010	<u>155,125</u>	<u>155,125</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ 155,825</u>	<u>\$ 183,782</u>	<u>\$ 27,957</u>

CITY OF HUGHSON
 CLEEP SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ -	\$ -	\$ -
Total Revenue	<u> </u>	<u> </u>	<u> </u>
Expenditures:			
Capital Outlay	<u> </u>	201	(201)
Total Expenditures	<u> </u>	<u>201</u>	<u>(201)</u>
Net Change in Fund Balance		(201)	(201)
Fund Balance - July 1, 2010	<u>201</u>	<u>201</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ 201</u>	<u>\$ -</u>	<u>\$ (201)</u>

CITY OF HUGHSON
REDEVELOPMENT HOUSING SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Property Tax	\$ 97,876	\$ 97,428	\$ (448)
Interest	21,500	5,248	(16,252)
Total Revenue	<u>119,376</u>	<u>102,676</u>	<u>(16,700)</u>
Expenditures:			
Current:			
General Government	1,012,199	95,690	916,509
Debt Service:			
Principal	12,000	12,000	
Interest and Fiscal Charges	29,066	29,066	
Total Expenditures	<u>1,053,265</u>	<u>136,756</u>	<u>916,509</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(933,889)</u>	<u>(34,080)</u>	<u>899,809</u>
Other Financing Sources (Uses)			
Transfers Out	(17,500)	(4,438)	13,062
Transfers In	<u> </u>	<u>37,250</u>	<u>37,250</u>
Total Other financing Sources (Uses)	<u>(17,500)</u>	<u>32,812</u>	<u>50,312</u>
Net Change in Fund Balance	(951,389)	(1,268)	950,121
Fund Balance - July 1, 2010	<u>811,246</u>	<u>811,246</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ (140,143)</u>	<u>\$ 809,978</u>	<u>\$ 950,121</u>

CITY OF HUGHSON
 LIGHTING AND LANDSCAPING SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Special Assessments	\$ 98,255	\$ 76,658	\$ (21,597)
Total Revenue	<u>98,255</u>	<u>76,658</u>	<u>(21,597)</u>
Expenditures:			
Current:			
Public works	<u>111,184</u>	<u>76,178</u>	<u>35,006</u>
Total Expenditures	<u>111,184</u>	<u>76,178</u>	<u>35,006</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(12,929)</u>	<u>480</u>	<u>13,409</u>
Other Financing Sources (Uses)			
Transfers Out	<u>(25,257)</u>	<u>(23,843)</u>	<u>1,414</u>
Total Other financing Sources (Uses)	<u>(25,257)</u>	<u>(23,843)</u>	<u>1,414</u>
Net Change in Fund Balance	(38,186)	(23,363)	14,823
Fund Balance - July 1, 2010	<u>145,167</u>	<u>145,167</u>	<u></u>
Fund Balance - June 30, 2011	<u>\$ 106,981</u>	<u>\$ 121,804</u>	<u>\$ 14,823</u>

CITY OF HUGHSON
 BENEFIT ASSESSMENT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Special Assessments	\$ 86,940	\$ 70,760	\$ (16,180)
Total Revenue	<u>86,940</u>	<u>70,760</u>	<u>(16,180)</u>
Expenditures:			
Current:			
Public Works	<u>90,954</u>	<u>78,762</u>	<u>12,192</u>
Total Expenditures	<u>90,954</u>	<u>78,762</u>	<u>12,192</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(4,014)</u>	<u>(8,002)</u>	<u>(3,988)</u>
Other Financing Sources (Uses)			
Transfers Out	<u>(19,008)</u>	<u>(17,594)</u>	<u>1,414</u>
Total Other financing Sources (Uses)	<u>(19,008)</u>	<u>(17,594)</u>	<u>1,414</u>
Net Change in Fund Balance	(23,022)	(25,596)	(2,574)
Fund Balance - July 1, 2010	<u>75,689</u>	<u>75,689</u>	<u></u>
Fund Balance - June 30, 2011	<u>\$ 52,667</u>	<u>\$ 50,093</u>	<u>\$ (2,574)</u>

CITY OF HUGHSON
 MISCELLANEOUS GRANTS SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 269,200	\$ 231,454	\$ (37,746)
Total Revenue	<u>269,200</u>	<u>231,454</u>	<u>(37,746)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>269,200</u>	<u>231,454</u>	<u>(37,746)</u>
Other Financing Sources (Uses)			
Transfers Out	<u>(269,200)</u>	<u>(269,200)</u>	
Total Other financing Sources (Uses)	<u>(269,200)</u>	<u>(269,200)</u>	
Net Change in Fund Balance		(37,746)	(37,746)
Fund Balance (Deficit) - July 1, 2010	<u>848</u>	<u>848</u>	
Fund Balance (Deficit) - June 30, 2011	<u>\$ 848</u>	<u>\$ (36,898)</u>	<u>\$ (37,746)</u>

CITY OF HUGHSON
COMMUNITY ENHANCEMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 500	\$ 208	\$ (292)
Charges for Services	<u>7,000</u>	<u>16,128</u>	<u>9,128</u>
Total Revenue	<u>7,500</u>	<u>16,336</u>	<u>8,836</u>
Net Change in Fund Balance	7,500	16,336	8,836
Fund Balance - July 1, 2010	<u>70,425</u>	<u>70,425</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ 77,925</u>	<u>\$ 86,761</u>	<u>\$ 8,836</u>

CITY OF HUGHSON
 LOCAL TRANSPORTATION SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual	Variance Positive (Negative)
Revenues:			
Intergovernmental	\$ 30,843	\$ 75,197	\$ 44,354
Total Revenues	<u>30,843</u>	<u>75,197</u>	<u>44,354</u>
Net Change in Fund Balance	30,843	75,197	44,354
Fund Balance (Deficit) - July 1, 2010	<u>(35,511)</u>	<u>(35,511)</u>	
Fund Balance (Deficit) - June 30, 2011	<u>\$ (4,668)</u>	<u>\$ 39,686</u>	<u>\$ 44,354</u>

CITY OF HUGHSON
PUBLIC FACILITIES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 12,000	\$ 5,812	\$ (6,188)
Charges for Services	92,000	131,505	39,505
Total Revenue	<u>104,000</u>	<u>137,317</u>	<u>33,317</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>104,000</u>	<u>137,317</u>	<u>33,317</u>
Other Financing Sources (Uses)			
Transfers In	<u>37,200</u>	<u>37,200</u>	
Total Other financing Sources (Uses)	<u>37,200</u>	<u>37,200</u>	
Net Change in Fund Balance	141,200	174,517	33,317
Fund Balance - July 1, 2010	<u>990,590</u>	<u>990,590</u>	
Fund Balance - June 30, 2011	<u>\$ 1,131,790</u>	<u>\$ 1,165,107</u>	<u>\$ 33,317</u>

CITY OF HUGHSON
TRANSPORTATION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 150	\$ -	\$ (150)
Intergovernmental	<u>66,997</u>	<u>293,047</u>	<u>226,050</u>
Total Revenue	<u>67,147</u>	<u>293,047</u>	<u>225,900</u>
Expenditures:			
Capital Outlay	<u>88,104</u>	<u>226,964</u>	<u>(138,860)</u>
Total Expenditures	<u>88,104</u>	<u>226,964</u>	<u>(138,860)</u>
Net Change in Fund Balance	(20,957)	66,083	87,040
Fund Balance (Deficit) - July 1, 2010	<u>(354,157)</u>	<u>(354,157)</u>	<u> </u>
Fund Balance (Deficit) - June 30, 2011	<u>\$ (375,114)</u>	<u>\$ (288,074)</u>	<u>\$ 87,040</u>

CITY OF HUGHSON
MUNICIPAL PARK CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 2,100	\$ 802	\$ (1,298)
Charges for Services	<u>4,000</u>	<u>25,883</u>	<u>21,883</u>
Total Revenue	<u>6,100</u>	<u>26,685</u>	<u>20,585</u>
Expenditures:			
Capital Outlay	<u>288,000</u>	<u> </u>	<u>288,000</u>
Total Expenditures	<u>288,000</u>	<u> </u>	<u>288,000</u>
Net Change in Fund Balance	(281,900)	26,685	308,585
Fund Balance - July 1, 2010	<u>282,616</u>	<u>282,616</u>	<u> </u>
Fund Balance - June 30, 2011	<u>\$ 716</u>	<u>\$ 309,301</u>	<u>\$ 308,585</u>

CITY OF HUGHSON
 PARKS DEVELOPMENT IMPACT FEES CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2011

	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:			
Interest	\$ 500	\$ 122	\$ (378)
Charges for Services	<u>8,900</u>	<u>37,315</u>	<u>28,415</u>
Total Revenue	<u>9,400</u>	<u>37,437</u>	<u>28,037</u>
Expenditures:			
Capital Outlay	<u>232,000</u>	<u>231,574</u>	<u>426</u>
Total Expenditures	<u>232,000</u>	<u>231,574</u>	<u>426</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(222,600)</u>	<u>(194,137)</u>	<u>28,463</u>
Other Financing Sources (Uses)			
Transfers In	<u>232,000</u>	<u>232,000</u>	
Total Other financing Sources (Uses)	<u>232,000</u>	<u>232,000</u>	
Net Change in Fund Balance	9,400	37,863	28,463
Fund Balance - July 1, 2010	<u>65,023</u>	<u>65,023</u>	
Fund Balance - June 30, 2011	<u>\$ 74,423</u>	<u>\$ 102,886</u>	<u>\$ 28,463</u>

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NONMAJOR PROPRIETARY FUNDS

PROPRIETARY FUNDS

Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - for these funds, it is the intent of the City Council that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Community Center Operations - This fund is used to account for revenues and expenses associated with the maintenance and operations of the City's Community Centers.

USF Community Center - This fund is used to account for funds designated for maintenance and operations of the City's Community Centers.

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CITY OF HUGHSON
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF NET ASSETS
June 30, 2011

	Enterprise Funds		Total Nonmajor Enterprise Funds
	Community Center Operations Fund	USF Community Center Fund	
Assets			
Current Assets:			
Cash and Investments	\$ -	\$ 4,626	\$ 4,626
Due From Other Funds		2,143	2,143
Total Current Assets		6,769	6,769
Noncurrent Assets:			
Capital Assets:			
Land	105,073		105,073
Buildings	725,283		725,283
Less:			
Accumulated Depreciation	(302,202)		(302,202)
Total Noncurrent Assets	528,154		528,154
Total Assets	528,154	6,769	534,923
Liabilities			
Current Liabilities:			
Accounts Payable	2,177	495	2,672
Due to Other Funds	2,143		2,143
Deposits Payable	11,470		11,470
Total Liabilities	15,790	495	16,285
Net Assets (Deficit)			
Invested in Capital Assets	528,154		528,154
Unrestricted	(15,790)	6,274	(9,516)
Net Assets	\$ 512,364	\$ 6,274	\$ 518,638

CITY OF HUGHSON
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011

	Enterprise Funds		Total Nonmajor Enterprise Funds
	Community Center Operations Fund	USF Community Center Fund	
Operating Revenues			
Charges for Services	\$ 17,384	\$ 14,873	\$ 32,257
Total Operating Revenues	<u>17,384</u>	<u>14,873</u>	<u>32,257</u>
Operating Expenses			
Personnel	17,366	6,518	23,884
Administrative	13,730	15,841	29,571
Maintenance	6,224	43	6,267
Depreciation	24,176		24,176
Total Operating Expenses	<u>61,496</u>	<u>22,402</u>	<u>83,898</u>
Operating Income (Loss)	<u>(44,112)</u>	<u>(7,529)</u>	<u>(51,641)</u>
Non-Operating Revenue (Expenses)			
Interest Revenue		45	45
Total Non-Operating Revenue (Expenses)		<u>45</u>	<u>45</u>
Income (Loss) Before Transfers	(44,112)	(7,484)	(51,596)
Transfers			
Transfers In	30,000		30,000
Transfers Out		(2,500)	(2,500)
Changes in Net Assets	(14,112)	(9,984)	(24,096)
Net Assets - Beginning of Fiscal Year	<u>526,476</u>	<u>16,258</u>	<u>542,734</u>
Net Assets - End of Fiscal Year	<u>\$ 512,364</u>	<u>\$ 6,274</u>	<u>\$ 518,638</u>

**CITY OF HUGHSON
NONMAJOR PROPRIETARY FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2011**

	Enterprise Funds		Total Nonmajor Enterprise Funds
	Community Center Operations Fund	USF Community Center Fund	
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Users	\$ 15,372	\$ 14,873	\$ 30,245
Cash Payments to Suppliers and Contractors	(18,530)	(15,499)	(34,029)
Cash Payments to Employees	(20,662)	(7,139)	(27,801)
Net Cash Provided (Used) By Operating Activities	<u>(23,820)</u>	<u>(7,765)</u>	<u>(31,585)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers	30,000	(2,500)	27,500
Interfund Borrowing	(6,180)	6,180	
Net Cash Provided (Used) By Noncapital Financing Activities	<u>23,820</u>	<u>3,680</u>	<u>27,500</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest Received		45	45
Net Cash Provided (Used) in Investing Activities		<u>45</u>	<u>45</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		(4,040)	(4,040)
CASH AND CASH EQUIVALENTS, BEGINNING OF FISCAL YEAR		<u>8,666</u>	<u>8,666</u>
CASH AND CASH EQUIVALENTS, END OF FISCAL YEAR	<u>\$ -</u>	<u>\$ 4,626</u>	<u>\$ 4,626</u>
Reconciliation to Statement of Net Assets:			
Cash and Cash Equivalents	<u>\$ -</u>	<u>\$ 4,626</u>	<u>\$ 4,626</u>
CASH FLOWS FROM OPERATING ACTIVITIES:			
Operating Income (Loss)	<u>\$ (44,112)</u>	<u>\$ (7,529)</u>	<u>\$ (51,641)</u>
Adjustment to Reconcile Operating Income (loss) to Net Cash Provided (Used) by Operating Activities:			
Depreciation Expense	24,176		24,176
Changes in Assets and Liabilities:			
Increase (Decrease) in Accounts Payable	1,423	385	1,808
Increase (Decrease) in Deposits Payable	(2,012)		(2,012)
Increase (Decrease) in Compensated Absences	(3,295)	(621)	(3,916)
Total Adjustments	<u>20,292</u>	<u>(236)</u>	<u>20,056</u>
Net Cash Provided (Used) By Operating Activities	<u>\$ (23,820)</u>	<u>\$ (7,765)</u>	<u>\$ (31,585)</u>

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FIDUCIARY FUNDS

Agency Funds are used to account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the City, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency fund maintained by the City is presented below.

Water/Sewer Deposits - This fund collects deposits for water and sewer services.

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CITY OF HUGHSON
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For the Fiscal Year Ended June 30, 2011

	<u>Balance</u> <u>July 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2011</u>
ASSETS				
Cash and Investments	\$ 24,259	\$ 2,301	\$ -	\$ 26,560
Total Assets	<u>\$ 24,259</u>	<u>\$ 2,301</u>	<u>\$ -</u>	<u>\$ 26,560</u>
LIABILITIES				
Deposits Payable	\$ 24,259	\$ 2,301	\$ -	\$ 26,560
Total Liabilities	<u>\$ 24,259</u>	<u>\$ 2,301</u>	<u>\$ -</u>	<u>\$ 26,560</u>

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MANAGEMENT FINDINGS

MANAGEMENT FINDINGS



MOSS, LEVY & HARTZHEIM LLP

CERTIFIED PUBLIC ACCOUNTANTS

PARTNERS

RONALD A LEVY, CPA
CRAIG A HARTZHEIM, CPA
HADLEY Y HUI, CPA

COMMERCIAL ACCOUNTING & TAX SERVICES

9107 WILSHIRE BLVD. SUITE 500
BEVERLY HILLS, CA 90210
TEL: 310.273.2745
FAX: 310.670.1689
www.mlhcpas.com

GOVERNMENTAL AUDIT SERVICES

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

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

The Members of the City Council of the
City of Hughson
Hughson, California

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Hughson (City), California, as of and for the fiscal year ended June 30, 2011, which collectively comprise the City of Hughson's basic financial statements and have issued our report thereon dated December 31, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. These material weaknesses along with other significant deficiencies and other matters have been presented in a separate management report dated December 31, 2011.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. We noted certain matters that we reported to the management of the City in a separate letter dated December 31, 2011.

This report is intended solely for the information and use of the City Council, Management, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Moss, Levy & Hartzheim

Moss, Levy & Hartzheim, LLP
Culver City, CA
December 31, 2011

CITY OF HUGHSON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011

Section II – Findings – Financial Statement Audit

Material Weaknesses

2011-1 Lack of reconciliation of capital assets:

During the review of capital assets, it was noted that the City does not have adequate procedures in place to maintain a list of the City's capital assets. The City does not track additions, deletions, and transfers to the asset list and also does not calculate depreciation expense and total accumulated depreciation of the City's assets.

Effect:

Without adequate procedures in place to maintain a list of capital assets, the government-wide statement of net assets could be materially misstated and the City is not able to properly safeguard its assets.

Recommendation:

We recommend that the City implement procedures to adequately maintain a list of capital assets and to accurately capture fixed asset additions, deletions, depreciation, expenses, and accumulated depreciation in accordance with City policies and procedures as well as accounting principles generally accepted in the United States of America.

Management's Response:

In 2008, the City engaged the services of a consultant (CBIZ) to analyze and quantify the City's capital assets. The base line was established and an Excel spreadsheet was created to track all items, including depreciation. It was staff's intent to update the sheet and bring the revised numbers forward. As the file was reviewed, it was discovered that it was very cumbersome and difficult to navigate. It was recommended that CBIZ be contacted to update the file and review the procedures of maintaining the file. Staff is in the process of doing this.

Significant Deficiencies

2011-2 Finding – Lack of segregation of duties over cash receipts:

During the review of internal controls, it was noted that one staff member is responsible for both preparing the bank reconciliations and reconciling daily cash receipts to the general ledger.

Effect:

A lack of segregation of duties increases the risk that errors and irregularities may occur and go undetected. It could adversely affect the City's ability to initiate, authorize, record, process or report financial data reliably, which could lead to a misappropriation of funds.

Recommendation:

We recommend that the City ensure that the internal control deficiencies mentioned above are rectified with increased segregation of duties.

Management's response:

The staff for City of Hughson is small. Two employees manage all counter activities (which includes opening the mail). With the help of a supervisor, all things are doubled checked. The supervisor does the bank reconciliations while the two Account Clerks handle cash receipts and deposit preparation. A review of duties is taking place and implementation of a more thorough process will be evaluated.

2011-3 Finding – Lack of segregation of duties over payroll:

During the review of internal controls, it was noted that one staff member is responsible for entering payroll information into the computer system, preparing payroll checks, distributing payroll checks, reconciling the payroll bank account, and entering payroll changes. It was also noted that multiple users have access to change payroll rates and no log is kept of changes made.

Effect:

A lack of segregation of duties increases the risk that errors and irregularities may occur and go undetected. It could adversely affect the City's ability to initiate, authorize, record, process or report financial data reliably, which could lead to a misappropriation of funds.

CITY OF HUGHSON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011

Section II – Findings – Financial Statement Audit (Continued)

Significant Deficiencies (Continued)

Recommendation:

We recommend that the City ensure that the internal control deficiencies mentioned above are rectified with increased segregation of duties. Also, the City should restrict access to the payroll module and ensure that a log is kept all adjustments to wage rates.

Management's response:

Currently, payroll time slips/sheets are verified and approved by Department Heads and Supervisors. These are keyed in to generate payroll by Finance Personnel. A second employee proofs keying in and any changes made to the record. Further enhancements are being made to proof the payroll process. Additionally, only two Finance employees have access to payroll. Two is necessary to provide adequate coverage to do the process. Others (such as the Manager) have access to "view" payroll files.

CITY OF HUGHSON
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Fiscal Year Ended June 30, 2011

Section III – Findings and Questioned Costs – Major Federal Award Programs Audit

NONE

CITY OF HUGHSON
STATUS OF PRIOR YEAR'S FINDINGS
For the Fiscal Year Ended June 30, 2011

Prior Year's Findings – Financial Statement Audit

Material Weaknesses

2010-1 Lack of reconciliation of capital assets:

During the review of capital assets, it was noted that the City does not have adequate procedures in place to maintain a list of the City's capital assets. The City does not track additions, deletions, and transfers to the asset list and also does not calculate depreciation expense and total accumulated depreciation of the City's assets.

Effect:

Without adequate procedures in place to maintain a list of capital assets, the government-wide statement of net assets could be materially misstated and the City is not able to properly safeguard its assets.

Recommendation:

We recommend that the City implement procedures to adequately maintain a list of capital assets and to accurately capture fixed asset additions, deletions, depreciation expenses and accumulated depreciation in accordance with City policies and procedures as well as accounting principles generally accepted in the United States of America.

Status:

Not implemented. See Finding 2011-1.

2010-2 Lack of reconciliation of financial statements:

During the review of fund balance, it was noted that the City does not have procedures in place to reconcile the audited financial statements with the City's accounting records.

Effect:

Due to the lack of reconciliation of the audited financial statements to the City's accounting records, numerous entries that were reflected on the statements were not posted to the City accounting records, resulting in a misstatement of fund balances with the City's books and records. Audit adjustments were needed to correct these misstatements.

Recommendation:

We recommend that the City ensure that procedures are in place to reconcile the City's accounting records to the audited financial statements.

Status:

Implemented.

2010-3 Lack of proper accruals of year end receivables and liabilities:

During the review of receivables and payables, it was noted that the City does not have adequate procedures in place to properly record year end accruals of receivables and payables. Numerous audit adjustments were necessary to correct year end balances.

Effect:

Due to the lack of procedures to properly record year end accruals of receivables and payables, the City materially misstatements receivable and payable balances as of year-end. Audit adjustments were needed to correct these misstatements.

Recommendation:

We recommend that the City ensure that procedures are in place to properly record all year end accruals of receivable and payables in accordance with City policy and procedures as well as accounting standards generally accepted in the United States of America.

Status:

Implemented.

CITY OF HUGHSON
STATUS OF PRIOR YEAR'S FINDINGS
For the Fiscal Year Ended June 30, 2011

Significant Deficiencies

2010-4 Finding – Lack of segregation of duties over cash receipts:

During the review of internal controls, it was noted that one staff member is responsible for both preparing the bank reconciliations and reconciling daily cash receipts to the general ledger.

Effect:

A lack of segregation of duties increases the risk that errors and irregularities may occur and go undetected. It could adversely affect the City's ability to initiate, authorize, record, process or report financial data reliably, which could lead to a misappropriation of funds.

Recommendation:

We recommend that the City ensure that the internal control deficiencies mentioned above are rectified with increased segregation of duties.

Status:

Not Implemented. See finding 2011-2.

2010-5 Finding – Lack of segregation of duties over payroll:

During the review of internal controls, it was noted that one staff member is responsible for entering payroll information into the computer system, preparing payroll checks, distributing payroll checks, reconciling the payroll bank account, and entering payroll changes. It was also noted that multiple users have access to change payroll rates and no log is kept of changes made.

Effect:

A lack of segregation of duties increases the risk that errors and irregularities may occur and go undetected. It could adversely affect the City's ability to initiate, authorize, record, process or report financial data reliably, which could lead to a misappropriation of funds.

Recommendation:

We recommend that the City ensure that the internal control deficiencies mentioned above are rectified with increased segregation of duties. Also, the City should restrict access to the payroll module and ensure that a log is kept all adjustments to wage rates.

Status:

Not Implemented. See finding 2011-3.

2010-6 Finding – Water usage not charged due to broken meters:

During the utility cash receipts, it was noted that three out of 25 customers tested were not being charged for water usage due their water meters being damaged and not repaired.

Effect:

Without charging certain customer for water usage due to broken meters, the City is not in compliance with regulations and policies set forth by the City Council regarding residential water usage.

Recommendation:

We recommend that the City repair broken water meters as soon as possible and ensure that all customers are being charged for water usage.

Status:

Implemented.

CITY OF HUGHSON
STATUS OF PRIOR YEAR'S FINDINGS
For the Fiscal Year Ended June 30, 2011

2010-7 Lack of board approval for building permit fees:

During the test of building permit cash receipts, it was noted that certain fees being assessed on permits were not part of the Council approved fee schedule.

Effect:

When fees being assessed by the City are not part of the Council approved fee schedule, the City is not in compliance with the rules and regulations set forth by the City Council.

Recommendation:

We recommend that the City ensure that all fees being assessed are part of the Council approved fee schedule.

Status:

Implemented.

2010-8 Missing personnel files:

During the test of payroll, it was noted that out of the 25 employees tested, eleven I-9 forms, seven W-4 forms and seven employment application were missing in total.

Effect:

When essential personnel information and documentation is not being obtained and/or retained by the City, the City is not in compliance with Federal and State employment regulations.

Recommendation:

We recommend that the City ensure that all employees have I-9 forms, W-4 forms and employment on file with the City

Status:

Implemented.

2010-9 Lack of reconciliation of loans receivable:

During the review of loans receivable, it was noted that the City does not adequately maintain a list of loans given out by the City in various programs. The City also does not correctly record the receipt of loan repayments to loan balances and deferred revenue.

Effect:

Due to the lack of reconciliation of loans receivables, the City was not able to adequately record loan balances which resulted in material misstatements of the City's accounting records. Audit adjustments were made to correct these misstatements.

Recommendation:

We recommend that the City ensure that adequate procedures are in place to reconcile loan balances and also to correctly account for loan repayments and deferred revenue.

Status:

Implemented.

2010-10 RDA Report Filing:

During the compliance audit for the Redevelopment Agency, we noted that for the Fiscal Year Ended June 30, 2009 none of the required reports under the California Health and Safety Code were filed within 6 months of the close of the fiscal year.

Effect:

The Agency was not in compliance with the Health and Safety Code for filing of required reports.

Recommendation:

Complete and close its books in a timely fashion to allow staff and auditors enough time to complete and file the required reports.

Status:

Implemented.

CITY OF HUGHSON
STATUS OF PRIOR YEAR'S FINDINGS
For the Fiscal Year Ended June 30, 2011

2010-11 RDA Expenditures:

During the compliance audit for the Redevelopment Agency, it was noted that the Agency transferred out \$19,500 from its Low and Moderate Income Housing Fund to the City's Code Enforcement Fund.

Effect:

This transfer may not be for the purpose of low and moderate income housing, as set forth by the Health and Safety Code.

Recommendation:

Any expenditures that are specific to low and moderate income housing and administrative costs (if written and approved) can be paid from this fund.

Questioned Costs:

\$19,500

Status:

Implemented.

CITY OF HUGHSON
STATUS OF PRIOR YEAR'S FINDINGS
For the Fiscal Year Ended June 30, 2011

Prior Year's Findings and Questioned Costs – Major Federal Award Programs Audit

NONE



**CITY OF HUGHSON BUDGET & FINANCE
SUBCOMMITTEE**

**2: Review and Discuss 2011/2012 Mid-Year
Budget Report and Expenditure Worksheets**

Mid Year Budget Documents Attached

**Mid Year Budget
Review**

2011-12

Budget Summary - by Fund
Mid Year Review 2011-12

	Projected Balance 7/1/2011	Projected Revenue	Transfers In	Projected Expenditures	Transfers Out	Projected Balance 6/30/2012
40 General Fund	121,000	1,770,615	201,597	1,943,164	24,000	126,048
401 General Fund Reserve	668,147	1,500	0	0	0	669,647
General Fund	789,147	1,772,115	201,597	1,943,164	24,000	795,695
4 Sale of Vehicle	0	0	0	0	0	0
5 AB939	0	0	0	0	0	0
7 Public Safety Augment	0	0	0	0	0	0
8 Vehicle Abatement	0	15,000	0	15,000		0
11 Traffic Congestion - Prop 42	72,307	50,000	0	47,307	11,600	63,400
19 Asset Forfeiture	1,660	0	0	0	0	1,660
25 Gas Tax 2106	51,723	25,932	0	35,000	5,000	37,655
30 Gas Tax 2107	32,185	44,269	0	26,000	50,000	454
31 Gas Tax 2105	113,805	33,280	0	62,768	80,000	4,317
35 Gas Tax 2107.5	10,672	2,050	0	0	0	12,722
49 IT Reserve	0	0	30,000	0	0	30,000
51 Self Insurance	107,847	0	0	15,000	0	92,847
52 CLEEP	0	0	0	0	0	0
53 SLESF	168,995	100,700	0	180,000	0	89,695
90 Garbage/Refuse	-81,425	429,420	0	395,080	0	-47,085
91 Miscellaneous Grants	-36,898	0	0	0	0	-36,898
100 LLD	121,075	119,420	0	156,851	26,129	57,515
200 BAD	49,500	67,436	0	54,018	14,368	48,550
92 Small Business Loan Grant	93,585	250	0	0	0	93,835
94 96-EDBG-738 Grant	403	0	0	0	0	403
95 1994 CDBG Housing Rehab STBG-799	154,003	3,800	0	0	0	157,803
96 Home Grant - FTHB	37,811	100	0	0	0	37,911
97 1996 CDBG Housing Rehab	9,919	9,100	0	400	0	18,619
98 Home Rehab - CalHome	-1,085	1,100	0	0	0	15
Special Revenue	906,082	901,857	30,000	987,424	187,097	663,418
48 Community Senior Center	-2,153	12,800	16,000	20,500	0	6,147
50 United Samaritans Community Center	6,769	17,600	0	12,868	4,500	7,001
60 Sewer O & M	-427,615	2,150,894	0	1,127,708	455,836	139,735
80 Water	86,350	1,240,800	0	822,561	196,482	308,107
Enterprise Funds	-336,649	3,422,094	16,000	1,983,637	656,818	460,990
10 Storm Drain	25,084	70,850	0	24,000	0	71,934
20 Community Enhancement	86,760	25,700	0	77,000	0	35,460
41 Public Facility Development	2,141,984	88,250	0	593,500	0	1,636,734
42 Public Facility - Streets	-1,009,891	102,525	0	33,500	0	-940,866
54 Park Project	309,297	51,875	0	0	0	361,172
55 Park Development Impact Fees	102,886	67,175	0	0	0	170,061
61 Sewer Fixed Asset Replacement	942,766	1,300	444,836	0	0	1,388,902
62 Sewer Developer Impact Fee	843,826	348,875	0	33,000	0	1,159,701
66 WWTP Expansion	3,603,914	6,144,000	0	9,730,151	0	17,763
69 Local Transportation Fund - Non Mot	0	3,255	0	0	0	3,255
70 Local Transportation Fund	39,686	5,000	0	42,298	0	2,388
71 Transportation	-270,000	709,850	0	645,000	0	-205,150
81 Water Development Fee	-757,700	1,095,375	0	114,812	0	222,863
82 Water Fixed Asst Replacement	-20,148	0	185,482	150,000	0	15,334
88 Public Works Street Projects	0	100,000	0	100,000	0	0
Capital Projects	6,038,464	8,814,030	630,318	11,543,261	0	3,939,551
13 RDA - Debt Service	351,794	306,755	0	246,265	0	412,284
14 RDA - Housing	805,883	82,100	0	865,811	0	22,172
15 RDA	-273,722	300	0	86,293	10,000	-369,715
RDA	883,955	389,155	0	1,198,369	10,000	64,741
GRAND TOTAL	8,280,999	15,299,251	877,915	17,655,855	877,915	5,924,395
		Total Revenue	16,177,166	Expenses	18,533,770	

	Projected Balance 7/1/2011	Projected Revenue	Transfers In	Projected Expenditures	Transfers Out	Projected Balance 6/30/2012
40 General Fund	121,000	1,777,415	201,597	1,943,164	24,000	132,848
401 General Fund Reserve	668,147	1,500	0	0	0	669,647
General Fund	789,147	1,778,915	201,597	1,943,164	24,000	802,495
4 Sale of Vehicle	0	0	0	0	0	0
5 AB939	0	0	0	0	0	0
7 Public Safety Augment	0	0	0	0	0	0
8 Vehicle Abatement	0	15,000	0	15,000	0	0
11 Traffic Congestion - Prop 42	72,307	50,000	0	47,307	11,600	63,400
19 Asset Forfeiture	1,660	0	0	0	0	1,660
25 Gas Tax 2106	51,723	25,932	0	35,000	5,000	37,655
30 Gas Tax 2107	32,185	44,269	0	26,000	50,000	454
31 Gas Tax 2105	113,805	33,280	0	62,768	80,000	4,317
35 Gas Tax 2107.5	10,672	2,050	0	0	0	12,722
49 IT Reserve	0	0	30,000	0	0	30,000
51 Self Insurance	107,847	0	0	15,000	0	92,847
52 CLEEP	0	0	0	0	0	0
53 SLESF	168,995	100,700	0	100,000	0	169,695
90 Garbage/Refuse	-81,425	421,000	0	388,580	0	-49,005
91 Miscellaneous Grants	-36,898	0	0	0	0	-36,898
100 LLD	121,075	119,420	0	149,107	26,129	65,259
200 BAD	49,500	67,436	0	54,018	14,368	48,550
92 Small Business Loan Grant	93,585	250	0	0	0	93,835
94 96-EDBG-738 Grant	403	0	0	0	0	403
95 1994 CDBG Housing Rehab STBG-799	154,003	3,800	0	0	0	157,803
96 Home Grant - FTHB	37,811	100	0	0	0	37,911
97 1996 CDBG Housing Rehab	9,919	9,100	0	400	0	18,619
98 Home Rehab - CalHome	-1,085	1,100	0	0	0	15
Special Revenue	906,082	893,437	30,000	893,180	187,097	749,242
48 Community Senior Center	-2,153	12,800	16,000	20,500	0	6,147
50 United Samaritans Community Center	6,769	17,600	0	12,868	4,500	7,001
60 Sewer O & M	-427,615	2,150,894	0	1,117,208	455,836	150,235
80 Water	86,350	1,240,800	0	806,361	196,482	324,307
Enterprise Funds	-336,649	3,422,094	16,000	1,956,937	656,818	487,690
10 Storm Drain	25,084	48,338	0	0	0	73,422
20 Community Enhancement	86,760	17,636	0	77,000	0	27,396
41 Public Facility Development	2,141,984	63,850	0	0	0	2,205,834
42 Public Facility - Streets	-1,009,891	69,717	0	0	0	-940,174
54 Park Project	309,297	35,947	0	0	0	345,244
55 Park Development Impact Fees	102,886	45,839	0	0	0	148,725
61 Sewer Fixed Asset Replacement	942,766	1,300	444,836	0	0	1,388,902
62 Sewer Developer Impact Fee	843,826	238,835	0	0	0	1,082,661
66 WWTP Expansion	3,603,914	6,144,000	0	9,730,151	0	17,763
69 Local Transportation Fund - Non Mot	0	3,255	0	0	0	3,255
70 Local Transportation Fund	39,686	5,000	0	42,298	0	2,388
71 Transportation	-270,000	709,850	0	645,000	0	-205,150
81 Water Development Fee	-757,700	1,064,951	0	87,812	0	219,439
82 Water Fixed Asst Replacement	-20,148	0	185,482	60,000	0	105,334
88 Public Works Street Projects	0	100,000	0	100,000	0	0
Capital Projects	6,038,464	8,548,518	630,318	10,742,261	0	4,475,039
13 RDA - Debt Service	351,794	391,352	0	246,265	0	496,881
14 RDA - Housing	805,883	119,376	0	865,811	0	59,448
15 RDA	-273,722	2,800	0	86,293	10,000	-367,215
RDA	883,955	513,528	0	1,198,369	10,000	189,114
GRAND TOTAL	8,280,999	15,156,492	877,915	16,733,911	877,915	6,703,580
		Total Revenue	16,034,407	Expenses	17,611,826	

GENERAL FUND (40) EXPENSES - As of 12/31/11

1/31/2012

FUND	ACCT	DEPT	Description	Actual	Budget	Bud-Act	Act/Bud % Spent	Adj	Mid Year Budget
40	5001	110	REG. SALARIES	7,800	15,600	7,800	50.00%		15,600
40	5170	110	MEDICARE TAX	597	1,195	598	49.96%		1,195
40	6001	110	OFFICE SUPPLIES	99	500	401	19.80%		500
40	6003	110	POSTAGE	0	100	100	0.00%		100
40	6004	110	DUES/PUBLICATNS	1,590	6,000	4,410	26.50%		6,000
40	6005	110	TRAVEL/MEETINGS	664	1,000	336	66.40%		1,000
40	6101	110	DEPT SUPPLIES	0	500	500	0.00%		500
40	6105	110	PHONE/RADIO	618	1,000	382	61.80%		1,000
40	6202	110	CONTRACT SRVCS	0	2,000	2,000	0.00%		2,000
LEGISLATIVE				11,368	27,895	16,527	40.75%		27,895
40	5001	120	REG. SALARIES	42,545	87,655	45,110	48.54%		87,655
40	5009	120	VEHICLE ALLOWAN	1,650	3,600	1,950	45.83%		3,600
40	5110	120	P.E.R.S.	10,478	21,876	11,398	47.90%		21,876
40	5120	120	MEDICAL INS.	6,090	9,681	3,591	62.91%		9,681
40	5130	120	UNEMPLOYMNT INS	93	5,435	5,342	1.71%		5,435
40	5140	120	WORKER'S COMP	2,808	5,641	2,833	49.78%		5,641
40	5150	120	LIFE INS	301	722	421	41.69%		722
40	5160	120	DENTAL INS	606	1,720	1,114	35.23%		1,720
40	5170	120	MEDICARE TAX	619	1,271	652	48.70%		1,271
40	5175	120	DEF COMP	206	225	19	91.56%		225
40	6001	120	OFFICE SUPPLIES	131	500	369	26.20%		500
40	6003	120	POSTAGE	8	100	92	8.00%		100
40	6004	120	DUES/PUBLICATNS	979	1,250	271	78.32%		1,250
40	6005	120	TRAVEL/MEETINGS	467	1,000	533	46.70%		1,000
40	6101	120	DEPT SUPPLIES	125	1,000	875	12.50%		1,000
40	6105	120	PHONE/RADIO	618	1,000	382	61.80%		1,000
40	6107	120	RENTS/LEASES	414	900	486	46.00%		900
40	6110	120	PETROLEUM PROD	488	700	212	69.71%		700
40	6202	120	CONTRACT SRVCS	56	1,000	944	5.60%		1,000
CITY MANAGER				68,682	145,276	76,594	47.28%		145,276
40	5001	130	REG. SALARIES	2,663	18,750	16,087	14.20%	-6,750	12,000 Will be lower
40	5170	130	MEDICARE TAX	204	1,435	1,231	14.22%		1,435
40	6001	130	OFFICE SUPPLIES	279	2,000	1,721	13.95%		2,000
40	6003	130	POSTAGE	41	200	159	20.50%		200
40	6004	130	DUES/PUBLICATNS	341	700	359	48.71%		700
40	6005	130	TRAVEL/MEETINGS	74	300	226	24.67%		300
40	6101	130	DEPT SUPPLIES	0	700	700	0.00%		700
40	6104	130	ADVERTISING	784	3,000	2,216	26.13%		3,000
40	6105	130	PHONE/RADIO	907	1,200	293	75.58%		1,200
40	6107	130	RENTS/LEASES	326	700	374	46.57%		700
40	6202	130	CONTRACT SRVCS	14,756	28,500	13,744	51.78%		28,500
ADMIN SER/C.C.				20,375	57,485	37,110	35.44%	-6,750	50,735
40	5001	140	REG. SALARIES	29,518	70,542	41,024	41.84%		70,542
40	5110	140	P.E.R.S.	3,878	7,622	3,744	50.88%		7,622
40	5120	140	MEDICAL INS.	4,866	9,600	4,734	50.69%		9,600
40	5130	140	UNEMPLOYMNT INS	0	1,893	1,893	0.00%		1,893
40	5140	140	WORKER'S COMP	505	1,015	510	49.75%		1,015
40	5150	140	LIFE INS	166	335	169	49.55%		335
40	5160	140	DENTAL INS	533	1,512	979	35.25%		1,512
40	5170	140	MEDICARE TAX	1,256	3,502	2,246	35.87%		3,502
40	5175	140	DEF COMP	136	100	-36	136.00%		100
40	6001	140	OFFICE SUPPLIES	436	1,300	864	33.54%		1,300

FUND	ACCT	DEPT	Description	Actual	Budget	Bud-Act	Act/Bud % Spent	Adj	Mid Year Budget
40	6003	140	POSTAGE	24	300	276	8.00%		300
40	6004	140	DUES/PUBLICATNS	0	300	300	0.00%		300
40	6005	140	TRAVEL/MEETINGS	0	200	200	0.00%		200
40	6101	140	DEPT SUPPLIES	0	200	200	0.00%		200
40	6105	140	PHONE/RADIO	291	500	209	58.20%		500
40	6107	140	RENTS/LEASES	562	1,200	638	46.83%		1,200
40	6110	140	PETROLEUM PROD	488	700	212	69.71%		700
40	6202	140	CONTRACT SRVCS	10,079	15,000	4,921	67.19%		15,000
40	6351	140	Misc.Bank Chgs	604	3,000	2,396	20.13%		3,000
FINANCE				53,342	118,821	65,479	44.89%		118,821
40	6113	145	INS/SURETIES	29,871	35,759	5,888	83.53%		35,759
40	6119	145	PROP TAX ADMIN	0	13,950	13,950	0.00%		13,950
40	6202	145	CONTRACT SRVCS	2,526	5,000	2,474	50.52%		5,000
40	8505	145	TRANSFERS-OUT	8,000	16,000	8,000	50.00%		16,000
40	8506	145	IT REPLACEMENT	4,000	8,000	4,000	50.00%		8,000
NON DEPARTMENTA				44,397	78,709	34,312	56.41%		78,709
40	5001	150	REG. SALARIES	600	1,200	600	50.00%		1,200
40	5170	150	MEDICARE TAX	46	92	46	50.00%		92
CITY TREASURER				646	1,292	646	50.00%		1,292
40	6202	160	CONTRACT SRVCS	34,416	105,000	70,584	32.78%	-18,015	86,985
LEGAL SERVICES				34,416	105,000	70,584	32.78%	-18,015	86,985
40	5001	170	REG. SALARIES	1,271	2,541	1,270	50.02%		2,541
40	5003	170	OVERTIME	5	5,000	4,995	0.10%		5,000
40	5110	170	P.E.R.S.	314	634	320	49.53%		634
40	5120	170	MEDICAL INS.	1,054	2,096	1,042	50.29%		2,096
40	5130	170	UNEMPLOYMNT INS	0	157	157	0.00%		157
40	5140	170	WORKER'S COMP	126	253	127	49.80%		253
40	5150	170	LIFE INS	13	27	14	48.15%		27
40	5160	170	DENTAL INS	38	97	59	39.18%		97
40	5170	170	MEDICARE TAX	18	36	18	50.00%		36
40	5175	170	DEF COMP	0	8	8	0.00%		8
40	6001	170	OFFICE SUPPLIES	49	100	51	49.00%		100
40	6004	170	DUES/PUBLICATNS	0	400	400	0.00%		400
40	6101	170	DEPT SUPPLIES	2,378	5,000	2,622	47.56%		5,000
40	6103	170	UNIFRM/CLTH EXP	547	700	153	78.14%		700
40	6105	170	PHONE/RADIO	306	500	194	61.20%		500
40	6106	170	UTILITIES	5,152	13,000	7,848	39.63%	-1,500	11,500
40	6108	170	MAINT BLDGS/GRD	1,030	3,500	2,470	29.43%		3,500
40	6110	170	PETROLEUM PROD	423	800	377	52.88%		800
40	6111	170	MAINT OF EQUIP	227	500	273	45.40%		500
40	6202	170	CONTRACT SRVCS	1,280	3,000	1,720	42.67%		3,000
40	7006	170	OTHER EQUIPMENT	900	900	0	100.00%		900
BLDGS & GRNDS				15,131	39,249	24,118	38.55%	-1,500	37,749
40	5001	180	REG. SALARIES	8,294	15,524	7,230	53.43%		15,524
40	5003	180	OVERTIME	17	5,000	4,983	0.34%	-4,000	1,000
40	5110	180	P.E.R.S.	1,918	3,874	1,956	49.51%		3,874
40	5120	180	MEDICAL INS.	4,526	8,975	4,449	50.43%		8,975
40	5130	180	UNEMPLOYMNT INS	0	963	963	0.00%		963
40	5140	180	WORKER'S COMP	771	1,549	778	49.77%		1,549
40	5150	180	LIFE INS	82	171	89	47.95%		171
40	5160	180	DENTAL INS	240	616	376	38.96%		616
40	5170	180	MEDICARE TAX	121	225	104	53.78%		225
40	5175	180	DEF COMP	21	58	37	36.21%		58

FUND	ACCT	DEPT	Description	Actual	Budget	Bud-Act	Act/Bud % Spent	Adj	Mid Year Budget
40	6001	180	OFFICE SUPPLIES	34	150	116	22.67%		150
40	6003	180	POSTAGE	4	50	46	8.00%		50
40	6004	180	DUES/PUBLICATNS	155	350	195	44.29%		350
40	6005	180	TRAVEL/MEETINGS	40	100	60	40.00%		100
40	6101	180	DEPT SUPPLIES	1,230	3,000	1,770	41.00%		3,000
40	6102	180	SMALL TOOLS	0	100	100	0.00%		100
40	6105	180	PHONE/RADIO	306	500	194	61.20%		500
40	6106	180	UTILITIES	14,670	14,500	-170	101.17%	14,500	29,000
40	6107	180	RENTS/LEASES	1,184	2,700	1,516	43.85%		2,700
40	6108	180	MAINT BLDGS/GRD	0	250	250	0.00%		250
40	6111	180	MAINT OF EQUIP	488	1,500	1,012	32.53%		1,500
40	6202	180	CONTRACT SRVCS	56	500	444	11.20%		500
40	7006	180	OTHER EQUIPMENT	539	1,100	561	49.00%		1,100
PARKS & REC.				34,696	61,755	27,059	56.18%	10,500	72,255
40	5001	190	REG. SALARIES	20,360	41,481	21,121	49.08%		41,481
40	5110	190	P.E.R.S.	4,704	9,604	4,900	48.98%		9,604
40	5120	190	MEDICAL INS.	4,209	8,327	4,118	50.55%		8,327
40	5130	190	UNEMPLOYMNT INS	0	2,386	2,386	0.00%		2,386
40	5140	190	WORKER'S COMP	997	2,003	1,006	49.78%		2,003
40	5150	190	LIFE INS	164	330	166	49.70%		330
40	5160	190	DENTAL INS	289	1,053	764	27.45%		1,053
40	5170	190	MEDICARE TAX	348	788	440	44.16%		788
40	5175	190	DEF COMP	151	165	14	91.52%		165
40	6001	190	OFFICE SUPPLIES	631	1,800	1,169	35.06%		1,800
40	6003	190	POSTAGE	32	400	368	8.00%		400
40	6004	190	DUES/PUBLICATNS	2,698	5,600	2,902	48.18%		5,600
40	6005	190	TRAVEL/MEETINGS	0	500	500	0.00%		500
40	6101	190	DEPT SUPPLIES	0	400	400	0.00%		400
40	6105	190	PHONE/RADIO	96	150	54	64.00%		150
40	6107	190	RENTS/LEASES	177	400	223	44.25%		400
40	6111	190	MAINT OF EQUIP	100	100	0	100.00%		100
40	6202	190	CONTRACT SRVCS	20,236	30,000	9,764	67.45%	10,000	40,000
PLANNING/BLDG				55,192	105,487	50,295	52.32%	10,000	115,487
40	6125	210	VEHICLE REIM	4703	40,000	35,297	11.76%		40,000
40	6202	210	CONTRACT SRVCS	373,002	890,000	516,998	41.91%		890,000
POLICE DEPT				377,705	930,000	552,295	40.61%		930,000
40	6202	211	CONTRACT SRVCS	19,179	25,571	6,392	75.00%		25,571
40	6205	211	Loan Debt Serv	3,573	4,761	1,188	75.05%		4,761
ANIMAL CONTROL				22,752	30,332	7,580	75.01%		30,332
40	5001	310	REG. SALARIES	18,829	38,462	19,633	48.95%		38,462
40	5110	310	P.E.R.S.	4,611	9,599	4,988	48.04%		9,599
40	5120	310	MEDICAL INS.	5,788	11,465	5,677	50.48%		11,465
40	5130	310	UNEMPLOYMNT INS	0	2,385	2,385	0.00%		2,385
40	5140	310	WORKER'S COMP	1,486	2,986	1,500	49.77%		2,986
40	5150	310	LIFE INS	156	313	157	49.84%		313
40	5160	310	DENTAL INS	391	1,290	899	30.31%		1,290
40	5170	310	MEDICARE TAX	258	557	299	46.32%		557
40	5175	310	DEF COMP	151	165	14	91.52%		165
40	6001	310	OFFICE SUPPLIES	283	750	467	37.73%		750
40	6003	310	POSTAGE	48	250	202	19.20%		250
40	6004	310	DUES/PUBLICATNS	0	600	600	0.00%		600
40	6005	310	TRAVEL/MEETINGS	0	400	400	0.00%		400
40	6101	310	DEPT SUPPLIES	0	100	100	0.00%		100
40	6105	310	PHONE/RADIO	1,103	1,750	647	63.03%		1,750

New Boster Pump

More Planning Work

FUND	ACCT	DEPT	Description	Actual	Budget	Bud-Act	Act/Bud % Spent	Adj	Mid Year Budget	
40	6110	310	PETROLEUM PROD	423	600	177	70.50%		600	
40	6202	310	CONTRACT SRVCS	656	5,000	4,344	13.12%		5,000	
40	6210	310	AB939 GRANT	0	5,000	5,000	0.00%		5,000	
40	6407	310	ENCROACHMENT	916	500	-416	183.20%	1,000	1,500	More Refunded Permits
P.W. ADM.				35,099	82,172	47,073	42.71%	1,000	83,172	
40	5001	320	REG. SALARIES	26,386	51,863	25,477	50.88%		51,863	
40	5003	320	OVERTIME	3,981	5,000	1,019	79.62%		5,000	
40	5110	320	P.E.R.S.	6,406	12,944	6,538	49.49%		12,944	
40	5120	320	MEDICAL INS.	9,830	19,410	9,580	50.64%		19,410	
40	5130	320	UNEMPLOYMNT INS	0	3,216	3,216	0.00%		3,216	
40	5140	320	WORKER'S COMP	2,574	5,172	2,598	49.77%		5,172	
40	5150	320	LIFE INS	290	585	295	49.57%		585	
40	5160	320	DENTAL INS	1,010	2,893	1,883	34.91%		2,893	
40	5170	320	MEDICARE TAX	412	753	341	54.71%		753	
40	5175	320	DEF COMP	172	188	16	91.49%		188	
40	6001	320	OFFICE SUPPLIES	147	600	453	24.50%		600	
40	6003	320	POSTAGE	14	175	161	8.00%		175	
40	6004	320	DUES/PUBLICATNS	4,852	4,100	-752	118.34%	1,000	5,100	Stormwater Permit Incr
40	6005	320	TRAVEL/MEETINGS	40	150	110	26.67%		150	
40	6101	320	DEPT SUPPLIES	3,532	6,000	2,468	58.87%	-1,000	5,000	
40	6102	320	SMALL TOOLS	395	400	5	98.75%		400	
40	6103	320	UNIFRM/CLTH EXP	1,243	2,600	1,357	47.81%		2,600	
40	6105	320	PHONE/RADIO	942	1,750	808	53.83%		1,750	
40	6107	320	RENTS/LEASES	2,072	2,000	-72	103.60%	2,000	4,000	Correct Copier Cost Dist
40	6108	320	MAINT BLDGS/GRD	257	300	43	85.67%		300	
40	6109	320	MAINT VEHICLES	377	2,000	1,623	18.85%	-1,500	500	
40	6110	320	PETROLEUM PROD	2,370	3,600	1,230	65.83%		3,600	
40	6111	320	MAINT OF EQUIP	918	1,000	82	91.80%		1,000	
40	6202	320	CONTRACT SRVCS	4,504	2,035	-2,469	221.33%	4,265	6,300	Sidewalk Repair
40	6211	320	CLEANUP DAY	0	1,250	1,250	0.00%		1,250	
STREET MAINT				72,724	129,984	57,260	55.95%	4,765	134,749	
40	5001	325	REG. SALARIES	11,809	23,051	11,242	51.23%		23,051	
40	5003	325	OVERTIME	1,008	0	-1,008		2,000	2,000	Overtime Use
40	5110	325	P.E.R.S.	2,847	5,753	2,906	49.49%		5,753	
40	5120	325	MEDICAL INS.	4,234	8,368	4,134	50.60%		8,368	
40	5130	325	UNEMPLOYMNT INS	0	1,429	1,429	0.00%		1,429	
40	5140	325	WORKER'S COMP	1,144	2,299	1,155	49.76%		2,299	
40	5150	325	LIFE INS	125	251	126	49.80%		251	
40	5160	325	DENTAL INS	404	1,147	743	35.22%		1,147	
40	5170	325	MEDICARE TAX	186	334	148	55.69%		334	
40	5175	325	DEF COMP	69	75	6	92.00%		75	
40	6001	325	OFFICE SUPPLIES	22	50	28	44.00%		50	
40	6101	325	DEPT SUPPLIES	17	1,000	983	1.70%		1,000	
40	6102	325	SMALL TOOLS	0	250	250	0.00%		250	
40	6103	325	UNIFRM/CLTH EXP	310	350	40	88.57%		350	
40	6105	325	PHONE/RADIO	1,702	2,850	1,148	59.72%		2,850	
40	6109	325	MAINT VEHICLES	819	4,000	3,181	20.48%	-2,000	2,000	
40	6110	325	PETROLEUM PROD	488	700	212	69.71%		700	
40	6111	325	MAINT OF EQUIP	49	300	251	16.33%		300	
40	6202	325	CONTRACT SRVCS	570	1,500	930	38.00%		1,500	
FLEET MAINT.				25,803	53,707	27,904	48.04%	0	53,707	
Grand Total - General Fund				872,328	1,967,164	1,094,836	44.34%	0	1,967,164	

FUNDS 1 -39 AS OF 12/31/11

1/28/2012

FUND	ACCT	DEPT	Description	Actual	Budget	Bud-Act	Act/Bud % Spent	Adj	Mid Year Budget
08	6202	212	CONTRACT SRVCS	0	15,000	15,000	0.00%		15,000
			VEH. ABATEMENT	0	15,000	15,000	0.00%		15,000
10	6120	800	PROP OWNER REF	24,008	0	-24,008		24,000	24,000
			STORM DRAIN	24,008	0	-24,008		24,000	24,000
11	8003	105	STREETSCAPE	0	47,307	47,307	0.00%		47,307
11	8505	105	TRANSFERS-OUT	5,800	11,600	5,800	50.00%		11,600
			TRAFFIC	5,800	58,907	53,107	9.85%		58,907
13	6202	610	CONTRACT SRVCS	0	2,000	2,000	0.00%		2,000
13	6350	610	INTEREST EXPENS	57,653	116,265	58,612	49.59%		116,265
13	6600	610	PASS THRU EXPS.	0	80,000	80,000	0.00%		80,000
13	6801	610	RETIRE PRINCIPL	48,000	48,000	0	100.00%		48,000
			DEBT SERVICE	105,653	246,265	140,612	42.90%		246,265
14	5001	620	REG. SALARIES	5,793	10,884	5,091	53.22%		10,884
14	5110	620	P.E.R.S.	1,312	2,716	1,404	48.31%		2,716
14	5120	620	MEDICAL INS.	666	1,305	639	51.03%		1,305
14	5130	620	UNEMPLOYMNT INS	8	675	667	1.19%		675
14	5140	620	WORKER'S COMP	176	353	177	49.86%		353
14	5150	620	LIFE INS	52	105	53	49.52%		105
14	5160	620	DENTAL INS	58	311	253	18.65%		311
14	5170	620	MEDICARE TAX	100	158	58	63.29%		158
14	5175	620	DEF COMP	55	60	5	91.67%		60
14	6001	620	OFFICE SUPPLIES	39	150	111	26.00%		150
14	6003	620	POSTAGE	4	50	46	8.00%		50
14	6005	620	TRAVEL/MEETINGS	0	100	100	0.00%		100
14	6113	620	INS/SURETIES	0	878	878	0.00%		878
14	6201	620	PROF SERVICES	0	3,500	3,500	0.00%		3,500
14	6202	620	CONTRACT SRVCS	400	3,500	3,100	11.43%		3,500
14	6350	620	INTEREST EXPENS	14,413	29,066	14,653	49.59%		29,066
14	6801	620	RETIRE PRINCIPL	12,000	12,000	0	100.00%		12,000
14	8014	620	AFFORDABLE HOUS	0	800,000	800,000	0.00%		800,000
			HOUSING - REDEV	35,076	865,811	830,735	4.05%		865,811
15	5001	630	REG. SALARIES	17,925	40,910	22,985	43.82%		40,910
15	5110	630	P.E.R.S.	4,149	8,650	4,501	47.97%		8,650
15	5120	630	MEDICAL INS.	1,972	3,880	1,908	50.82%		3,880
15	5130	630	UNEMPLOYMNT INS	34	2,148	2,114	1.58%		2,148
15	5140	630	WORKER'S COMP	1,024	2,057	1,033	49.78%		2,057
15	5150	630	LIFE INS	126	294	168	42.86%		294
15	5160	630	DENTAL INS	231	729	498	31.69%		729
15	5170	630	MEDICARE TAX	321	981	660	32.72%		981
15	5175	630	DEF COMP	96	105	9	91.43%		105

Madsen Reim

FUND	ACCT	DEPT	Description	Actual	Budget	Bud-Act	Act/Bud % Spent	Adj	Mid Year Budget
15	6001	630	OFFICE SUPPLIES	39	150	111	26.00%		150
15	6003	630	POSTAGE	12	150	138	8.00%		150
15	6004	630	DUES/PUBLICATNS	0	1,800	1,800	0.00%		1,800
15	6005	630	TRAVEL/MEETINGS	0	100	100	0.00%		100
15	6007	630	Commty Enhance.	0	100	100	0.00%		100
15	6113	630	INS/SURETIES	0	4,239	4,239	0.00%		4,239
15	6202	630	CONTRACT SRVCS	15,820	20,000	4,180	79.10%		20,000
15	8505	630	TRANSFERS-OUT	5,000	10,000	5,000	50.00%		10,000
	REDEVELOP O & M			46,749	96,293	49,544	48.55%		96,293
20	7010	800	PARK FIELD IMP	0	25,000	25,000	0.00%		25,000
20	7011	800	WATER TANK REH	0	30,000	30,000	0.00%		30,000
20	7012	800	LIGHTING IMPR	0	22,000	22,000	0.00%		22,000
	COMMUNITY ENHAN			0	77,000	77,000	0.00%		77,000
25	6106	700	UTILITIES	15,622	35,000	19,378	44.63%		35,000
25	8505	700	TRANSFERS-OUT	2,500	5,000	2,500	50.00%		5,000
	GAS TAX 2106			18,122	40,000	21,878	45.31%		40,000
30	6202	700	CONTRACT SRVCS	11,165	26,000	14,835	42.94%		26,000
30	8505	700	TRANSFERS-OUT	25,000	50,000	25,000	50.00%		50,000
	GAS TAX 2107			36,165	76,000	39,835	47.59%		76,000
31	6101	700	DEPT SUPPLIES	1,094	15,000	13,906	7.29%		15,000
31	6202	700	CONTRACT SRVCS	0	6,900	6,900	0.00%		6,900
31	7007	700	MISC. STREETS	1,822	2,000	178	91.10%		2,000
31	8010	700	Hatch Road Impr	0	38,868	38,868	0.00%		38,868
31	8505	700	TRANSFERS-OUT	40,000	80,000	40,000	50.00%		80,000
	2105 HWY USR TX			42,916	142,768	99,852	30.06%		142,768
	GRAND TOTAL			314,489	1,618,044	1,303,555	19.44%	24,000	1,642,044

Audit Complete

Project done

FUNDS 41 - 999 EXPENSES As of 12/31/11

FUND	ACCT	DEPT	ACCT Description	Actual	Budget	Bud - Act	Act/Bud % Spent	Adj	Mid Year Budget	
41	6120	800	PROP OWNER REF	55,620	0	-55,620		55,500	55,500	Reim Madsen Dev Agr
41	6122	800	RIEM SURFACE WA	538,794	0	-538,794		538,000	538,000	TID Agreement
	PUB FAC DEV			594,414	0	-594,414		593,500	593,500	
42	6120		PROP OWNER REF	33,997	0	-33,997		33,500	33,500	Reim Madsen Dev Agr
	PF - STREETS			33,997	0	-33,997		33,500	33,500	
48	6101	360	DEPT SUPPLIES	455	600	145	75.83%		600	
48	6106	360	UTILITIES	2,794	4,500	1,706	62.09%		4,500	
48	6108	360	MAINT BLDGS/GRD	77	2,000	1,923	3.85%		2,000	
48	6111	360	MAINT OF EQUIP	365	2,600	2,235	14.04%		2,600	
48	6202	360	CONTRACT SRVCS	4,724	10,800	6,076	43.74%		10,800	
	COMM CTR O & M			8,415	20,500	12,085	41.05%		20,500	
50	5001	365	REG. SALARIES	1,348	2,361	1,013	57.09%		2,361	
50	5110	365	P.E.R.S.	292	589	297	49.58%		589	
50	5120	365	MEDICAL INS.	375	738	363	50.81%		738	
50	5130	365	UNEMPLOYMNT INS	0	146	146	0.00%		146	
50	5140	365	WORKER'S COMP	117	235	118	49.79%		235	
50	5150	365	LIFE INS	13	26	13	50.00%		26	
50	5160	365	DENTAL INS	38	97	59	39.18%		97	
50	5170	365	MEDICARE TAX	20	34	14	58.82%		34	
50	5175	365	DEF COMP	7	8	1	87.50%		8	
50	6001	365	OFFICE SUPPLIES	54	200	146	27.00%		200	
50	6101	365	DEPT SUPPLIES	229	900	671	25.44%		900	
50	6106	365	UTILITIES	2,109	5,100	2,991	41.35%		5,100	
50	6108	365	MAINT BLDGS/GRD	0	100	100	0.00%		100	
50	6111	365	MAINT OF EQUIP	0	100	100	0.00%		100	
50	6113	365	INS/SURETIES	0	234	234	0.00%		234	
50	7007	365	MISC. STREETS	1,822	2,000	178	91.10%		2,000	ok - Proj done
50	8505	365	TRANSFERS-OUT	2,250	4,500	2,250	50.00%		4,500	
	USF COM. CENTER			8,674	17,368	8,694	49.94%		17,368	
51	6375		MISC	0	15,000	15,000	0.00%		15,000	
	SELF-INSURANCE			0	15,000	15,000	0.00%		15,000	
53	6202	215	CONTRACT SRVCS	9,964	100,000	90,036	9.96%	80,000	180,000	Law Enforcement Action
	SLESF			9,964	100,000	90,036	9.96%	80,000	180,000	Plan
60	5001	330	REG. SALARIES	72,840	142,515	69,675	51.11%		142,515	
60	5003	330	OVERTIME	2,729	5,000	2,271	54.58%		5,000	
60	5110	330	P.E.R.S.	17,539	35,567	18,028	49.31%		35,567	
60	5120	330	MEDICAL INS.	22,866	45,157	22,291	50.64%		45,157	
60	5130	330	UNEMPLOYMNT INS	17	8,836	8,819	0.19%		8,836	
60	5140	330	WORKER'S COMP	4,594	9,229	4,635	49.78%		9,229	
60	5150	330	LIFE INS	723	1,458	735	49.59%		1,458	
60	5160	330	DENTAL INS	2,210	6,613	4,403	33.42%		6,613	
60	5170	330	MEDICARE TAX	1,069	2,066	997	51.74%		2,066	
60	5175	330	DEF COMP	553	552	-1	100.18%		552	
60	6001	330	OFFICE SUPPLIES	1,568	900	-668	174.22%	2,100	3,000	Recalculate UT Billing
60	6003	330	POSTAGE	138	1,700	1,562	8.12%		1,700	
60	6004	330	DUES/PUBLICATNS	1,647	1,700	53	96.88%		1,700	ok
60	6005	330	TRAVEL/MEETINGS	0	150	150	0.00%		150	
60	6101	330	DEPT SUPPLIES	137	1,400	1,263	9.79%		1,400	
60	6103	330	UNIFORM/CLTH EXP	704	1,300	596	54.15%		1,300	
60	6105	330	PHONE/RADIO	1,064	2,000	936	53.20%		2,000	

FUND	ACCT	DEPT	ACCT Description	Actual	Budget	Bud - Act	Act/Bud % Spent	Adj	Mid Year Budget
60	6107	330	RENTS/LEASES	1,302	2,800	1,498	46.50%		2,800
60	6109	330	MAINT VEHICLES	99	1,000	901	9.90%		1,000
60	6110	330	PETROLEUM PROD	1,462	2,200	738	66.45%		2,200
60	6111	330	MAINT OF EQUIP	660	3,100	2,440	21.29%		3,100
60	6113	330	INS/SURETIES	9,875	13,725	3,850	71.95%		13,725
60	6202	330	CONTRACT SRVCS	16,803	77,000	60,197	21.82%		77,000
60	6203	330	ADMIN SRVCS	113,043	226,086	113,043	50.00%		226,086
60	6350	330	INTEREST EXPENS	0	2,629	2,629	0.00%		2,629
60	8505	330	TRANSFERS-OUT	227,918	444,836	216,918	51.24%		444,836
60	8506	330	IT REPLACEMENT	0	11,000	11,000	0.00%		11,000
SEWER O & M				501,560	1,050,519	548,959	47.74%	2,100	1,052,619
60	5001	350	REG. SALARIES	20,017	53,975	33,958	37.09%		53,975
60	5003	350	OVERTIME	11,464	5,000	-6,464	229.28%		5,000
60	5110	350	P.E.R.S.	4,445	13,470	9,025	33.00%		13,470
60	5120	350	MEDICAL INS.	3,663	13,338	9,675	27.46%		13,338
60	5130	350	UNEMPLOYMNT INS	0	3,346	3,346	0.00%		3,346
60	5140	350	WORKER'S COMP	3,572	7,176	3,604	49.78%		7,176
60	5150	350	LIFE INS	193	585	392	32.99%		585
60	5160	350	DENTAL INS	290	2,703	2,413	10.73%		2,703
60	5170	350	MEDICARE TAX	458	783	325	58.49%		783
60	5175	350	DEF COMP	138	225	87	61.33%		225
60	6001	350	OFFICE SUPPLIES	265	800	535	33.13%		800
60	6003	350	POSTAGE	101	1,250	1,149	8.08%		1,250
60	6004	350	DUES/PUBLICATNS	13,272	9,600	-3,672	138.25%	3,400	13,000 Permit Fees
60	6005	350	TRAVEL/MEETINGS	176	1,000	824	17.60%		1,000
60	6101	350	DEPT SUPPLIES	15,893	57,000	41,107	27.88%		57,000
60	6102	350	SMALL TOOLS	74	1,000	926	7.40%		1,000
60	6103	350	UNIFRM/CLTH EXP	1,077	2,200	1,123	48.95%		2,200
60	6105	350	PHONE/RADIO	1,565	2,500	935	62.60%		2,500
60	6106	350	UTILITIES	34,163	125,000	90,837	27.33%		125,000
60	6107	350	RENTS/LEASES	1,480	3,200	1,720	46.25%		3,200
60	6109	350	MAINT VEHICLES	0	1,500	1,500	0.00%		1,500
60	6110	350	PETROLEUM PROD	2,111	3,200	1,089	65.97%		3,200
60	6111	350	MAINT OF EQUIP	930	8,200	7,270	11.34%		8,200
60	6113	350	INS/SURETIES	9,875	6,974	-2,901	141.60%	5,000	11,974 Correct RMA Ins Bill
60	6117	350	SLUDGE REMOVAL	17,935	50,000	32,065	35.87%		50,000
60	6118	350	Enviro Monitor	35,329	85,000	49,671	41.56%		85,000
60	6202	350	CONTRACT SRVCS	14,643	51,000	36,357	28.71%		51,000
60	7003	350	IMP OTHR TN BLD	0	2,500	2,500	0.00%		2,500
60	7006	350	OTHER EQUIPMENT	2,491	10,000	7,509	24.91%		10,000
SEWER O & M				195,620	522,525	326,905	37.44%	8,400	530,925
62	6120	800	PROP OWNER REF	33,151	0	-33,151		33,000	33,000 Reim Madsen Dev Agr
SEWER DIF				33,151	0	-33,151		33,000	33,000
66	6350	800	INTEREST EXPENS	127,228	240,151	112,923	52.98%		240,151
66	8066	800	WWTP EXPAN 2008	892,230	9,490,000	8,597,770	9.40%		9,490,000
WWTP EXPANSION				1,019,458	9,730,151	8,710,693	10.48%		9,730,151
70	6201	800	PROF SERVICES	0	38,868	38,868	0.00%		38,868
70	6202	800	CONTRACT SRVCS	0	3,430	3,430	0.00%		3,430
LOCAL TRANSPRT				0	42,298	42,298	0.00%		42,298
71	8010	800	Hatch Road Impr	660	300,000	299,340	0.22%		300,000
71	8027	800	INFILL SIDEWALK	0	5,000	5,000	0.00%		5,000
71	8031	800	PINE STREET PRO	12,410	340,000	327,590	3.65%		340,000
TRANSPORTATION				13,070	645,000	631,930	2.03%		645,000

FUND	ACCT	DEPT	ACCT Description	Actual	Budget	Bud - Act	Act/Bud % Spent	Adj	Mid Year Budget	
80	5001	340	REG. SALARIES	77,830	153,748	75,918	50.62%		153,748	
80	5003	340	OVERTIME	2,905	5,000	2,095	58.10%		5,000	
80	5110	340	P.E.R.S.	18,923	38,372	19,449	49.31%		38,372	
80	5120	340	MEDICAL INS.	22,858	45,098	22,240	50.69%		45,098	
80	5130	340	UNEMPLOYMNT INS	17	9,530	9,513	0.18%		9,530	
80	5140	340	WORKER'S COMP	5,182	10,408	5,226	49.79%		10,408	
80	5150	340	LIFE INS	762	1,536	774	49.61%		1,536	
80	5160	340	DENTAL INS	2,396	7,140	4,744	33.56%		7,140	
80	5170	340	MEDICARE TAX	1,114	2,231	1,117	49.93%		2,231	
80	5175	340	DEF COMP	583	585	2	99.66%		585	
80	6001	340	OFFICE SUPPLIES	1,756	1,000	-756	175.60%	2,500	3,500	Recalculate UT Billing
80	6003	340	POSTAGE	325	4,000	3,675	8.13%		4,000	
80	6004	340	DUES/PUBLICATNS	13,308	21,000	7,692	63.37%		21,000	
80	6005	340	TRAVEL/MEETINGS	500	1,500	1,000	33.33%		1,500	
80	6101	340	DEPT SUPPLIES	6,224	15,000	8,776	41.49%		15,000	ok
80	6102	340	SMALL TOOLS	0	100	100	0.00%		100	
80	6103	340	UNIFORM/CLTH EXP	1,284	2,700	1,416	47.56%		2,700	
80	6105	340	PHONE/RADIO	994	1,600	606	62.13%		1,600	
80	6106	340	UTILITIES	53,633	89,000	35,367	60.26%		89,000	
80	6107	340	RENTS/LEASES	1,480	3,100	1,620	47.74%		3,100	
80	6109	340	MAINT VEHICLES	90	1,500	1,410	6.00%		1,500	
80	6110	340	PETROLEUM PROD	1,592	2,400	808	66.33%		2,400	
80	6111	340	MAINT OF EQUIP	570	10,000	9,430	5.70%		10,000	
80	6113	340	INS/SURETIES	16,458	11,111	-5,347	148.12%	8,700	19,811	Correct RMA Ins Bill
80	6202	340	CONTRACT SRVCS	34,432	164,500	130,068	20.93%		164,500	
80	6203	340	ADMIN SRVCS	68,180	136,360	68,180	50.00%		136,360	
80	6350	340	INTEREST EXPENS	32,703	67,342	34,639	48.56%		67,342	
80	7003	340	IMP OTHR TN BLD	5,846	500	-5,346	1169.20%	5,000	5,500	Well #7 Motor Pump Rep
80	8505	340	TRANSFERS-OUT	98,241	185,482	87,241	52.97%		185,482	
80	8506	340	IT REPLACEMENT	0	11,000	11,000	0.00%		11,000	
WATER				470,186	1,002,843	532,657	46.89%	16,200	1,019,043	
81	6120	800	PROP OWNER REF	27,163	0	-27,163		27,000	27,000	Reim Madsen Dev Agr
81	6202	800	CONTRACT SRVCS	0	20,000	20,000	0.00%		20,000	
81	6350	800	INTEREST EXPENS	23,118	47,812	24,694	48.35%		47,812	
81	8034	800	WELL #8	0	20,000	20,000	0.00%		20,000	
WATER DIF				50,281	87,812	37,531	57.26%	27,000	114,812	
82	7003	800	IMP OTHR TN BLD	31,259	10,000	-21,259	312.59%	140,000	150,000	Complete SCADA Project
82	8021	800	REPLACE WELL #2	0	50,000	50,000	0.00%	-50,000	0	
WATER F A REPL				31,259	60,000	28,741	52.10%	90,000	150,000	
88	8033	800	FOURTH STREET	0	100,000	100,000	0.00%		100,000	
PW STREET PROJ				0	100,000	100,000	0.00%		100,000	
90	6001	380	OFFICE SUPPLIES	916	14,500	13,584	6.32%		14,500	
90	6003	380	POSTAGE	3,114	15,200	12,086	20.49%		15,200	
90	6101	380	DEPT SUPPLIES	0	200	200	0.00%		200	
90	6116	380	FRANCHISE FEE	0	33,680	33,680	0.00%		33,680	
90	6202	380	CONTRACT SRVCS	0	325,000	325,000	0.00%	6,500	331,500	Rate Increase - 6 Mons
GARBAGE REFUSE				4,030	388,580	384,550	1.04%	6,500	395,080	
97	6104	900	ADVERTISING	0	400	400	0.00%		400	
96-STBG-1013				0	400	400	0.00%		400	
GRAND TOTAL				2,974,079	13,782,996	10,808,917	21.58%	890,200	14,673,196	

FUNDS 100-200 AS OF 12/31/11

1/28/2012

FUND	ACCT	DEPT	Description	Actual	Budget	Bud - Act	Act/Bud % Spent	Adj	Mid Year Budget
100	5001	100	REG. SALARIES	23,116	43,573	20,457	53.05%		43,573
100	5003	100	OVERTIME	46	0	-46			0
100	5110	100	P.E.R.S.	5,359	10,875	5,516	49.28%		10,875
100	5120	100	MEDICAL INS.	12,340	24,470	12,130	50.43%		24,470
100	5130	100	UNEMPLOYMNT INS	0	2,702	2,702	0.00%		2,702
100	5140	100	WORKER'S COMP	2,153	4,326	2,173	49.77%		4,326
100	5150	100	LIFE INS	228	474	246	48.10%		474
100	5160	100	DENTAL INS	663	1,737	1,074	38.17%		1,737
100	5170	100	MEDICARE TAX	336	632	296	53.16%		632
100	5175	100	DEF COMP	69	165	96	41.82%		165
100	6420	100	BRITT WOODS UT	1,185	1,589	404	74.58%		1,589
100	6421	100	BRIT WOODS OTH	572	2,374	1,802	24.09%		2,374
100	6426	100	CEN HUGHSON2 UT	39	60	21	65.00%		60
100	6427	100	CN HUGHSON2 OTH	869	2,434	1,565	35.70%		2,434
100	6435	100	FEATHERS GLE UT	435	243	-192	179.01%		243
100	6436	100	FEATHERS GL OTH	572	1,628	1,056	35.14%		1,628
100	6438	100	FONTANA RAN UT	1,964	5,685	3,721	34.55%		5,685
100	6439	100	FONTANA RAN OTH	572	2,398	1,826	23.85%		2,398
100	6441	100	FONTANA RH S UT	2,731	5,797	3,066	47.11%		5,797
100	6442	100	FONT RAN S OTH	827	2,354	1,527	35.13%		2,354
100	6444	100	RHAPSODY 1 UT	504	1,232	728	40.91%		1,232
100	6445	100	RHAPSODY 1 OTH	1,090	2,372	1,282	45.95%		2,372
100	6447	100	RHAPSODY 2 UT	558	1,525	967	36.59%		1,525
100	6448	100	RHAPSODY 2 OTH	55	2,400	2,345	2.29%		2,400
100	6450	100	SANTA FE 1 UT	2,316	1,256	-1,060	184.39%	2,744	4,000
100	6451	100	SANTA FE 1 OTH	5,407	3,591	-1,816	150.57%	4,000	7,591 Damage to Pole
100	6453	100	SANTA FE 2 UT	1,077	529	-548	203.59%	1,000	1,529
100	6454	100	SANTA FE 2 OTH	785	2,477	1,692	31.69%		2,477
100	6456	100	STARN EST UT	371	974	603	38.09%		974
100	6457	100	STARN EST OTH	572	2,295	1,723	24.92%		2,295
100	6459	100	STERLING 3 UT	1,477	4,849	3,372	30.46%		4,849
100	6460	100	STERLING 3 OTH	572	5,359	4,787	10.67%		5,359
100	6462	100	SUNGLOW UT	297	1,019	722	29.15%		1,019
100	6463	100	SUNGLOW OTH	573	2,636	2,063	21.74%		2,636
100	6465	100	WALNUT HAV 3 UT	456	747	291	61.04%		747
100	6466	100	WALNUT HAV3 OTH	572	2,330	1,758	24.55%		2,330
100	8505	100	TRANSFERS-OUT	13,065	26,129	13,064	50.00%		26,129
101	8505	100	TRANSFERS-OUT	17,441	0	-17,441			0 Transferring Funds
102	8505	100	TRANSFERS-OUT	11,559	0	-11,559			0 Transferring Funds
103	8505	100	TRANSFERS-OUT	7,577	0	-7,577			0 Transferring Funds
104	8505	100	TRANSFERS-OUT	6,054	0	-6,054			0 Transferring Funds
105	8505	100	TRANSFERS-OUT	10,531	0	-10,531			0 Transferring Funds
106	8505	100	TRANSFERS-OUT	10,231	0	-10,231			0 Transferring Funds
107	8505	100	TRANSFERS-OUT	6,663	0	-6,663			0 Transferring Funds
108	8505	100	TRANSFERS-OUT	16,511	0	-16,511			0 Transferring Funds
109	8505	100	TRANSFERS-OUT	19,236	0	-19,236			0 Transferring Funds
110	8505	100	TRANSFERS-OUT	20,227	0	-20,227			0 Transferring Funds
111	8505	100	TRANSFERS-OUT	-5,187	0	5,187			0 Transferring Funds
112	8505	100	TRANSFERS-OUT	-24	0	24			0 Transferring Funds
113	8505	100	TRANSFERS-OUT	12,429	0	-12,429			0 Transferring Funds
114	8505	100	TRANSFERS-OUT	9,279	0	-9,279			0 Transferring Funds

FUND	ACCT	DEPT	Description	Actual	Budget	Bud - Act	Act/Bud % Spent	Adj	Mid Year Budget
115	8505	100	TRANSFERS-OUT	-7,738	0	7,738			0 Transferring Funds
116	8505	100	TRANSFERS-OUT	-13,714	0	13,714			0 Transferring Funds
		LLD		204,898	175,236	-29,662	116.93%	7,744	182,980
200	5001	200	REG. SALARIES	12,204	23,146	10,942	52.73%		23,146
200	5003	200	OVERTIME	23	0	-23			0
200	5110	200	P.E.R.S.	2,836	5,777	2,941	49.09%		5,777
200	5120	200	MEDICAL INS.	6,385	12,659	6,274	50.44%		12,659
200	5130	200	UNEMPLOYMNT INS	0	1,436	1,436	0.00%		1,436
200	5140	200	WORKER'S COMP	1,139	2,289	1,150	49.76%		2,289
200	5150	200	LIFE INS	120	250	130	48.00%		250
200	5160	200	DENTAL INS	347	927	580	37.43%		927
200	5170	200	MEDICARE TAX	177	336	159	52.68%		336
200	5175	200	DEF COMP	41	91	50	45.05%		91
200	6427	200	CN HUGHSON2 OTH	882	1,712	830	51.52%		1,712
200	6436	200	FEATHERS GL OTH	518	1,465	947	35.36%		1,465
200	6439	200	FONTANA RAN OTH	518	743	225	69.72%		743
200	6442	200	FONT RAN S OTH	518	1,500	982	34.53%		1,500
200	6460	200	STERLING 3 OTH	518	1,687	1,169	30.71%		1,687
200	8505	200	TRANSFERS-OUT	7,184	14,368	7,184	50.00%		14,368
201	8505	200	TRANSFERS-OUT	3,844	0	-3,844			0 Transferring Funds
202	8505	200	TRANSFERS-OUT	10,350	0	-10,350			0 Transferring Funds
203	8505	200	TRANSFERS-OUT	11,553	0	-11,553			0 Transferring Funds
204	8505	200	TRANSFERS-OUT	6,848	0	-6,848			0 Transferring Funds
205	8505	200	TRANSFERS-OUT	868	0	-868			0 Transferring Funds
206	8505	200	TRANSFERS-OUT	4,639	0	-4,639			0 Transferring Funds
207	8505	200	TRANSFERS-OUT	16,050	0	-16,050			0 Transferring Funds
208	8505	200	TRANSFERS-OUT	-4,671	0	4,671			0 Transferring Funds
		BAD		82,891	68,386	-14,505	121.21%	0	68,386
		GRAND TOTAL		287,789	243,622	-44,167	118.13%	7,744	251,366

FYI

Revenue

REVENUE - AS OF 12/31/11

1/28/2012

FUND	ACCT	Description	Actual	Budget	Bud - Act	Act / Bud % Received	Adj	Projected Mid-Year Budget	
8	4831	ABAND VEHICLE ABATEMENT	-1,067	-15,000	-13,933	7.11%		-15,000	
		VEH. ABATEMENT	-1,067	-15,000	-13,933	7.11%		-15,000	
10	4601	INTEREST EARNED	0	-500	-500	0.00%		-500	25 x \$2,814
10	4603	STORM DRAIN FEE	-45,024	-47,838	-2,814	94.12%	-22,512	-70,350	
		STORM DRAIN	-45,024	-48,338	-3,314	93.14%	-22,512	-70,850	
								0	
100	4150	BRITTANY WOODS	0	-8,060	-8,060	0.00%		-8,060	
100	4152	CENTRAL HUGHSON 2	0	-11,572	-11,572	0.00%		-11,572	
100	4155	FEATHERS GLEN	0	-11,713	-11,713	0.00%		-11,713	
100	4156	FONTANA RANCH NORTH	0	-15,105	-15,105	0.00%		-15,105	
100	4157	FONTANA RANCH SOUTH	0	-9,158	-9,158	0.00%		-9,158	
100	4158	RHAPSODY 1	0	-6,622	-6,622	0.00%		-6,622	
100	4159	RHAPSODY 2	0	-6,490	-6,490	0.00%		-6,490	
100	4160	SANTA FE ESTATES 1	0	-7,260	-7,260	0.00%		-7,260	
100	4161	SANTA FE ESTATES 2	0	-6,630	-6,630	0.00%		-6,630	
100	4162	STARN ESTATES	0	-7,956	-7,956	0.00%		-7,956	
100	4163	STERLING GLEN III	0	-13,919	-13,919	0.00%		-13,919	
100	4164	SUNGLOW	0	-8,940	-8,940	0.00%		-8,940	
100	4165	WALNUT HAVEN III	0	-5,995	-5,995	0.00%		-5,995	
100	4999	TRANSFER IN	-121,075	0	121,075			0	Merge Funds
		LLD	-121,075	-119,420	1,655	101.39%		-119,420	
11	4746	TRAFFIC CONGESTION RELIEF	-23,257	-50,000	-26,743	46.51%		-50,000	
		TRAFFIC	-23,257	-50,000	-26,743	46.51%		-50,000	
13	4002	TAX INCREMENT	-98	-381,102	-381,004	0.03%	89,597	-291,505	Lower Increment proj
13	4003	PRIOR YEAR	-113	-200	-87	56.50%		-200	
13	4601	INTEREST EARNED	-4,015	-50	3,965	8030.00%	-5,000	-5,050	
13	4725	SB813 SUPPLEMENTAL TAXES	0	-10,000	-10,000	0.00%		-10,000	
		DEBT SERVICE	-4,226	-391,352	-387,126	1.08%	84,597	-306,755	
14	4002	TAX INCREMENT	-24	-95,276	-95,252	0.03%	22,276	-73,000	Lower Increment proj
14	4003	PRIOR YEAR	-28	-100	-72	28.00%		-100	
14	4601	INTEREST EARNED	-1,320	-21,500	-20,180	6.14%	15,000	-6,500	
14	4725	SB813 SUPPLEMENTAL TAXES	0	-2,500	-2,500	0.00%		-2,500	
		HOUSING - REDEV	-1,372	-119,376	-118,004	1.15%	37,276	-82,100	
15	4601	INTEREST EARNED	0	-2,800	-2,800	0.00%	2,500	-300	
		REDEVELOP O & M	0	-2,800	-2,800	0.00%	2,500	-300	
20	4601	INTEREST EARNED	0	-500	-500	0.00%		-500	
20	4604	DEVELOPMENT IMPACT FEES	-16,128	-17,136	-1,008	94.12%	-8,064	-25,200	25 x 1,008
		COMMUNITY ENHAN	-16,128	-17,636	-1,508	91.45%	-8,064	-25,700	
200	4152	CENTRAL HUGHSON 2	0	-29,079	-29,079	0.00%		-29,079	
200	4155	FEATHERS GLEN	0	-7,240	-7,240	0.00%		-7,240	
200	4156	FONTANA RANCH NORTH	0	-15,787	-15,787	0.00%		-15,787	
200	4157	FONTANA RANCH SOUTH	0	-5,865	-5,865	0.00%		-5,865	
200	4163	STERLING GLEN III	0	-9,465	-9,465	0.00%		-9,465	
200	4999	TRANSFER IN	-49,480	0	49,480			0	Merge Funds
		BAD	-49,480	-67,436	-17,956	73.37%		-67,436	

FUND	ACCT	Description	Actual	Budget	Bud - Act	Act / Bud % Received	Adj	Budget	
25	4601	INTEREST EARNED	0	-510	-510	0.00%		-510	
25	4707	2106 ALLOCATION	-8,401	-25,422	-17,021	33.05%		-25,422	
GAS TAX 2106			-8,401	-25,932	-17,531	32.40%		-25,932	
30	4601	INTEREST EARNED	0	-520	-520	0.00%		-520	
30	4708	2107 ALLOCATION	-16,162	-43,749	-27,587	36.94%		-43,749	
GAS TAX 2107			-16,162	-44,269	-28,107	36.51%		-44,269	
31	4601	INTEREST EARNED	-35	-440	-405	7.95%		-440	
31	4704	2105 HWY USERS TAX	-10,500	-32,840	-22,340	31.97%		-32,840	
2105 HWY USR TX			-10,535	-33,280	-22,745	31.66%		-33,280	
35	4601	INTEREST EARNED	0	-50	-50	0.00%		-50	
35	4709	2107.5 ALLOCATION	0	-2,000	-2,000	0.00%		-2,000	
GAS TAX 2107.5			0	-2,050	-2,050	0.00%		-2,050	
40	4001	CURRENT PROPERTY	-38	-175,000	-174,962	0.02%	-21,200	-196,200	Higher Revenue, per Audit
40	4003	PRIOR YEAR	-154	-8,000	-7,846	1.93%		-8,000	
40	4004	PROPERTY TAX - OTHER	0	-15,000	-15,000	0.00%		-15,000	
40	4101	SALES TAX	-92,899	-320,000	-227,101	29.03%	20,000	-300,000	Lower Sales Tax Revenue
40	4102	IN LIEU SALES TAX	0	-110,824	-110,824	0.00%		-110,824	
40	4103	PROPERTY TRANSFER TAX	-4,149	-12,000	-7,851	34.58%		-12,000	
40	4201	GAS UTILITY	-981	-16,000	-15,019	6.13%		-16,000	Payment in April
40	4202	GARBAGE FRANCHISE	-6,946	-67,500	-60,554	10.29%		-67,500	Transfer not made
40	4203	CABLE T.V.	-5,963	-17,000	-11,037	35.08%		-17,000	
40	4301	BUSINESS LICENSES	-3,635	-25,000	-21,365	14.54%		-25,000	Payments in January
40	4401	BUILDING PERMITS	-35,967	-65,000	-29,033	55.33%	-10,000	-75,000	25 Homes projected
40	4405	YARD SALE PERMITS	-295	-740	-445	39.86%		-740	
40	4407	ENCROACHMENT PERMITS	-3,160	-12,000	-8,840	26.33%		-12,000	
40	4408	ORDINANCE UPDATE	-96	-200	-104	48.00%		-200	
40	4409	OTHER PERMITS	-350	-500	-150	70.00%		-500	
40	4501	TRAFFIC FINES	-5,177	-18,000	-12,823	28.76%		-18,000	Collection for 5 months
40	4601	INTEREST EARNED	-78	-2,000	-1,922	3.90%		-2,000	
40	4602	RENTS, LEASERIGHTS, & ROYALTYS	-1,264	-3,000	-1,736	42.13%		-3,000	
40	4706	GRANTS	-496	-5,000	-4,504	9.92%		-5,000	
40	4710	MOTOR VEHICLE IN LIEU TAX	-3,318	-415,000	-411,682	0.80%	22,000	-393,000	New Bill - State Rob
40	4720	HOMEOWNER'S PROP. TAX RELIEF	0	-7,000	-7,000	0.00%		-7,000	
40	4725	SB813 SUPPLEMENTAL TAXES	0	-1,000	-1,000	0.00%		-1,000	
40	4728	STANISLAUS COUNTY FEES	-643	-700	-57	91.86%	-1,000	-1,700	
40	4735	PLANNING APPLICATION	0	-1,000	-1,000	0.00%		-1,000	
40	4737	PUBLIC SAFETY AUGMENTATION	-1,630	-6,000	-4,370	27.17%		-6,000	
40	4803	UTILITY PENALTIES	-30,991	-60,000	-29,009	51.65%		-60,000	
40	4813	PLAN CHECK FEES	-7,619	-15,000	-7,381	50.79%		-15,000	
40	4815	ENGINEERING PLAN REVIEW	0	-1,500	-1,500	0.00%		-1,500	
40	4821	BLDG CODE VIOLATIONS	-404	-5,000	-4,596	8.08%		-5,000	
40	4827	VEHICLE RELEASE FEES	-1,126	-10,080	-8,954	11.17%		-10,080	
40	4829	MISC. FEES & CHARGES	-9	-500	-491	1.80%		-500	
40	4830	RETURNED CHECK CHARGES	-800	-2,000	-1,200	40.00%		-2,000	
40	4833	BOOKING FEES	-80	-475	-395	16.84%		-475	
40	4902	SALE OF DOCUMENTS	-27	-50	-23	54.00%		-50	
40	4915	REFUND	-4,359	-5,000	-641	87.18%	-3,000	-8,000	
40	4919	SUNDRY REVENUES	-437	-900	-463	48.56%		-900	
40	4920	QUASI-EXTERNAL TRANSACTION	-181,223	-362,446	-181,223	50.00%		-362,446	
40	4931	RENTAL FEE	-2,746	-6,000	-3,254	45.77%		-6,000	

FUND	ACCT	Description	Actual	Budget	Bud - Act	Act / Bud % Received	Adj	Budget
40	4935	AB939 SOURCE REDUCTION	-5,363	-5,000	363	107.26%		-5,000
40	4999	TRANSFER IN	-100,799	-201,597	-100,798	50.00%		-201,597
GENERAL FUND			-503,222	-1,979,012	-1,475,790	25.43%	6,800	-1,972,212
401	4601	INTEREST EARNED	-279	-1,500	-1,221	18.60%		-1,500
GF CONT RESERVE			-279	-1,500	-1,221	18.60%		-1,500
41	4601	INTEREST EARNED	-882	-12,000	-11,118	7.35%		-12,000
41	4604	DEVELOPMENT IMPACT FEES	-48,800	-51,850	-3,050	94.12%	-24,400	-76,250 ^{25 x 3,050}
PUB FAC DEV			-49,682	-63,850	-14,168	77.81%	-24,400	-88,250
42	4604	DEVELOPMENT IMPACT FEES	-65,616	-69,717	-4,101	94.12%	-32,808	-102,525 ^{25 x 4,101}
PF - STREETS			-65,616	-69,717	-4,101	94.12%	-32,808	-102,525
48	4931	RENTAL FEE	-4,050	-11,000	-6,950	36.82%		-11,000
48	4936	CLEANING FEES	390	-1,800	-2,190	-21.67%		-1,800
48	4999	TRANSFER IN	-8,000	-16,000	-8,000	50.00%		-16,000
COMM CTR O & M			-11,660	-28,800	-17,140	40.49%		-28,800
49	4999	TRANSFER IN	-15,000	-30,000	-15,000	50.00%		-30,000
IT RESERVE			-15,000	-30,000	-15,000	50.00%		-30,000
50	4601	INTEREST EARNED	0	-100	-100	0.00%		-100
50	4931	RENTAL FEE	-6,895	-17,500	-10,605	39.40%		-17,500
USF COM. CENTER			-6,895	-17,600	-10,705	39.18%		-17,600
53	4601	INTEREST EARNED	-80	-700	-620	11.43%		-700
53	4740	SUPLMTL LAW ENFORCEMENT SERV	-26,105	-100,000	-73,895	26.11%		-100,000
SLESF			-26,185	-100,700	-74,515	26.00%		-100,700
54	4601	INTEREST EARNED	-132	-2,100	-1,968	6.29%		-2,100
54	4911	PARK IN LIEU FEES	-21,901	-33,847	-11,946	64.71%	-15,928	-49,775 ^{25 x 1,991}
PARK PROJECT			-22,033	-35,947	-13,914	61.29%	-15,928	-51,875
55	4601	INTEREST EARNED	-46	-500	-454	9.20%		-500
55	4605	Development Fee	-33,743	-45,339	-11,596	74.42%	-21,336	-66,675 ^{25 x 2,667}
PARKS DIF			-33,789	-45,839	-12,050	73.71%	-21,336	-67,175
60	4808	SEWER SERVICE	-50	-2,150,794	-2,150,744	0.00%		-2,150,794
60	4808	SEWER SERVICE - SINGLE FAMILY	-706,607	0	706,607			0
60	4808	SEWER SERVICE - DUPLEXES	-11,629	0	11,629			0
60	4808	SEWER SERVICE - TRIPLEXES	-1,246	0	1,246			0
60	4808	SEWER SERVICE-HOUSING AUTHOR	-15,472	0	15,472			0
60	4808	SEWER SERVICE - APARTMENTS	-97,793	0	97,793			0
60	4808	SEWER SERVICE-MOB. HOME PARK	-19,462	0	19,462			0
60	4808	SEWER SERVICE-PERS HEALTH SVCS	-1,887	0	1,887			0
60	4808	SEWER SERVICE-PHARMACY & BAN	-831	0	831			0
60	4808	SEWER SERVICE - INST/CIVIC	-4,116	0	4,116			0
60	4808	SEWER SERVICE-PROF. SERVICES	-5,201	0	5,201			0
60	4808	SEWER SERVICE - RETAIL VENDORS	-6,091	0	6,091			0
60	4808	SEWER SERVICE - COMM/INDUST	-314,915	0	314,915			0
60	4808	SEWER SERVICE - BARS	-2,409	0	2,409			0
60	4808	SEWER SERVICE - RESTAURANTS	-2,951	0	2,951			0
60	4808	SEWER SERVICE-DRIVE-IN/FSTFD	-1,134	0	1,134			0
60	4808	SEWER SERVICE - CONV. MARKET	-1,246	0	1,246			0

FUND	ACCT	Description	Actual	Budget	Bud - Act	Act / Bud % Received	Adj	Budget
60	4808	SEWER SERVICE-MAJOR FOOD MKT	-4,131	0	4,131			0
60	4808	SEWER SERVICE - COM'L LAUNDRY	-2,318	0	2,318			0
60	4808	SEWER SERVICE-GAS STATIONS	-415	0	415			0
60	4808	SEWER SERVICE-AUTO SERVICE 39	-831	0	831			0
60	4808	SEWER SERVICE-CHURCHES	-5,316	0	5,316			0
60	4808	SEWER SERVICE-SCHOOLS	-25,327	0	25,327			0
60	4808	SEWER SERVICE - DAYCARE	-415	0	415			0
60	4810	SEWER MISC. INCOME	-121	-100	21	121.00%		-100
SEWER O & M			-1,231,914	-2,150,894	-918,980	57.27%		-2,150,894
61	4601	INTEREST EARNED	-389	-1,300	-911	29.92%		-1,300
61	4999	TRANSFER IN	-222,418	-444,836	-222,418	50.00%		-444,836
SEWER F A REPL			-222,807	-446,136	-223,329	49.94%		-446,136
62	4601	INTEREST EARNED	-356	-5,000	-4,644	7.12%		-5,000
62	4604	DEVELOPMENT IMPACT FEES	-48,651	-233,835	-185,184	20.81%	-110,040	-343,875 <small>25 x 13,755</small>
SEWER DIF			-49,007	-238,835	-189,828	20.52%	-110,040	-348,875
66	4601	INTEREST EARNED	-5,718	-40,000	-34,282	14.30%		-40,000
66	4751	State Revolving Loan Fund	-1,347,679	-6,100,000	-4,752,321	22.09%		-6,100,000
66	4829	MISC. FEES & CHARGES	0	-4,000	-4,000	0.00%		-4,000
WWTP EXPANSION			-1,353,397	-6,144,000	-4,790,603	22.03%		-6,144,000
69	4716	NONMOTORIZED ALLOCATION	0	-3,255	-3,255	0.00%		-3,255
LTF NON MOTORIZ			0	-3,255	-3,255	0.00%		-3,255
70	4104	LTF ALLOCATION	0	-5,000	-5,000	0.00%		-5,000
LOCAL TRANSPRT			0	-5,000	-5,000	0.00%		-5,000
71	4601	INTEREST EARNED	0	-150	-150	0.00%		-150
71	4706	GRANTS	0	-69,700	-69,700	0.00%		-69,700
71	4747	CMAQ FUNDING #5411(003)	-23,496	-640,000	-616,504	3.67%		-640,000
TRANPORTATION			-23,496	-709,850	-686,354	3.31%		-709,850
80	4601	INTEREST EARNED	-44	0	44			0
80	4801	WATER SERVICE	-50	-1,240,800	-1,240,750	0.00%		-1,240,800
80	4801	WATER SVC.- SINGLE FAMILY	-509,206	0	509,206			0
80	4801	WATER SVC.- DUPLEXES	-5,044	0	5,044			0
80	4801	WATER SVC.- TRIPLEXES	-10,895	0	10,895			0
80	4801	WATER SVC.- HOUSING AUTHORITY	-15,278	0	15,278			0
80	4801	WATER SVC.- APARTMENTS	-7,913	0	7,913			0
80	4801	WATER SVC.- MOBILE HOME PARKS	-4,512	0	4,512			0
80	4801	WATER SVC.- PERS. HEALTH SVCS.	-945	0	945			0
80	4801	WATER SVC.- PHARMACY & BANK	-841	0	841			0
80	4801	WATER SVC.- INST. & CIVIC	-1,492	0	1,492			0
80	4801	WATER SVC.- PROFESSIONAL SVCS.	-5,128	0	5,128			0
80	4801	WATER SVC.- RETAIL VENDORS	-2,691	0	2,691			0
80	4801	WATER SVC.- COMMERCIAL/INDUS'	-14,932	0	14,932			0
80	4801	WATER SVC.- RESTAURANTS	-2,271	0	2,271			0
80	4801	WATER SVC.- DRIVE-IN/QUICKFOOD	-400	0	400			0
80	4801	WATER SVC.- CONVENIENCE MART	-922	0	922			0
80	4801	WATER SVC.- MAJOR FOOD MARKE	-619	0	619			0
80	4801	WATER SVC.- COMMERCIAL LAUND	-1,116	0	1,116			0
80	4801	WATER SVC.- CHURCHES	-5,989	0	5,989			0
80	4801	WATER SVC.- SCHOOLS	-33,429	0	33,429			0

FUND	ACCT	Description	Actual	Budget	Bud - Act	Act / Bud % Received	Adj	Budget
80	4801	WATER SVC.- METERED SERVICE	-838	0	838			0
80	4801	WATER SVC.- AUTO SERVICE	-317	0	317			0
80	4801	WATER SVC.- CONSTR. WATER	-2,501	0	2,501			0
80	4805	WATER MISC INCOME	-7,740	0	7,740			0
	WATER		-635,113	-1,240,800	-605,687	51.19%		-1,240,800
81	4601	INTEREST EARNED	0	-300	-300	0.00%		-300
81	4604	DEVELOPMENT IMPACT FEES	-51,338	-64,651	-13,313	79.41%	-30,424	-95,075
81	4805	WATER GRANT	-840,039	-1,000,000	-159,961	84.00%		-1,000,000
	WATER DIF		-891,377	-1,064,951	-173,574	83.70%	-30,424	-1,095,375
82	4999	TRANSFER IN	-92,741	-185,482	-92,741	50.00%		-185,482
	WATER F A REPL		-92,741	-185,482	-92,741	50.00%		-185,482
88	4706	GRANTS	0	-100,000	-100,000	0.00%		-100,000
	PW STREET PROJ		0	-100,000	-100,000	0.00%		-100,000
								0
90	4812	GARBAGE SERVICE	-212,970	-421,000	-208,030	50.59%	-8,420	-429,420
	GARBAGE REFUSE		-212,970	-421,000	-208,030	50.59%	-8,420	-429,420
								Rates Increased
92	4601	INTEREST EARNED	0	-250	-250	0.00%		-250
	98-EDBG-605		0	-250	-250	0.00%		-250
95	4601	INTEREST EARNED	-53	-100	-47	53.00%		-100
95	4739	PROGRAM INCOME-CDBG LOAN RE	-1,712	-3,700	-1,988	46.27%		-3,700
	94-STBG-799		-1,765	-3,800	-2,035	46.45%		-3,800
96	4601	INTEREST EARNED	0	-100	-100	0.00%		-100
	HOME PROG.GRANT		0	-100	-100	0.00%		-100
97	4601	INTEREST EARNED	-10	-100	-90	10.00%		-100
97	4739	PROGRAM INCOME-CDBG LOAN RE	-3,818	-9,000	-5,182	42.42%		-9,000
	96-STBG-1013		-3,828	-9,100	-5,272	42.07%		-9,100
98	4706	GRANTS	0	-1,100	-1,100	0.00%		-1,100
	CalHOME REHAB		0	-1,100	-1,100	0.00%		-1,100
	GRAND TOTAL		-5,749,503	-16,034,407	-10,284,904	35.86%	-142,759	-16,177,166