



**CITY OF HUGHSON**  
***Special City Council Session***  
SAMARITAN VILLAGE ALMOND ROOM  
7700 Fox Road, Hughson, CA

***STATE OF THE CITY ADDRESS***



**AGENDA**

**MONDAY, FEBRUARY 22, 2016 – 6:00 P.M.**

**CALL TO ORDER:** Mayor Matt Beekman

**ROLL CALL:** Mayor Matt Beekman  
Mayor Pro Tem Jeramy Young  
Councilmember Jill Silva  
Councilmember George Carr  
Councilmember Harold Hill

**FLAG SALUTE:** Mayor Matt Beekman

**INVOCATION:** Hughson Ministerial Association

**RULES FOR ADDRESSING CITY COUNCIL**

Members of the audience who wish to address the City Council 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.**

**1. PUBLIC BUSINESS FROM THE FLOOR (No Action Can Be Taken):**

Members of the audience may address the City Council 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.

**2. PRESENTATIONS:**

**2.1: State of the City Address, Presented by Mayor Matt Beekman.**

**ADJOURN TO A RECESS AND REFRESHMENTS (Approximately 30 Minutes)**

**RECONVENE TO THE REGULAR CITY COUNCIL MEETING**

**2.2: Planning Commission and Parks and Recreation Commission Updates by Chairmen Alan McFadon and Matt House.**

**3. CONSENT CALENDAR:**

All items listed on the Consent Calendar are to be acted upon by a single action of the City Council unless otherwise requested by an individual Councilmember for special consideration. Otherwise, the recommendation of staff will be accepted and acted upon by roll call vote.

**3.1:** Approve the Minutes of the Regular Meeting of February 8, 2016.

**3.2:** Approve the Warrants Register.

**3.3:** Review and Approve the City of Hughson Treasurer's Report:  
**(a)** Investment Portfolio Report for October 2015.  
**(b)** Investment Portfolio Report for November 2015.  
**(c)** Investment Portfolio Report for December 2015.

**3.4:** Approve an Amendment to the Turlock Groundwater Basin Association Memorandum of Understanding (MOU) to allow the City of Waterford to join as a New Party and to revise the method of adding new parties in the future, Adopt Resolution No. 2016-02, authorizing the above amendments to the Turlock Groundwater Basin Association Board Memorandum of Understanding, and authorize the Mayor to sign any and all documents associated with this amendment.

**3.5:** Accept the Quarterly City of Hughson Legislative Report.

**4. UNFINISHED BUSINESS:**

**4.1:** Adopt Resolution No. 2016-03, Approving Mid-Year Adjustments to the Operating Budget for Fiscal Year 2015-2016.

**5. PUBLIC HEARING TO CONSIDER THE FOLLOWING: NONE.**

**6. NEW BUSINESS: NONE.**

**7. CORRESPONDENCE: NONE.**

**8. COMMENTS:**

**8.1:** Staff Reports and Comments: (Information Only – No Action)

**City Manager:**

**City Clerk:**

**Community Development Director:**

**Director of Finance:**

**Police Services:**

**City Attorney:**

**8.2:** Council Comments: (Information Only – No Action)

**8.3:** Mayor’s Comments: (Information Only – No Action)

**9. CLOSED SESSION TO DISCUSS THE FOLLOWING: NONE.**

**ADJOURNMENT:**

**WAIVER WARNING**

If you challenge a decision/direction of the City Council in court, you may be limited to raising only those issues you or someone else raised at a public hearing(s) described in this Agenda, or in written correspondence delivered to the City of Hughson at or prior to, the public hearing(s).

**UPCOMING EVENTS:**

<b>February 29</b>	▪ Citizens for a Healthy Community Meeting, HFRC, 5:30 P.M.
<b>March 8</b>	▪ Parks and Recreation Commission, City Hall Chambers, 6:00P.M.
<b>March 14</b>	▪ Economic Development Committee, City Hall Chambers, 5:30P.M.
<b>March 14</b>	▪ City Council Meeting, City Hall Chambers, 7:00P.M.
<b>March 15</b>	▪ Planning Commission, City Hall Chambers, 6:00 p.m.
<b>March 26</b>	▪ IOOF Easter Egg Hunt, Emilie J. Ross Elementary, 9:00A.M.
<b>March 28</b>	▪ City Council Meeting, City Hall Chambers, 7:00P.M.

**AFFIDAVIT OF POSTING**

**DATE:** February 18, 2016 **TIME:** 5:00 pm  
**NAME:** Dominique Spinale Romo **TITLE:** City Clerk

**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 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.

**Notice Regarding Non-English Speakers:**

Pursuant to California Constitution Article III, Section IV, establishing English as the official language for the State of California, and in accordance with California Code of Civil Procedures Section 185, which requires proceedings before any State Court to be in English, notice is hereby given that all proceedings before the City of Hughson City Council shall be in English and anyone wishing to address the Council is required to have a translator present who will take an oath to make an accurate translation from any language not English into the English language.

**General Information:** The Hughson City Council meets in the Council Chambers on the second and fourth Mondays of each month at 7:00 p.m., unless otherwise noticed.

**Council Agendas:** The City Council agenda is now available for public review at the City's website at [www.hughson.org](http://www.hughson.org) and City Clerk's Office, 7018 Pine Street, Hughson, California on the Friday, prior to the scheduled meeting. Copies and/or subscriptions can be purchased for a nominal fee through the City Clerk's Office.

**Questions:** Contact the City Clerk at (209) 883-4054



## **CITY OF HUGHSON AGENDA ITEM NO. 3.1**

### **SECTION 3: CONSENT CALENDAR**

**Meeting Date:** February 22, 2016  
**Subject:** Approval of the City Council Minutes  
**Presented By:** Dominique Spinale Romo, Assistant to the CM / City Clerk

**Approved By:** \_\_\_\_\_

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#### **Staff Recommendation:**

Approve the Minutes of the Regular Meeting of February 8, 2016.

#### **Background and Overview:**

The draft minutes of the February 8, 2016 meeting are prepared for the Council's review.



**CITY OF HUGHSON  
CITY COUNCIL MEETING  
CITY HALL COUNCIL CHAMBERS  
7018 Pine Street, Hughson, CA**

**MINUTES  
MONDAY, FEBRUARY 8, 2016 – 7:00 P.M.**

**CALL TO ORDER:** Mayor Matt Beekman

**ROLL CALL:**

Present: Mayor Matt Beekman  
Mayor Pro Tem Jeramy Young  
Councilmember Jill Silva  
Councilmember Harold Hill

Absent: Councilmember George Carr

Staff Present: Raul L. Mendez, City Manager  
Daniel J. Schroeder, City Attorney  
Juan Alanis, Sergeant, Hughson Police Services  
Jaylen French, Community Development Director  
Dominique Spinale Romo, Assistant to the CM/City Clerk  
Sam Rush, Public Works Superintendent  
Lisa Whiteside, Finance Manager  
Jeff Montgomery, Management Intern

**FLAG SALUTE:** Mayor Matt Beekman

**INVOCATION:** Hughson Ministerial Association

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**1. PUBLIC BUSINESS FROM THE FLOOR (No Action Can Be Taken):**

**Heather Bailey with the Hughson Library updated the Council on upcoming events for kids at the library.**

**2. PRESENTATIONS: NONE.****3. CONSENT CALENDAR:**

All items listed on the Consent Calendar are to be acted upon by a single action of the City Council unless otherwise requested by an individual Councilmember for special consideration. Otherwise, the recommendation of staff will be accepted and acted upon by roll call vote.

- 3.1: Approve the Minutes of the Regular Meeting of January 25, 2016.
- 3.2: Approve the Warrants Register.
- 3.3: Approve the Treasurer's Report for December 2015.
- 3.4: Approve Amendment #1 to the Professional Service Agreement with Willdan Engineering for contract City Engineering services to extend the term of the agreement to December 31, 2016 and Authorize the Mayor to Execute the Amendment.
- 3.5: Approve Utilizing Condor Earth Technologies to Conduct a Phase II Environmental Site Assessment on City property located near the Waste Water Treatment Facility and Authorize the City Manager to execute an agreement, inclusive of any changes provided by the City Attorney, with Condor Earth Technologies for completion of a Phase II Environmental Site Assessment for a cost not to exceed \$4,100.

City Clerk Spinale Romo pulled item 3.1 (Minutes) to make a correction.

HILL/YOUNG 4-0 (CARR- ABSENT) motion passes to approve Consent Calendar Items 3.2, 3.3, 3.4, and 3.5.

SILVA/YOUNG 4-0 (CARR-ABSENT) motion passes to approve Item 3.1 (Minutes) as amended.

**4. UNFINISHED BUSINESS: NONE.****5. PUBLIC HEARING TO CONSIDER THE FOLLOWING: NONE.****6. NEW BUSINESS: NONE.**

**7. CORRESPONDENCE: NONE.**

**8. COMMENTS:**

**8.1: Staff Reports and Comments: (Information Only – No Action)**

**City Manager:** City Manager Mendez reminded the Council that the State of the City Address is February 22. He also advised that he attended meetings regarding the Solid Waste MOU with the Department of Environmental Resources (DER) and the Cost Sharing Model for the Regional 911 with Sergeant Juan Alanis.

**City Clerk:** City Clerk Spinale advised Council that an email regarding the annual Form 700 submittals will be coming soon, due by April 1.

**Community Development Director:**

**Director of Finance:** Finance Manager Whiteside shared that the Budget and Finance Subcommittee was scheduled to meet on February 11, 2015 to review the Mid-Year adjustments to the Fiscal Year 2015-2016 Adopted Budget.

**Police Services:**

**City Attorney:**

**8.2: Council Comments: (Information Only – No Action)**

**Councilmember Silva updated the Council that she has upcoming meetings for StanCOG Policy Board and the Budget & Finance Subcommittee.**

**Councilmember Hill updated the Council on his attendance at the Dollar General Grand Opening and was very pleased with the store and the frontage and building improvements.**

**Mayor Pro Tem Young updated the Council on his attendance at the City/School 2+2 meeting and also advised that he was impressed with the Dollar General Store.**

**8.3: Mayor's Comments: (Information Only – No Action)**

Mayor Beekman updated the Council on his attendance at the City/School 2+2 meeting and was also in attendance at the Dollar General Grand Opening. He was very pleased with the Dollar General Store's building and frontage improvements. Mayor Beekman advised that he would like Intern Naraith Lopez to develop a form letter to send to all cottage food vendors in Hughson, and the County, advising them of the City's programs and events to assist local businesses grow.

Each of the Council members present thanked City Clerk Spinale Romo for her service to the City of Hughson. City Manager Mendez reminded the Council that City staff is having a BBQ at City Hall for Dominique on February 10 if they could attend.

**9. CLOSED SESSION TO DISCUSS THE FOLLOWING: NONE.**

**ADJOURNMENT:**

**BEEKMAN/SILVA motion passes to adjourn the meeting at 7:18 P.M.**

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**MATT BEEKMAN, Mayor**

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**DOMINIQUE SPINALE ROMO, City Clerk**



## CITY OF HUGHSON AGENDA ITEM NO. 3.2

### SECTION 3: CONSENT CALENDAR

**Meeting Date:** February 22, 2016  
**Subject:** Approval of Warrants Register  
**Enclosure:** Warrants Register  
**Presented By:** Shannon Esenwein, Director of Finance

**Approved By:** \_\_\_\_\_

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#### **Staff Recommendation:**

Approve the Warrants Register as presented.

#### **Background and Overview:**

The warrants register presented to the City Council is a listing of all expenditures paid from February 9, 2016 through February 18, 2016.

#### **Fiscal Impact:**

There are reductions in various funds for payment of expenses.

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REPORT.: Feb 18 16 Thursday  
RUN....: Feb 18 16 Time: 10:25  
Run By.: Lisa Whiteside

City of Hughson  
Cash Disbursement Detail Report  
Check Listing for 02-16 Bank Account.: 0100

PAGE: 001  
ID #: PY-DP  
CTL.: HUG

Check Number	Check Date	Vendor Numbe Name	Net Amount	Invoice #	Description
47406	2/16/2016	EMP01 STATE OF CALIFORNIA	\$ 2,406.53	B60217	PAYROLL TAXES
47407	2/16/2016	HAR02 THE HARTFORD	\$ 379.66	B60217	DEFERRED COMPENSATION
47408	2/16/2016	PER01 P.E.R.S.	\$ 6,704.86	B60217	RETIREMENT
47409	2/16/2016	STA23 CaPERS SUPPLEMENTAL INCO	\$ 710.00	B60217	DEFERRED COMPENSATION
47410	2/16/2016	UNI07 UNITED WAY OF STANISLAUS	\$ 29.00	B60217	UNITED WAY
47411	2/18/2016	ABS00 ABS PRESORT	\$ 886.45	102755	PRINTING OF UTILITY BILLS
47412	2/18/2016	ATT01 AT&T	\$ 22.68	B60217	PHONE
47413	2/18/2016	AWD00 AW DIRECT	\$ 945.36	S10205880	LED WARNING TRAFFIC LIGHTS
			\$ 424.94	S10221612	LED WARNING TRAFFIC LIGHTS FOR NEW TRUCK
Check Total:			\$ 1,370.30		
47414	2/18/2016	BOW00 BOWMAN, GAIL	\$ 100.00	B60217	PARK RENTAL REFUND 2/13/16
47415	2/18/2016	CHA01 CHARTER COMMUNICATION	\$ 69.74	B60217	IP ADDRESS-PW SHOP
47416	2/18/2016	CLA03 CLARK'S PEST CONTROL	\$ 102.00	18244370	PEST CONTROL
			\$ 57.00	18244485	PEST CONTROL
Check Total:			\$ 159.00		
47417	2/18/2016	CON14 CONDOR EARTH TECHNOLOGIE	\$ 2,288.75	72635	2015-2016 GW REPORTING
			\$ 3,600.00	72677	CONSULTING SERVICE DEC-JAN
Check Total:			\$ 5,888.75		
47418	2/18/2016	DEH01 DEHART PLUMBING HEATING	\$ 528.76	W84090	REPAIR ON LAB BUILDING A/C UNIT
47419	2/18/2016	DOJ00 DEPT OF JUSTICE-STATE OF	\$ 64.00	147486	JANUARY FINERPRINTING APPS
47420	2/18/2016	EMB01 EMBREE ASSET GROUP	\$ 10,995.00	B60217	REIMB.FOR REQUESTED ADD. WORK IMPROVEMENT DOL.GEN.
47421	2/18/2016	EXP00 EXPRESS PERSONNEL SERVICE	\$ 790.48	167987668	EXTRA HELP WEEK OF 1/10/16
			\$ 1,033.68	168661494	EXTRA HELP WEEK OF 1/24/16
Check Total:			\$ 1,824.16		
47422	2/18/2016	EZN00 EZ NETWORK SOLUTIONS	\$ 306.80	30829	OFF SITE DATA STORAGE
47423	2/18/2016	GIB00 GIBBS MAINTENANCE CO	\$ 611.00	19119	JANITOR SERVICES FOR JANUARY
47424	2/18/2016	GIL01 GILTON SOLID WASTE MANAGE	\$ 37,344.24	B60217	JANUARY GARBAGE LESS FRANCHISE FEE
47425	2/18/2016	HOM01 THE HOME DEPOT CRC	\$ 309.94	B60217	SUPPLIES FOR PW & BLINDS
47426	2/18/2016	HUG03 HUGHSON CHRONICLE	\$ 400.00	108294	STATE OF THE CITY AD WEEK

SE

\$	72.14	108302	OF 1/26/16
\$	159.20	108326	LEGAL #1850 WEEK OF 1/26/16
\$	139.30	108329	LEGAL #1888 WEEK OF 2/2/16
\$	99.50	108330	LEGAL #1887 WEEK OF 02/02/16
\$	109.45	108331	LEGAL #1885 WEEK OF 2/2/16
\$	109.45	108332	LEGAL #1884 WEEK OF 2/2/16
\$			LEGAL #1883 WEEK OF 2/2/16

Check Total: \$ 1,089.04

47427	2/18/2016	IND05	INDUSTRIAL ELECTRICAL CO	\$	315.00	1062995	ON-SIGHT SERVICE
47428	2/18/2016	LEG01	LEGAL SHIELD	\$	25.90	B60217	LEGAL SERVICES
47429	2/18/2016	LOK00	LOKOLLO, AMBER	\$	100.00	B60217	PARK REFUND 2/13/16
47430	2/18/2016	MAI00	MAIN STREET DELI	\$	120.00	240	FOOD FOR VETERANS ADVISORY MEETING
47431	2/18/2016	MIS01	MISSION UNIFORM SERVICE	\$	86.68	501414846	UNIFORM SERVICE
				\$	90.73	501465350	UNIFORM SERVICE
				\$	90.73	501510767	UNIFORM SERVICE
47431	2/18/2016	MIS01	MISSION UNIFORM SERVICE	\$	94.78	501558288	UNIFORM SERVICE
				\$	86.68	501603398	UNIFORM SERVICE
				\$	82.63	501638985	UNIFORM SERVICE
				\$	56.95	501638987	UNIFORM SERVICE
				\$	30.00	501638988	UNIFORM SERVICE
				\$	87.94	501689145	UNIFORM SERVICE
				\$	61.00	501689146	UNIFORM SERVICE
				\$	30.00	501689147	UNIFORM SERVICE
				\$	33.00	501698037	UNIFORM SERVICE
				\$	78.65	501733628	UNIFORM SERVICE
				\$	56.95	501733630	UNIFORM SERVICE
				\$	30.00	501733631	UNIFORM SERVICE
				\$	29.00	501744516	UNIFORM SERVICE
				\$	76.57	501778218	UNIFORM SERVICE
				\$	64.53	501778219	UNIFORM SERVICE
				\$	30.00	501778220	UNIFORM SERVICE

Check Total: \$ 1,196.82

47432	2/18/2016	MUR01	MURATALLA, LUZ E.	\$	175.00	B60217	DAMAGE DEPOSIT REFUND
47433	2/18/2016	OPE01	OPERATING ENGINEERS LOCAL	\$	294.00	294	LOCAL UNION #3 DUES
47434	2/18/2016	PAC05	PACIFIC PLAN REVIEW	\$	146.06	H100016	CONTRACT SRVCS PLANNING/B
				\$	132.41	H100116	CONTRACT SRVCS PLANNING/B
				\$	1,181.22	H106315	CONTRACT SRVCS PLANNING/B
				\$	1,345.35	H106415	CONTRACT SRVCS PLANNING/B
				\$	1,572.83	H106515	CONTRACT SRVCS PLANNING/B
				\$	1,857.68	H106615	CONTRACT SRVCS PLANNING/B
				\$	540.36	H107715	CONTRACT SRVCS PLANNING/B
				\$	935.00	01-16 ADM	CONTRACT SRVCS PLANNING/B
				\$	3,910.00	01-16 INP	CONTRACT SRVCS PLANNING/B

Check Total: \$ 11,620.91

47435	2/18/2016	RIC04	RICOH USA, INC	\$	1,402.41	96314471	COPIER LEASE
47436	2/18/2016	SHR02	SHRED-IT USA LLC	\$	135.81	940918044	SHREDDING

SF

47437	2/18/2016	SPI00	SPINALE, DOMINIQUE	\$	84.79	B60217	REIMBURSEMENT FOR DINNER FOR 2+2 MEETING 2/8
				\$	64.57	B60218	REIMBURSEMENT PLAQUE & FLOWERS FOR MS. FERRARO
			Check Total:	\$	149.36		
47438	2/18/2016	STA19	STATE WATER RESOURCES CON	\$	55.00	B60217	TREATMENT 1 LIC RENEWAL - VELAZQUEZ
47439	2/18/2016	STA58	STANISLAUS COUNTY PLANNIN	\$	90.00	B60217	PLANNING COMMISS. WORKSHOP REG. FEES
47440	2/18/2016	STO03	STODDARD, RAYMOND	\$	195.00	B60217	PARK RENTAL REFUND FOR 1/18,1/25 & 1/28
47441	2/18/2016	SYN02	SYNAGRO WEST, LLC	\$	5,819.93	30-103858	JANUARY SLUDGE REMOVAL
47442	2/18/2016	TID01	TURLOCK IRRIGATION DIST.	\$	12,197.00	B60217	ELECTRIC
47443	2/18/2016	WAR00	WARDEN'S OFFICE	\$	245.94	18851260	OFFICE SUPPLIES
47444	2/18/2016	YAN00	YANEZ, DEVONEY	\$	210.00	B60217	DAMAGE DEPOSIT REFUND-2/6/16
			Cash Account Total:	\$	492,452.16		
			Total Disbursements:	\$	492,452.16		



## **CITY OF HUGHSON AGENDA ITEM NO. 3.3a SECTION 3: CONSENT CALENDAR**

**Meeting Date:** February 22, 2016  
**Subject:** Approval of the Treasurer's Report: Investment Portfolio Report – October 2015  
**Presented By:** John Padilla, City Treasurer  
**Approved By:** \_\_\_\_\_

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### **Staff Recommendation:**

Review and approve the City of Hughson Treasurer's Report: Investment Portfolio Report for October 2015.

### **Summary:**

The City Treasurer is required to review the City's investment practices and approve the monthly Treasurer's report. Enclosed is a summary of the City of Hughson's Investment Portfolio for October 2015 and is provided as a supplementary document to the monthly Treasurer's report. As of October 2015, the City of Hughson's investment total is \$2,566,540.49 and has a total cash and investment balance of \$13,071,352.68. All investment actions executed since the last report have been made in full compliance of the City of Hughson's Investment Policy. The City of Hughson meets its expenditure obligations for the next six months as required by California Government Code Section 53646 (b) (2) and (3) respectively.

### **Background and Overview:**

The Investment Portfolio Report is intended to provide supplementary documentation of the City of Hughson's investment practices. According to the City of Hughson's Investment Policy, the City Treasurer shall submit to the City Council a quarterly investment report containing a complete description of the portfolio, the type of investments, the issuers, maturity dates, par and dollar values, and the current market values of each component of the portfolio. It is the goal of the City Treasurer however, to provide the investment report on a monthly basis as a supplement to the Treasurer's Report. Furthermore, when dealing with investment activities, the City of Hughson primary objectives, in order of priority, are safety, liquidity, and return on investments.

According to Michael DeGeeter, the City's MBS Account Executive, the City of Hughson utilizes a 5 year Certificate Deposit (CD) laddering approach for its investment practices. This approach layers various CDs depending on interest rates and timing, which allows for reduced portfolio rates and a continuous stream of maturity dates. Mr. DeGeeter states that this CD approach has always spread positively for the City of Hughson and has had the highest yield of any spread thus far.

At the October 26, 2015 Council Meeting, staff presented various investment strategies to the Council and the public. These strategies include: reinvesting matured CDs, investing additional money in CDs while maintaining the 30% limit as required by the Investment Policy and swapping CDs as long as the swap increases the interest rate, provides a gain and stays within the insured limits. Staff will gather additional investment information regarding Municipal and Corporate Bonds and present the information to Council at a future meeting.

Enclosed is the City of Hughson's Treasurer's Report: Investment Portfolio Report for October 2015 along with supplementary graphs depicting the percentage of the City's portfolio of investments. After review and evaluation of the report, City staff submits the following detailed explanation for investments displaying significant variances:

#### ***Cash, Money, Funds, and Bank Deposits –Various & Multi-Bank WWTP***

The current balance for the Cash, Money, Funds, and Bank Deposits fund in Investments: Various account is \$202,771.68. As of October 8, 2016, the GE Money Bank Draper Utah INST CD has matured and has been transferred to the Cash account. Discover Bank Greenwood Del, CD has also been temporarily transferred to the Cash account as a CD swap takes place via staff's recommendation at the October 26, 2015 Council meeting. These funds will remain in the cash account until the CD swap has occurred and will be depicted in November's statement.

The current balance for the Cash, Money, Funds, and Bank Deposits fund in the Multi-Bank WWTP account is \$136,310.09. As of October 29, 2015, the State Bank India Chicago, ILL CD has matured and has been transferred to the Cash, Money, Funds, and Bank Deposits account. City staff has since reinvested these funds in other CDs. These funds will be displayed in November's statements and investment summaries.

#### ***L.A.I.F. Investments***

The reported Local Agency Investment Fund (L.A.I.F.) investments reflect the City's most current balance statement as of October 15, 2015. The two L.A.I.F. accounts share a combined balance of \$78,836.28, comprising of only 3.07% of the City's total portfolio of investments. L.A.I.F. investments are reported on a quarterly basis. City staff will continue to report the most recent L.A.I.F. investments and will proceed to update the funds on a quarterly basis.

**Fiscal Impact:**

As of October 2015, the total investments balance for the City of Hughson is \$2,566,540.49 accounting for 19.63% of the City's total cash and investments. The total cash and investment amount is \$13,071,352.68. Of the amounts invested, 13.21% is invested in Cash, Money, Funds, and Bank Deposits, 3.07% is invested in L.A.I.F. investments, and 83.72% is invested in CDs. As the year progresses and market values and interest rates increase, City staff will continue to monitor and report the City of Hughson's investment practices.

**City of Hughson  
Portfolio of Investments  
October 2015**

	MONEY MARKET	GENERAL	REDEVELOPMENT**	TOTAL
<b>Bank Statement Totals</b>	\$ 9,806,093.30	\$ 824,044.91	\$ 0.51	\$ 10,630,138.72
Adjustment-Direct Deposit Payroll		\$ -		\$ -
Outstanding Deposits +	\$ 14,997.27			\$ 14,997.27
Outstanding Checks/transfers -		\$ (140,323.80)		\$ (140,323.80)
<b>ADJUSTED TOTAL</b>	\$ 9,821,090.57	\$ 683,721.11	\$ 0.51	\$ 10,504,812.19
Investments: Various				\$ 1,037,565.92
Multi-Bank WWTP				\$ 1,450,138.29
Investments: L.A.I.F.		\$ 39,480.92	\$ 39,355.36	\$ 78,836.28
<b>Total Investments</b>				<b>\$ 2,566,540.49</b>
<b>Total Cash &amp; Investments</b>				<b>\$ 13,071,352.68</b>

All investment actions executed since the last report have been made in full compliance with the Investment Policy. The City of Hughson will meet its expenditure obligations for the next six months as required by California Government Code Section 53646 (b)(2) and (3) respectively.

**Breakdown of Investments**

<b>Investments: Various - ***850</b>								
Description	Maturity Dates	Quantity	Opening Balance	Closing Balance	Interest Accrued	% of Portfolio		
<b>Cash, Money, Funds, and Bank Deposits:</b>			\$ 14,003.71	\$ 202,771.68	\$ -	19.54%		
<b>Total:</b>			\$ 14,003.71	\$ 202,771.68	\$ -			
<b>Fixed Income (Certificate of Deposits)</b>								
Maturity Dates	Months til Maturity (Statement Period 10/01/15 - 09/31/15)	Quantity	Market Price	Market Value	Interest Accrued	Rate of Return	% of Portfolio	
BMW BK North Amer Salt Lake City Utah	11/12/10 - 11/12/15	≈ 1 mo. \$	100,000.00	\$ 100.0410	\$ 100,041.00	\$ 942.47	2.000%	9.64%
Ally Bank Midvalue Utah CTF DEP ACT/365	02/04/11 - 02/04/16	≈ 4 mo. \$	70,000.00	\$ 100.4380	\$ 70,306.60	\$ 337.53	2.000%	6.78%
GE Cap Finl Inc Retail CTF DEP	09/30/11 - 09/30/16	≈ 12 mo. \$	115,000.00	\$ 101.3020	\$ 116,497.30	\$ 195.34	2.000%	11.23%
Goldman Sachs BK USA New York CTF DEP DTD	11/16/11 - 11/16/16	≈ 13 mo. \$	53,000.00	\$ 101.4600	\$ 53,773.80	\$ 500.09	2.050%	5.18%
GE Cap Inc Retail CTF Dep Program Book	05/04/12 - 05/04/17	≈ 19 mo. \$	100,000.00	\$ 101.2520	\$ 101,252.00	\$ 858.22	1.750%	9.76%
American Express Centurion BK CTF DEP	05/09/13 - 05/09/18	≈ 31 mo. \$	100,000.00	\$ 99.7050	\$ 99,705.00	\$ 541.92	1.150%	9.61%
Belmont SVGS BK Mass	11/13/14 - 11/13/18	≈ 37 mo. \$	27,000.00	\$ 100.3370	\$ 27,090.99	\$ 196.06	1.550%	2.61%
State BK India York NY	09/11/14 - 09/11/19	≈ 47 mo. \$	55,000.00	\$ 100.1470	\$ 55,080.85	\$ 161.99	2.150%	5.31%
American Express Fed SVGS BK CTF DEP	10/16/14 - 10/16/19	≈ 48 mo. \$	30,000.00	\$ 100.3830	\$ 30,114.90	\$ 26.51	2.150%	2.90%
Discover BK Greenwood Del CTF	10/16/14 - 10/16/19	≈ 48 mo. \$	100,000.00	\$ 100.3830	\$ 100,383.00	\$ 88.36	2.150%	9.67%
American Express Centurion BK CTF DEP	12/04/14 - 12/04/19	≈ 50 mo. \$	80,000.00	\$ 100.6860	\$ 80,548.80	\$ 718.47	2.200%	7.76%
<b>Total CDs</b>				\$ 834,794.24	\$ 4,566.96			80.46%
<b>Total Investments: Various Holdings</b>				\$ 1,037,565.92	\$ 4,566.96			100.00%
<b>Total Portfolio Investment</b>								<b>40.43%</b>

<b>Multi-Bank WWTP - ***934</b>								
Description	Maturity Dates	Quantity	Opening Balance	Closing Balance	Interest Accrued	% of Portfolio		
<b>Cash, Money, Funds, and Bank Deposits:</b>			\$ 133,610.2900	\$ 136,310.09	\$ -	9.40%		
<b>Total:</b>			\$ 133,610.2900	\$ 136,310.09	\$ -			
<b>Fixed Income (Certificate of Deposits)</b>								
Maturity Dates	Months til Maturity (Statement Period 10/01/15 - 10/31/15)	Quantity	Market Price	Market Value	Interest Accrued	Rate of Return	% of Portfolio	
BMW BK North Amer Salt Lake City Utah	11/26/10 - 11/25/15	≈ 1 mo. \$	75,000.00	\$ 100.1060	\$ 75,079.50	\$ 649.32	2.000%	5.18%
GE CAP Finl Inc Retail CTF DEP	09/30/11 - 03/30/16	≈ 5 mo. \$	31,000.00	\$ 101.3020	\$ 31,403.62	\$ 52.66	2.000%	2.17%
Goldman Sachs BK USA New York CTF DEP DTD	11/23/11 - 11/23/16	≈ 13 mo. \$	107,000.00	\$ 101.4750	\$ 108,578.25	\$ 967.54	2.050%	7.49%
Discover BK Greenwood DEL	05/08/13 - 05/08/18	≈ 31 mo. \$	40,000.00	\$ 99.7080	\$ 39,883.20	\$ 221.81	1.150%	2.75%
American Express Centurion BK CTF DEP	05/09/13 - 05/09/18	≈ 31 mo. \$	57,000.00	\$ 99.7050	\$ 56,831.85	\$ 308.89	1.150%	3.92%
Firstbank P R Santuce	05/10/13 - 05/10/18	≈ 31 mo. \$	250,000.00	\$ 99.7010	\$ 249,252.50	\$ 151.03	1.050%	17.19%
State BK India Chicago ILL CTF DEP	12/18/13 - 12/18/18	≈ 38 mo. \$	25,000.00	\$ 100.8640	\$ 25,216.00	\$ 189.55	2.050%	1.74%
GE CAP Retail BK Draper Utah Instl	01/10/14 - 01/10/19	≈ 39 mo. \$	95,000.00	\$ 100.7740	\$ 95,735.30	\$ 558.81	1.900%	6.60%
First Sentry BK Inc Huntington West VA	03/08/13 - 03/08/19	≈ 41 mo. \$	46,000.00	\$ 97.9190	\$ 45,042.74	\$ 33.33	1.150%	3.11%
GE CAP Retail BK Draper Utah Instl	03/21/14 - 03/21/19	≈ 41 mo. \$	80,000.00	\$ 100.6340	\$ 80,507.20	\$ 166.68	1.950%	5.55%
JP Morgan Chase BK NA Columbus Ohio CTF	04/30/15 - 04/30/19	≈ 42 mo. \$	100,000.00	\$ 99.4830	\$ 99,483.00	\$ 4.11	1.500%	6.86%
Barclays BK Del Wilmington CTF DEP	05/28/14 - 05/28/19	≈ 43 mo. \$	40,000.00	\$ 100.2000	\$ 40,080.00	\$ -	0.000%	2.76%
Goldman Sachs BK USA New York CTF UT CTF DEP	06/04/14 - 06/04/19	≈ 44 mo. \$	80,000.00	\$ 100.2460	\$ 80,196.80	\$ 653.15	2.000%	5.53%
Sallie Mae BK Salt Lake City UT CTF DEP	10/08/14 - 10/08/19	≈ 48 mo. \$	50,000.00	\$ 100.4430	\$ 50,221.50	\$ 67.74	2.150%	3.46%
State BK India Chicago ILL	10/14/14 - 10/15/19	≈ 48 mo. \$	54,000.00	\$ 100.4240	\$ 54,228.96	\$ 52.82	2.100%	3.74%
Sallie Mae BK Salt Lake City UT CTF DEP	10/22/14 - 10/22/19	≈ 48 mo. \$	83,000.00	\$ 100.3660	\$ 83,303.78	\$ 44.00	2.150%	5.74%
Wells Fargo BK N A San Francisco Calif	04/30/15 - 04/30/20	≈ 54 mo. \$	100,000.00	\$ 98.7840	\$ 98,784.00	\$ 3.42	1.250%	6.81%
<b>Total CDs</b>				\$ 1,313,828.20	\$ 4,124.86			90.60%
<b>Total Multi-Bank WWTP Holdings</b>				\$ 1,450,138.29	\$ 4,124.86			100.00%
<b>Total Portfolio Investment</b>								<b>56.50%</b>

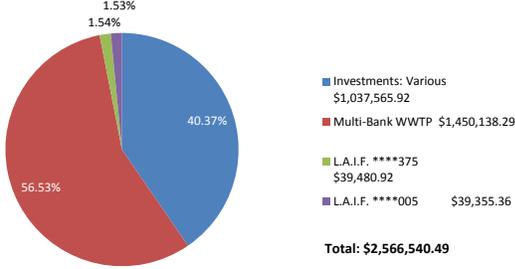
<b>L.A.I.F. Investments</b>					
Account #	Quarter End Principal Balance as of 10/15/2015	Quarterly Interest Earned as of 10/15/2015	Interest Rate	Total	% of Investment
****375	\$ 39,449.16	\$ 31.76	0.32%	\$ 39,480.92	50.08%
****005	\$ 39,323.70	\$ 31.66	0.32%	\$ 39,355.36	49.92%
<b>Total L.A.I.F. Investments Holdings</b>				\$ 78,836.28	100.00%
<b>Total Portfolio Investment</b>					<b>3.07%</b>

John Padilla, Treasurer

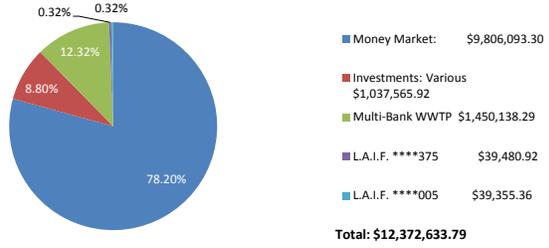
Date

### Charts and Graphs

**Total Portfolio of Investments by Account  
October 2015**



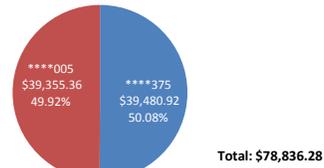
**Total Portfolio of Investment  
(Including Money Market Cash)  
October 2015**



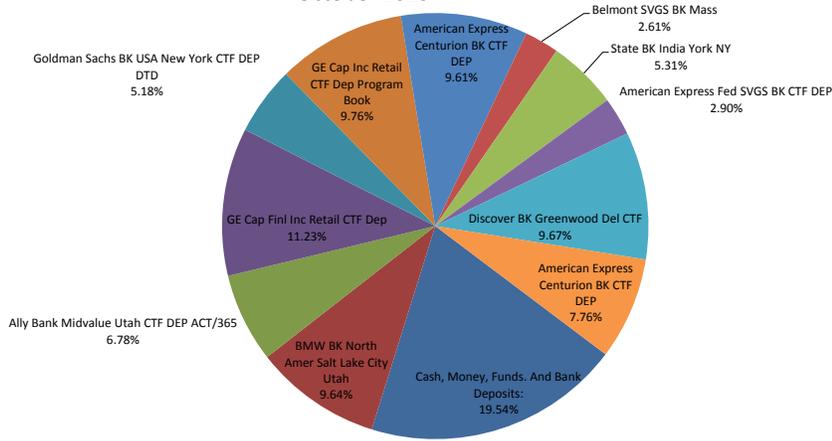
**Total Portfolio of Investments by Type  
October 2015**



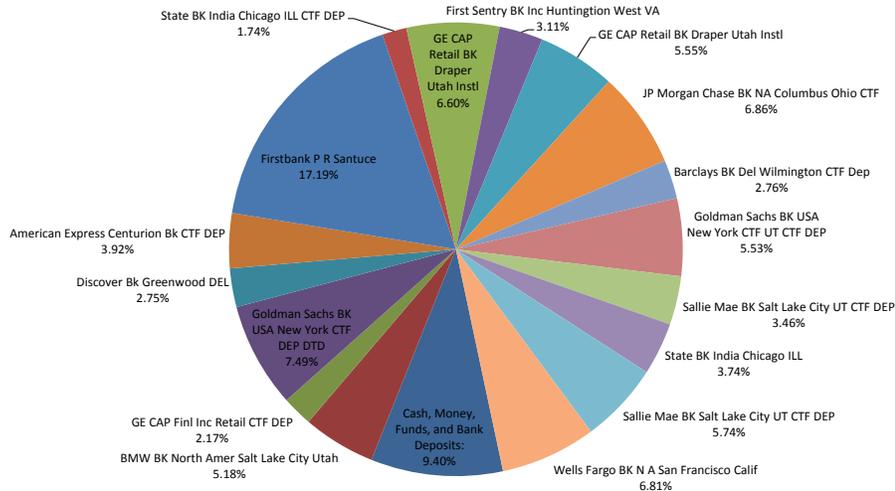
**Breakdown of L.A.I.F. Investments  
October 2015**



**Breakdown of Investments: Various - \*\*\*850  
October 2015**



**Breakdown of Multi-Bank WWTP - \*\*\*934  
October 2015**





## **CITY OF HUGHSON AGENDA ITEM NO. 3.3b SECTION 3: CONSENT CALENDAR**

**Meeting Date:** February 22, 2016  
**Subject:** Approval of the Treasurer's Report: Investment Portfolio Report – November 2015  
**Presented By:** John Padilla, City Treasurer  
**Approved By:** \_\_\_\_\_

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### **Staff Recommendation:**

Review and approve the City of Hughson Treasurer's Report: Investment Portfolio Report for November 2015.

### **Summary:**

The City Treasurer is required to review the City's investment practices and approve the monthly Treasurer's report. Enclosed is a summary of the City of Hughson's Investment Portfolio for November 2015 and is provided as a supplementary document to the monthly Treasurer's report. As of November 2015, the City of Hughson's investment total is \$2,573,715.24 and has a total cash and investment balance of \$13,016,678.86. All investment actions executed since the last report have been made in full compliance of the City of Hughson's Investment Policy. The City of Hughson meets its expenditure obligations for the next six months as required by California Government Code Section 53646 (b) (2) and (3) respectively.

### **Background and Overview:**

The Investment Portfolio Report is intended to provide supplementary documentation of the City of Hughson's investment practices. According to the City of Hughson's Investment Policy, the City Treasurer shall submit to the City Council a quarterly investment report containing a complete description of the portfolio, the type of investments, the issuers, maturity dates, par and dollar values, and the current market values of each component of the portfolio. It is the goal of the City Treasurer however, to provide the investment report on a monthly basis as a supplement to the Treasurer's Report. Furthermore, when dealing with investment activities, the City of Hughson primary objectives, in order of priority, are safety, liquidity, and return on investments.

According to Michael DeGeeter, the City's MBS Account Executive, the City of Hughson utilizes a 5 year Certificate of Deposit (CD) laddering approach for its investment practices. This approach layers various CDs depending on interest rates and timing, which allows for reduced portfolio rates and a continuous stream of maturity dates. Mr. DeGeeter states that this CD approach has always spread positively for the City of Hughson and has had the highest yield of any spread thus far.

At the October 26, 2015 Council Meeting, staff presented various investment strategies to the Council and the public. These strategies include: reinvesting matured CDs, investing additional money in CDs while maintaining the 30% limit as required by the Investment Policy and swapping CDs as long as the swap increases the interest rate, provides a gain and stays within the insured limits. Staff will gather additional investment information regarding Municipal and Corporate Bonds and present the information to Council at a future meeting.

Enclosed is the City of Hughson's Treasurer's Report: Investment Portfolio Report for November 2015 along with supplementary graphs depicting the percentage of the City's portfolio of investments. After review and evaluation of the report, City staff submits the following detailed explanation for investments displaying significant variances:

#### ***Cash, Money, Funds, and Bank Deposits –Various & Multi-Bank WWTP***

The current balance for the Cash, Money, Funds, and Bank Deposits fund in Investments: Various accounts is \$4,953.39. As a result of the maturation of GE Money Bank Draper Utah INST CD, funds have been reinvested into Capital One CDs. These new CD accounts have a 2.150% rate of return with a November 4, 2020 maturation date. City staff, per its October 26, 2015 recommendation, has also performed a CD swap for the Discover Bank Greenwood Del, CD. The rate of return for the swapped CD is 2.200% and has a maturation date of November 4, 2020.

The current balance for the Cash, Money, Funds, and Bank Deposits fund in the Multi-Bank WWTP account is \$3,032.74. Due to the maturation of the State Bank India Chicago, ILL CD in October 29, 2015, the funds have been reinvested into the Capital One BK USA Natl Assn Glen Allen CD and have a rate of return of 2.150% with a maturation date of November 4, 2020.

#### ***L.A.I.F. Investments***

The reported Local Agency Investment Fund (L.A.I.F.) investments reflect the City's most current balance statement as of October 15, 2015. The two L.A.I.F. accounts share a combined balance of \$78,836.28, comprising of only 3.06% of the City's total portfolio of investments. L.A.I.F. investments are reported on a quarterly basis. City staff will continue to report the most recent L.A.I.F. investments and will proceed to update the funds on a quarterly basis.

**Fiscal Impact:**

As of November 2015, the total investments balance for the City of Hughson is \$2,573,715.24 accounting for 19.77% of the City's total cash and investments. The total cash and investment amount is \$13,016,678.86. Of the amounts invested, 0.31% is invested in Cash, Money, Funds, and Bank Deposits, 3.06% is invested in L.A.I.F. investments, and 96.63% is invested in CDs. As the year progresses and market values and interest rates increase, City staff will continue to monitor and report the City of Hughson's investment practices.

**City of Hughson  
Portfolio of Investments  
November 2015**

	MONEY MARKET	GENERAL	REDEVELOPMENT**	TOTAL
<b>Bank Statement Totals</b>	\$ 10,258,049.59	\$ 277,530.25	\$ 0.51	\$ 10,535,580.35
Adjustment-Direct Deposit Payroll		\$ -		\$ -
Outstanding Deposits +				\$ -
Outstanding Checks/transfers -	\$ 27,912.64	\$ (120,529.37)		\$ (92,616.73)
<b>ADJUSTED TOTAL</b>	\$ 10,285,962.23	\$ 157,000.88	\$ 0.51	\$ 10,442,963.62
Investments: Various				\$ 1,041,077.54
Multi-Bank WWTP				\$ 1,453,801.42
Investments: L.A.I.F.		\$ 39,480.92	\$ 39,355.36	\$ 78,836.28
<b>Total Investments</b>				\$ 2,573,715.24
<b>Total Cash &amp; Investments</b>				\$ 13,016,678.86

All investment actions executed since the last report have been made in full compliance with the Investment Policy. The City of Hughson will meet its expenditure obligations for the next six months as required by California Government Code Section 53646 (b)(2) and (3) respectively.

**Breakdown of Investments**

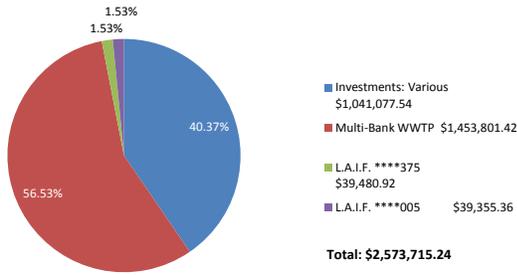
<b>Investments: Various - ***850</b>								
Description	Maturity Dates	Quantity	Opening Balance	Closing Balance	Interest Accrued	% of Portfolio		
<b>Cash, Money, Funds, and Bank Deposits:</b>			\$ 202,771.68	\$ 4,953.39	\$ -	0.48%		
<b>Total:</b>			\$ 202,771.68	\$ 4,953.39	\$ -			
<b>Fixed Income (Certificate of Deposits)</b>								
Maturity Dates	Months til Maturity Statement Period (11/01/15 - 11/30/15)	Quantity	Market Price	Market Value	Interest Accrued	Rate of Return	% of Portfolio	
Ally Bank Midvalue Utah CTF DEP ACT/365	02/04/11 - 02/04/16	≈ 3 mo.	\$ 70,000.000	\$ 100.3040	\$ 70,212.80	\$ 452.60	2.000%	6.74%
GE Cap Finl Inc Retail CTF DEP	09/30/11 - 09/30/16	≈ 11 mo.	\$ 115,000.000	\$ 101.2260	\$ 116,409.90	\$ 384.38	2.000%	11.18%
Goldman Sachs BK USA New York CTF DEP DTD	11/16/11 - 11/16/16	≈ 12 mo.	\$ 53,000.000	\$ 101.3910	\$ 53,737.23	\$ 41.67	2.050%	5.16%
GE Cap Inc Retail CTF Dep Program Book	05/04/12 - 05/04/17	≈ 18 mo.	\$ 100,000.000	\$ 101.2560	\$ 101,256.00	\$ 119.86	1.750%	9.73%
American Express Centurion BK CTF DEP	05/09/13 - 05/09/18	≈ 30 mo.	\$ 100,000.000	\$ 99.8100	\$ 99,810.00	\$ 56.71	1.150%	9.59%
Belmont SVGS BK Mass	11/13/14 - 11/13/18	≈ 36 mo.	\$ 27,000.000	\$ 100.4260	\$ 27,115.02	\$ 19.49	1.550%	2.60%
State BK India York NY	09/11/14 - 09/11/19	≈ 46 mo.	\$ 55,000.000	\$ 100.2360	\$ 55,129.80	\$ 259.18	2.150%	5.30%
American Express Fed SVGS BK CTF DEP	10/16/14 - 10/16/19	≈ 47 mo.	\$ 30,000.000	\$ 100.4690	\$ 30,140.70	\$ 79.52	2.150%	2.90%
Discover BK Greenwood Del CTF	10/16/14 - 10/16/19	≈ 47 mo.	\$ 100,000.000	\$ 100.4690	\$ 100,469.00	\$ 265.07	2.150%	9.65%
American Express Centurion BK CTF DEP	12/04/14 - 12/04/19	≈ 49 mo.	\$ 80,000.000	\$ 100.7550	\$ 80,604.00	\$ 863.12	2.200%	7.74%
Capital One NATL ASSN MCLLEAN VA CTF	11/04/15 - 11/04/20	≈ 60 mo.	\$ 91,000.000	\$ 100.0800	\$ 91,072.80	\$ 139.37	2.150%	8.75%
Capital One BK USA NATL ASSN Glen Allen	11/04/15 - 11/04/20	≈ 60 mo.	\$ 100,000.000	\$ 100.0800	\$ 100,080.00	\$ 153.15	2.150%	9.61%
Discover BK Greenwood Del CTF	11/04/15 - 11/04/20	≈ 60 mo.	\$ 110,000.000	\$ 100.0790	\$ 110,086.90	\$ 172.38	2.200%	10.57%
<b>Total CDs</b>					\$ 1,036,124.15	\$ 2,541.60	70.59%	
<b>Total Investments: Various Holdings</b>					\$ 1,041,077.54	\$ 2,541.60	71.06%	
<b>Total Portfolio Investment</b>							40.45%	

<b>Multi-Bank WWTP - ***934</b>								
Description	Maturity Dates	Quantity	Opening Balance	Closing Balance	Interest Accrued	% of Portfolio		
<b>Cash, Money, Funds, and Bank Deposits:</b>			\$ 136,310.09	\$ 3,032.74	\$ -	0.21%		
<b>Total:</b>			\$ 136,310.09	\$ 3,032.74	\$ -			
<b>Fixed Income (Certificate of Deposits)</b>								
Maturity Dates	Months til Maturity Statement Period (11/01/15 - 11/30/15)	Quantity	Market Price	Market Value	Interest Accrued	Rate of Return	% of Portfolio	
GE CAP Finl Inc Retail CTF DEP	09/30/11 - 03/30/16	≈ 4 mo.	\$ 31,000.000	\$ 101.2260	\$ 31,380.06	\$ 103.62	2.000%	2.16%
Goldman Sachs BK USA New York CTF DEP DTD	11/23/11 - 11/23/16	≈ 12 mo.	\$ 107,000.000	\$ 101.4080	\$ 108,506.56	\$ 42.07	2.050%	7.46%
Discover BK Greenwood DEL	05/08/13 - 05/08/18	≈ 30 mo.	\$ 40,000.000	\$ 99.8130	\$ 39,925.20	\$ 27.73	1.150%	2.75%
American Express Centurion Bk CTF DEP	05/09/13 - 05/09/18	≈ 30 mo.	\$ 57,000.000	\$ 99.8100	\$ 56,891.70	\$ 32.33	1.150%	3.91%
Firstbank P R Santuce	05/10/13 - 05/10/18	≈ 30 mo.	\$ 250,000.000	\$ 99.8060	\$ 249,515.00	\$ 143.84	1.050%	17.16%
State BK India Chicago ILL CTF DEP	12/18/13 - 12/18/18	≈ 37 mo.	\$ 25,000.000	\$ 100.9430	\$ 25,235.75	\$ 231.68	2.050%	1.74%
GE CAP Retail BK Draper Utah Instl	01/10/14 - 01/10/19	≈ 38 mo.	\$ 95,000.000	\$ 100.8580	\$ 95,815.10	\$ 707.16	1.900%	6.59%
First Sentry BK Inc Huntingtion West VA	03/08/13 - 03/08/19	≈ 40 mo.	\$ 46,000.000	\$ 98.0760	\$ 45,114.96	\$ 31.88	1.150%	3.10%
GE CAP Retail BK Draper Utah Instl	03/21/14 - 03/21/19	≈ 40 mo.	\$ 80,000.000	\$ 100.7270	\$ 80,581.60	\$ 294.90	1.950%	5.54%
JP Morgan Chase BK NA Columbus Ohio CTF	04/30/15 - 04/30/19	≈ 41 mo.	\$ 100,000.000	\$ 99.6080	\$ 99,608.00	\$ -	1.500%	6.85%
Barclays BK Del Wilmington CTF DEP	05/28/14 - 05/28/19	≈ 42 mo.	\$ 40,000.000	\$ 99.8200	\$ 39,928.00	\$ -	0.000%	2.75%
Goldman Sachs BK USA New York CTF UT CTF DEP	06/04/14 - 06/04/19	≈ 43 mo.	\$ 80,000.000	\$ 100.3270	\$ 80,261.60	\$ 784.66	2.000%	5.52%
Sallie Mae BK Salt Lake City UT CTF DEP	10/08/14 - 10/08/19	≈ 47 mo.	\$ 50,000.000	\$ 100.5270	\$ 50,263.50	\$ 156.10	2.150%	3.46%
State BK India Chicago ILL	10/14/14 - 10/15/19	≈ 47 mo.	\$ 54,000.000	\$ 100.5090	\$ 54,274.86	\$ 146.02	2.100%	3.73%
Sallie Mae BK Salt Lake City UT CTF DEP	10/22/14 - 10/22/19	≈ 47 mo.	\$ 83,000.000	\$ 100.4530	\$ 83,375.99	\$ 190.67	2.150%	5.74%
Wells Fargo BK N A San Francisco Calif	04/30/15 - 04/30/20	≈ 53 mo.	\$ 100,000.000	\$ 98.9220	\$ 98,922.00	\$ 106.16	1.250%	6.80%
Capital One BK USA NATL ASSN Glen Allen	11/04/15 - 11/04/20	≈ 60 mo.	\$ 211,000.000	\$ 100.0800	\$ 211,168.80	\$ 323.15	2.150%	14.53%
<b>Total CDs</b>					\$ 1,450,768.68	\$ 3,321.97	85.27%	
<b>Total Multi-Bank WWTP Holdings</b>					\$ 1,453,801.42	\$ 2,998.82	85.47%	
<b>Total Portfolio Investment</b>							56.49%	

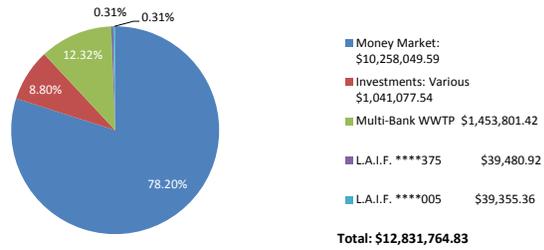
<b>L.A.I.F. Investments</b>							
Account #	Quarter End Principal Balance as of 10/15/2015		Quarterly Interest Earned as of 10/15/2015			% of Investment	
			Interest Rate	Total			
****375	\$	39,449.16	\$	31.76	0.32%	\$ 39,480.92	50.08%
****005	\$	39,323.70	\$	31.66	0.32%	\$ 39,355.36	49.92%
<b>Total L.A.I.F. Investments Holdings</b>						\$ 78,836.28	100.00%
<b>Total Portfolio Investment</b>							3.06%

### Charts and Graphs

**Total Portfolio of Investments by Account  
November 2015**



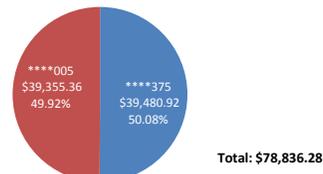
**Total Portfolio of Investment  
(Including Money Market Cash)  
November 2015**



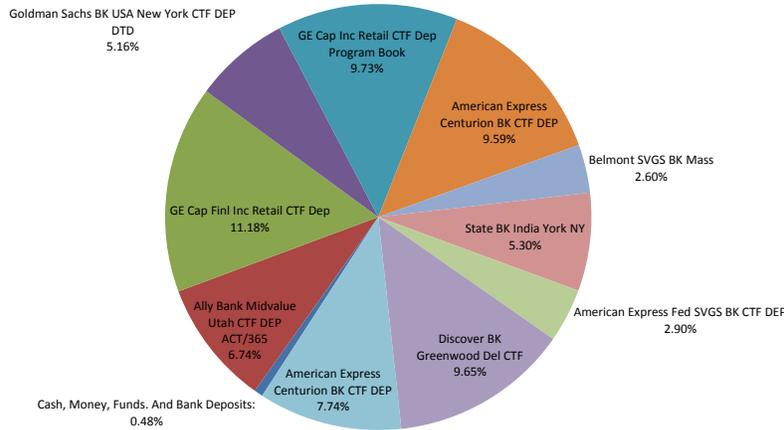
**Total Portfolio of Investments by Type  
November 2015**



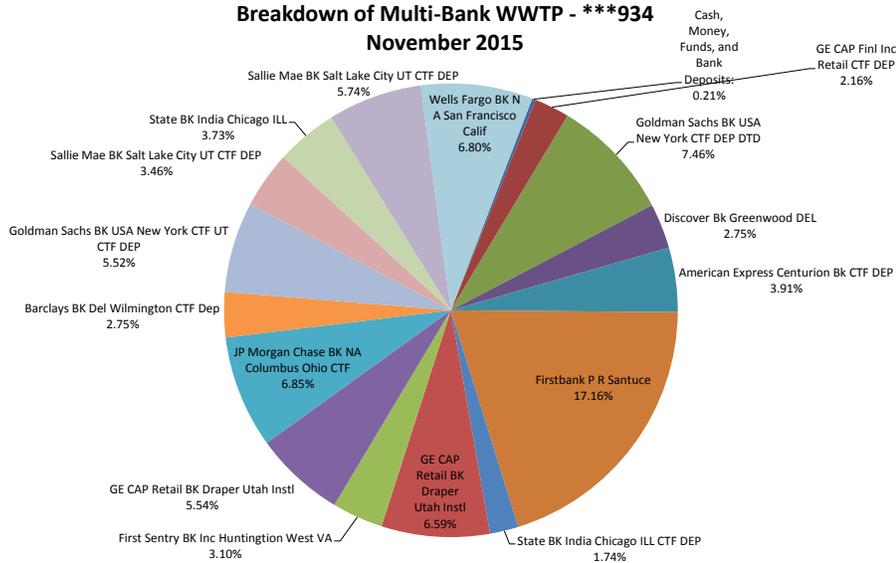
**Breakdown of L.A.I.F. Investments  
November 2015**



**Breakdown of Investments: Various - \*\*\*850  
November 2015**



**Breakdown of Multi-Bank WWTP - \*\*\*934  
November 2015**





## CITY OF HUGHSON AGENDA ITEM NO. 3.3c SECTION 3: CONSENT CALENDAR

**Meeting Date:** February 22, 2016  
**Subject:** Approval of the Treasurer's Report: Investment Portfolio Report – December 2015  
**Presented By:** John Padilla, City Treasurer  
**Approved By:** \_\_\_\_\_

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### **Staff Recommendation:**

Review and approve the City of Hughson Treasurer's Report: Investment Portfolio Report for December 2015.

### **Summary:**

The City Treasurer is required to review the City's investment practices and approve the monthly Treasurer's report. Enclosed is a summary of the City of Hughson's Investment Portfolio for December 2015 and is provided as a supplementary document to the monthly Treasurer's report. As of December 2015, the City of Hughson's investment total is \$2,562,985.21 and has a total cash and investment balance of \$13,037,812.98. All investment actions executed since the last report have been made in full compliance of the City of Hughson's Investment Policy. The City of Hughson meets its expenditure obligations for the next six months as required by California Government Code Section 53646 (b) (2) and (3) respectively.

### **Background and Overview:**

The Investment Portfolio Report is intended to provide supplementary documentation of the City of Hughson's investment practices. According to the City of Hughson's Investment Policy, the City Treasurer shall submit to the City Council a quarterly investment report containing a complete description of the portfolio, the type of investments, the issuers, maturity dates, par and dollar values, and the current market values of each component of the portfolio. It is the goal of the City Treasurer however, to provide the investment report on a monthly basis as a supplement to the Treasurer's Report. Furthermore, when dealing with investment activities, the City of Hughson primary objectives, in order of priority, are safety, liquidity, and return on investments.

According to Michael DeGeeter, the City's MBS Account Executive, the City of Hughson utilizes a 5 year Certificate of Deposit (CD) laddering approach for its investment practices. This approach layers various CDs depending on interest rates and timing, which allows for reduced portfolio rates and a continuous stream of maturity dates. Mr. DeGeeter states that this CD approach has always spread positively for the City of Hughson and has had the highest yield of any spread thus far.

Enclosed is the City of Hughson's Treasurer's Report: Investment Portfolio Report for December 2015 along with supplementary graphs depicting the percentage of the City's portfolio of investments. After review and evaluation of the report, City staff submits the following detailed explanation for investments displaying significant variances:

### ***L.A.I.F. Investments***

The reported Local Agency Investment Fund (L.A.I.F.) investments reflect the City's most current balance statement as of October 15, 2015. The two L.A.I.F. accounts share a combined balance of \$78,836.28, comprising of only 3.08% of the City's total portfolio of investments. L.A.I.F. investments are reported on a quarterly basis. City staff will continue to report the most recent L.A.I.F. investments and will proceed to update the funds on a quarterly basis.

### **Fiscal Impact:**

As of December 2015, the total investments balance for the City of Hughson is \$2,562,985.21 accounting for 19.66% of the City's total cash and investments. The total cash and investment amount is \$13,037,812.98. Of the amounts invested, 0.41% is invested in Cash, Money, Funds, and Bank Deposits, 3.08% is invested in L.A.I.F. investments, and 96.51% is invested in CDs. As the year progresses and market values and interest rates increase, City staff will continue to monitor and report the City of Hughson's investment practices.

**City of Hughson  
Portfolio of Investments  
December 2015**

	MONEY MARKET	GENERAL	REDEVELOPMENT**	TOTAL
<b>Bank Statement Totals</b>	\$ 9,633,780.38	\$ 802,207.36	\$ -	\$ 10,435,987.74
Adjustment-Direct Deposit Payroll		\$ -	\$ -	\$ -
Outstanding Deposits +		\$ -	\$ -	\$ -
Outstanding Checks/transfers -	\$ 105,655.89	\$ (66,815.86)	\$ -	\$ 38,840.03
<b>ADJUSTED TOTAL</b>	\$ 9,739,436.27	\$ 735,391.50	\$ -	\$ 10,474,827.77
Investments: Various				\$ 1,036,555.06
Multi-Bank WWTP				\$ 1,447,593.87
Investments: L.A.I.F.		\$ 39,480.92	\$ 39,355.36	\$ 78,836.28
<b>Total Investments</b>				\$ 2,562,985.21
<b>Total Cash &amp; Investments</b>				\$ 13,037,812.98

All investment actions executed since the last report have been made in full compliance with the Investment Policy. The City of Hughson will meet its expenditure obligations for the next six months as required by California Government Code Section 53646 (b)(2) and (3) respectively.

**Breakdown of Investments**

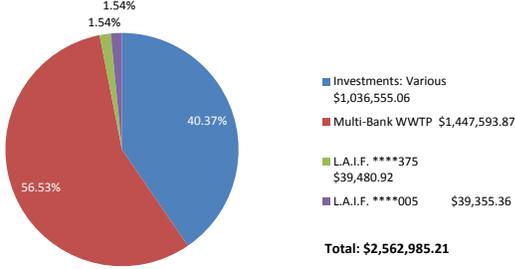
<b>Investments: Various - ***850</b>								
Description	Maturity Dates	Quantity	Opening Balance	Closing Balance	Interest Accrued	% of Portfolio		
<b>Cash, Money, Funds, and Bank Deposits:</b>			\$ 4,953.39	\$ 5,835.80	\$ -	0.56%		
<b>Total:</b>			\$ 4,953.39	\$ 5,835.80	\$ -			
<b>Fixed Income (Certificate of Deposits)</b>								
Maturity Dates	Months til Maturity Statement Period (12/01/15 - 12/31/15)	Quantity	Market Price	Market Value	Interest Accrued	Rate of Return	% of Portfolio	
Ally Bank Midvalue Utah CTF DEP ACT/365	02/04/11 - 02/04/16	≈ 2 mo.	\$ 70,000.00	\$ 100.1150	\$ 70,080.50	\$ 571.51	2.000%	6.76%
GE Cap Finl Inc Retail CTF DEP	09/30/11 - 09/30/16	≈ 10 mo.	\$ 115,000.00	\$ 100.8680	\$ 115,998.20	\$ 579.73	2.000%	11.19%
Goldman Sachs BK USA New York CTF DEP DTD	11/16/11 - 11/16/16	≈ 11 mo.	\$ 53,000.00	\$ 101.0200	\$ 53,540.60	\$ 133.95	2.050%	5.17%
GE Cap Inc Retail CTF Dep Program Book	05/04/12 - 05/04/17	≈ 17 mo.	\$ 100,000.00	\$ 100.8450	\$ 100,845.00	\$ 268.49	1.750%	9.73%
American Express Centurion BK CTF DEP	05/09/13 - 05/09/18	≈ 29 mo.	\$ 100,000.00	\$ 99.3090	\$ 99,309.00	\$ 154.38	1.150%	9.58%
Belmont SVGS BK Mass	11/13/14 - 11/13/18	≈ 35 mo.	\$ 27,000.00	\$ 99.8120	\$ 26,949.24	\$ 55.04	1.550%	2.60%
State BK India York NY	09/11/14 - 09/11/19	≈ 45 mo.	\$ 55,000.00	\$ 99.6170	\$ 54,789.35	\$ 359.61	2.150%	5.29%
American Express Fed SVGS BK CTF DEP	10/16/14 - 10/16/19	≈ 46 mo.	\$ 30,000.00	\$ 99.8270	\$ 29,948.10	\$ 134.30	2.150%	2.89%
Discover BK Greenwood Del CTF	10/16/14 - 10/16/19	≈ 46 mo.	\$ 100,000.00	\$ 99.8270	\$ 99,827.00	\$ 447.67	2.150%	9.63%
American Express Centurion BK CTF DEP	12/04/14 - 12/04/19	≈ 48 mo.	\$ 80,000.00	\$ 100.0820	\$ 80,065.60	\$ 130.19	2.200%	7.72%
Capital One NATL ASSN MCLAN VA CTF	11/04/15 - 11/04/20	≈ 59 mo.	\$ 91,000.00	\$ 99.4570	\$ 90,505.87	\$ 305.54	2.150%	8.73%
Capital One BK USA NATL ASSN Glen Allen	11/04/15 - 11/04/20	≈ 59 mo.	\$ 100,000.00	\$ 99.4570	\$ 99,457.00	\$ 335.75	2.150%	9.59%
Discover BK Greenwood Del CTF	11/04/15 - 11/04/20	≈ 59 mo.	\$ 110,000.00	\$ 99.4580	\$ 109,403.80	\$ 377.92	2.200%	10.55%
<b>Total CDs</b>				\$ 1,030,719.26	\$ 2,834.87			70.56%
<b>Total Investments: Various Holdings</b>				\$ 1,036,555.06	\$ 2,834.87			71.12%
<b>Total Portfolio Investment</b>								40.44%

<b>Multi-Bank WWTP - ***934</b>								
Description	Maturity Dates	Quantity	Opening Balance	Closing Balance	Interest Accrued	% of Portfolio		
<b>Cash, Money, Funds, and Bank Deposits:</b>			\$ 3,032.7400	\$ 4,600.43	\$ -	0.32%		
<b>Total:</b>			\$ 3,032.7400	\$ 4,600.43	\$ -			
<b>Fixed Income (Certificate of Deposits)</b>								
Maturity Dates	Months til Maturity Statement Period (12/01/15 - 12/31/15)	Quantity	Market Price	Market Value	Interest Accrued	Rate of Return	% of Portfolio	
GE CAP Finl Inc Retail CTF DEP	09/30/11 - 03/30/16	≈ 3 mo.	\$ 31,000.00	\$ 100.8680	\$ 31,269.08	\$ 156.27	2.000%	2.16%
Goldman Sachs BK USA New York CTF DEP DTD	11/23/11 - 11/23/16	≈ 11 mo.	\$ 107,000.00	\$ 101.0340	\$ 108,106.38	\$ 228.36	2.050%	7.47%
Discover BK Greenwood DEL	05/08/13 - 05/08/18	≈ 29 mo.	\$ 40,000.00	\$ 99.3120	\$ 39,724.80	\$ 66.79	1.150%	2.74%
American Express Centurion Bk CTF DEP	05/09/13 - 05/09/18	≈ 29 mo.	\$ 57,000.00	\$ 99.3090	\$ 56,606.13	\$ 88.00	1.150%	3.91%
Firstbank P R Santuce	05/10/13 - 05/10/18	≈ 29 mo.	\$ 250,000.00	\$ 99.3020	\$ 248,255.00	\$ 151.03	1.050%	17.15%
State BK India Chicago ILL CTF DEP	12/18/13 - 12/18/18	≈ 36 mo.	\$ 25,000.00	\$ 100.2960	\$ 25,074.00	\$ 18.25	2.050%	1.73%
GE CAP Retail BK Draper Utah Instl	01/10/14 - 01/10/19	≈ 37 mo.	\$ 95,000.00	\$ 100.2090	\$ 95,198.55	\$ 860.47	1.900%	6.58%
First Sentry BK Inc Huntingtion West VA	03/08/13 - 03/08/19	≈ 39 mo.	\$ 46,000.00	\$ 97.5270	\$ 44,862.42	\$ 33.33	1.150%	3.10%
GE CAP Retail BK Draper Utah Instl	03/21/14 - 03/21/19	≈ 39 mo.	\$ 80,000.00	\$ 100.1040	\$ 80,083.20	\$ 427.40	1.950%	5.53%
JP Morgan Chase BK NA Columbus Ohio CTF	04/30/15 - 04/30/19	≈ 40 mo.	\$ 100,000.00	\$ 99.0370	\$ 99,037.00	\$ 4.11	1.500%	6.84%
Barclays BK Del Wilmington CTF DEP	05/28/14 - 05/28/19	≈ 41 mo.	\$ 40,000.00	\$ 100.1900	\$ 40,076.00	\$ -	0.000%	2.77%
Goldman Sachs BK USA New York CTF UT CTF DEP	06/04/14 - 06/04/19	≈ 42 mo.	\$ 80,000.00	\$ 99.7450	\$ 79,796.00	\$ 118.36	2.000%	5.51%
Sallie Mae BK Salt Lake City UT CTF DEP	10/08/14 - 10/08/19	≈ 46 mo.	\$ 50,000.00	\$ 99.8700	\$ 49,943.50	\$ 247.40	2.150%	3.45%
State BK India Chicago ILL	10/14/14 - 10/15/19	≈ 46 mo.	\$ 54,000.00	\$ 99.8660	\$ 53,927.64	\$ 242.33	2.100%	3.73%
Sallie Mae BK Salt Lake City UT CTF DEP	10/22/14 - 10/22/19	≈ 46 mo.	\$ 83,000.00	\$ 99.8090	\$ 82,841.47	\$ 342.23	2.150%	5.72%
Wells Fargo BK N A San Francisco Calif	04/30/15 - 04/30/20	≈ 52 mo.	\$ 100,000.00	\$ 98.3380	\$ 98,338.00	\$ 212.33	1.250%	6.79%
Capital One BK USA NATL ASSN Glen Allen	11/04/15 - 11/04/20	≈ 59 mo.	\$ 211,000.00	\$ 99.4570	\$ 209,854.27	\$ 708.44	2.150%	14.50%
<b>Total CDs</b>				\$ 1,442,993.44	\$ 3,905.10			85.19%
<b>Total Multi-Bank WWTP Holdings</b>				\$ 1,447,593.87	\$ 3,196.66			85.50%
<b>Total Portfolio Investment</b>								56.48%

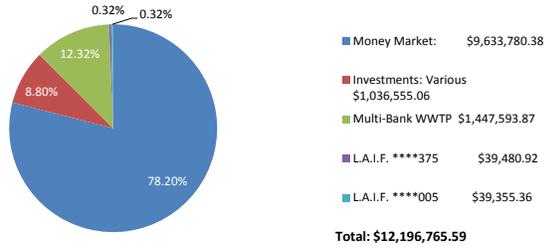
<b>L.A.I.F. Investments</b>							
Account #	Quarter End Principal Balance as of 10/15/2015		Quarterly Interest Earned as of 10/15/2015		% of Investment		
			Interest Rate	Total			
****375	\$	39,449.16	\$	31.76	32.00%	\$ 39,480.92	50.08%
****005	\$	39,323.70	\$	31.66	32.00%	\$ 39,355.36	49.92%
<b>Total L.A.I.F. Investments Holdings</b>						\$ 78,836.28	100.00%
<b>Total Portfolio Investment</b>							3.08%

Charts and Graphs

**Total Portfolio of Investments by Account  
December 2015**



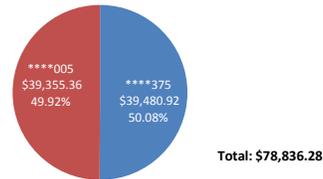
**Total Portfolio of Investment  
(Including Money Market Cash)  
December 2015**



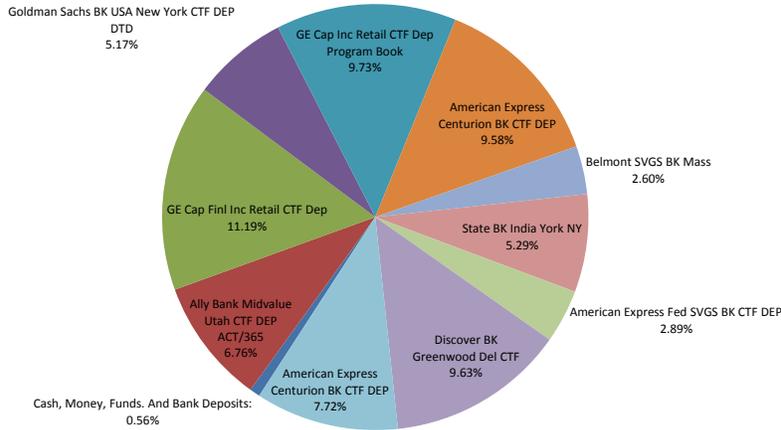
**Total Portfolio of Investments by Type  
December 2015**



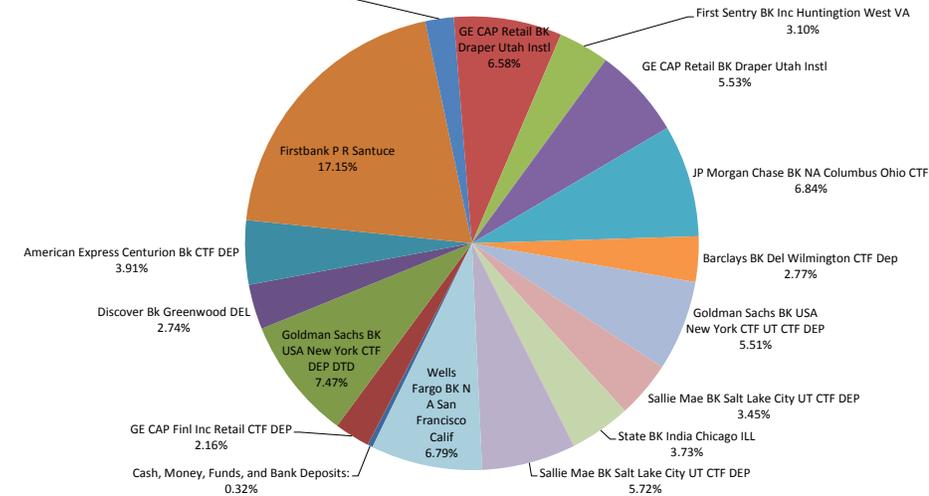
**Breakdown of L.A.I.F. Investments  
December 2015**



**Breakdown of Investments: Various - \*\*\*850  
December 2015**



**Breakdown of Multi-Bank WWTP - \*\*\*934  
December 2015**





## CITY COUNCIL AGENDA ITEM NO. 3.4

### SECTION 3: CONSENT CALENDAR

**Meeting Date:** February 22, 2016  
**Subject:** Approval of Amendments to the Turlock Groundwater Basin Association (TGBA) Memorandum of Understanding (MOU)  
**Presented By:** Jaylen French, Community Development Director  
**Approved By:** \_\_\_\_\_

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#### **Staff Recommendations:**

1. Approve an amendment to the Turlock Groundwater Basin Association Memorandum of Understanding (MOU) to allow the City of Waterford to join as a New Party and to revise the method of adding new parties in the future.
2. Adopt Resolution No. 2016-02, authorizing the above amendments to the Turlock Groundwater Basin Association Board Memorandum of Understanding.

#### **Background and Overview:**

Local agencies within the Turlock Groundwater Subbasin (Basin) have been working cooperatively together on groundwater management issues since 1994. A Memorandum of Understanding (MOU) was adopted in 1995, establishing the Turlock Groundwater Basin Association (TGBA) with the sole purpose of developing a basin-wide groundwater management plan (GMP). Once the GMP was completed in 1997, the TGBA automatically dissolved. A majority of the member agencies adopted the GMP and have continued to work together over the past 20 years to implement it. A second MOU was developed in 2001 to formalize the TGBA, and provide a focal point for continuing local groundwater management efforts within the Basin.

The second MOU included a list of all of the public water agencies, and counties, known to be located within the Basin. The local public agencies that are signatory members to the existing MOU include the City of Modesto, City of Hughson, City of Ceres, City of Turlock, Merced County, Denair Community Service District, Ballico-Cortez Water District, Hilmar Water District, Eastside Water District, Turlock Irrigation District, Merced Irrigation District and Stanislaus County. The TGBA

Board, consisting of one representative from each of the member agencies, governs the TGBA activities in the Basin.

**Discussion:**

The City of Waterford, which now owns and manages the Del Este and Hickman water system (formerly owned and operated by the City of Modesto) should now be a member, and would like to join, the TGBA. The Hickman area is located within the Basin. The current process for adding new members to the MOU requires that the governing bodies of two-thirds (2/3) of the member agencies take affirmative action to amend the MOU to allow the new member(s) to join.

Additionally, as part of the outreach process of implementing the Sustainable Groundwater Management Act (SGMA), several other entities have been identified as water suppliers within the Basin. These other water agencies may wish to formally join the TGBA as it pertains to the formation of a Groundwater Sustainability Agency (GSA) pursuant to the provisions of SGMA.

To facilitate and improve the efficiency and timeliness of the process by which new members can join in the future, the TGBA Board is requesting that the governing bodies of the existing members, approve a revision of the MOU to allow the TGBA Board to approve such identified water agencies as new members, pursuant to Section 5.4.2 of the MOU, "New Parties." This would no longer require two-thirds approval of the governing bodies of the TGBA members to approve, but instead the representatives would approve.

A MOU revision of this nature requires 2/3 approval of the member agency governing bodies. At a meeting held on January 21, 2016, the TGBA Board representatives agreed to bring this matter before their respective governing bodies for consideration of approval as soon as practically feasible.

**Fiscal Impact:**

There is no fiscal impact associated with this amendment to the TGBA MOU.

**CITY COUNCIL**  
**CITY OF HUGHSON**  
**RESOLUTION NO. 2016-02**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HUGHSON REVISING  
THE TURLOCK GROUNDWATER BASIN ASSOCIATION (TGBA) MEMORDANDUM  
OF UNDERSTANDING (MOU)**

**WHEREAS**, the Turlock Groundwater Basin Association (TGBA) was formed in 2001 for the purpose of providing a forum in which the groundwater agencies can work cooperatively to coordinate groundwater management activities within the Turlock Groundwater Subbasin; and

**WHEREAS**, the Association was formed with a Memorandum of Understanding (MOU), such that it does not duplicate any of the services, duties or authorities of any other agency, nor does it have any enforceable regulatory authority over any Party's facilities, water supplies or water rights; and

**WHEREAS**, the existing Memorandum of Understanding (MOU) stipulates that new parties may be added to the TGBA by a two-thirds vote of the Governing Boards of the parties to the TGBA; and

**WHEREAS**, with the new requirements imposed by the Sustainable Groundwater Management Act (SGMA), it is recognized by the interested parties that the TGBA is not the forum for implementing SGMA, but does provide a valuable forum for local agencies to coordinate on a subbasin scale as the agencies within the Turlock Subbasin move forward toward complying with SGMA; and

**WHEREAS**, the City of Waterford recently acquired the Hickman water distribution system, located within the Turlock Subbasin, and as such has requested to join the TGBA.

**WHEREAS**, other agencies may wish to join the TGBA; and

**WHEREAS**, to facilitate more expedient additions to the Association in the future, the TGBA recommends adding the City of Waterford to the TGBA and amending the TGBA Memorandum of Understanding so that in the future new parties can be added by a two-thirds vote of the TGBA Board.

**NOW, THEREFORE, BE IT RESOLVED** that the Hughson City Council does hereby affirm that:

1. The City of Waterford is approved as a party to the TGBA.
2. The proposed amendments to the TGBA MOU as indicated in Attachment A are approved

**PASSED AND ADOPTED** by the City Council of the City of Hughson at its regularly scheduled meeting on this 22<sup>nd</sup> day of February 2016 by the following roll call vote:

**AYES:** .

**NOES:** .

**ABSTENTIONS:** .

**ABSENT:**

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**MATT BEEKMAN, Mayor**

**ATTEST:**

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**DOMINIQUE SPINALE ROMO, City Clerk**

**MEMORANDUM OF UNDERSTANDING  
ESTABLISHING THE TURLOCK GROUNDWATER BASIN ASSOCIATION**

1. PARTIES:

The parties to the Memorandum of Understanding (“MOU”) are: City of Ceres, a California Public Agency; Keyes Community Services District, a California Public Services District; Denair Community Services District, a California Public Services District; City of Turlock, a California public agency; Hilmar County Water District, a California Public Services District; Delhi County Water District, a California Public Services District; City of Hughson, a California public agency; City of Modesto, a California public agency; City of Waterford, a California public agency; Merced Irrigation District, a California Irrigation District; Ballico Community Services District, a California Public Services District; County of Merced, a Political Subdivision of the State of California; County of Stanislaus, a Political Subdivision of the State of California; Eastside Water District, a California Water District; Ballico-Cortez Water District, a California Water District; and Turlock Irrigation District, a California Irrigation District.

2. RECITALS:

This MOU is entered into with regard to the following facts and circumstances, among others:

2.1 Groundwater and surface water resources within the Turlock

Groundwater Basin are vitally important resources, in that they provide the foundation to maintain current and fulfill future agricultural, domestic, municipal and industrial needs, as well as other needs, and to maintain the economic viability and prosperity of the Basin area.

2.2 The Stanislaus/Merced County area is one of the world's foremost

agricultural areas; and the agricultural industry has played a major role in the development of the economy of Stanislaus/Merced County area. In an era of increasing competition for the area's finite water resources, it is important to understand and plan for the utilization of all the area's water resources in order to preserve all elements of the local economy vital to the area's well-being.

2.3 The Parties entered into a Memorandum of Understanding on or

around July 14, 1995, for the purposes of studying and evaluating the condition of the Basin, and developing a groundwater management plan for the preservation, protection and enhancement of the Basin. The Turlock Groundwater Basin Groundwater Management Plan was adopted by the Parties on or about October 1997. The 1995 Memorandum of Understanding terminated by its own terms on December 31, 1997.

2.4 The Parties desire to form an association, which will be known as the Turlock Groundwater Basin Association, to provide a mechanism for the Parties to collectively implement the Plan and the purposes and goals of this Memorandum of Understanding.

2.5 Purposes and Goals: The purposes and goals for the formation of the Association are:

2.5.1 To provide a mechanism to coordinate the implementation of the Plan and other groundwater management activities;

2.5.2 To create an association of the Parties to enhance the ability to obtain funding to carry out the Plan and related groundwater management projects; and

2.5.3 Provide information and guidance for the management, preservation, protection and enhancement of the Basin.

2.6 The Parties believe that non-coordinated action by water providers and users within the Basin could result in counter productive competition for finite resources resulting in adverse impacts to the groundwater and surface water supplies within the Basin.

2.7 The Parties believe that creation of an Association for water suppliers within the Basin is important to protect the groundwater and surface water resources and will assist in meeting the needs of all users of such resources within the Basin.

2.8 Because of the enactment of Water Code Sections 10750 et seq., it is clear to the Parties that local management of water resources is desirable in order that local control be maintained over such resources.

2.9 The Parties hereto desire to enter into this MOU in order to form an association to promote the stated goals and provide coordinated implementation of the Plan to make the best use of available water resources to meet the needs of their respective constituents and service territories.

2.10 In forming the Association, it is the Parties' desire that the Association not be formed as a separate governmental entity, nor have any enforceable regulatory authority over any Party's facilities or any Party's respective surface water or groundwater supplies or rights, nor duplicate any services, duties or authority of any other agency.

3. AGREEMENT:

The Parties agree as follows:

4. DEFINITIONS:

The following terms, whether in the singular or the plural, and when used herein with initial capitalization, shall have the meanings specified in this Section 4:

4.1 **Basin:** The Turlock Groundwater Basin, which is geographically defined as that area in the State of California bounded on the west by the San Joaquin River; on the north by the Tuolumne River, on the east by the base of the Sierra Nevada foothills; and on the south by the Merced River, and includes the area of land overlying that basin and all tributaries therein.

4.2 **Board:** That body, consisting of one representative from each of the Parties, which governs the Association, as established pursuant to Section 5.2 of this MOU.

4.3 **Chairperson:** The presiding officer of the Association as elected by the Board.

4.4 **Governing Bodies:** The legislative bodies of the governmental Parties to this MOU.

4.5 **MOU:** This Memorandum of Understanding Establishing the Turlock Groundwater Basin Association.

4.6 **Parties:** Each of those entities named in Section 1 of this MOU, or those Parties added pursuant to Section 5.4 of this MOU.

4.7 **Plan:** The Turlock Groundwater Basin Groundwater Management Plan, adopted on or about October 1997.

5. THE ASSOCIATION:

5.1 **Powers and Purposes:** The Parties to this MOU hereby form the Turlock Groundwater Basin Association.

5.1.1 The purpose of the Association is to provide a forum in which the Parties can work cooperatively; to combine the available talent of the Parties' respective staffs; and to accomplish the purposes described in Section 2 of this MOU.

5.1.2 This Association shall have no enforceable regulatory authority over any person or entity, including Parties or Parties' facilities or rights.

5.2 **Board:** The Association shall be governed by a Board whose membership, duties and responsibilities are set forth herein.

5.2.1 Each Party shall designate one person to serve as a member of the Board, and one or more alternates. Each member of the board, and each alternate, shall serve at the pleasure of the Party appointing such member. A Party's alternate may serve in the place of that Party's member in the absence of such member and, in such case, the alternate shall have the powers of the member.

5.2.2 The Board, at its first meeting, shall elect a chairperson and vice-chairperson from its members. Such officers shall serve at the pleasure of the Board and in such capacities until the first meeting of the Board in 2002 at which time the Board shall elect new officers. Thereafter, the Board shall elect a chairperson and vice-chairperson from its members at the first meeting of each even numbered calendar year. The Chairperson shall be responsible for presiding over meetings of the Board, and shall notify committee members of meetings of the Board. The Board shall establish a date, time and place for its regular meetings, and may hold special meetings when required for the proper transaction of business. All

meetings of the Board shall be held in accordance with the provisions of the Brown Act, California Government Code §54950 et seq. The Board shall prescribe such procedures for the conduct of its business as it deems appropriate.

5.2.3 A quorum shall consist of a majority of the Voting Members of the Board, except that less than a quorum may adjourn meetings of the Board. Alternatively, the Chairperson may adjourn a meeting of the Board to a specified time, date and place if there is less than a quorum of members present for a meeting.

5.2.4 The Board shall have the following duties and responsibilities:

- a. Develop and implement the activities, including work schedule, designated to achieve the objectives of the Association as set forth in Section 2 of this MOU.
- b. Monitor work activities of the Association.
- c. Establish such committees as may be necessary or desirable to carry out the purposes of the Association, and to exercise general supervision over such committees.

5.2.6 Except for actions for which a different approval standard is set forth in this MOU, all actions of the Board shall be approved by a majority of the members present.

5.3 **Staff; Employees:** The Association may have employees upon a decision by the Board, and/or may obtain staff and support services through the Parties.

5.4 **New Parties:** New Parties may join the Association, provided that they meet the requirements set forth in this Section 5.4.

5.4.1 Any local public agency, whose service area includes land located within the Basin, which uses groundwater, or is authorized to provide groundwater, groundwater quality management, or groundwater replenishment within its service area, and whose service includes all or a portion of the Basin, may apply for membership in the Association.

5.4.2 Application for membership shall be subject to approval by the Board; approval shall require the affirmative vote of two-thirds (2/3) of the Board.

5.4.3 Any new Party to this Agreement shall, as a condition of admission to the Association, be required to first pay its proportionate share of back contributions, if any, as determined by the Board.

6. COMMITTEES:

The Board may establish any committees it determines are necessary or desirable.

7. ASSOCIATION COSTS:

7.1 Costs incurred by any Party in connection with any functions of the Association, or any committee established by the Board, and expenses of a Party's personnel including, without limitations, the regular and alternate members appointed by a party to any committee while performing such functions, shall not be reimbursed by the Association except upon approval of the Board.

8. FUNDING AND VOTING PERCENTAGES:

8.1 It is anticipated that the Parties will fund their own staff work. However, outside funding may be available to the Parties, or any subgroup of the Parties, may make additional funding contributions, if necessary, upon agreement of those Parties participating in the funding.

8.2 **Voting Rights:** Each Party's representative on the Board shall be entitled to one vote.

8.3 **Modification by Party:** Funding percentages and/or voting percentages as indicated in Section 8.1 and 8.2 respectively, may be changed only upon the approval of the Governing Bodies of two-thirds (2/3) of the Parties.

9. RELATIONSHIP OF THE PARTICIPANTS:

9.1 **Each Party's Action is Independent of the Other:** The obligation of each Party to make payments under the terms and provisions of this MOU is an individual and several obligation and not a joint obligation with those of the other Parties. Each Party shall be individually responsible for its own covenants, obligations and liabilities under this MOU. No Party shall be under the control of or shall be deemed to control any other Party or the Parties collectively. No Party shall be precluded from independently pursuing any of the activities contemplated in this MOU. No Party shall be the agent of or have the right or power to bind any other Party without such Party's express written consent, except as expressly provided in this MOU.

9.2 **No Creation of a Joint Powers Agency:** The Parties agree that by this MOU they do not intend to provide for the creation of an agency or entity which is separate from the Parties pursuant to Chapter 5 (commencing with §6500) of Division 7 of Title 1 of the Government Code, relating to the joint exercise of powers.

10. TERMS OF THIS MOU: The term of this MOU shall commence on November 15, 2001 and shall continue until terminated by Board action.

Upon termination of this MOU, the Board shall determine the assets and liabilities of the Association; make every effort to satisfy all obligations within sixty (60) days of the termination of the MOU; and distribute the remaining fund balance equitably to each Party in proportion to each Party's funding contribution to the Association.

11. GENERAL PROVISIONS GOVERNING MOU:

**11.1 Invalidity of Any Term Not to Invalidate the Entire Memorandum:** In the event that any of the terms, covenants or conditions of this MOU or the application of any such term, covenant or condition shall be held invalid as to any Party, person or circumstance by any court of competent jurisdiction, all other terms, covenants or conditions of this MOU and their application shall not be affected thereby, but shall remain in full force and effect unless any such court holds that those provisions are not separable from all other provisions of this MOU.

11.2 **Construction of Terms:** This MOU is for the sole benefit of the Parties and shall not be construed as granting rights to any person other than the Parties or imposing obligations on a Party to any person other than another Party.

11.3 **Good Faith:** Each Party should use its best efforts and work wholeheartedly and in good faith for the expeditious completion of the objectives of this MOU and the satisfactory performance of the terms and provisions contained herein.

11.4 **Withdrawal or Termination of Membership:** Except in the event of the termination of this MOU pursuant to Section 10, a party who withdraws or terminates its membership in the Association shall not be entitled to a refund of its funding contributions. Any Party may terminate membership and withdraw from this Association upon thirty (30) days written notice of termination to the Association. If a Party withdraws from the Association when the Party is in arrears as to its funding contributions to the Association, that Party's entitlement to use any work product of the Association as provided for herein shall be determined by the Board.

11.5 **Amendment:** An amendment to this MOU must be approved by the affirmative vote of the Governing Bodies of two-thirds (2/3) of the Parties.

11.6 **Counterpart Execution:** This MOU may be executed in counterparts each of which shall be deemed an original but all of which together shall constitute one and the same instrument.

11.7 **Governance:** This MOU is made under and shall be governed by the laws of the State of California.

11.8 **Reasonable Delivery of Documents:** Each Party agrees upon request by the Chairperson or by the Board, to make, execute and deliver any and all documents reasonably required to implement this MOU.

IN WITNESS WHEREOF, the Parties have caused this MOU to be executed, each signatory hereto represents that he has been appropriately authorized to enter into this MOU on behalf of the Party for whom he/she signs.

Signature Page

EACH PARTICIPANT SHALL HAVE A  
SEPARATE SIGNATURE PAGE

**Memorandum of Understanding Establishing the Turlock Groundwater Basin Association**

**CITY OF HUGHSON**

By \_\_\_\_\_  
Matt Beekman  
Mayor of the City of Hughson

Attest:  
Dominique Spinale Romo  
City Clerk

By \_\_\_\_\_  
City Clerk

Approved as to Form:  
Dan Schroeder  
City Attorney

By \_\_\_\_\_  
City Attorney



## CITY OF HUGHSON AGENDA ITEM NO. 3.5 SECTION 3: CONSENT CALENDAR

**Meeting Date:** February 22, 2016  
**Subject:** Consideration of the Quarterly City of Hughson  
Legislative Report  
**Presented By:** Raul L. Mendez, City Manager

**Approved By:** \_\_\_\_\_

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### **Staff Recommendation:**

Accept the Quarterly City of Hughson Legislative Report.

### **Background and Overview:**

On March 24, 2014, the Hughson City Council adopted Resolution No. 2014-10, establishing the City of Hughson's Legislative Program. The Legislative Program contains General Principles (Home Rule, Annexation, Right of Way and Unfunded Mandates) and focuses on key policy areas: Environmental/Utilities and Public Works/Transportations/Telecommunications. The Legislative Program is intended to be a fluid document that is revisited periodically to enable the City Council and staff to react and respond when appropriate to legislative issues as they arise throughout the year in a timely manner. The document is made available to State and Federal elected representatives so that they are made aware of the issues that are important to Hughson and can advocate on those issues on the City's behalf. The City of Hughson's Legislative Program document is attached for reference.

Historically, the City of Hughson has conducted legislative advocacy through its work by designated members of the City Council with organizations such as the League of California Cities (LOCC) and the California Local Agency Formation Commission (CALAFCO). Due to limited staffing resources, this model has served the City of Hughson well. Occasionally, the City of Hughson is asked to consider taking positions of support or opposition on Federal and State legislation and such requests are handled on a case-by-case basis by the Hughson City Council through its regular or special meetings.

Under the new model, the City Manager and staff conduct the initial review of legislative requests. If determined to be consistent with the City's Legislative Program, they are further researched and then discussed with the Mayor and Mayor Pro Tem prior to bringing forward for consideration by the full City Council. Matters not brought forward due to a higher level of urgency are shared with the City Council in a quarterly legislative report by the City Manager after consulting

with the Mayor and Mayor Pro Tem on the appropriate action. This approach ensures that staffing resources are utilized wisely to only conduct extensive work and analysis on those legislative matters consistent with the adopted Hughson Legislative Program. Moreover, it ensures that City staff responds in a timely manner when appropriate.

The following is a summary of key legislative activity since the reporting. City staff prepares this report on a quarterly basis to keep the City Council and public informed of discussions and actions occurring at the Federal or State level.

### **State Budget**

On January 7, 2016, Governor Edmund G. Brown Jr. proposed a \$122.6 billion General Fund budget plan for Fiscal Year 2016-2017 that makes significant increases in funding for education, health care and State infrastructure, while bolstering the State's Rainy Day Fund and paying down State debts and liabilities.

When Governor Brown took office, the State faced a massive \$26.6 billion budget deficit and estimated annual shortfalls of roughly \$20 billion. These deficits, built up over a decade, have now been eliminated by a combination of budget cuts, temporary taxes and the recovering economy.

### ***Significant details of the Governor's 2016-17 State Budget include:***

#### **Builds Up the Rainy Day Fund**

The Governor's budget makes a supplemental deposit of \$2 billion into the State's Rainy Day Fund – boosting the balance from 37 percent today to 65 percent of its constitutional target. Building up the fund is the best insurance policy against deep budget cuts in the next economic downturn.

#### **Secures Health Care Funding**

The managed care tax is set to expire at the end of the current year. It is a critical component of the State's financing for health care. The budget proposes a tax reform package that includes a replacement managed care organization tax for three years. The package provides a net reduction in taxes paid by the private health care industry, secures funding for General Fund Medi-Cal expenses, and provides an opportunity for targeted rate increases for developmental disability services. Under the Federal health care reform optional expansion, 3.4 million additional residents now receive health coverage and the budget allocates \$740 million General Fund for the State's share of costs. These costs will grow to reach \$1.8 billion General Fund by Fiscal Year 2020-2021.

#### **Invests Significantly in K-12 Education**

The budget boosts school spending per student to \$10,591 in 2016-2017 – an increase of nearly \$3,600 compared to 2011-2012 levels. The budget provides a fourth-year investment of more than \$2.8 billion in the Local Control Funding Formula, which focuses on students with the greatest challenges to success,

bringing the formula to 95 percent implementation. The budget also proposes a \$1.6 billion early education block grant that combines three existing programs to promote local flexibility, focusing on disadvantaged students and improved accountability.

### **Keeps College Tuition Flat**

The budget keeps tuition at Fiscal Year 2011-2012 levels for another year for the University of California and California State University, maintaining affordability while continuing to help students reduce the time it takes to successfully complete a degree.

### **Strengthens State Infrastructure**

The budget reflects the Governor's transportation package (described later in the Legislative Report), first outlined last summer, that would provide \$36 billion over the next decade to improve the maintenance of highways and roads, expand public transit, and improve critical trade routes. The budget also includes \$807 million (\$500 million General Fund) for critical deferred maintenance at levees, State parks, universities, community colleges, prisons, State hospitals and other State facilities. The budget supports a major investment in renovating Sacramento's aged and inadequate State office infrastructure with a \$1.5 billion General Fund down payment to begin that work for three buildings, including the State Capitol Annex.

### **Addresses Climate Change**

The budget continues the Administration's actions to reduce greenhouse gas emissions through a \$3.1 billion Cap and Trade Expenditure Plan that will reduce emissions through programs that support clean transportation, reduce short-lived climate pollutants, protect natural ecosystems and benefit disadvantaged communities.

### **Counters the Effects of Poverty**

The budget reflects the implementation of the increase in the State's minimum wage to \$10 per hour effective January 1st and provides funding (\$380 million) for the second year of the Earned Income Tax Credit to help the State's poorest working families. The budget also provides a cost-of-living increase for aged, blind and disabled Californians in the Supplemental Security Income/State Supplemental Payment (SSI/SSP) program— the first State increase in grant levels since 2006.

### **League Strategic Goals for 2016**

Every year, the League's members and leadership work together to set strategic priorities for the next 12 months. These goals focus our legislative and advocacy activities and serve as a powerful tool for advancing local control. Mayor Pro Tem Young, also the League's Central Valley Division President, participated in the development of these priorities.

**Increase Funding for Critical Transportation and Water infrastructure.** Provide additional State and Federal financial assistance and new local financing tools to help meet the critical transportation (streets, bridges, active transportation and transit) and water (supply, sewer, storm water, flood control, etc.) infrastructure maintenance and construction needs throughout California's cities.

**Improve Housing Affordability.** Increase State and Federal financial support, reduce regulatory barriers, and provide additional incentives and local financial tools to address chronic homelessness and improve housing affordability and availability in cities throughout the State.

**Update the Local Government Tax Structure to Respond to the New Economy and Stimulate Economic Growth.** Consistent with existing constitutional protections for property, sales and local taxes, develop and enact reforms to the local government tax structure to respond to the growth in e-commerce, the shift from the consumption of goods to the consumption of services, changing patterns of commerce and innovations in technology.

### **Legislative Outlook**

Through the League of California Cities Central Valley Division Representative, Stephen Qualls, City staff is kept abreast of key discussions at the State level. Key legislation of interest per the League advocacy efforts is as follows:

**SB 876/Liu (Enforcement of Local Ordinances)** – proposes to reduce local regulatory authority to address homeless activities in public and private spaces. The League disagrees that removing local authority to regulate homeless activities offers a solution; rather it would compound problems for local communities. *Central Valley Division submitted letter of opposition to SB 876 on the grounds stated by the League.*

**AB 21/Wood (Medical Marijuana Clean-up)** – This League-supported legislation, signed by Governor Brown on February 3, 2016, removed the March 1, 2016 deadline for cities and counties to pass cultivation ordinances or face State pre-emption. *The Hughson City Council took action to explicitly prohibit cultivation, delivery and commercial/retail operations related to cannabis in City limits. Three separate City ordinances become effective February 25, 2016.*

### **Fix Our Roads Coalition**

The League of California Cities is part of the Fix Our Roads Coalition, a broad coalition of cities, counties, labor, business and transportation advocate that formed to meet Governor Jerry Brown's call to address California's chronic transportation infrastructure funding shortfall. The coalition supports seven core principles:

- Make significant investment in transportation infrastructure;
- Focus on maintaining and rehabilitating the current system;

- Invest a portion of diesel tax and/or Cap-and-Trade revenue to high priority goods movement projects;
- Raise revenues across a broad range of options;
- Equal split between state and local projects;
- Strong accountability requirements to protect the taxpayers' investment; and
- Provide consistent annual funding levels.

*The incorporated cities of Stanislaus County took no formal action on this item and instead are focused on a regional transportation sales tax measure to ensure funding is maintain locally for road improvement projects.*

### **2016 League of California Cities Events**

New Mayors and Council Members Academy, Sacramento – January 20-22, 2016.  
*-Attended by Mayor Pro Tem Young--also the League's Central Valley Division President.*

City Managers Department Meeting, Indian Wells – February 3-5, 2016.  
*-Attended by City Manager Mendez. Sessions included Local Regulatory Challenges Associated with Medical Marijuana, Sustainable Communities Through Health and Wellness, Small Cities Can Do Big Things, Maximizing Success for City Managers and Working Effectively with Elected Officials.*

Legislative Action Day, Sacramento – April 27, 2016.

Annual Conference – Long Beach – October 5-7, 2016.

### **Fiscal Impact:**

Implementation of the City of Hughson's Legislative Program is managed by existing staff and through existing budgeted allocations.



# ***City of Hughson Legislative Program***

*(Adopted March 24, 2014)*

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## **General Principles**

### **Home Rule**

We support self-governance by locally elected officials as provided for in the State's Constitution. Specifically, we feel local governments should control their rights of way, have condemnation authority, be immune from tort liability, and be free to voluntarily cooperate with other public and private entities, as well as State government, to ensure the best level of service for our citizens. We do not support actions at the state level that erode representative democracy or local self-determination.

### **Annexation**

The ability of the City of Hughson to promote and plan for growth is inherent to the ultimate success of our community and Stanislaus County. We support the ability of cities to use their annexation powers as they are currently established in state statute. We oppose any change that limits the authority of cities to grow through annexation.

### **Rights-of-Way**

We oppose any legislation that would restrict the ability of cities to control public property and rights-of-way or the ability of cities to franchise those entities that use the rights-of-way including the implementation of statewide franchises.

### **Unfunded Mandates**

We oppose unfunded mandates. If the state or federal governments seek to promote particular policy objectives, an appropriate level of funding should accompany such mandates.

### **Pension /Other Post-Employment Benefits (OPEB)**

Continue and expand upon recent efforts at pension and OPEB reform to ensure the long-term affordability and responsiveness of public services for city residents.

### **Local Control and Funding**

Promote local control for cities. Support or oppose legislation and proposed constitutional amendments based on whether they advance maximum local control by city governments over city revenues, land use, redevelopment and other private activities to advance the public health, safety and welfare of city residents.

## ***Environmental/Utilities***

### **Strategy: Infrastructure**

- Support federal and state funding targeted towards regional and interregional water resource planning efforts and related land use planning.
- Support measures, which increase water supply through recharging and strengthen the City's rights for use of surface water.
- Support a fiscally and environmentally responsible reauthorization of the Safe Drinking Water Act.
- Support measures that will fund water management improvements.

### **Strategy: Livable Community**

- Support legislation that provides direct funding for conservation and demand reduction projects in city facilities; seek grant or loan funding for essential services (i.e. police/fire, water/wastewater) to purchase new or replace existing back-up generators that are more energy efficient and less polluting.

### **Strategy: Government Operations**

- Support measures that improve water quality within the city/region without lowering MCLs or requiring more monitoring.
- Oppose mandatory groundwater management unless it is reasonable and the management reflects the representative views of all agencies which will be regulated, particularly local government.
- Support legislation that provides local government and agency flexibility in meeting air quality requirements for existing backup generators for sewer, water and storm-pumping facilities.
- Support legislation and increased funding for juvenile crime prevention and abatement programs.
- Support legislation that will reimburse agencies responsible for identifying, tagging and removing waste from illegal drug labs.
- Support legislation that would make Bureau of Narcotics Enforcement Task Force labs available to our jurisdiction for evidence process and drug lab clean-up.
- Support legislation that facilitates local law enforcement ability to acquire the needed Federal Homeland Security funds.
- Support legislation enhancing sentencing and eliminating sentencing consolidation or reductions for those convicted of auto theft.

## ***Public Works/Transportation/Telecommunications***

### **Strategy: Infrastructure**

- Support development of state programs that would provide funding for construction of new transportation infrastructure and upgrades within communities experiencing explosive residential growth.
- Support legislation that provides additional funds for infrastructure or which provides options for financing developer requirements.
- Support legislation that enhances resources for local jurisdiction to maintain and operate their infrastructure.

- Support legislation to fund telecommunication planning and implementation.
- Support legislation to fund GIS to better manage regional resources, respond to emergencies and plan for growth.

**Strategy: Planning for the Future**

- Support State and Federal legislation to reaffirm home rule in oversight and revaluation of telecommunication entities, using public right-of-ways and affecting conditions addressed by local planning and land use policies.

**Strategy: Government Operations**

- Support legislation that provides increased local control over spending on streets and highways.
- Support legislation that provides additional funding to assist public transit systems in meeting air quality standards.
- Support State legislation that protects current City revenues:
  - SLESF (Supplemental Law Enforcement Services Fund)
  - Vehicle License Fees, Property Taxes, Sales Taxes



## CITY OF HUGHSON AGENDA ITEM NO. 4.1

### SECTION 4: UNFINISHED BUSINESS

**Meeting Date:** February 22, 2016  
**Subject:** Adoption of the Mid-Year Budget Adjustments to the Fiscal Year 2015-2016 Operating Budget  
**Presented By:** Shannon Esenwein, Finance Director  
**Approved By:** \_\_\_\_\_

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#### **Staff Recommendation:**

Adopt Resolution No. 2016-03, approving mid-year adjustments to the operating budget for Fiscal Year 2015-2016.

#### **Background and Overview:**

On October 12, 2015, the Council adopted the 2015-2016 City of Hughson Budget. During the course of the first half of the year things have changed, which makes it necessary to examine accounts to ensure that the budgeted amounts are sufficient to cover costs. City staff is recommending that the City Council approve \$326,089 in budget adjustments. "Exhibit A" lists the line item accounts for each recommended adjustment. For reference purposes, a detailed listing of all account expenditures as of December 31, 2015 is also included.

#### **Key reminders:**

- Nothing under \$1,000 is adjusted.
- December 31 actual expenditures do not represent exactly half of the annual amounts because not all bills have been received and paid by December 31<sup>st</sup>.
- Salary and benefit reallocations and adjustments are completed at year end.
- Final adjustments are completed at year end.

Budget adjustments for the General Fund total \$46,970, with \$29,206 offset by various budget reductions. City staff is recommending approval of an additional

\$17,764 in General Fund expenditures as shown on “Exhibit A”. A summary of the substantial adjustments are:

1.     \$12,000                   Contract Services                   Parks & Recreation  
  
Increase is for unanticipated costs for temporary personnel, costs to provide portable restroom facilities at Lebright Fields during football season and the Council approved repair of the lights at Lebright Fields.
2.     \$ 5,500                   Improvements                       Parks & Recreation  
  
Increase is for the sidewalk replacement around the Starn Park play structure. The remainder of the cost of \$5,000 was paid for out of existing budget.
3.     \$ 6,000                   Contract Services                   Planning/Building  
  
Increase is to pay for a consultant to help with the annexation and pre-zone project.
4.     \$ 5,310                   Contract Services                   Street Maintenance  
  
Increase is for the City of Hughson’s allocated share of the education and outreach expenses for the regional transportation sales tax measure.
5.     \$15,660                   Phone/Radio                         Various Departments  
  
Increase is for unanticipated increase in the flat rate fee charged by AT&T for phone services and to account for under budgeting.

A summary of the substantial adjustments for the other funds are:

1.     \$ 6,514                   Tully Road                         Storm Drain Impact  
       \$ 6,514                   Tully Road                         Sewer Development Impact  
  
Unanticipated costs paid to BNSF for traffic control during Tully Road project.
2.     \$206,387                 Retire Principal                   RDA Debt Service  
  
Additional payment required for the Redevelopment bond refinancing.
3.     \$11,000                   Downtown Enhancement   Community Enhancement  
  
Costs associated with City requested changes near Dollar General which included revisions to the landscape irrigation system, installation of electrical outlets at the trees and associated electrical improvements and additional fill and repair of the sidewalk at the stairwell near La Perla Tapatia.

- |  |                      |                      |                             |
|--|----------------------|----------------------|-----------------------------|
| 4.   | \$10,000             | Hughson Ave Sidewalk | Community Enhancement       |
| <p>Increase is to begin the design and engineering phase of the Hughson Avenue sidewalk replacement project. The remainder of the project will be budgeted in fiscal year 2016-2017.</p>   |                      |                      |                             |
| 5.   | \$10,000             | Prof Services        | Public Facility Development |
| <p>Increase is to upgrade the City's website to include increased functionality, more information and be more user-friendly.</p>   |                      |                      |                             |
| 6.   | \$ 5,000<br>\$ 5,000 | Postage<br>Postage   | Sewer<br>Water              |
| <p>Increase is for additional postage expenses for utility billing that was previously paid by Waste Management and is not included in the contract with Gilton Solid Waste Management.</p>  |                      |                      |                             |
| 7.   | \$12,000             | Contract Services    | WWTP Operations             |
| <p>Increase is for the implementation of a remote SCADA (supervisory control and data acquisition) system. The SCADA system is the system that controls the City's water and wastewater operations. This will allow City employees remote access which will reduce personnel costs associated with alarm callouts.</p> |                      |                      |                             |
| 8.   | \$12,150             | Tully Road           | Local Transportation (LTF)  |
| <p>Increase is for the non-reimbursable project costs associated with the Tully Road project.</p>  |                      |                      |                             |
| 9.   | \$ 6,000             | Phone/Radio          | Sewer and Water             |
| <p>Increase is for unanticipated increase in the flat rate fee charged by AT&amp;T for phone services and to account for under budgeting.</p>  |                      |                      |                             |

Also included, for informational purposes are the revenues, as of January 31, 2016. This report does not coincide to the timing of the expense report because substantial revenue is received after December 31<sup>st</sup> (i.e. property tax, assessments etc.).

The recommended mid-year adjustments were presented to the Budget and Finance Subcommittee met on February 11, 2016.

**Fiscal Impact:**

City staff anticipates that General Fund Revenues will exceed General Fund Expenditures by \$1,168. This does not take into account the surplus property sale that brought in \$29,849.

**CITY OF HUGHSON**  
**CITY COUNCIL**  
**RESOLUTION NO. 2016-03**

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF HUGHSON  
APPROVING THE ADJUSTMENTS TO THE OPERATING BUDGET FOR  
FISCAL YEAR 2015-2016**

**WHEREAS**, on October 12, 2015, the City Council approved the operating budget, adopting Resolution No. 2015-31; and

**WHEREAS**, City staff have reviewed the funds and accounts of the City Budget during a mid-year examination; and

**WHEREAS**, after conducting an extensive review and analysis of the entire operating budget, City staff recommends budget adjustments and fund transfers that increase the budget by \$326,089 as shown in Exhibit "A"; and

**THEREFORE, BE IT RESOLVED**, that the City Council of the City of Hughson hereby adopts Resolution No. 2016-03, approving the budget adjustments and fund transfers as shown in Exhibit "A" to increase the budget adopted by Resolution No. 2015-31 by \$326,089;

**PASSED AND ADOPTED** by the City Council of the City of Hughson at its regular meeting held on this 22<sup>nd</sup> day of February, 2016 by the following roll call votes:

**AYES:**

**NOES:**

**ABSTENTIONS:**

**ABSENT:**

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**MATT BEEKMAN, Mayor**

**ATTEST:**

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**DOMINIQUE SPINALE ROMO, City Clerk**

## Mid Year Budget Adjustments 2015-16 Exhibit A

FUND	Expense		DEPT	Dept Description	12/31/2015	Final	Proposed	Proposed	Notes
	Acct #	Acct Description			Actual	Budget	Adj	Mid Year	
					2015-16	2015-16		2015-16	
40	6004	DUES/PUBLICATIONS	120	City Manager	107	1,300	-1,000	<b>300</b>	Transfer
40	6105	PHONE/RADIO	120	City Manager	1,748	1,900	1,900	<b>3,800</b>	Higher costs
40	61xx	EMPLOYEE APPRECIATION	120	City Manager	0	0	500	<b>500</b>	New program
40	6202	CONTRACT SRVCS	120	City Manager	1,268	4,500	2,000	<b>6,500</b>	Farmers Market
40	6104	ADVERTISING	130	Admin Ser/City Clerk	1,129	5,000	-2,000	<b>3,000</b>	Transfer
40	6105	PHONE/RADIO	130	Admin Ser/City Clerk	1,248	1,450	1,450	<b>2,900</b>	Higher costs
40	6114	ELECTIONS	130	Admin Ser/City Clerk	0	6,000	-6,000	<b>0</b>	Transfer
40	5110	P.E.R.S.	145	Nondepartmental	33,352	34,558	-1,206	<b>33,352</b>	Transfer
40	6105	PHONE/RADIO	170	Bldg & Grnds	1,873	2,000	2,000	<b>4,000</b>	Higher costs
40	7002	BLDGS IMPROV	170	Bldg & Grnds	0	2,000	-1,500	<b>500</b>	Higher costs
40	6105	PHONE/RADIO	180	Parks & Recreation	1,873	2,000	2,000	<b>4,000</b>	Higher costs
40	6202	CONTRACT SRVCS	180	Parks & Recreation	12,350	15,800	12,000	<b>27,800</b>	Higher costs
40	7003	IMPROVEMENT	180	Parks & Recreation	0	0	5,500	<b>5,500</b>	Starn Park sidewalk
40	6202	CONTRACT SRVCS	190	Planning/Bldg	28,881	80,000	6,000	<b>86,000</b>	Annexation consultant
40	6105	PHONE/RADIO	310	Public Works Admin	2,622	3,000	3,000	<b>6,000</b>	Higher costs
40	6105	PHONE/RADIO	320	Street Maintenance	2,630	3,000	3,000	<b>6,000</b>	Higher costs
40	6110	PETROLEUM PROD	320	Street Maintenance	2,052	5,500	-1,500	<b>4,000</b>	Transfer
40	6202	CONTRACT SRVCS	320	Street Maintenance	5,317	7,500	5,310	<b>12,810</b>	Transport sales tax outreach
40	7003	IMPROVEMENT	320	Street Maintenance	420	15,000	-14,500	<b>500</b>	Transfer
40	6105	PHONE/RADIO	325	Fleet Maintenance	2,622	2,310	2,310	<b>4,620</b>	Higher costs
40	6110	PETROLEUM PROD	325	Street Maintenance	423	2,500	-1,500	<b>1,000</b>	Transfer
							17,764		
10	8047	TULLY ROAD PROJECT	800	Storm Drain	114,514	108,000	6,514	<b>114,514</b>	Higher costs
13	6801	RETIRE PRINCIPAL	610	RDA Debt Service	276,387	70,000	206,387	<b>276,387</b>	Bond Refinance
20	7018	DOWNTOWN ENHANCEMENT	800	Community Enhancement	0	10,000	11,000	<b>21,000</b>	Imp by Dollar General
20	80XX	HUGHSON AVE SIDEWALK	800	Community Enhancement	0	0	10,000	<b>10,000</b>	Start Hughson Ave Proj
41	6201	PROF SERVICES	800	Public Facility Development	0	0	10,000	<b>10,000</b>	Website Upgrade
60	6003	POSTAGE	330	Sewer Operations	5,150	6,700	5,000	<b>11,700</b>	Higher costs
60	6105	PHONE/RADIO	330	Sewer Operations	2,884	3,000	3,000	<b>6,000</b>	Higher costs
60	7005	VEHICLES	330	Sewer Operations	12,630	10,000	2,630	<b>12,630</b>	Higher costs
60	6001	OFFICE SUPPLIES	350	WWTP Operations	339	800	1,000	<b>1,800</b>	Printer replacement
60	6101	DEPT SUPPLIES	350	WWTP Operations	11,624	20,000	2,000	<b>22,000</b>	Higher anticipated costs
60	6102	SMALL TOOLS	350	WWTP Operations	501	2,500	2,500	<b>5,000</b>	Higher anticipated costs
60	6117	SLUDGE REMOVAL	350	WWTP Operations	27,432	65,000	2,000	<b>67,000</b>	Higher anticipated costs
60	6202	CONTRACT SERVICES	350	WWTP Operations	7,553	15,000	12,000	<b>27,000</b>	Remote SCADA
62	8047	TULLY ROAD PROJECT	800	Sewer Developer Impact Fees	114,514	108,000	6,514	<b>114,514</b>	Higher costs
70	8047	TULLY ROAD	700	Local Transportation (LTF)	10,925	0	12,150	<b>12,150</b>	Non Reimb project cost
80	6003	POSTAGE	340	Water	7,203	7,400	7,000	<b>14,400</b>	Higher costs
80	6101	DEPT SUPPLIES	340	Water	14,721	32,000	2,000	<b>34,000</b>	Higher anticipated costs
80	6102	SMALL TOOLS	340	Water	345	1,000	1,000	<b>2,000</b>	Well Sounder
80	6105	PHONE/RADIO	340	Water	2,511	3,000	3,000	<b>6,000</b>	Higher costs
80	7005	VEHICLES	340	Water	12,630	10,000	2,630	<b>12,630</b>	Higher costs
<b>GRAND TOTAL ADJUSTMENTS</b>							326,089		

City of Hughson  
Mid Year Budget Review  
Expenses as of December 31, 2015

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
8	212	TRANSFER	8505	2,500	10,000	10,000		
<b>VEHICLE ABATEMENT</b>				<b>2,500</b>	<b>10,000</b>	<b>10,000</b>		
10	800	TULLY ROAD PROJECT	8047	114,514	108,000	114,514	6,514	Higher cost
<b>STORM DRAIN</b>				<b>114,514</b>	<b>108,000</b>	<b>114,514</b>		
11	105	DEPT SUPPLIES	6101	1,553	1,500	1,500		
11	105	STREET STRIP PAINTING	6206	29,995	30,000	30,000		
11	105	TRANSFERS-OUT	8505	2,900	11,600	11,600		
<b>TRAFFIC PROP 172 GAS TAX 2103</b>				<b>34,448</b>	<b>43,100</b>	<b>43,100</b>		
13	610	CONTRACT SERVICES	6202	2,881	19,000	19,000		
13	610	INTEREST EXPENSE	6350	66,584	131,613	131,613		
13	610	RETIRE PRINCIPL	6801	276,387	70,000	276,387	206,387	Bond Refinance
13	610	TRANSFER OUT	8505	20,250	81,000	81,000		
<b>RDA DEBT SERVICE</b>				<b>366,102</b>	<b>301,613</b>	<b>508,000</b>		
18	210	CONTRACT SERVICES	6202	0	17,000	17,000		
<b>REALIGNMENT FUNDING</b>				<b>0</b>	<b>17,000</b>	<b>17,000</b>		
20	800	OTHER EQUIPMENT	7006	0	6,000	6,000		
20	800	DOWNTOWN ENHANCEMENT	7018	0	10,000	21,000	11,000	Imp. By Dollar General
20	800	HUGHSON AVE SIDEWALK	80XX	0	0	10,000	10,000	Start Hughson Ave Project
<b>COMMUNITY ENHANCEMENT</b>				<b>0</b>	<b>16,000</b>	<b>37,000</b>		
25	700	UTILITIES	6106	17,118	20,000	20,000		
<b>GAS TAX 2106</b>				<b>17,118</b>	<b>20,000</b>	<b>20,000</b>		
30	700	CONTRACT SRVCS	6202	9,195	26,000	26,000		
30	700	TRANSFERS-OUT	8505	7,250	29,000	29,000		
<b>GAS TAX 2107</b>				<b>16,445</b>	<b>55,000</b>	<b>55,000</b>		
31	700	DEPT SUPPLIES	6101	3,644	12,000	12,000		
31	700	CONTRACT SRVCS	6202	0	1,000	1,000		
31	700	TRANSFERS-OUT	8505	4,250	17,000	17,000		
<b>GAS TAX 2105 HWY USER TAX</b>				<b>7,894</b>	<b>30,000</b>	<b>30,000</b>		
35	700	TRANSFERS-OUT	8505	1,000	4,000	4,000		
<b>GAS TAX 2107.5</b>				<b>1,000</b>	<b>4,000</b>	<b>4,000</b>		
40	110	REG. SALARIES	5001	7,800	15,600	15,600		
40	110	MEDICARE TAX	5170	597	1,195	1,195		
40	110	OFFICE SUPPLIES	6001	242	500	500		
40	110	DUES/PUBLICATNS	6004	1,150	9,700	9,700		
40	110	TRAVEL/MEETINGS	6005	1,455	2,000	2,000		
40	110	DEPT SUPPLIES	6101	0	600	600		
40	110	PHONE/RADIO	6105	499	550	550		
40	120	REG. SALARIES	5001	60,088	120,177	120,177		
40	120	TECH ALLOWANCE	5008	510	1,020	1,020		
40	120	VEHICLE ALLOWANCE	5009	1,800	3,600	3,600		
40	120	P.E.R.S.	5110	8,988	17,976	17,976		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
40	120	MEDICAL INS.	5120	7,652	18,705	18,705		
40	120	UNEMPLOYMNT INS	5130	0	434	434		
40	120	WORKER'S COMP	5140	0	3,924	3,924		
40	120	LIFE INS	5150	459	964	964		
40	120	DENTAL INS	5160	808	2,037	2,037		
40	120	MEDICARE TAX	5170	913	1,810	1,810		
40	120	DEF COMP	5175	566	1,200	1,200		
40	120	OFFICE SUPPLIES *	6001	242	400	400		
40	120	POSTAGE	6003	16	100	100		
40	120	DUES/PUBLICATNS	6004	107	1,300	300	(1,000)	Transfer
40	120	TRAVEL/MEETINGS	6005	913	3,000	3,000		
40	120	DEPT SUPPLIES	6101	123	1,600	1,600		
40	120	PHONE/RADIO	6105	1,748	1,900	3,800	1,900	Higher cost
40	120	RENTS/LEASES	6107	447	1,055	1,055		
40	120	PETROLEUM PROD *	6110	408	1,245	1,245		
40	120	CONTRACT SRVCS-Incentive Prog	6121	10,014	37,100	37,100		
40	120	EVENT SPONSORING	6130	3,377	7,500	7,500		
40	120	EMPLOYEE APPRECIATION	61xx	0	0	500	500	New program
40	120	CONTRACT SRVCS	6202	1,268	4,500	6,500	2,000	Farmer's Market
40	130	REG. SALARIES	5001	28,805	41,853	41,853		
40	130	P.E.R.S.	5110	2,308	7,126	7,126		
40	130	MEDICAL INS.	5120	767	15,940	15,940		
40	130	UNEMPLOYMNT INS	5130	327	217	217		
40	130	WORKER'S COMP	5140	0	375	375		
40	130	LIFE INS	5150	91	468	468		
40	130	DENTAL INS	5160	122	1,034	1,034		
40	130	MEDICARE TAX	5170	1,174	607	607		
40	130	DEF COMP	5175	88	450	450		
40	130	OFFICE SUPPLIES *	6001	872	1,200	1,200		
40	130	POSTAGE	6003	44	200	200		
40	130	DUES/PUBLICATNS	6004	237	700	700		
40	130	TRAVEL/MEETINGS	6005	105	600	600		
40	130	DEPT SUPPLIES	6101	730	300	300		
40	130	ADVERTISING	6104	1,129	5,000	3,000	(2,000)	Transfer
40	130	PHONE/RADIO	6105	1,248	1,450	2,900	1,450	Higher cost
40	130	RENTS/LEASES	6107	376	888	888		
40	130	INS/SURETIES	6113	186	350	350		
40	130	ELECTIONS	6114	0	6,000	0	(6,000)	Transfer
40	130	CONTRACT SRVCS	6202	7,594	20,000	20,000		
40	140	REG. SALARIES *	5001	56,660	114,177	114,177		
40	140	P.E.R.S.	5110	7,984	17,079	17,079		
40	140	MEDICAL INS.	5120	9,099	26,199	26,199		
40	140	UNEMPLOYMNT INS	5130	143	720	720		
40	140	WORKER'S COMP	5140	0	1,245	1,245		
40	140	LIFE INS	5150	334	936	936		
40	140	DENTAL INS	5160	1,074	3,381	3,381		
40	140	MEDICARE TAX	5170	788	1,656	1,656		
40	140	DEF COMP	5175	99	597	597		
40	140	OFFICE SUPPLIES	6001	484	1,300	1,300		
40	140	POSTAGE	6003	38	300	300		
40	140	DUES/PUBLICATNS	6004	110	220	220		
40	140	TRAVEL/MEETINGS	6005	712	1,500	1,500		
40	140	DEPT SUPPLIES	6101	0	200	200		
40	140	ADVERTISING	6104	0	1,500	1,500		
40	140	PHONE/RADIO	6105	749	800	800		
40	140	RENTS/LEASES	6107	588	1,400	1,400		
40	140	PETROLEUM PROD	6110	390	1,045	1,045		
40	140	CONTRACT SRVCS	6202	11,697	25,000	25,000		
40	140	MISC BANK CHARGES	6351	1,357	2,000	2,000		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
40	145	P.E.R.S.	5110	33,352	34,558	33,352	(1,206)	Transfer
40	145	INS/SURETIES	6113	11,721	15,305	15,305		
40	145	TAX ADMINISTRATION	6119	0	4,500	4,500		
40	145	TRANSFERS	8505	1,875	7,500	7,500		
40	150	REG. SALARIES	5001	600	1,200	1,200		
40	150	MEDICARE TAX *	5170	9	92	92		
40	160	CONTRACT SRVCS	6202	25,992	105,000	105,000		
40	170	REG. SALARIES	5001	6,516	12,144	12,144		
40	170	OVERTIME	5003	127	0	0		
40	170	P.E.R.S.	5110	715	1,817	1,817		
40	170	MEDICAL INS.	5120	818	4,550	4,550		
40	170	UNEMPLOYMNT INS	5130	43	130	130		
40	170	WORKER'S COMP	5140	0	1,586	1,586		
40	170	LIFE INS	5150	46	145	145		
40	170	DENTAL INS	5160	130	493	493		
40	170	MEDICARE TAX	5170	86	176	176		
40	170	DEF COMP	5175	42	90	90		
40	170	OFFICE SUPPLIES	6001	48	100	100		
40	170	DUES/PUBLICATNS	6004	0	800	800		
40	170	DEPT SUPPLIES *	6101	4,108	6,000	6,000		
40	170	UNIFRM/CLTH EXP	6103	233	800	800		
40	170	PHONE/RADIO	6105	1,873	2,000	4,000	2,000	Higher cost
40	170	UTILITIES	6106	5,823	11,000	11,000		
40	170	MAINT BLDGS/GRD *	6108	720	3,500	3,500		
40	170	PETROLEUM PROD	6110	328	1,200	1,200		
40	170	MAINT OF EQUIP *	6111	0	500	500		
40	170	CONTRACT SRVCS	6202	3,802	7,500	7,500		
40	170	BLDGS IMPROV	7002	0	2,000	500	(1,500)	Transfer
40	170	EQUIPMENT REPLACEMENT	7006	1,000	1,000	1,000		
40	180	REG. SALARIES *	5001	13,138	25,449	25,449		
40	180	OVERTIME	5003	190	0	0		
40	180	P.E.R.S.	5110	1,586	3,806	3,806		
40	180	MEDICAL INS.	5120	1,692	8,260	8,260		
40	180	UNEMPLOYMNT INS	5130	65	239	239		
40	180	WORKER'S COMP	5140	0	3,322	3,322		
40	180	LIFE INS	5150	97	276	276		
40	180	DENTAL INS	5160	260	842	842		
40	180	MEDICARE TAX	5170	181	369	369		
40	180	DEF COMP	5175	66	210	210		
40	180	OFFICE SUPPLIES	6001	73	150	150		
40	180	POSTAGE	6003	11	50	50		
40	180	DUES/PUBLICATNS	6004	0	350	350		
40	180	TRAVEL/MEETINGS	6005	0	300	300		
40	180	DEPT SUPPLIES *	6101	3,532	6,000	6,000		
40	180	SMALL TOOLS	6102	0	100	100		
40	180	PHONE/RADIO	6105	1,873	2,000	4,000	2,000	Higher cost
40	180	UTILITIES	6106	4,758	20,000	20,000		
40	180	RENTS/LEASES	6107	1,439	2,800	2,800		
40	180	MAINT BLDGS/GRD	6108	0	500	500		
40	180	MAINT OF EQUIP	6111	200	2,500	2,500		
40	180	PROF SERVICES	6201	93	0	0		
40	180	CONTRACT SRVCS	6202	12,350	15,800	27,800	12,000	Higher cost
40	180	LLD & BAD SHARED BENEFIT	6376	0	0	0		
40	180	IMPROVEMENT	7003	0	0	5,500	5,500	Starn Park Sidewalk
40	180	EQUIPMENT	7006	2,000	2,000	2,000		
40	190	REG. SALARIES	5001	25,641	63,679	63,679		
40	190	P.E.R.S.	5110	3,734	6,684	6,684		
40	190	MEDICAL INS.	5120	3,925	10,970	10,970		
40	190	UNEMPLOYMNT INS	5130	21	304	304		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
40	190	WORKER'S COMP	5140	0	1,044	1,044		
40	190	LIFE INS	5150	223	411	411		
40	190	DENTAL INS	5160	590	1,188	1,188		
40	190	MEDICARE TAX	5170	584	1,110	1,110		
40	190	DEF COMP	5175	121	300	300		
40	190	OFFICE SUPPLIES *	6001	727	1,800	1,800		
40	190	POSTAGE	6003	118	400	400		
40	190	DUES/PUBLICATNS	6004	4,650	5,000	5,000		
40	190	TRAVEL/MEETINGS	6005	75	500	500		
40	190	DEPT SUPPLIES *	6101	465	1,800	1,800		
40	190	PHONE/RADIO	6105	749	850	850		
40	190	RENTS/LEASES	6107	188	444	444		
40	190	MAINT OF EQUIP	6111	0	100	100		
40	190	CONTRACT SRVCS	6202	23,152	80,000	86,000	6,000	Annexation consultant
40	190	CONTRACT SRVCS	6202	8,431	9,000	9,000		
40	210	P.E.R.S.	5110	26,718	27,702	27,702		
40	210	DEPT SUPPLIES	6101	0	500	500		
40	210	MAINT BLDG/GRNDS	6108	7,467	7,000	7,000		
40	210	VEHICLE COSTS	6125	11,470	41,700	41,700		
40	210	CONTRACT SRVCS	6202	498,372	1,131,361	1,131,361		
40	211	CONTRACT SRVCS	6202	6,174	24,696	24,696		
40	211	CONSTR ANIMAL SHELTER	6205	2,380	4,761	4,761		
40	310	REG. SALARIES *	5001	38,899	75,641	75,641		
40	310	P.E.R.S.	5110	5,564	11,315	11,315		
40	310	MEDICAL INS.	5120	6,252	18,480	18,480		
40	310	UNEMPLOYMNT INS	5130	0	499	499		
40	310	WORKER'S COMP	5140	0	9,036	9,036		
40	310	LIFE INS	5150	309	648	648		
40	310	DENTAL INS	5160	826	1,777	1,777		
40	310	MEDICARE TAX	5170	569	1,097	1,097		
40	310	DEF COMP	5175	270	690	690		
40	310	OFFICE SUPPLIES *	6001	366	750	750		
40	310	POSTAGE	6003	33	250	250		
40	310	DUES/PUBLICATNS	6004	0	100	100		
40	310	TRAVEL/MEETINGS	6005	0	400	400		
40	310	DEPT SUPPLIES	6101	0	100	100		
40	310	PHONE/RADIO	6105	2,622	3,000	6,000	3,000	Higher cost
40	310	PETROLEUM PROD	6110	328	1,500	1,500		
40	310	CONTRACT SRVCS	6202	7,695	19,200	19,200		
40	310	AB 939 GRANT WORK	6210	0	5,000	5,000		
40	310	ENCROACHMENT	6407	932	1,500	1,500		
40	320	REG. SALARIES	5001	19,397	47,437	47,437		
40	320	OVERTIME	5003	2,067	7,500	7,500		
40	320	P.E.R.S.	5110	2,594	7,097	7,097		
40	320	MEDICAL INS.	5120	3,982	16,842	16,842		
40	320	UNEMPLOYMNT INS	5130	109	456	456		
40	320	WORKER'S COMP	5140	0	6,190	6,190		
40	320	LIFE INS	5150	192	525	525		
40	320	DENTAL INS	5160	630	1,616	1,616		
40	320	MEDICARE TAX	5170	306	796	796		
40	320	DEF COMP	5175	166	345	345		
40	320	OFFICE SUPPLIES	6001	242	600	600		
40	320	POSTAGE	6003	22	175	175		
40	320	DUES/PUBLICATNS	6004	0	400	400		
40	320	TRAVEL/MEETINGS	6005	0	150	150		
40	320	DEPT SUPPLIES	6101	7,648	10,000	10,000		
40	320	SMALL TOOLS	6102	0	200	200		
40	320	UNIFRM/CLTH EXP	6103	660	1,800	1,800		
40	320	PHONE/RADIO	6105	2,630	3,000	6,000	3,000	Higher cost

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
40	320	RENTS/LEASES	6107	2,163	4,900	4,900		
40	320	MAINT BLDGS/GRD	6108	0	300	300		
40	320	MAINT VEHICLES	6109	236	1,500	1,500		
40	320	PETROLEUM PROD	6110	2,052	5,500	4,000	(1,500)	Transfer
40	320	MAINT OF EQUIP	6111	1,230	1,000	1,000		
40	320	CONTRACT SRVCS	6202	5,317	7,500	12,810	5,310	Transportation sales tax
40	320	CLEAN UP DAY	6211	0	1,250	1,250		
40	320	IMPROVEMENT	7003	420	15,000	500	(14,500)	Transfer
40	325	OFFICE SUPPLIES	6001	242	200	200		
40	325	DEPT SUPPLIES	6101	0	1,000	1,000		
40	325	SMALL TOOLS	6102	0	250	250		
40	325	UNIFRM/CLTH EXP	6103	604	1,800	1,800		
40	325	PHONE/RADIO	6105	2,622	2,310	4,620	2,310	Higher cost
40	325	MAINT VEHICLES	6109	1,302	5,000	5,000		
40	325	PETROLEUM PROD	6110	423	2,500	1,000	(1,500)	Transfer
40	325	MAINT OF EQUIP	6111	0	300	300		
40	325	CONTRACT SRVCS	6202	0	1,500	1,500		
<b>GENERAL FUND</b>				<b>1,142,207</b>	<b>2,619,940</b>	<b>2,637,704</b>		
41	800	PROF SERVICES	6201	0	0	10,000	10,000	Website upgrades
41	800	COUNCIL CHAMBER IMPROVE	7016	0	18,000	18,000		
41	800	CITY HALL REMODEL/PHONE	70XX	0	120,000	120,000		
41	800	ACCOUNTING SOFTWARE UPGRADE	70XX	0	150,000	150,000		
41	800	WELL #9	8048	1,380	100,000	100,000		
<b>PUBLIC FACILITY DEVELOPMENT</b>				<b>1,380</b>	<b>388,000</b>	<b>398,000</b>		
48	360	DEPT SUPPLIES	6101	412	1,500	1,500		
48	360	UTILITIES	6106	2,913	5,300	5,300		
48	360	MAINT BLDGS/GRD	6108	0	2,500	2,500		
48	360	MAINT OF EQUIP	6111	150	1,800	1,800		
48	360	CONTRACT SERVICES	6202	5,611	12,000	12,000		
48	360	TRANSFER OUT	8505	881	3,525	3,525		
<b>COMMUNITY SENIOR CENTER</b>				<b>9,967</b>	<b>26,625</b>	<b>26,625</b>		
49	147	HARDWARE - REPLACEMENT	7009	144	20,000	20,000		
49	147	SOFTWARE - REPLACEMENT	7014	0	5,000	5,000		
<b>IT RESERVE</b>				<b>144</b>	<b>25,000</b>	<b>25,000</b>		
50	365	OFFICE SUPPLIES	6001	97	200	200		
50	365	DEPT SUPPLIES	6101	218	1,000	1,000		
50	365	UTILITIES	6106	2,695	5,500	5,500		
50	365	MAINT BLDGS/GRD	6108	0	100	100		
50	365	MAINT OF EQUIP	6111	0	200	200		
50	365	MISC	6375	0	300	300		
50	365	TRANSFERS-OUT	8505	881	3,525	3,525		
<b>UNITED SAMARITANS COMMUNITY CENTER</b>				<b>3,891</b>	<b>10,825</b>	<b>10,825</b>		
51	146	CLAIMS/MISC	6375	400	15,000	15,000		
<b>SELF INSURANCE</b>				<b>400</b>	<b>15,000</b>	<b>15,000</b>		
53	215	CONTRACT SERVICES	6202	7,524	100,000	100,000		
<b>SLESF</b>				<b>7,524</b>	<b>100,000</b>	<b>100,000</b>		
60	330	REG. SALARIES	5001	78,918	160,905	160,905		
60	330	OVERTIME	5003	1,542	7,500	7,500		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
60	330	P.E.R.S.	5110	43,997	60,107	60,107		
60	330	MEDICAL INS.	5120	13,275	53,364	53,364		
60	330	UNEMPLOYMENT INS	5130	256	1,264	1,264		
60	330	WORKER'S COMP	5140	0	9,908	9,908		
60	330	LIFE INS	5150	601	1,758	1,758		
60	330	DENTAL INS	5160	1,761	5,540	5,540		
60	330	MEDICARE TAX	5170	1,249	2,443	2,443		
60	330	DEF COMP	5175	520	1,260	1,260		
60	330	OFFICE SUPPLIES	6001	412	1,200	1,200		
60	330	POSTAGE	6003	5,150	6,700	11,700	5,000	Higher cost
60	330	DUES/PUBLICATIONS	6004	4,579	7,000	7,000		
60	330	TRAVEL/MEETINGS	6005	0	150	150		
60	330	DEPT SUPPLIES	6101	109	1,000	1,000		
60	330	SMALL TOOLS	6102	0	300	300		
60	330	UNIFRM/CLTH EXP	6103	671	2,000	2,000		
60	330	PHONE/RADIO	6105	2,884	3,000	6,000	3,000	Higher cost
60	330	RENTS/LEASES	6107	1,317	3,000	3,000		
60	330	MAINT BLDGS/GRD	6108	258	0	0		
60	330	MAINT VEHICLES	6109	0	2,500	2,500		
60	330	PETROLEUM PROD	6110	1,231	3,550	3,550		
60	330	MAINT OF EQUIP	6111	5,903	7,100	7,100		
60	330	INS/SURETIES	6113	14,652	19,131	19,131		
60	330	PROF SERVICES	6201	93	0	0		
60	330	CONTRACT SERVICES	6202	28,175	80,000	80,000		
60	330	ADMIN SERVICES	6203	59,500	238,000	238,000		
60	330	BAD DEBT	6500	0	10,000	10,000		
60	330	VEHICLES	7005	12,630	10,000	12,630	2,630	Higher cost
60	330	OTHER EQUIPMENT	7006	0	2,000	2,000		
60	330	TRANSFERS-OUT - Depre	8505	111,209	444,836	444,836		
60	330	SOFTWARE	8506	1,500	6,000	6,000		
60	330	IT REPLACEMENT	8506	1,250	5,000	5,000		
<b>SEWER OPERATIONS</b>				<b>393,642</b>	<b>1,156,516</b>	<b>1,167,146</b>		
60	350	REG. SALARIES	5001	20,248	36,029	36,029		
60	350	OVERTIME	5003	0	7,500	7,500		
60	350	P.E.R.S.	5110	2,678	5,389	5,389		
60	350	MEDICAL INS.	5120	4,263	10,322	10,322		
60	350	UNEMPLOYMENT INS	5130	0	278	278		
60	350	WORKER'S COMP	5140	0	4,603	4,603		
60	350	LIFE INS	5150	132	334	334		
60	350	DENTAL INS	5160	517	1,304	1,304		
60	350	MEDICARE TAX	5170	283	631	631		
60	350	DEF COMP	5175	178	282	282		
60	350	OFFICE SUPPLIES	6001	339	800	1,800	1,000	Printer replacement
60	350	POSTAGE	6003	110	600	600		
60	350	DUES/PUBLICATIONS	6004	14,929	17,000	17,000		
60	350	TRAVEL/MEETINGS	6005	230	2,000	2,000		
60	350	DEPT SUPPLIES	6101	11,624	20,000	22,000	2,000	Higher cost
60	350	SMALL TOOLS	6102	501	2,500	5,000	2,500	Higher cost
60	350	UNIFRM/CLTH EXP	6103	1,109	3,000	3,000		
60	350	PHONE/RADIO	6105	2,996	2,500	2,500		
60	350	UTILITIES	6106	66,790	120,000	120,000		
60	350	RENTS/LEASES	6107	1,552	3,300	3,300		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
60	350	MAINT BLGS/GRD	6108	1,935	5,000	5,000		
60	350	MAINT VEHICLES	6109	0	1,500	1,500		
60	350	PETROLEUM PROD	6110	1,805	5,500	5,500		
60	350	MAINT OF EQUIP	6111	6,481	10,000	10,000		
60	350	INS/SURETIES	6113	14,652	19,131	19,131		
60	350	SLUDGE REMOVAL	6117	27,432	65,000	67,000	2,000	Higher cost
60	350	ENVIOR MONITOR	6118	2,582	30,000	30,000		
60	350	CONTRACT SERVICES	6202	7,553	15,000	27,000	12,000	Remote SCADA
60	350	TRANSFER OUT	8505	349,071	1,396,283	1,396,283		
60	350	TRANSFER OUT	8505	84,807	339,226	339,226		
<b>WWTP OPERATIONS</b>				<b>624,795</b>	<b>2,125,012</b>	<b>2,144,512</b>		
62	800	TULLY ROAD PROJECT	8047	114,514	108,000	114,514	6,514	Higher cost
<b>SEWER DEVELOPER IMPACT FEES</b>				<b>114,514</b>	<b>108,000</b>	<b>114,514</b>		
66	800	INTEREST EXPENSE	6350	84,764	172,103	172,103		
66	800	INTEREST EXPENSE	6353	0	167,123	167,123		
<b>WWTP EXPANSION</b>				<b>84,764</b>	<b>339,226</b>	<b>339,226</b>		
70	700	UTILITIES	6106	0	20,000	20,000		
70	700	CONTRACT SERVICE	6202	0	3,500	3,500		
70	700	CRACK SEALER	7005	53,170	55,000	55,000		
70	700	MULBERRY ST SIDEWALK	8012	13,750	15,000	15,000		
70	700	FOX	8018	24,885	100,000	100,000		
70	700	TULLY ROAD	8047	10,925	0	12,150	12,150	Non reimb project cost
<b>LOCAL TRANSPORATION (LTF)</b>				<b>102,731</b>	<b>193,500</b>	<b>205,650</b>		
71	800	TULLY ROAD	8047	191,985	404,000	404,000		
<b>TRANSPORTATION</b>				<b>191,985</b>	<b>404,000</b>	<b>404,000</b>		
80	340	REG. SALARIES	5001	102,149	205,817	205,817		
80	340	OVERTIME	5003	4,471	7,500	7,500		
80	340	P.E.R.S.	5110	47,357	65,773	65,773		
80	340	MEDICAL INS.	5120	19,801	71,694	71,694		
80	340	UNEMPLOYMENT INS	5130	252	1,687	1,687		
80	340	WORKER'S COMP	5140	0	15,894	15,894		
80	340	LIFE INS	5150	836	2,243	2,243		
80	340	DENTAL INS	5160	2,561	7,534	7,534		
80	340	MEDICARE TAX	5170	1,563	3,093	3,093		
80	340	DEF COMP	5175	677	1,551	1,551		
80	340	OFFICE SUPPLIES	6001	484	4,000	4,000		
80	340	POSTAGE	6003	7,203	7,400	14,400	7,000	Higher cost
80	340	DUES/PUBLICATIONS	6004	13,883	21,000	21,000		
80	340	TRAVEL/MEETINGS	6005	110	5,500	5,500		
80	340	DEPT SUPPLIES	6101	14,721	32,000	34,000	2,000	Higher cost
80	340	SMALL TOOLS	6102	345	1,000	2,000	1,000	Well sounder
80	340	UNIFRM/CLTH EXP	6103	798	2,900	2,900		
80	340	ADVERTISING	6104	518	1,500	1,500		
80	340	PHONE/RADIO	6105	2,511	3,000	6,000	3,000	Higher cost
80	340	UTILITIES	6106	60,390	120,000	120,000		
80	340	RENTS/LEASES	6107	1,552	3,300	3,300		
80	340	MAINT VEHICLES	6109	30	1,500	1,500		
80	340	PETROLEUM PROD	6110	1,313	5,000	5,000		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
80	340	MAINT OF EQUIP	6111	8,571	26,500	26,500		
80	340	INS/SURETIES	6113	17,582	22,957	22,957		
80	340	CONTRACT SERVICES	6202	48,340	97,000	97,000		
80	340	CONSULTANT	6202	10,625	20,000	20,000		
80	340	REGIONAL WATER PLAN	6202	0	13,500	13,500		
80	340	ADMIN SERVICES	6203	41,000	164,000	164,000		
80	340	INTEREST EXPENSE	6350	8,775	17,550	17,550		
80	340	INTEREST EXPENSE	6350	26,876	52,734	52,734		
80	340	BAD DEBT	6500	0	2,000	2,000		
80	340	IMP OTHER TN BLD	7003	0	10,000	10,000		
80	340	VEHICLES	7005	12,630	10,000	12,630	2,630	Higher cost
80	340	OTHER EQUIPMENT	7006	151	15,000	15,000		
80	340	TRANSFERS-OUT - Depr	8505	46,371	185,482	185,482		
80	340	SOFTWARE	8506	1,500	6,000	6,000		
80	340	IT REPLACEMENT	8506	1,250	5,000	5,000		
<b>WATER</b>				<b>507,193</b>	<b>1,238,609</b>	<b>1,254,239</b>		
88	800	HUGHSON AVENUE	8051	149,062	158,370	158,370		
<b>PUBLIC WORKS STREET PROJECTS - CDBG</b>				<b>149,062</b>	<b>158,370</b>	<b>158,370</b>		
90	380	FRANCHISE FEE	6116	0	40,000	40,000		
90	380	CONTRACT SERVICES	6202	171,825	460,000	460,000		
<b>GARBAGE/REFUSE</b>				<b>171,825</b>	<b>500,000</b>	<b>500,000</b>		
95	901	TRAVEL/MEETINGS	6005	0	700	700		
95	901	CONTRACT SERVICES	6202	0	3,000	3,000		
<b>1994 CDBG HOUSING REHAB 94-STBG</b>				<b>0</b>	<b>3,700</b>	<b>3,700</b>		
96	900	CONTRACT SERVICES	6202	0	1,000	1,000		
<b>HOME GRANT - FTHB</b>				<b>0</b>	<b>1,000</b>	<b>1,000</b>		
97	900	ADVERTISING	6104	0	400	400		
<b>1996 CDBG HOUSING REHAB</b>				<b>0</b>	<b>400</b>	<b>400</b>		
100	100	REG. SALARIES *	5001	11,651	19,817	19,817		
100	100	P.E.R.S.	5110	1,473	2,965	2,965		
100	100	MEDICAL INS.	5120	1,810	6,060	6,060		
100	100	UNEMPLOYMNT INS	5130	0	196	196		
100	100	WORKER'S COMP	5140	0	2,587	2,587		
100	100	LIFE INS	5150	105	221	221		
100	100	DENTAL INS	5160	292	635	635		
100	100	MEDICARE TAX	5170	149	287	287		
100	100	Def Comp	5175	63	150	150		
100	100	Brittan; Ut	6420	402	1,786	1,786		
100	100	Brittan; Other	6421	460	2,076	2,076		
100	100	Centra Ut	6426	77	116	116		
100	100	Centra Other	6427	84	1,730	1,730		
100	100	Feathe Ut	6435	77	430	430		
100	100	Feathe Other	6436	827	3,741	3,741		
100	100	Fontan Ut	6438	2,484	5,891	5,891		
100	100	Fontan Other	6439	711	1,861	1,861		
100	100	Fontan Ut	6441	2,721	5,466	5,466		
100	100	Fontan Other	6442	509	1,661	1,661		
100	100	Rhaps; Ut	6444	343	1,119	1,119		
100	100	Rhaps; Other	6445	326	1,661	1,661		

Fund	Dept	Description	Acct #	12/31/15 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16	Suggested Adjustment	Notes
100	100	Rhaps Ut	6447	548	1,447	1,447		
100	100	Rhaps Other	6448	326	1,661	1,661		
100	100	Santa Ut	6450	429	1,405	1,405		
100	100	Santa Other	6451	860	1,530	1,530		
100	100	Santa Ut	6453	204	834	834		
100	100	Santa Other	6454	802	1,521	1,521		
100	100	Starn E Ut	6456	304	813	813		
100	100	Starn E Other	6457	494	1,983	1,983		
100	100	Sterlinç Ut	6459	542	2,527	2,527		
100	100	Sterlinç Other	6460	809	4,157	4,157		
100	100	Sunglo Ut	6462	400	921	921		
100	100	Sunglo Other	6463	501	2,285	2,285		
100	100	Walnut Ut	6465	300	908	908		
100	100	Walnut Other	6466	460	2,077	2,077		
100	100	Transfer Out	8505	2,130	8,520	8,520		
100	100	Transfer Out - Old Funds	8505	0	0	0		
<b>LIGHTING &amp; LANDSCAPE DISTRICTS</b>				<b>33,676</b>	<b>93,045</b>	<b>93,045</b>		
200	200	REG. SALARIES *	5001	5,337	9,372	9,372		
200	200	P.E.R.S.	5110	692	1,401	1,401		
200	200	MEDICAL INS.	5120	814	2,709	2,709		
200	200	UNEMPLOYMNT INS	5130	0	86	86		
200	200	WORKER'S COMP	5140	0	1,222	1,222		
200	200	LIFE INS	5150	48	100	100		
200	200	DENTAL INS	5160	130	274	274		
200	200	MEDICARE TAX	5170	70	136	136		
200	200	Def Comp	5175	31	75	75		
200	200	Central Hughson 2	6427	0	101	101		
200	200	Feathers Glen	6436	645	2,418	2,418		
200	200	Fontana North	6439	322	1,524	1,524		
200	200	Fontana South	6442	822	2,597	2,597		
200	200	Sterling Glen III	6460	381	1,676	1,676		
200	200	Transfers	8505	534	2,137	2,137		
<b>BENEFIT ASSESSMENT DISTRICTS</b>				<b>9,826</b>	<b>25,828</b>	<b>25,828</b>		

City of Hughson  
Mid Year Budget Review  
Revenue as of January 31, 2016

<b>Fund</b>	<b>Description</b>	<b>Acct #</b>	<b>1/31/16 Actual 2015-16</b>	<b>Final Budget 2015-16</b>	<b>Proposed Mid Year 2015-16</b>
8	ABAND VEHICLE ABATEMENT	4831	4,566	10,000	10,000
<b>Vehicle Abatement</b>			<b>4,566</b>	<b>10,000</b>	<b>10,000</b>
10	INTEREST EARNED	4601	108	100	100
10	STORM DRAIN FEE	4603	19,860	67,568	67,568
<b>Storm Drain</b>			<b>19,968</b>	<b>67,668</b>	<b>67,668</b>
11	INTEREST EARNED	4601	54	50	50
11	TRAFFIC CONGESTION RELIEI	4746	21,703	32,242	32,242
<b>Traffic Gas Tax 2103</b>			<b>21,757</b>	<b>32,292</b>	<b>32,292</b>
13	TAX INCREMENT	4002	265,921	301,613	301,613
<b>RDA Debt Service</b>			<b>265,921</b>	<b>301,613</b>	<b>301,613</b>
18	AB 109 FUNDING	4756	7,245	5,000	5,000
<b>Realignment</b>			<b>7,245</b>	<b>5,000</b>	<b>5,000</b>
19	ASSET FOREITURE	4503	0	500	500
<b>Asset Forfeiture</b>			<b>0</b>	<b>500</b>	<b>500</b>
20	INTEREST EARNED	4601	48	200	200
20	DEVELOPMENT IMPACT FEES	4604	5,396	22,473	22,473
<b>Community Enhancement</b>			<b>5,445</b>	<b>22,673</b>	<b>22,673</b>
25	2106 ALLOCATION	4707	14,072	25,766	25,766
<b>Gas Tax 2106</b>			<b>14,072</b>	<b>25,766</b>	<b>25,766</b>
30	INTEREST EARNED	4601	0	100	100
30	2107 ALLOCATION	4708	25,573	55,599	55,599
<b>Gas Tax 2107</b>			<b>25,573</b>	<b>55,699</b>	<b>55,699</b>
31	INTEREST EARNED	4601	0	200	200
31	2105 HWY USERS TAX	4704	20,250	40,667	40,667
<b>Gas Tax 2105</b>			<b>20,250</b>	<b>40,867</b>	<b>40,867</b>
35	2107.5 ALLOCATION	4709	2,000	2,000	2,000
<b>Gas Tax 2107.5</b>			<b>2,000</b>	<b>2,000</b>	<b>2,000</b>
40	CURRENT PROPERTY	4001	146,975	296,000	296,000

Fund	Description	Acct #	1/31/16 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16
40	PRIOR YEAR	4003	936	1,000	1,000
40	PROPERTY TAX - UNSEC	4004	75	10,000	10,000
40	PROP TAX - RDA CONTR	4006	0	5,000	5,000
40	SALES TAX	4101	235,307	652,000	652,000
40	IN LIEU SALES TAX	4102	0	215,000	215,000
40	PROPERTY TRANSFER T	4103	16,957	9,000	9,000
40	GAS UTILITY	4201	0	15,000	15,000
40	GARBAGE FRANCHISE	4202	2,997	40,000	40,000
40	CABLE/PHONE T.V.	4203	18,017	31,000	31,000
40	BUSINESS LICENSES	4301	15,084	22,000	22,000
40	BUILDING PERMITS	4401	27,887	60,000	60,000
40	YARD SALE PERMITS	4405	335	740	740
40	ENCROACHMENT PERMI	4407	5,090	7,000	7,000
40	ORDINANCE UPDATE	4408	0	400	400
40	OTHER PERMITS	4409	1,981	1,000	1,000
40	TRAFFIC FINES	4501	18,069	35,000	35,000
40	PARKING FINES	4504	1,646	7,000	7,000
40	INTEREST EARNED	4601	824	1,000	1,000
40	GRANTS - BEV/OTHER	4706	5,000	5,000	5,000
40	MOTOR VEHICLE IN LIEL	4710	3,168	456,750	456,750
40	HOMEOWNER'S PROP. T	4720	472	4,000	4,000
40	SB813 SUPPLEMENTAL T	4725	1,605	1,000	1,000
40	STANISLAUS COUNTY FE	4728	0	2,000	2,000
40	PLANNING APPLICATION	4735	155	3,000	3,000
40	PROP 172-PUBLIC SAFET	4737	4,106	6,000	6,000
40	UTILITY PENALTIES	4803	47,405	67,000	67,000
40	PLAN CHECK FEES	4813	13,844	35,000	35,000
40	BLDG CODE VIOLATION\$	4821	175	5,000	5,000
40	VEHICLE RELEASE FEES	4827	9,375	15,500	15,500
40	MISC. FEES & CHARGES	4829	26,876	14,000	14,000
40	RETURNED CHECK CHAI	4830	1,100	2,000	2,000
40	BOOKING FEES	4833	278	475	475
40	SALE OF DOCUMENTS	4902	63	200	200
40	SALE OF SURPLUS PROI	4909	29,849	0	0
40	REFUND	4915	17,907	19,500	19,500
40	SUNDRY REVENUES	4919	0	2,000	2,000
40	QUASI-EXTERNAL TRAN\$	4920	201,000	402,000	402,000
40	RENTAL FEE	4931	15,082	15,000	15,000
40	AB 939 / TIRE AMNESTY	4935	2,345	5,000	5,000
40	TRANSFERS-IN	4999	85,152	170,307	170,307
<b>General Fund</b>			<b>957,138</b>	<b>2,638,872</b>	<b>2,638,872</b>
41	INTEREST EARNED	4601	633	3,000	3,000

Fund	Description	Acct #	1/31/16 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16
41	DEVELOPMENT IMPACT FEES	4604	16,325	67,996	67,996
<b>Public Facility - Development</b>			<b>16,959</b>	<b>70,996</b>	<b>70,996</b>
42	DEVELOPMENT IMPACT FEES	4604	0	129,342	129,342
<b>Public Facility - Streets</b>			<b>0</b>	<b>129,342</b>	<b>129,342</b>
43	TRENCH CUT FEES	4609	715	0	0
<b>Trench Cut Fund</b>			<b>715</b>	<b>0</b>	<b>0</b>
48	RENTAL FEE	4931	6,130	13,000	13,000
48	CLEANING FEES	4936	2,080	2,500	2,500
48	TRANSFER IN	4999	3,750	7,500	7,500
<b>Community Senior Center</b>			<b>11,960</b>	<b>23,000</b>	<b>23,000</b>
49	TRANSFER IN	4999	6,000	12,000	12,000
49	TRANSFER IN	4999	5,000	10,000	10,000
<b>IT Reserve</b>			<b>11,000</b>	<b>22,000</b>	<b>22,000</b>
50	INTEREST EARNED	4601	0	20	20
50	RENTAL FEE	4931	8,883	17,000	17,000
<b>United Samaritan Comm Center</b>			<b>8,883</b>	<b>17,020</b>	<b>17,020</b>
51	INSURANCE REFUNDS	4903	0	5,000	5,000
<b>Self Insurance</b>			<b>0</b>	<b>5,000</b>	<b>5,000</b>
53	INTEREST EARNED	4601	0	400	400
53	SUPLMTL LAW ENFORCEMEN	4740	14,618	100,000	100,000
53	REFUND	4915	3,253	0	0
<b>SLESF</b>			<b>17,871</b>	<b>100,400</b>	<b>100,400</b>
54	INTEREST EARNED	4601	240	1,200	1,200
54	PARK IN LIEU FEES	4911	0	33,847	33,847
<b>Park Project - In Lieu</b>			<b>240</b>	<b>35,047</b>	<b>35,047</b>
55	INTEREST EARNED	4601	181	450	450
55	DEVELOPMENT FEE	4605	0	45,339	45,339
<b>Park Dev Impact</b>			<b>181</b>	<b>45,789</b>	<b>45,789</b>
60	INTEREST EARNED	4601	-3,096	15,000	15,000
60	SEWER SERVICE - SINGLE FA	4808	1,173,380	0	0
60	SEWER SERVICE - DUPLEXES	4808	19,424	0	0
60	SEWER SERVICE - TRIPLEXES	4808	3,728	0	0
60	SEWER SERVICE-HOUSING AI	4808	23,735	0	0

Fund	Description	Acct #	1/31/16 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16
60	SEWER SERVICE - APARTMEN	4808	145,281	0	0
60	SEWER SERVICE-MOB. HOME	4808	29,116	0	0
60	SEWER SERVICE-PERS HEAL	4808	2,679	0	0
60	SEWER SERVICE-PHARMACY	4808	1,243	0	0
60	SEWER SERVICE - INST/CIVIC	4808	6,054	0	0
60	SEWER SERVICE-PROF. SERV	4808	10,688	0	0
60	SEWER SERVICE - RETAIL VEI	4808	9,942	0	0
60	SEWER SERVICE - COMM/INDI	4808	497,454	0	0
60	SEWER SERVICE - BARS	4808	5,503	0	0
60	SEWER SERVICE - RESTAURA	4808	4,411	0	0
60	SEWER SERVICE-DRIVE-IN/FS	4808	2,652	0	0
60	SEWER SERVICE - CONV. MAF	4808	1,243	0	0
60	SEWER SERVICE-MAJOR FOO	4808	6,181	0	0
60	SEWER SERVICE - COML LAUI	4808	2,890	0	0
60	SEWER SERVICE-GAS STATIC	4808	621	0	0
60	SEWER SERVICE-AUTO SERV	4808	1,243	0	0
60	SEWER SERVICE-CHURCHES	4808	7,952	0	0
60	SEWER SERVICE-SCHOOLS	4808	37,329	0	0
60	SEWER SERVICE - DAYCAI	4808	621	0	0
60	SEWER SERVICE	4808	0	3,300,000	3,300,000
60	SEWER MISC. INCOME	4810	0	1,000	1,000
<b>Sewer O&amp;M</b>			<b>1,990,273</b>	<b>3,316,000</b>	<b>3,316,000</b>
61	INTEREST EARNED	4601	1,208	3,000	3,000
61	SEWER CONNECTION CHARG	4809	3,040	155	155
61	TRANSFERS-IN	4999	222,418	444,836	444,836
<b>Sewer Fixed Asset</b>			<b>226,666</b>	<b>447,991</b>	<b>447,991</b>
62	INTEREST EARNED	4601	409	1,500	1,500
62	DEVELOPMENT IMPACT FEES	4604	0	146,944	146,944
<b>Sewer Dev Impact</b>			<b>409</b>	<b>148,444</b>	<b>148,444</b>
66	INTEREST EARNED	4601	7,182	10,000	10,000
66	MISC. FEES & CHARGES	4829	0	10,000	10,000
66	TRANSFER	4998	698,142	1,396,283	1,396,283
66	TRANSFER	4999	169,613	339,226	339,226
<b>WWTP Expansion</b>			<b>874,937</b>	<b>1,755,509</b>	<b>1,755,509</b>
69	LTF ALLOCATION - Non Mot	4716	0	5,151	5,151
<b>LTF (non-motorized)</b>			<b>0</b>	<b>5,151</b>	<b>5,151</b>
70	LTF ALLOCATION	4104	0	58,859	58,859
70	INTEREST	4601	93	0	0

Fund	Description	Acct #	1/31/16 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16
<b>LTF</b>			<b>93</b>	<b>58,859</b>	<b>58,859</b>
71	INTEREST EARNED	4601	0	150	150
71	CMAQ	4753	105,080	105,000	105,000
71	GRANTS - RSTP	4754	15,706	15,700	15,700
71	GRANT - RSTP	4757	0	404,000	404,000
<b>Transportation</b>			<b>120,786</b>	<b>524,850</b>	<b>524,850</b>
80	INTEREST EARNED	4601	129	100	100
80	WATER SVC.- SINGLE FAMILY	4801	616,027	0	0
80	WATER SVC.- DUPLEXES	4801	5,341	0	0
80	WATER SVC.- TRIPLEXES	4801	14,330	0	0
80	WATER SVC.- FOUR-PLEXES	4801	861	0	0
80	WATER SVC.- HOUSING AUTH	4801	14,379	0	0
80	WATER SVC.- APARTMENTS	4801	9,517	0	0
80	WATER SVC.- MOBILE HOME F	4801	5,423	0	0
80	WATER SVC.- PERS. HEALTH S	4801	1,210	0	0
80	WATER SVC.- PHARMACY & B	4801	1,955	0	0
80	WATER SVC.- INST. & CIVIC	4801	4,900	0	0
80	WATER SVC.- PROFESSIONAL	4801	8,110	0	0
80	WATER SVC.- RETAIL VENDOF	4801	4,088	0	0
80	WATER SVC.- COMMERCIAL/IN	4801	20,711	0	0
80	WATER SVC.- RESTAURANTS	4801	1,431	0	0
80	WATER SVC.- DRIVE-IN/QUICK	4801	779	0	0
80	WATER SVC.- CONVENIENCE I	4801	1,073	0	0
80	WATER SVC.- MAJOR FOOD M	4801	911	0	0
80	WATER SVC.- COMMERCIAL L	4801	0	0	0
80	WATER SVC.- CHURCHES	4801	7,927	0	0
80	WATER SVC.- SCHOOLS	4801	75,417	0	0
80	WATER SVC.- METERED SERV	4801	1,031	0	0
80	WATER SVC.- AUTO SERVICE	4801	424	0	0
80	WATER SVC.- CONSTR. WATE	4801	155	0	0
80	WATER SERVICE	4801	0	1,348,065	1,348,065
80	UTILITY PENALTIES	4803	1,200	0	0
80	MISC FEES	4829	175	0	0
80	RECONNECTION FEE	4802	9,220	12,000	12,000
<b>Water</b>			<b>806,722</b>	<b>1,360,165</b>	<b>1,360,165</b>
81	DEVELOPMENT IMPACT FEES	4604	0	64,651	64,651
<b>Water Dev Fee</b>			<b>0</b>	<b>64,651</b>	<b>64,651</b>
82	INTEREST EARNED	4601	317	0	0
82	TRANSFERS-IN	4999	92,742	185,482	185,482

Fund	Description	Acct #	1/31/16 Actual 2015-16	Final Budget 2015-16	Proposed Mid Year 2015-16
<b>Water Fixed Asset</b>			<b>93,059</b>	<b>185,482</b>	<b>185,482</b>
88	GRANT	4752	0	40,000	40,000
88	GRANT	4758	0	158,370	158,370
<b>Public Works Streets - CDBG</b>			<b>0</b>	<b>198,370</b>	<b>198,370</b>
90	GARBAGE SERVICE	4812	283,096	500,000	500,000
<b>Garbage</b>			<b>283,096</b>	<b>500,000</b>	<b>500,000</b>
95	INTEREST EARNED	4601	70	375	375
95	PROGRAM INCOME	4739	1,079	3,000	3,000
<b>1994 CDBG Housing Rehab</b>			<b>1,149</b>	<b>3,375</b>	<b>3,375</b>
97	INTEREST EARNED	4601	85	100	100
97	LOAN REPAYMENTS	4739	1,170	9,000	9,000
<b>1996 CDBG Housing Rehab</b>			<b>1,255</b>	<b>9,100</b>	<b>9,100</b>
100	Brittany Woods	4150	4,060	7,865	7,865
100	Central Hughson 2	4152	8,522	13,937	13,937
100	Feathers Glen	4155	3,638	7,267	7,267
100	Fontana Ranch North	4156	6,377	10,931	10,931
100	Fontana Ranch South	4157	4,766	8,739	8,739
100	Rhapsody 1	4158	3,088	6,239	6,239
100	Rhapsody 2	4159	3,311	6,499	6,499
100	Santa Fe Estates 1	4160	3,818	7,229	7,229
100	Santa Fe Estates II	4161	3,460	6,649	6,649
100	Starn Estates	4162	3,952	7,789	7,789
100	Sterling Glen III	4163	4,232	8,448	8,448
100	Sunglow	4164	3,919	7,260	7,260
100	Walnut Haven III	4165	3,095	5,962	5,962
<b>Lighting &amp; Landscape Districts</b>			<b>56,237</b>	<b>104,814</b>	<b>104,814</b>
200	Central Hughson 2	4152	5,026	7,845	7,845
200	Feathers Glen	4155	4,286	8,564	8,564
200	Fontana North	4156	10,781	18,493	18,493
200	Fontana South	4157	5,438	9,973	9,973
200	Sterling Glen III	4163	5,839	11,663	11,663
<b>Benefit Assessment Districts</b>			<b>31,371</b>	<b>56,538</b>	<b>56,538</b>
401	INTEREST EARNED	4601	74	1,200	1,200
<b>General Fund Reserve</b>			<b>74</b>	<b>1,200</b>	<b>1,200</b>

**City Of Hughson**  
Fund Listing - with Sources and Expenditures

FUND #	FUND NAME	SOURCE OF FUNDS	USES OF FUNDS
<b>GENERAL FUND TYPE</b>			
40	General Fund	Property/Sales Tax, State Subventions, Permits/Licenses, User Fees, Fines	Discretion of Council: Administration, Public Safety, Parks and Recreation
401	General Fund Reserve	Transferred from General Fund	Discretion of Council
<b>SPECIAL REVENUE FUND TYPE</b>			
8	Vehicle Abatement	Assessment on Motor Vehicle Fees -County	Regulating Abandoned Vehicle
11	Traffic Congestion	State Funding	Expenditures for Streets
18	BSCC AB 109 - Realignment	State of California	Assist Cities with Prison Realignment Program
19	Asset Forfeiture	Property seized by Police	Law Enforcement Related Activity
25-35	Gas Tax	State/Federal Gas Tax (Sec 2105-2107.2)	Street/Road Maintenance
43	Trench Cut	Developers whose projects require trenching	Restore Streets
51	Self Insurance	Adjustments/Payments - Insurance Policies	Claims/Premiums on Insurance
53	SLESF (Supplemental Law Enforcement)	Funds from State	Additional Law Enforcement Service
90	Solid Waste (Garbage)	User Fees - Garbage Bills	Cost of Garbage Service
92/99	Grants (CDBG) - Housing	Funds State HCD/Feds; Distributed by County	Housing Rehab/Constr, P W Projects, Sen Housing
13	Redevelopment	Portion of Tax Increment	Payment of Bond
100/200	Landscape/Benefit Assessment District	Tax Assessment	Maintenance of Parks and Streetscape
<b>SPECIAL REVENUE FUND TYPE      Capital Projects</b>			
<b>Impact / Developer Fees</b>			
10	Storm Drain Impact Fee	Fees collected from Development	Storm Drain Capital Projects
20	Community Enhancement	Fees collected from Development	Funding for Sports Complex, Community Ctr, Parks
41	General Government Impact Fee	Fees collected from Development	Funding for City Hall, Corporation Yard
42	Street Impact	Fees collected from Development	Street Projects
54	Parkland In-Lieu Fee	Fees collected from Development	Park Land Purchase
55	Parks Capital Improvements	Fees collected from Development	Park Land Purchase/Development
62	Sewer Improvement Impact Fee	Fees collected from Development	Sewer Capital Projects
81	Water Impact Fee	Fees collected from Development	Water Capital Projects
<b>Other Capital</b>			
69-70	LTF - Street Fund - Non Motorized	Transportation Development Act - LTF, other Money for Street Projects	Used for Street Projects, Sidewalk Repair, Signal Lights, Street Project local match
71	Transportation	Other funding sources, includes CMAQ, STIP	Street Projects - Construction
<b>ENTERPRISE FUND TYPE</b>			
48	Community Senior Center	Rental Income	Cost of Operations for Senior Center
50	USF Community Center	Rental Income	Cost of Operations for USF Center
60/61/66	Sewer/Sewer Capital	User Fees - Sewer Bills	Cost of Operations of Sewer/Storm Drain System Capital Portion for Capital Improvements
80/81/82	Water/Water Capital	User Fees - Water Bills	Cost of Operations of Water System Capital Portion for Capital Improvements