

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended June 30, 2019  
**CITY OF FILLMORE, CALIFORNIA**



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**CITY OF FILLMORE  
CALIFORNIA**

**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT**

**FISCAL YEAR ENDED  
JUNE 30, 2019**

PREPARED BY:  
FINANCE DEPARTMENT

GAYLYNN BRIEN, FINANCE DIRECTOR

JANYNE BROWN, ASSISTANT FINANCE DIRECTOR

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**CITY OF FILLMORE, CALIFORNIA**  
**Comprehensive Annual Financial Report**  
**For the Fiscal Year Ended June 30, 2019**  
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## **INTRODUCTORY SECTION**

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## CITY OF FILLMORE

CENTRAL PARK PLAZA  
250 Central Avenue  
Fillmore, California 93015-1907  
(805) 524-3701 • FAX (805) 524-5707

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December 6, 2019

To the  
Citizens of the City of Fillmore,  
Honorable Mayor,  
Members of the City Council:

It is a pleasure to present the Fiscal Year 2018-19 Comprehensive Annual Financial Report (CAFR) for the City of Fillmore, California. State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report of the City of Fillmore for the fiscal year ended June 30, 2019.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material aspects.

White Nelson Diehl Evans, a firm of licensed certified public accountants, have audited the City's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the year ended June 30, 2019, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the City's financial statements for the fiscal year ended June 30, 2019, are fairly presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

## PROFILE OF THE CITY OF FILLMORE

Fillmore is a City in Ventura County, California, approximately 60 miles north of the City of Los Angeles along Highway 126, and approximately 20 miles east of the Pacific Ocean, along the Santa Clara River Valley below the San Cayetano Mountain peak in the Los Padres National Forest. It's known for its rich agriculture and multiple fruit growing trees. Fillmore was established when Southern Pacific built the railroad through the valley in 1887 and was named after J. A. Fillmore, a general superintendent for Southern Pacific. Fillmore is a general law City and was incorporated in 1914. The City occupies a land area of 3.4 square miles and serves a population of approximately 15,925. The City is empowered to levy a property tax on both real and personal property located within its boundaries. Increases in property tax rates are subject to voter approval. It is also empowered by state statute to extend its corporate limits by annexation, which has occurred periodically in the past when deemed appropriate by the governing council.

The City is governed by a five-member City Council under the council-manager form of government. The City Council is elected at large with staggered four-year terms and the positions of Mayor and Mayor Pro-Tem are selected amongst Council members annually. The council appoints the City Manager and contracts for City Attorney services. The City Manager heads the executive branch of government, implements City Council directives and policies, and manages the administration and operational functions through the various departments. The City Manager is the appointing authority for all City staff.

The City provides a full range of municipal services to its residents with a total regular full-time staff of 34 and part-time/volunteer staff of approximately 35 employees. Major services such as police are contracted with Ventura County Sheriff; and wastewater treatment plant operation, attorney, vector/animal control, landscape and storm drain maintenance are also provided through contractual arrangements. The City provides services such as fire protection, potable water utility services, emergency management, code enforcement, building and safety, city engineering, planning, economic development, recreation programs, park and facilities, street maintenance, crossing guard, and administrative management services with city employees.

The City prepares an annual budget consistent with Generally Accepted Accounting Principles (GAAP) for all governmental funds on a modified accrual basis where revenues are recognized when they become measurable and available to finance expenditures of the current period. Expenditures are recorded when the goods or services are received, and the liabilities are incurred.

Department directors are responsible, not only to accomplish his/her particular goals within each program, but also to monitor budget allocations consistent to the funding levels adopted by the City Council prior to July 1 of the budget year.

The City reports on a fiscal year basis from July 1 to June 30. Departments and agencies submit current level expenditure budgets, requests for budget increases (Policy Items), requests for replacement of equipment items (Capital Asset Requests), and possible budget reductions (Reverse Priority Items) to the Finance Department Budget Officer in early March. The City Manager and Finance Department conduct a series of budget review meetings with departments and agencies in March and April. The City Manager then presents a Preliminary Base Budget that contains line item budget information to the City Council for review in early May.

The City Council conducts one or more budget hearings during the month of May and June, modifies the Preliminary Base Budget as appropriate, and adopts the Annual Budget no later than June 30. The City Council is committed to a budget process that is open and clear to the public and which provides for public input. Expenditures are budgeted at the line-item level according to fund and operational area. Overall budgetary control, however, is exercised at the fund level, except for the City's General Fund, where control is exercised at the department level. The City Council has the legal authority to amend the budget at any time during the fiscal year. The City Manager is also authorized to make administrative amendments to the budget, provided the amendments do not have a significant policy impact or affect budgeted year-end fund balances.

Interim financial reports can be generated on demand by operating departments. In addition, comprehensive financial reviews are prepared and submitted to the City Council at mid-year of each fiscal year and are reviewed publicly at regularly scheduled City Council meetings. Interim financial reports are made available to the general public upon request. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund and major special revenue funds, this comparison is presented in the Basic Financial Statements section of this report. For other governmental funds with appropriated annual budgets, this comparison is presented in the Supplementary Information section.

## **ECONOMIC CONDITIONS**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the City operates.

**Local economy.** The City enjoyed more than ten consecutive years of General Fund growth prior to FY 2007-08. This growth was fueled by annual increases in assessed valuation, population increases, new development, and a robust economy. The revenue allowed the City to accomplish a number of projects that increased the level of public safety, improved services to the public, and improved the effectiveness and efficiency of City operations. Due to an economic downturn at the national level, an ongoing State budget crisis, dissolution of Redevelopment Agency, and the extreme slowing in local land development, revenues decreased in FY 2008-09 through FY 2010-11, but since then, this downward trend has tapered, and the City is experiencing growth. FY 2018-19, locally generated revenues from property, transient occupancy, franchise, business and other taxes approximately increased by \$293,000 or 8.5% over the prior fiscal year. Although, these revenues (excluding sales tax) have increased year over year, sales tax revenue decreased by approximately \$537,000. Even though there was a decrease in sales tax revenue the City remains in strong financial shape and will remain so in consideration of the conservative budget practices of the City Council.

The local unemployment rate is 3.6%, the lowest it has been in 10 years. The City's commercial and industrial base continues to be diverse. Major industries with headquarters or divisions located within the City's boundaries, or in close proximity, include retail sales, real estate lending, health care, computer hardware, and light manufacturing.

Residential development activity in the City continues to grow and is expected to continue this increase in the upcoming year. Activity in the residential and commercial real estate market is expanding, and continued additions to the City's property tax roll are anticipated next year.

**Financial Position.** Fillmore's financial situation deteriorated significantly between 2008 and 2013 due to the combined impact of the recession, State legislation that dissolved the City's redevelopment agency, and a sales tax dispute that resulted in the Board of Equalization withholding more than four years of sales tax revenue due to issues surrounding a sales tax sharing agreement. Those combined factors resulted in a significant reduction in spending, staffing, and services to the public due to lost tax revenue, a near cessation of land development activity, and the absence of redevelopment tax increment funds used to fund much needed infrastructure improvements. In fiscal year 2018-19, the City is showing a continuation in the improvement in their financial situation.

Fiscal Year 2018-19 financial report continues to show the City's economic recovery after several years of deficit General Fund spending that, of necessity, utilized reserves set aside in prior years to address the difficult financial times. It is reflective of the efforts of the City Council and staff to resolve significant financial issues involving a sales tax sharing dispute, a major recession, and the state-mandated dissolution of the former Fillmore Redevelopment Agency.

The City received most of the withheld sales tax from the Board of Equalization in October 2013, and the balance of withheld funds was received in FY 2014-15. From a land development standpoint, the City is experiencing an increase in residential development and this development is projected to continue over the next five years, which will result in improved property tax revenue and significantly improved land development fees. Additionally, sales tax and other General Fund revenues are anticipated to increase as the City's population is projected to increase by between 3% and 5% also over the next five years.

The City must continue to generate additional revenues in order to further improve the level of services provided to the public. Additional revenues are needed to restore staffing levels of earlier years and for technology improvements to increase staff productivity. Such changes will allow the City Council to continue its efforts to operate on a more proactive level, rather than reactively responding to issues.

Between FY2009-10 and FY 2012-13, the number of full-time staff decreased by 26 full-time positions, a 57% reduction. Six of those positions have since been restored, but additional staff is needed to manage capital projects, process land development applications in a timely manner, plan for emergencies, expand staff training efforts, encourage citywide economic development activity, and further strengthen the bond between city government and the general public.

In that regard, efforts are in place to:

- Encourage both commercial and residential development in accordance with the City's adopted Economic Development Plan.
- Identify immediate and short-term infrastructure needs as identified in the City's newly developed Capital Improvement Program.
- Review and update as appropriate the Master Fee Schedule annually to assure that the City is being reimbursed for specialized services provided to developers and the public.
- Expedite, whenever possible, new land development projects in order to generate additional sales tax, business tax, and property tax revenues.
- Expand the focus on improving quality of life issues in the City by emphasizing complaint based code enforcement activities and expanding leisure service and recreational activities for persons of all ages.

The City's population has grown by small increments, averaging less than 1% over the last two years. Turnover in the real estate market is increasing, along with further additions to the City's property tax roll. Residential and commercial development has remained steady in FY 2018-19.

The City updates a Five-Year General Fund Financial Projection each year to identify and address structural issues while continuing to maintain sufficient cash reserves and providing quality service to residents into the future without the need for significant additional local revenues. The update was prepared with the assumption that the Consumer Price Index (CPI) will increase by 1.5% annually. Property tax revenues are projected to increase by 6% each year and sales tax is projected to decrease by 3% per year through FY 2022-23. The Five-Year General Fund Financial Projection will continue to be used to provide a road map of the long-term actions necessary to address structural budget issues, even when the level of General Fund revenues is restored to previous levels.

Despite a challenging financial environment, the City continues to be fiscally conservative, maintaining a prudent set-aside amount in fund balance.

## **LONG-TERM LIABILITIES/BONDED INDEBTEDNESS**

The total debt of the City is currently \$52.1 million, with debt service requirements of approximately \$3.6 million per year. The total debt of the Successor Agency to the RDA, reported as a private-purpose trust fund under the fiduciary funds, is \$33.5 million, with debt service requirements of approximately \$3.6 million per year, which are now paid through the county Redevelopment Property Tax Trust Fund (RPTTF). The Successor Agency has the Series 2015 Tax Allocation Refunding Bonds which refunded the 2005 Revenue Bonds and the 2006 Tax Allocation Bonds whose purpose was to finance a portion of the costs to implement the Redevelopment Plan and fund redevelopment activities within the Agency project area.

Additionally, the City's Community Facilities Districts reported total debt of \$21.1 million with annual debt service of approximately \$1.3 million.

At June 30, 2019, the City has no new outstanding bonds but does have long-term liabilities in the approximate amount of \$529,069 for employee compensated absences (accrued leave).

The City provides retirement benefits (pension) by contributing to the California Public Employees Retirement System (CalPERS). The City pays 100% of the Annual Required Contributions (ARC), as calculated by CalPERS. However, the retirement plan is not fully funded and the City is in the process of fully funding this plan.

The City participates in the California Employers' Retiree Benefit Trust (CERBT) administered by CalPERS to provide post-employment medical insurance to City retirees. The City accounts for this liability, per GASB 45, Other Post-Employment Benefits (OPEB). The most recent actuarial valuation was completed for fiscal year ended June 30, 2019 and shows the OPEB liability at the end of the fiscal year was \$1,051,574. For additional information please see Note 9 in the Notes to the Basic Financial Statements in this report.

## **APPROPRIATION LIMIT**

Article XIII B of the California Constitution (Proposition 4), commonly referred to as the "GANN Initiative" was approved by California voters in 1979, which placed limits on the amount of proceeds of taxes that State and Local agencies can appropriate and spend each fiscal year. In addition, voters approved Proposition 111 in 1990 to further increase the accountability of local government in adopting their limits by requiring the governing body to annually adopt, by resolution, an appropriation limit for the upcoming fiscal year. The appropriation limit and the City's appropriations subject to the limit for fiscal year 2018/2019 amounted to \$14,325,932 and \$9,473,239 respectively.

## **AWARD**

The City is submitting its 2018-19 Comprehensive Annual Financial Report (CAFR) for review by the Government Finance Officers Association of the United States and Canada (GFOA) in preparation to receive the distinguished award for the Certificate of Achievement for Excellence in Financial Reporting. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. The City of Fillmore has received the Certificate of Achievement for Excellence in Financial Reporting for the last four years.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report will meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for a second certificate.

## OTHER REFERENCES

Additional information and detail is provided in the Management's Discussion and Analysis (MD&A) and in the Notes to the Basic Financial Statements found in the Financial Section of this report.

## ACKNOWLEDGEMENT

We would like to express appreciation to all City staff that assisted and contributed to the preparation of this report, particularly to the members of the Finance Department. We would also like to extend our appreciation to the auditors, White Nelson Diehl Evans, LLP, Certified Public Accountants for their professional assistance. As in the past, the Annual Financial Report and now CAFR is available on the City's website at [www.fillmoreca.com](http://www.fillmoreca.com).

Respectfully submitted,



---

David Rowlands  
City Manager



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Gaylynn Brien  
Finance Director

# CITY OF FILLMORE

## Residents

				
<b>Mayor</b> <i>Diane McCall</i>	<b>Mayor Pro Tem</b> <i>Tim Holmgren</i>	<b>Council Member</b> <i>Manuel Minjares</i>	<b>Council Member</b> <i>Mark Austin</i>	<b>Council Member</b> <i>Lynn Edmonds</i>

<b>City Manager</b> <i>David W Rowlands</i>	<ul style="list-style-type: none"> <li>- Planning Commission</li> <li>- Active Adult Commission</li> <li>- Parks Commission</li> <li>- Arts Commission</li> <li>- Successor Agency to RDA</li> </ul>	<b>City Attorney</b> <i>Tiffany Israel</i>
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<b>Human Resources</b> <i>Diana Impeartrice</i>	<b>Finance</b> <i>Gaylynn Brien</i>	<b>Planning/Development</b> <i>Kevin McSweeney</i>
<b>Public Works</b> <i>David Smallwood</i>	<b>Parks and Recreation</b> <i>Krista Martinez and Sandra Edwards</i>	<b>Public Safety</b> <i>Eric Tennesen</i>
	<b>Fire Protection</b> <i>Keith Gurrola</i>	

## **CITY COUNCIL**

Diane McCall, Mayor

Tim Holmgren, Mayor Pro Tem

Manuel Minjares, City Council Member

Mark Austin, City Council Member

Lynn Edmonds, City Council Member

### **CITY TREASURER**

Shannon Godfrey, Elected

### **CITY CLERK**

Olivia Carrera-Lopez, Elected

Diana Impeartrice, Deputy City Clerk

### **ADMINISTRATIVE STAFF**

David Rowlands, City Manager

Keith Gurrola, Fire Chief

Eric Tennesen, Police Chief

Gaylynn Brien, Finance Director

Kevin McSweeney, Planning-Development Director

Diana Impeartrice, Human Resource Director

David Smallwood, Public Works Supervisor

### **CITY ATTORNEY**

Tiffany Israel

Aleshire & Wynder, LLP

### **PLANNING COMMISSION**

Jaymen Laber, Chair

Carrie Broggie, Vice Chair

Christopher Hoy

Albert Mendez

### **PARKS & RECREATION COMMISSION**

Camilla Conaway, Chair

Amanda Maas

Jose Ibarra

Giovany Robles

### **FILM COMMISSION**

Yvette Busby, Chair

Lili Feliciano

Nancy Bowlin

Paul Nielsen

Gena Lagree

### **ACTIVE ADULT COMMISSION**

Ernest Morales, Chair

Joanne Peddell

Robert Crum

### **ART COMMISSION**

Robert Crum, Chair

Joe Beebe, Vice Chair

Lisa Mahony

Amelia Aparicio

Paul Benavides



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Fillmore  
California**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2018**

*Christopher P. Morill*

Executive Director/CEO

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## **FINANCIAL SECTION**

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## INDEPENDENT AUDITORS' REPORT

Mayor and City Council  
City of Fillmore  
Fillmore, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Fillmore (City), California, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditors' Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Emphasis of Matter**

As discussed in Note 17 to the financial statements, the City restated the governmental activities and private-purpose trust funds' net position at July 1, 2018. Our opinions are not modified with respect to this matter.

## **Other Matters**

### *Required Supplementary Information*

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

### *Other Information*

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

The supplementary information is the responsibility of management and was derived from, and relates directly to, the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2019, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*White Nelson Dick Evans LLP*

Irvine, California  
December 6, 2019

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**Management's Discussion and Analysis  
Year ended June 30, 2019**

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This management's discussion and analysis provides an overview and analysis of financial activities of the City of Fillmore (City) for the fiscal year ended June 30, 2019. Please read this discussion and analysis in conjunction with the accompanying transmittal letter, basic financial statements, and notes to the financial statements.

**USING THE ACCOMPANYING FINANCIAL STATEMENTS**

This report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities under the Government Wide Financial Statements provide information about the activities of the City as a whole and present a long-term view of the City's finances. Also, included in the accompanying report are the Funds Financial Statements that report how these services were financed in the short-term as well as what remains for future spending. Governmental Funds Financial Statements report the City's operations in a more detail manner than the Government-Wide Financial Statements by providing information about the City's most significant funds. In addition, the City presents Proprietary Funds Financial Statements that report the activities of the Water and Sewer Funds of the City. The remaining Fiduciary Funds Statements provide financial information about activities for which the City acts solely as a trustee or agent for the benefit of those outside of the government.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The **Government-Wide Financial Statements** present the financial position of the City using the economic resources measurement focus and the accrual basis of accounting. These statements present governmental activities and business-type activities separately. These statements include all assets and deferred outflows of resources, as well as all liabilities and deferred inflows of resources, including long-term debt. In accordance with GASB 34, certain eliminations have been made related to inter-fund activity, payables, and receivables.

The **Fund Financial Statements** include Governmental, Proprietary, and Fiduciary Funds.

The Governmental Funds are prepared using the current financial resources measurement focus and modified accrual basis of accounting. Reconciliations of the Funds Financial Statements to the Government-Wide Financial Statements are provided to explain the differences created by the integrated approach under GASB 34.

The Proprietary Funds are prepared using the economic resources measurement focus and the accrual basis of accounting.

The Fiduciary Funds consist of agency funds and a private purpose trust fund. The agency funds report a Statement of Fiduciary Net Position only and do not have a measurement focus, the private purpose trust fund, which reports the activities of the Successor Agency to the former Fillmore Redevelopment Agency, uses the economic resources measurement focus and accrual basis of accounting.

**REPORTING THE CITY AS A WHOLE**

*The Statement of Net Position and the Statement of Activities*

The Statement of Net Position and the Statement of Activities report information about the City as a whole and its activities. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the City using the accrual basis of accounting, which is similar to the accounting used by most private-sector entities. Under the accrual basis of accounting, certain outflows, liabilities, and deferred revenues are recognized in the period in which they are earned while expenses are recorded when incurred. These statements report the City's net position and changes in them. Net position is the differences between assets and deferred outflows less liabilities and deferred inflows, which is one way to measure the City's financial health, or financial position. Over time, increases or decreases in the City's net position is one indicator of whether its financial health is improving or deteriorating.

# *City of Fillmore*

## **Management's Discussion and Analysis Year ended June 30, 2019**

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Other factors to consider include changes in the City's property tax base and economic trends, such as expansion and development, as well as economic strength or weakness. In the Statement of Net Position and the Statement of Activities, the City's activities are categorized as follows:

### *Governmental Activities*

Most of the City's basic services are reported in this category including general government activities, such as administration, fire, police, public works, development, parks and community, and general services. Property and sales taxes, user fees, investment income, franchise fees, and other revenues finance these activities.

### *Business-Type Activities*

The City charges a fee to customers to pay for the cost of certain services provided. The City's water system and wastewater system are reported in this category.

### *Fund Financial Statements*

The Fund Financial Statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required to be established by state law, grantors or by bond covenants. However, the City establishes other funds to help control and manage revenues for a particular purpose or to show that the City is meeting legal responsibilities for using certain revenues, grants, and other funds.

### Governmental Funds

Most of the City's basic services are reported in governmental funds. These funds focus on reporting the flow of revenue and expenditures and the balances left at fiscal year-end that are available for spending. These funds are reported using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they become measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means it is collectible within the current period or soon enough thereafter to be used. The governmental fund financial statements provide a detailed short-term view of the City's general government operations and the basic services provided. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the "near" future to finance the City's programs. The differences between the Governmental Fund Financial Statements and the Government-Wide Financial Statements are explained in reconciliations following the Governmental Fund Financial Statements.

### Proprietary Funds

When the City charges customers for services it provides - whether to outside customers or to programs of the City, are reported in most cases in proprietary funds. Proprietary funds activities are reported in the Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Fund Net Position- Proprietary Funds. The City's enterprise funds are the same as the business-type activities reported in the Government-Wide Financial Statements, but provide more detail and additional information, such as cash flows for each enterprise fund.

### Fiduciary Funds

The City is the trustee for certain funds established to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, and other governmental units. The City's fiduciary activities are reported separately in the Statement of Fiduciary Net Position. These activities are excluded from the City's Government-Wide Financial Statements because the City cannot use these assets to finance its operations and is responsible for ensuring that the assets reported in these funds are used for their specified purposes.

**Management's Discussion and Analysis  
Year ended June 30, 2019**

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**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The Government-Wide Financial Statements provide long-term and short-term information about the City's overall financial condition. This analysis addresses the financial statements of the City as a whole. The largest portion of the City's net position reflects its investment in capital assets (e.g. land, buildings, and improvements other than buildings, equipment, infrastructure, and construction in progress) less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

At the end of fiscal year 2019, current assets are 27.7% of the total assets with the remaining 72.3% representing capital assets not being depreciated and capital assets, net of accumulated depreciation and notes and loans receivable. The current liabilities are approximately 10.3% of the total liabilities. Of the total net position, 15.7% is restricted and the remaining 84.3% represents net investment in capital assets and unrestricted net position.

**SUMMARY OF FINANCIAL POSITION AND RESULTS OF OPERATIONS**

The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at June 30, 2019, by \$84.1 million. This amount is referred to as the net position of the City. Of this amount, \$16.7 million is unrestricted net position and may be used to meet the City's ongoing obligations to citizens and creditors.

The City's net position decreased by \$3.5 million during the past year. Governmental activities in fiscal year 2018-19 revenues decreased by \$0.8 million from the prior year due to a \$0.5 million decrease in sales tax revenue. Expenses (including non-cash expenses like depreciation) increased by \$0.8 million. Public Safety expense increased by \$0.5 million and community development by \$0.2 million compared to the previous year.

As of June 30, 2019, the City's governmental funds (the General Fund plus Special Revenue, Debt Service and Capital Projects funds) reported combined ending fund balances of \$18.2 million. Governmental fund revenues and other financing sources exceeded expenditures and other financing uses by \$2.6 million during Fiscal Year 2018-19. Of the \$18.2 million combined ending fund balances at June 30, 2019, \$6.3 million is categorized as unassigned, \$0.5 million is categorized as assigned, \$11.2 million is categorized as restricted, and \$0.1 million is categorized as non-spendable. More detailed information regarding these amounts can be found in Note 13 in the Notes to Basic Financial Statements.

## City of Fillmore

### Management's Discussion and Analysis Year ended June 30, 2019

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The City's total noncurrent liabilities, due in more than one year, which includes bonds payable, unamortized bond premiums and discounts, loans payable, capital leases payable, JPIA general liability and workers compensation payable, sales tax reimbursement payable, net pension liability, compensated absences, and other post-employment benefits, decreased by \$0.1 million during the Fiscal Year ending June 30, 2019, to a total outstanding amount of \$6.1 million. A decrease in sales tax revenue in 2019 subsequently lowering the sales tax reimbursement payable to MTS Consulting is the primary driver behind the decrease in the City's total noncurrent liabilities. The City's current assets which includes cash, receivables, and prepaids increased by \$2.6 million. Increase in current assets due to an increased cash and investment balances year over year.

#### Governmental Activities

The following schedule summarizes the financial position of the City's governmental activities as of June 30, 2019 and 2018:

	2019	2018
<b>Assets</b>		
Current assets	\$22,235,617	\$19,547,061
Notes receivable	130,992	150,165
Capital assets not being depreciated	10,911,720	11,100,518
Capital assets being depreciated, net	28,246,678	28,915,109
Total assets	<u>61,525,007</u>	<u>59,712,853</u>
<b>Deferred Outflows of Resources</b>		
Pension related	1,218,430	1,292,353
OPEB related	11,039	4,758
Total deferred outflows of resources	<u>1,229,469</u>	<u>1,297,111</u>
<b>Liabilities</b>		
Current liabilities	4,022,091	3,961,688
Noncurrent liabilities		
Due within one year	160,948	206,035
Due in more than one year	6,027,469	6,130,084
Total liabilities	<u>10,210,508</u>	<u>10,297,807</u>
<b>Deferred Inflows of Resources:</b>		
Pension related	310,150	134,667
OPEB related	157,386	120,879
Total deferred inflows of resources	<u>467,536</u>	<u>255,546</u>
<b>Net Position</b>		
Net investment in capital assets	38,998,305	39,787,890
Restricted	11,267,960	9,187,204
Unrestricted	1,810,315	1,481,517
Total net position	<u><u>52,076,580</u></u>	<u><u>50,456,611</u></u>

# City of Fillmore

## Management's Discussion and Analysis Year ended June 30, 2019

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The cost of all governmental activities during fiscal year 2019 was \$10.6 million. Some of the cost of governmental activities was paid by those who directly benefited from the programs (\$2.3 million) or by other government agencies and organizations that subsidized certain programs with grants and contributions (\$4.3 million). The remaining cost of governmental activities was covered by the City's sources of general revenue (taxes and other general revenues) of \$5.8 million.

The City's governmental activities include General Government, Public Safety (Police and Fire services), Public Works, Community Development, Economic Development, Transit, Parks and Recreation, and Interest and Other Charges. The City added three full time fire fighter positions during the beginning of calendar year 2018 which resulted in a year over year increase of \$0.5 million in public safety expense.

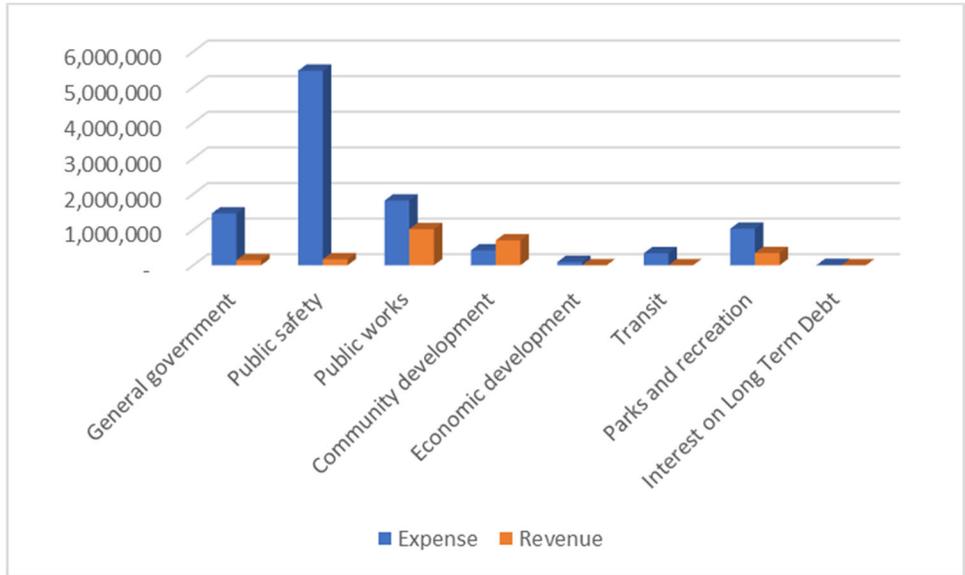
The following table represents the changes in net position for governmental activities for the fiscal years ended June 30, 2019 and 2018:

	2019	2018
General revenues		
Taxes	\$ 5,579,343	\$ 5,824,043
Investment income	90,811	66,495
Other	176,915	288,376
Program revenues		
Charges for services	2,371,077	2,206,888
Operating contributions and grants	2,836,442	1,833,694
Capital contributions and grants	1,526,677	1,515,126
<b>Total revenues</b>	<b>12,581,265</b>	<b>11,734,622</b>
Expenses		
General government	1,455,316	1,574,705
Public safety	5,463,498	4,963,808
Public works	1,816,354	1,759,001
Community development	419,642	245,086
Economic development	92,928	70,619
Transit	337,584	267,012
Parks and recreation	1,026,671	948,279
Interest on Long Term Debt	6,767	
<b>Total expenses</b>	<b>10,618,760</b>	<b>9,828,510</b>
<b>Increase in net position before transfers</b>	<b>1,962,505</b>	<b>1,906,112</b>
Transfers in (out)	(342,536)	208,103
<b>Change in net position</b>	<b>1,619,969</b>	<b>2,114,215</b>
Net position, beginning of year, as restated	50,456,611	55,861,783
Prior Period Adjustment		(7,519,387)
<b>Net position, end of year</b>	<b>\$ 52,076,580</b>	<b>\$ 50,456,611</b>

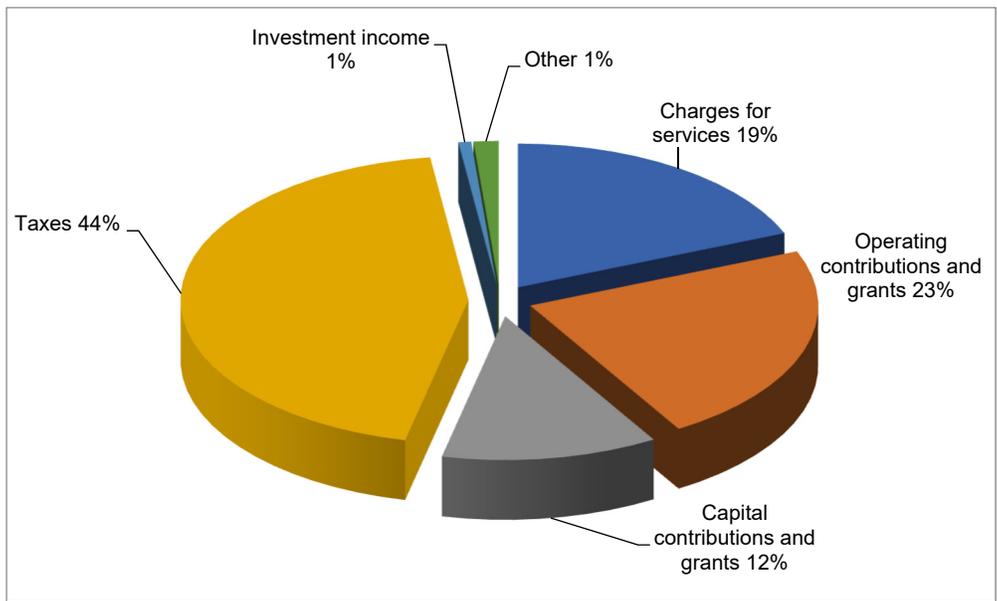
**Management’s Discussion and Analysis  
Year ended June 30, 2019**

*Governmental Activities*

Governmental activities expenditures and programs revenues for the year ended June 30, 2019:



Governmental activities revenues by source for the year ended June 30, 2019:



## *City of Fillmore*

### **Management's Discussion and Analysis Year ended June 30, 2019**

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#### *Business-Type Activities*

The City operated two business-type activities: water and wastewater (sewer).

The net position section of the Enterprise Funds Statement of Net Position reflects net investment in capital assets, restricted and unrestricted net position. The restricted net position represents assets with external restrictions. The unrestricted net position may be used at the discretion of the City. Net position totaled \$32.1 with \$22.9 and \$9.2 million, respectively, for the Sewer and Water Funds. Of the total net position, \$13.8 and \$1.5 million was invested in capital assets, and \$1.9 million was restricted for debt service, for the sewer and water funds respectively.

The Sewer Enterprise Fund's unrestricted net position at the end of Fiscal Year 2018-19 was \$7.1 million, with an increase of \$2.3 million from the previous year due to a shift from restricted for debt service to unrestricted.

The Water Enterprise Fund, unrestricted net position at June 30, 2019, was \$7.7 million, an increase of \$1.4 million from the previous year due to an increase in unrestricted revenues.

## City of Fillmore

### Management's Discussion and Analysis Year ended June 30, 2019

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The following schedule summarizes the financial position of the City's business-type activities at June 30, 2019 and 2018:

	2019	2018
<b>Assets</b>		
Current assets	\$ 18,002,631	\$ 15,569,267
Cash and investments with fiscal agents	1,970,485	2,105,710
Capital assets not being depreciated	3,434,327	3,372,924
Capital assets being depreciated, net	67,668,615	68,783,955
Total assets	<u>91,076,058</u>	<u>89,831,856</u>
<b>Deferred outflows of resources</b>		
Pension related	406,143	430,786
Debt related	196,801	211,939
Total deferred outflows of resources	<u>602,944</u>	<u>642,725</u>
<b>Liabilities</b>		
Current liabilities	1,687,065	1,591,793
Noncurrent liabilities:		
Due within one year	1,241,609	1,299,812
Due in more than one year	55,807,566	57,004,200
Total liabilities	<u>58,736,240</u>	<u>59,895,805</u>
<b>Deferred inflows of resources</b>		
Pension related	103,387	44,889
Debt related	760,318	787,472
Total deferred inflows of resources	<u>863,705</u>	<u>832,361</u>
<b>Net position</b>		
Net investment in capital assets	15,183,376	14,977,390
Restricted	1,970,292	3,606,444
Unrestricted	14,925,389	11,162,582
Total net position	<u>\$ 32,079,057</u>	<u>\$ 29,746,415</u>

## City of Fillmore

### Management's Discussion and Analysis Year ended June 30, 2019

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The following table presents the changes in net position for the business-type activities for the fiscal years ended June 30, 2019 and 2018:

	2019	2018
General revenues		
Investment income	\$ 272,566	\$ 155,798
Program revenues		
Charges for services	10,598,850	10,501,480
Total revenues	<u>10,871,416</u>	<u>10,657,278</u>
Expenses		
Sewer	6,330,393	5,932,153
Water	2,550,917	2,227,390
Total expenses	<u>8,881,310</u>	<u>8,159,543</u>
Increase in net position before transfers	1,990,106	2,497,735
Transfers in (out)	<u>342,536</u>	<u>(208,103)</u>
Change in net position	2,332,642	2,289,632
Net position, beginning of year	29,746,415	27,456,783
Net position, end of year	<u>\$ 32,079,057</u>	<u>\$ 29,746,415</u>

Total expenses for business-type activities for the fiscal year ended June 30, 2019 were \$8.8 million. \$10.8 million of program revenues are primarily comprised of charges for services.

### FUNDS FINANCIAL ANALYSIS

#### GENERAL FUND

The General Fund in the Basic Financial Statement includes the City's chief operating fund. As of June 30, 2019, the total fund balance of the General Fund was \$7.1 million, an increase of \$0.6 million from the previous year. The General Fund accounts for all financial resources traditionally associated with government activities that are not required legally to be accounted for in another fund. This increase is primarily due to increases in charges for services and intergovernmental revenues including county and grant allocations.

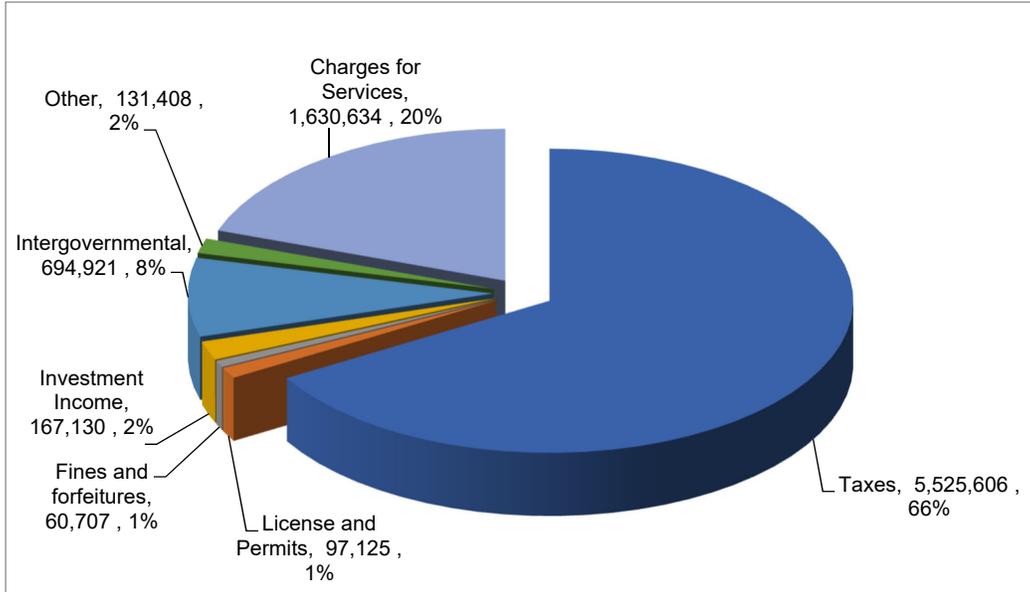
In 2003 the City entered into an Economic Development Agreement (EDA) (sales tax sharing), with MTS Consulting, LLC (MTS). The EDA states that for each local sales tax generating business that MTS brings to the City, the City would share with them the local sales tax generated by that business for 20 years. The City would share 85% with MTS and the remaining 15% would be retained by the City. In 2007, Owens & Minor (O&M), relocated their sales office to the City and started allocating sales tax to the City. The 20-year term for sharing local sales tax relating to O&M expires in 2022. This sales tax sharing and allocation of tax agreement was challenged by some of the municipalities where the sales tax originated causing the City to enter into litigation and future commitments that significantly affect the fund's resources for future use. Additional detail about these agreements can be found in Note 12 of this financial report.

**Management's Discussion and Analysis**  
**Year ended June 30, 2019**

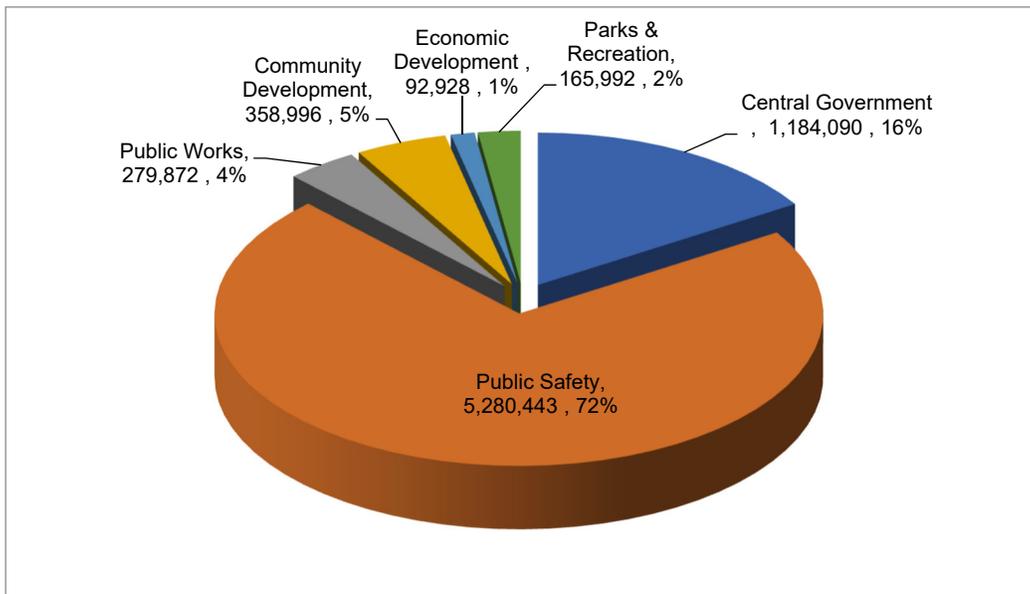
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Additional information on the City's General Fund balance can be found in Note 13 in the Notes to the Basic Financial Statements.

General fund revenues for the year ended June 30, 2019:



General fund expenditures for the year ended June 30, 2019:



**Management's Discussion and Analysis  
Year ended June 30, 2019**

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**FINANCIAL ANALYSIS OF THE CITY'S OTHER MAJOR FUNDS**

*Housing Successor - Special Revenue Fund:*

This major governmental fund reports the housing functions of the former Redevelopment Agency assumed by the City as of February 1, 2012. The assets and liabilities of the former Redevelopment Agency's Low-Mod Housing Special Revenue Fund were transferred to the City as of that date, except for unrestricted cash which remained an asset of the Successor Agency. The most significant transactions in this fund are investment income earnings from interest accrued in the outstanding loans and sharing of appreciation in value of property.

*Enterprise Funds:*

The two major enterprise funds for the City of Fillmore are Water and Sewer. The enterprise funds account for operations that are financed and operated in a manner similar to private business enterprises, wherein the cost of goods and services to the general public are financed or recovered primarily through user charges. These funds are the same as the funds reported under the Business-Type Activities of the Government-Wide Statements.

**BUDGETING**

The City's annual budget is the legally adopted expenditure control document of the City. Budgetary comparison statements are required for the General Fund and all major Special Revenue Funds and may be found immediately following the notes to the Basic Financial Statements in the financial section. These schedules compare the original adopted budget, the budget as amended throughout the fiscal year, and the actual expenditures for each fund, prepared on a budgetary basis. Budgets are prepared on the modified accrual basis of accounting consistent with GAAP, except that encumbrances are included in budgeted expenditures.

Appropriations lapse at year-end. The City Council generally reauthorizes appropriations for continuing projects and activities. The City Council has the legal authority to amend the budget of any fund at any time during the fiscal year. The budgetary legal level of control (the level on which expenditures may not legally exceed appropriations) is generally at the fund level. For budgeting purposes, the General Fund, Water Fund and Sewer Fund are composed of several departments while all other budgeted funds (Special Revenue Funds included) are considered a single department. Budgeted expenditures may be reallocated within a division and between divisions within a department without City Council approval.

**GENERAL FUND BUDGETARY VARIATIONS AND HIGHLIGHTS**

In preparing the budget, the City attempts to estimate its revenues using realistic, but conservative, methods to budget its expenditure appropriations and activities in a prudent manner. As a result, the City Council adopts budget adjustments during the fiscal year to reflect both changed priorities and availability of revenues to allow for the expansion of existing programs, if required. The actual net change in the General Fund balance was \$0.6 million.

**Management’s Discussion and Analysis  
Year ended June 30, 2019**

Revenues received exceeded the final budgeted amount by \$0.6 million due to the following factors:

- 1) more property taxes collected within the year of levy due to improved economy conditions and redevelopment dissolution activities,
- 2) increase in intergovernmental revenues due to increased development activity.

Total actual expenditures from all departments was lower than the final budgeted amounts by \$0.3 million, primarily due to within the fire, central support, and planning departments. The detailed General Fund budgetary comparison schedule can be found in the Required Supplementary Information section of this report.

**CAPITAL ASSETS**

The City’s investment in capital assets for its governmental and business-type activities as of June 30, 2019, amounts to \$110.3 million (net of accumulated depreciation). Of that, \$39.2 million is in governmental activities and \$71.1 million is business-type capital assets. The City’s capital assets include land, land improvements, buildings, improvements other than buildings, machinery and equipment, and construction in progress.

The following table provides a summary of the City’s capital assets as of June 30, 2019 and 2018:

	Governmental activities		Business-type activities		Totals	
	2019	2018	2019	2018	2019	2018
Capital assets not being depreciated	\$ 10,911,720	\$ 11,100,518	\$ 3,434,327	\$ 3,372,924	\$ 14,346,047	\$ 14,473,442
Capital assets being depreciated	46,152,994	46,026,255	83,859,586	83,750,062	130,012,580	129,776,317
Accumulated depreciation	(17,906,316)	(17,111,146)	(16,190,971)	(14,966,107)	(34,097,287)	(32,077,253)
Total capital assets being depreciated, net	28,246,678	28,915,109	67,668,615	68,783,955	95,915,293	97,699,064
Total capital assets	\$ 39,158,398	\$ 40,015,627	\$ 71,102,942	\$ 72,156,879	\$ 110,261,340	\$ 112,172,506

Major capital asset transactions in the Governmental Activities during the current fiscal year included the following:

- Construction in progress in governmental activities increased by \$0.02 million due to the neighborhood street resurfacing, sidewalk, curb, and gutter repair projects within the City.
- Improvements in infrastructure of governmental activities increased by \$0.1 million due to the road resurfacing project.
- Addition to machinery and equipment in business type activities increased \$0.1 due to the purchase of a backhoe tractor.

Additional information about the City’s capital assets is presented in Note 6 of the Notes to the Basic Financial Statements of this report.

# City of Fillmore

## Management's Discussion and Analysis Year ended June 30, 2019

### DEBT ADMINISTRATION

The City used a variety of tax, revenue, and lease indebtedness to finance various activities and capital improvements. At June 30, 2019, the City's long-term debt outstanding was \$56.4 million. Of this total, \$0.6 million was in governmental activities and \$55.5 million was in business-type activities. The City's total debt decreased by \$1.2 million or 2% from prior year, primarily due to the principal payments made on behalf of the business type activity bonds. Additional information about the bond liability and the sales tax reimbursement contingency can be found in Note 7 and Note 13 of this report, respectively.

The following table provides a summary of the City's outstanding indebtedness as of June 30, 2019, and 2018:

	Governmental activities		Business-type activities		Totals	
	2019	2018	2019	2018	2019	2018
Revenue bonds	\$ -	\$ -	\$ 12,355,000	\$ 13,195,000	\$ 12,355,000	\$ 13,195,000
Refunding bonds	-	-	39,710,000	40,000,000	39,710,000	40,000,000
Capital leases	160,093	210,617	-	-	160,093	210,617
JPIA	-	24,441	-	-	-	24,441
Compensated absences	348,004	310,758	181,065	129,085	529,069	439,843
Premium on debt	-	-	3,291,049	3,408,956	3,291,049	3,408,956
Sales tax reimbursement	92,560	92,560	-	-	92,560	92,560
Total debt	\$ 600,657	\$ 638,376	\$ 55,537,114	\$ 56,733,041	\$ 56,137,771	\$ 57,371,417

Additional information about the City's debt is presented in Note 7 of the Notes to the Basic Financial Statements of this report.

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

Local governments throughout the State of California must continually find new ways to survive economically to meet their obligation of serving their communities. The City maintains a conservative approach to budgeting revenues and expenditures. Management takes an active role in monitoring the application of the budget during the fiscal year to apply any necessary changes to projected revenues as well as appropriated expenditures. The annual operating budget for the 2019-20 fiscal year was projected with minimal variance from the previous fiscal year and there were no tax rate or fee increases, other than the approved utility rate increases, included as part of the preparation and adoption of the budgets. The General Fund projections were balanced with Fiscal Year 2019-20. The Fiscal Year 2019-20 Operating Budget is a reflection of the City's commitment to the residents of the City of Fillmore. A copy of the budget can be obtained by contacting the City's Finance Department or on the City's website at [www.fillmoreca.com](http://www.fillmoreca.com).

### REQUESTS FOR INFORMATION

This financial report is designed to provide the City's residents, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability. If you have questions about this document, separate reports of the City's component units, or wish any additional financial information, contact the Finance Director at 250 Central Avenue, Fillmore, California 93015 or by telephone at (805) 524-3701.

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## **BASIC FINANCIAL STATEMENTS**

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## CITY OF FILLMORE

## STATEMENT OF NET POSITION

June 30, 2019

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS:</b>			
Cash and investments	\$ 20,401,799	\$ 16,402,371	\$ 36,804,170
Cash and investments with fiscal agent	-	1,970,485	1,970,485
Receivables, net:			
Intergovernmental	776,475	-	776,475
Accounts	532,268	1,303,532	1,835,800
Interest	62,569	44,053	106,622
Notes and loans	7,678,521	-	7,678,521
Allowance for notes and loans	(7,547,529)	-	(7,547,529)
Prepaid items	64,346	252,675	317,021
Due from successor agency	398,160	-	398,160
Capital assets not being depreciated	10,911,720	3,434,327	14,346,047
Capital assets, net of accumulated depreciation	28,246,678	67,668,615	95,915,293
<b>TOTAL ASSETS</b>	<b>61,525,007</b>	<b>91,076,058</b>	<b>152,601,065</b>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>			
Pension related	1,218,430	406,143	1,624,573
OPEB related	11,039	-	11,039
Debt related	-	196,801	196,801
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>1,229,469</b>	<b>602,944</b>	<b>1,832,413</b>
<b>LIABILITIES:</b>			
Accounts payable	995,118	748,039	1,743,157
Accrued liabilities	89,489	404,857	494,346
Due to others	565,864	-	565,864
Due to successor agency	750,000	-	750,000
Unearned revenue	1,460,672	-	1,460,672
Deposits payable	160,800	534,169	694,969
Noncurrent liabilities:			
Due within one year - other	160,948	1,241,609	1,402,557
Due in more than one year			
Other	439,709	54,295,505	54,735,214
Net pension liability	4,536,186	1,512,061	6,048,247
Total OPEB liability	1,051,574	-	1,051,574
<b>TOTAL LIABILITIES</b>	<b>10,210,360</b>	<b>58,736,240</b>	<b>68,946,600</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>			
Pension related	310,150	103,387	413,537
OPEB related	157,386	-	157,386
Debt related	-	760,318	760,318
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>467,536</b>	<b>863,705</b>	<b>1,331,241</b>
<b>NET POSITION:</b>			
Net investment in capital assets	38,998,305	15,183,376	54,181,681
Restricted:			
Public works	8,819,686	-	8,819,686
Community development	477,520	-	477,520
Parks and recreation	1,751,677	-	1,751,677
Public safety	219,077	-	219,077
Debt service	-	1,970,292	1,970,292
Unrestricted	1,810,315	14,925,389	16,735,704
<b>TOTAL NET POSITION</b>	<b>\$ 52,076,580</b>	<b>\$ 32,079,057</b>	<b>\$ 84,155,637</b>

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF ACTIVITIES

For the year ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental Activities:</b>				
General government	\$ 1,454,541	\$ 143,276	\$ 783,923	\$ -
Public safety	5,463,983	168,175	628,261	65,259
Public works	1,816,451	1,015,347	909,427	1,416,699
Community development	419,758	700,138	106,854	-
Economic development	92,928	-	-	-
Transit	337,584	-	337,584	-
Parks and recreation	1,026,748	344,141	70,393	44,719
Interest on long-term debt	6,767	-	-	-
<b>Total Governmental Activities</b>	<b>10,618,760</b>	<b>2,371,077</b>	<b>2,836,442</b>	<b>1,526,677</b>
<b>Business-Type Activities:</b>				
Sewer	6,330,393	6,996,501	-	-
Water	2,550,917	3,602,349	-	-
<b>Total Business-Type Activities</b>	<b>8,881,310</b>	<b>10,598,850</b>	<b>-</b>	<b>-</b>
<b>Total Primary Government</b>	<b>\$ 19,500,070</b>	<b>\$ 12,969,927</b>	<b>\$ 2,836,442</b>	<b>\$ 1,526,677</b>

General Revenues:

Taxes:

Property

Sales

Transient occupancy

Franchise

Other

Unrestricted intergovernmental revenues

Business licenses

Investment income

Other revenues

Transfers

Total General Revenues and Transfers

Change in net position

Net Position - Beginning of Year, as Restated

Net Position - End of Year

Net (Expenses) Revenue  
and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (527,342)	\$ -	\$ (527,342)
(4,602,288)	-	(4,602,288)
1,525,022	-	1,525,022
387,234	-	387,234
(92,928)	-	(92,928)
-	-	-
(567,495)	-	(567,495)
(6,767)	-	(6,767)
<u>(3,884,564)</u>	<u>-</u>	<u>(3,884,564)</u>
-	666,108	666,108
-	1,051,432	1,051,432
<u>-</u>	<u>1,717,540</u>	<u>1,717,540</u>
<u>(3,884,564)</u>	<u>1,717,540</u>	<u>(2,167,024)</u>
3,192,482	-	3,192,482
1,825,665	-	1,825,665
137,561	-	137,561
368,745	-	368,745
-	-	-
7,658	-	7,658
47,232	-	47,232
90,811	272,566	363,377
176,915	-	176,915
(342,536)	342,536	-
<u>5,504,533</u>	<u>615,102</u>	<u>6,119,635</u>
1,619,969	2,332,642	3,952,611
<u>50,456,611</u>	<u>29,746,415</u>	<u>80,203,026</u>
<u>\$ 52,076,580</u>	<u>\$ 32,079,057</u>	<u>\$ 84,155,637</u>

CITY OF FILLMORE

BALANCE SHEET  
GOVERNMENTAL FUNDS

June 30, 2019

	General	Special Revenue Fund Housing Successor	Nonmajor Governmental Funds	Total Governmental Funds
<b>ASSETS:</b>				
Cash and investments	\$ 6,464,379	\$ 350,346	\$ 13,587,074	\$ 20,401,799
Receivables:				
Accounts	451,859	-	80,409	532,268
Interest	17,090	-	45,479	62,569
Notes and loans	130,992	7,547,529	-	7,678,521
Allowance for notes and loans	-	(7,547,529)	-	(7,547,529)
Due from other governments	668,236	-	108,239	776,475
Due from other funds	784,665	-	-	784,665
Due from successor agency	398,160	-	-	398,160
Prepaid items	64,346	-	-	64,346
<b>TOTAL ASSETS</b>	<b>\$ 8,979,727</b>	<b>\$ 350,346</b>	<b>\$ 13,821,201</b>	<b>\$ 23,151,274</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE:</b>				
<b>LIABILITIES:</b>				
Accounts payable	\$ 879,983	\$ -	\$ 115,135	\$ 995,118
Accrued liabilities	73,725	-	15,764	89,489
Due to others	565,864	-	-	565,864
Due to other funds	-	-	784,665	784,665
Due to Successor Agency	-	-	750,000	750,000
Unearned revenue	133,600	-	1,327,072	1,460,672
Deposits payable	20,241	-	140,559	160,800
<b>TOTAL LIABILITIES</b>	<b>1,673,413</b>	<b>-</b>	<b>3,133,195</b>	<b>4,806,608</b>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Unavailable revenues	130,992	-	-	130,992
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>130,992</b>	<b>-</b>	<b>-</b>	<b>130,992</b>
<b>FUND BALANCE (DEFICIT):</b>				
Nonspendable	64,346	-	-	64,346
Restricted	-	350,346	10,917,614	11,267,960
Assigned	-	-	552,092	552,092
Unassigned	7,110,976	-	(781,700)	6,329,276
<b>TOTAL FUND BALANCE</b>	<b>7,175,322</b>	<b>350,346</b>	<b>10,688,006</b>	<b>18,213,674</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</b>	<b>\$ 8,979,727</b>	<b>\$ 350,346</b>	<b>\$ 13,821,201</b>	<b>\$ 23,151,274</b>

See accompanying notes to financial statements.

CITY OF FILLMORE

RECONCILIATION OF THE BALANCE SHEET  
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

June 30, 2019

Fund balances - of governmental funds \$ 18,213,674

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

Capital assets used in governmental activities are not current financial resources  
and therefore are not reported in the governmental funds balance sheet:

Capital assets	\$ 57,064,714	
Accumulated depreciation	<u>(17,906,316)</u>	39,158,398

Long-term liabilities applicable to the City's governmental activities are not due  
and payable in the current period and accordingly are not reported. Interest on  
long-term liabilities is not accrued in governmental funds, but rather is recognized  
as an expenditures when due. All liabilities, both current and long-term, are  
reported in the Statement of Net Position. Balances as of June 30, 2019 are:

Capital leases payable	(160,093)	
Compensated absences	(348,004)	
Sales tax reimbursement	<u>(92,560)</u>	(600,657)

Pension-related debt applicable to the City's governmental activities is not  
due and payable in the current period and accordingly is not reported  
as fund liabilities. Deferred outflows of resources and deferred inflows  
of resources related to pensions are only reported in the Statement of  
Net Position as the changes in these amounts affect only the  
government-wide statements for governmental activities:

Deferred outflows of resources	1,218,430	
Deferred inflows resources	(310,150)	
Net pension liability	<u>(4,536,186)</u>	(3,627,906)

OPEB-related debt applicable to the City's governmental activities is not  
due and payable in the current period and accordingly is not reported  
as fund liabilities. Deferred outflows of resources and deferred inflows  
of resources related to OPEB are only reported in the Statement of  
Net Position as the changes in these amounts affect only the  
government-wide statements for governmental activities:

Deferred outflows of resources	11,039	
Deferred inflows resources	(157,386)	
Total OPEB liability	<u>(1,051,574)</u>	(1,197,921)

Certain accounts, interest, advances, and intergovernmental receivables  
are not available to pay for current period expenditures and, therefore,  
are offset by deferred amounts in the governmental funds.

130,992

Net position of governmental activities \$ 52,076,580

CITY OF FILLMORE

STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

For the year ended June 30, 2019

	General	Special Revenue Fund Housing Successor	Nonmajor Governmental Funds	Total Governmental Funds
<b>REVENUES:</b>				
Taxes	\$ 5,525,606	\$ -	\$ 979,371	\$ 6,504,977
Licenses and permits	97,125	-	-	97,125
Fines and forfeitures	60,707	-	-	60,707
Investment income	167,130	77,157	169,838	414,125
Intergovernmental	694,921	-	1,363,910	2,058,831
Charges for services	1,630,634	-	1,667,926	3,298,560
Other	131,408	-	34,705	166,113
<b>TOTAL REVENUES</b>	<b>\$ 8,307,531</b>	<b>\$ 77,157</b>	<b>\$ 4,215,750</b>	<b>\$ 12,600,438</b>
<b>EXPENDITURES:</b>				
Current:				
General government	1,184,090	-	5,572	1,189,662
Public safety	5,280,443	-	-	5,280,443
Public works	279,872	-	1,090,278	1,370,150
Community development	358,996	3,844	16,187	379,027
Economic development	92,928	-	-	92,928
Transit	-	-	337,584	337,584
Parks and recreation	165,992	-	607,681	773,673
Capital outlay	-	-	148,843	148,843
Debt service:				
Principal	-	-	50,524	50,524
Interest and fiscal charges	-	-	6,767	6,767
<b>TOTAL EXPENDITURES</b>	<b>7,362,321</b>	<b>3,844</b>	<b>2,263,436</b>	<b>9,629,601</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>945,210</b>	<b>73,313</b>	<b>1,952,314</b>	<b>2,970,837</b>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	-	571,262	571,262
Transfers out	(290,000)	-	(623,798)	(913,798)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(290,000)</b>	<b>-</b>	<b>(52,536)</b>	<b>(342,536)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>655,210</b>	<b>73,313</b>	<b>1,899,778</b>	<b>2,628,301</b>
<b>FUND BALANCES - BEGINNING OF YEAR</b>	<b>6,520,112</b>	<b>277,033</b>	<b>8,788,228</b>	<b>15,585,373</b>
<b>FUND BALANCES - END OF YEAR</b>	<b>\$ 7,175,322</b>	<b>\$ 350,346</b>	<b>\$ 10,688,006</b>	<b>\$ 18,213,674</b>

See accompanying notes to financial statements.

CITY OF FILLMORE

RECONCILIATION OF THE STATEMENT OF  
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

For the year ended June 30, 2019

Net change in fund balances - total governmental funds		\$ 2,628,301
<p>Amounts reported for governmental activities in the statement of activities differ from the amounts reported in the statement of revenues, expenditures, and changes in fund balances because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay capitalized is exceeded by depreciation in the current period.</p>		
Capital outlay	\$ 146,506	
Depreciation	<u>(1,003,735)</u>	(857,229)
<p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of debt service principal and capital lease liabilities are expenditures in the governmental funds. The repayment reduces long-term liabilities in the statement of net position.</p>		
Capital lease payments	50,524	
JPIA cumulative deposits, net change	24,441	
Sales tax reimbursement	<u>-</u>	74,965
<p>Compensated absences expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
		(37,246)
<p>Pension and OPEB expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.</p>		
Pension-related net adjustments	(72,677)	
OPEB-related net adjustments	<u>(96,972)</u>	(169,649)
<p>Some of the revenue will be collected after year-end but is not available soon enough to pay for the current period's expenditures and, therefore, is not reported in the governmental funds.</p>		
		<u>(19,173)</u>
Change in net position of governmental activities		<u>\$ 1,619,969</u>

CITY OF FILLMORE

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS

June 30, 2019

	Enterprise Funds		Total
	Sewer	Water	
ASSETS:			
CURRENT ASSETS:			
Cash and investments	\$ 7,652,167	\$ 8,750,204	\$ 16,402,371
Cash and investments with fiscal agent	1,970,292	193	1,970,485
Receivables, net:			
Accounts	871,810	431,722	1,303,532
Interest	20,658	23,395	44,053
Prepays	252,675	-	252,675
TOTAL CURRENT ASSETS	10,767,602	9,205,514	19,973,116
NONCURRENT ASSETS:			
Capital Assets:			
Not being depreciated	2,688,630	745,697	3,434,327
Depreciated, net	61,872,998	5,795,617	67,668,615
TOTAL NONCURRENT ASSETS	64,561,628	6,541,314	71,102,942
TOTAL ASSETS	75,329,230	15,746,828	91,076,058
DEFERRED OUTFLOWS OF RESOURCES:			
Pension related	81,228	324,915	406,143
Debt related	-	196,801	196,801
TOTAL DEFERRED OUTFLOWS OF RESOURCES	81,228	521,716	602,944

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 (CONTINUED)

June 30, 2019

	Enterprise Funds		Total
	Sewer	Water	
LIABILITIES:			
CURRENT LIABILITIES:			
Accounts payable	\$ 537,746	\$ 210,293	\$ 748,039
Accrued interest liabilities	360,605	44,252	404,857
Deposits payable	403,119	131,050	534,169
Current portion of long-term obligations	898,386	343,223	1,241,609
TOTAL CURRENT LIABILITIES	<u>2,199,856</u>	<u>728,818</u>	<u>2,928,674</u>
NONCURRENT LIABILITIES:			
Compensated absences	40,422	84,034	124,456
Net pension liability	302,412	1,209,649	1,512,061
Bonds payable	49,192,067	4,978,982	54,171,049
TOTAL NONCURRENT LIABILITIES	<u>49,534,901</u>	<u>6,272,665</u>	<u>55,807,566</u>
TOTAL LIABILITIES	<u>51,734,757</u>	<u>7,001,483</u>	<u>58,736,240</u>
DEFERRED INFLOWS OF RESOURCES:			
Pension related	20,677	82,710	103,387
Debt related	760,318	-	760,318
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>780,995</u>	<u>82,710</u>	<u>863,705</u>
NET POSITION:			
Net investment in capital assets	13,729,243	1,454,133	15,183,376
Restricted for debt service	1,970,292	-	1,970,292
Unrestricted	7,195,171	7,730,218	14,925,389
TOTAL NET POSITION	<u>\$ 22,894,706</u>	<u>\$ 9,184,351</u>	<u>\$ 32,079,057</u>

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
 PROPRIETARY FUNDS

For the year ended June 30, 2019

	Enterprise Funds		Total
	Sewer	Water	
<b>OPERATING REVENUES:</b>			
Sales and service charges, net	\$ 6,734,362	\$ 3,530,050	\$ 10,264,412
Other	262,139	72,299	334,438
<b>TOTAL OPERATING REVENUES</b>	<b>6,996,501</b>	<b>3,602,349</b>	<b>10,598,850</b>
<b>OPERATING EXPENSES:</b>			
Administration costs	1,060,629	900,657	1,961,286
Pumping	-	667,158	667,158
Transmission and distribution	-	290,229	290,229
Customer accounts	-	270,706	270,706
Treatment and disposal plant	2,119,407	-	2,119,407
Depreciation	1,092,323	132,540	1,224,863
<b>TOTAL OPERATING EXPENSES</b>	<b>4,272,359</b>	<b>2,261,290</b>	<b>6,533,649</b>
<b>OPERATING INCOME</b>	<b>2,724,142</b>	<b>1,341,059</b>	<b>4,065,201</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>			
Investment income	155,510	117,056	272,566
Interest expense	(2,058,034)	(289,627)	(2,347,661)
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<b>(1,902,524)</b>	<b>(172,571)</b>	<b>(2,075,095)</b>
<b>INCOME BEFORE TRANSFERS</b>	<b>821,618</b>	<b>1,168,488</b>	<b>1,990,106</b>
<b>TRANSFERS:</b>			
Transfers in	312,536	30,000	342,536
<b>CHANGE IN NET POSITION</b>	<b>1,134,154</b>	<b>1,198,488</b>	<b>2,332,642</b>
<b>NET POSITION - BEGINNING OF YEAR</b>	<b>21,760,552</b>	<b>7,985,863</b>	<b>29,746,415</b>
<b>NET POSITION - END OF YEAR</b>	<b>\$ 22,894,706</b>	<b>\$ 9,184,351</b>	<b>\$ 32,079,057</b>

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

For the year ended June 30, 2019

	Enterprise Funds		Total
	Sewer	Water	
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers	\$ 7,011,287	\$ 3,630,388	\$ 10,641,675
Payments to employees	(285,588)	(284,624)	(570,212)
Payments to suppliers	(2,707,051)	(1,720,626)	(4,427,677)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>4,018,648</u>	<u>1,625,138</u>	<u>5,643,786</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Transfer from other funds	<u>312,536</u>	<u>30,000</u>	<u>342,536</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>312,536</u>	<u>30,000</u>	<u>342,536</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Principal payments on long-term debt	(840,000)	(290,000)	(1,130,000)
Payments for capital assets	-	(170,926)	(170,926)
Interest paid on long-term debt	(2,208,354)	(277,113)	(2,485,467)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(3,048,354)</u>	<u>(738,039)</u>	<u>(3,786,393)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest on investments	<u>148,947</u>	<u>111,892</u>	<u>260,839</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>148,947</u>	<u>111,892</u>	<u>260,839</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,431,777	1,028,991	2,460,768
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>8,190,682</u>	<u>7,721,406</u>	<u>15,912,088</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 9,622,459</u>	<u>\$ 8,750,397</u>	<u>\$ 18,372,856</u>

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 (CONTINUED)

For the year ended June 30, 2019

	Enterprise Funds		Total
	Sewer	Water	
NONCASH CAPITAL RELATED			
FINANCING ACTIVITIES:			
Amortization of deferred charges/premium	\$ (144,370)	\$ 14,447	\$ (129,923)
Decrease in allowance for doubtful accounts	(12,289)	(4,423)	(16,712)
RECONCILIATION OF CASH AND CASH			
EQUIVALENTS TO AMOUNTS REPORTED			
ON THE STATEMENT OF NET POSITION:			
Reported on the statement of net position:			
Cash and investments	7,652,167	8,750,204	16,402,371
Cash and investments with fiscal agent	1,970,292	193	1,970,485
Total	<u>\$ 9,622,459</u>	<u>\$ 8,750,397</u>	<u>\$ 18,372,856</u>
RECONCILIATION OF OPERATING INCOME			
TO NET CASH PROVIDED BY OPERATIONS:			
Operating income	<u>\$ 2,724,142</u>	<u>\$ 1,341,059</u>	<u>\$ 4,065,201</u>
Adjustments to reconcile operating income to net cash			
provided by operating activities:			
Depreciation	\$ 1,092,323	\$ 132,540	\$ 1,224,863
Bad debt expense (recovery)	(12,289)	(4,423)	(16,712)
Actuarial pension expense (credit) adjustments	4,846	19,385	24,231
(Increase) decrease in assets:			
Receivables, net	(4,139)	19,819	15,680
Prepays	85,631	89,757	175,388
Increase (decrease) in liabilities:			
Accounts payable	86,986	(10,976)	76,010
Deposits payable	18,925	8,220	27,145
Compensated absences	22,223	29,757	51,980
Total adjustments	<u>1,294,506</u>	<u>284,079</u>	<u>1,578,585</u>
NET CASH PROVIDED BY OPERATING	<u>\$ 4,018,648</u>	<u>\$ 1,625,138</u>	<u>\$ 5,643,786</u>
ACTIVITIES			

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF NET POSITION  
FIDUCIARY FUNDS

June 30, 2019

	Private-Purpose Trust Fund	Agency Fund
<b>ASSETS:</b>		
Cash and investments	\$ 810,286	\$ 2,630,663
Cash and investments with fiscal agent	319	7,826,193
Receivables:		
Interest	34	-
Notes and loans	595	-
Prepaid expense	93,574	-
Due from City of Fillmore	750,000	15,855
Capital Assets:		
Not being depreciated	3,627,062	-
Depreciated, net	1,711,937	-
<b>TOTAL ASSETS</b>	<u>6,993,807</u>	<u>\$ 10,472,711</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>		
Debt related	814,121	\$ -
<b>LIABILITIES:</b>		
Accounts payable	4,209	\$ 393,489
Interest payable	128,083	-
Accrued liabilities	4,797	-
Deposits payable	375	218,941
Due to bondholders	-	9,860,281
Due to City of Fillmore	398,160	-
Long-term liabilities:		
Due within one year	2,110,000	-
Due in more than one year	31,420,000	-
Premium on bonds payable	4,110,365	-
<b>TOTAL LIABILITIES</b>	<u>38,175,989</u>	<u>\$ 10,472,711</u>
<b>NET POSITION (DEFICIT):</b>		
Held in trust for the successor agency	<u>\$ (30,368,061)</u>	

See accompanying notes to financial statements.

CITY OF FILLMORE

STATEMENT OF CHANGES IN NET POSITION  
FIDUCIARY FUNDS

For the year ended June 30, 2019

	Private-Purpose Trust Fund
ADDITIONS:	
Property taxes	\$ 2,694,919
Investment earnings	851
Other	6,730
	<hr/>
TOTAL ADDITIONS	2,702,500
	<hr/>
DEDUCTIONS:	
Administrative expenses	290,070
Interest and fiscal charges	1,337,431
Depreciation	66,076
	<hr/>
TOTAL DEDUCTIONS	1,693,577
	<hr/>
CHANGE IN NET POSITION	1,008,923
NET DEFICIT - BEGINNING OF YEAR, AS RESTATED	<hr/> (31,376,984)
NET DEFICIT - END OF YEAR	<hr/> <u>\$ (30,368,061)</u>

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the City of Fillmore (City) have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

a. Description of the Reporting Entity

The City of Fillmore was incorporated July 10, 1914, under the general laws of the State of California. The City operates under the Council-Manager form of government. The City of Fillmore is a reporting entity which includes the following component unit: Fillmore Public Financing Authority.

As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable. The City is considered to be financially accountable for an organization if the City appoints a voting majority of that organization's governing body and the City is either able to impose its will on that organization, or there is a potential for that organization to provide specific financial benefits to or impose specific financial burdens on the City. The City is also considered to be financially accountable if an organization is fiscally dependent upon the City (i.e., it is unable to adopt its budget, levy taxes, set rates or charges or issue bonded debt without approval from the City). In certain cases, other organizations are included as component units if the nature and significance of their relationship with the City are such that their exclusion would cause the City's financial statements to be misleading or incomplete.

All of the City's component units are considered to be blended component units because, in all cases, the City Council serves as the governing board for each component unit. Blended component units, although legally separate entities, are, in substance, part of the City's operations, therefore data from these units are reported with the interfund data of the primary government.

*Fillmore Public Financing Authority*

The Fillmore Public Financing Authority (Authority) was formed on September 25, 1990, by a joint powers agreement between the City of Fillmore and the Fillmore Redevelopment Agency. It was created to acquire and finance the acquisition of public capital improvements necessary or convenient for the operation of the City or Agency. The Authority is considered a blended component unit of the City. The activity of the Authority are recorded in the Water and Sewer Enterprise Funds. Separate financial statements are not prepared for the Authority.

b. Government-Wide and Fund Financial Statements

The Government-Wide Financial Statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

b Government-Wide and Fund Financial Statements (Continued)

Likewise, the primary government (including its blended component units) is reported separately from discretely presented component units for which the primary government is financially accountable. The City has no discretely presented component units. Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to interfund activities, payables and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the statement of activities, inter-fund services have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meet the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. These statements display information about major funds individually and other governmental funds in the aggregate for governmental funds. Fiduciary fund statements, even though excluded from the government-wide financial statements, include financial information for private-purpose trust funds and agency funds.

c. Measurement Focus, Basis of Accounting, and Financial Statements Presentation

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

c. Measurement Focus, Basis of Accounting, and Financial Statements Presentation (Continued)

The Government-Wide Financial Statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and private-purpose trust funds financial statements. Under the economic resources measurement focus, all assets, deferred outflows of resources, liabilities and deferred inflows of resources (whether current or noncurrent) associated with their activity are included on their statements of net position. Operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The City's fiduciary fund financial statements report agency funds and private-purpose trust funds. Agency funds are used to account for situations where the government's role is purely custodial. All assets reported in an agency fund are offset by a liability to the party on whose behalf they are held. Agency funds have no measurement focus. Private-purpose trust funds are accounted for using the economic resources measurement focus and the accrual basis of accounting.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the current financial resources measurement focus, only current assets, current liabilities and deferred inflows of resources are generally included on their balance sheets. The reported fund balance is considered to be a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period. Noncurrent portions of long-term receivables due to governmental funds are reported on their balance sheets in spite of their spending measurement focus.

Under the modified accrual basis of accounting, revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, are recorded only when payment is due. Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental fund:

General Fund - This fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in other funds.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

c. Measurement Focus, Basis of Accounting, and Financial Statements Presentation (Continued)

Housing Successor Special Revenue Fund - This fund accounts for the City's low and moderate income housing activities. The fund was established as the Housing Successor for the former redevelopment agency's Low and Moderate Income Housing fund which was dissolved as of February 1, 2012. Resources of this fund consist of cash and cash equivalents and notes and loans receivable. Revenues in this fund consist of repayments of notes and loans receivable and investment income, if any.

The City reports the following major Proprietary Funds:

Water Enterprise Fund - This fund accounts for the operation and maintenance of the City's water distribution system.

Sewer Enterprise Fund - This fund accounts for the operation and maintenance of the wastewater system within the City's boundaries.

Additionally, the City reports the following fund types:

Governmental Fund Types

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

*Debt Service Funds* are used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs other than those being financed by proprietary funds.

*Capital Projects Funds* are used to account for financial resources to be used for the acquisition or construction of major facilities other than those financed by Proprietary Funds.

Fiduciary Fund Types

*Private-Purpose Trust Fund* is used to account for the activities of the Successor Agency to the Redevelopment Agency for the City of Fillmore (Successor Agency). Successor Agency private-purpose trust fund accounts for the assets and liabilities of the former redevelopment agency and its allocated revenue to pay estimated installment payments of enforceable obligations until the obligations of the former redevelopment agency are paid in full and assets have been liquidated.

*Agency Funds* are used to account for money and property held by the City as trustee or custodian. They act as a temporary repository for federal and state wages, as well as various other forms of payroll contributions collected from employees until remitted to the relevant authorities. They also account for various assessment districts for which the City acts as an agent for debt service activity.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

d. New Accounting Pronouncements

Current Year Standards

GASB 83 - *Certain Asset Retirement Obligations*, effective for periods beginning after June 15, 2018, and did not impact the City.

GASB 88 - *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements*, effective for periods beginning after June 15, 2018, and did not significantly impact the City.

GASB 89 - *Accounting for Interest Cost Incurred before the End of a Construction Period*, effective for periods beginning after December 15, 2019 was early implemented by the City in fiscal year 2018-19. This statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in an enterprise fund. Accounting changes adopted to conform to this provision for this statement should be applied prospectively. There was no material impact on the City's financial statements resulting from the implementation of GASB 89.

Pending Accounting Standards

GASB has issued the following statements, which may impact the City's financial reporting requirements in the future:

- GASB 84 - *Fiduciary Activities*, effective for periods beginning after December 15, 2018.
- GASB 87 - *Leases*, effective for periods beginning after December 15, 2019.
- GASB 90 - *Majority Equity Interests - an amendment of GASB Statements No. 14 and No. 61*, effective for periods beginning after December 15, 2018.
- GASB 91 - *Conduit Debt Obligations*, effective for periods beginning after December 15, 2020.

e. Cash and Cash Equivalents

For purposes of the statement of cash flows, the City considers cash and cash equivalents as short term, highly liquid investments that are both readily convertible to known amounts of cash and so near their maturity that they present insignificant risk of changes in value because of changes in interest rates. The City follows the practice of pooling cash and investments of all funds except for funds required to be held by outside fiscal agents under the provisions of bond indentures. Cash equivalents have an original maturity date of three months or less from the date of purchase.

The City's proprietary fund participates in the pooling of City-wide cash and investments. Amounts held in the City pool are available to the fund on demand and are considered to be cash and cash equivalents for statement of cash flow purposes. Investments not held in the City pool that are short-term investments with original maturities of three months or less from the date of acquisition are considered cash and cash equivalents.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

f. Investments

Investments are reported in the accompanying statement of net position at fair value, except for nonparticipating certificates of deposit and investment contracts that are reported at cost because they are not transferable and they have terms that are not affected by changes in market interest rates. Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation, maturity, or sale of investment.

The City pools cash and investments of all funds, except assets held by fiscal agents. Each fund's share in this pool is displayed in the accompanying financial statements as cash and investments. Investment income earned by the pooled investments is allocated to the various funds based on each fund's average cash and investment balance.

g. Inventories

Supplies inventories of the City, which consist mostly of water meters and spare parts, if any, are valued at cost, using the first in-first out method.

h. Receivables and Payables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as inter-fund receivables/inter-fund payables (i.e., the current portion of inter-fund loans) or advances to/from other funds (the noncurrent portion of inter-fund loans). All other outstanding balances between funds are reported as inter-fund receivables or inter-fund payables. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as internal balances. Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in the applicable governmental funds.

All trade and tax receivables are shown net of an allowance for uncollectible accounts if applicable, and estimated refunds due.

i. Property Taxes

Under California Law, property taxes are assessed and collected by the County of Ventura on up to 1% of assessed value, plus other increases approved by the voters. The property taxes go into a pool, and are then allocated to the cities based on complex formulas. The City accrues only those taxes which are levied for the year and are received within 60 days after year-end.

Lien date	January 1
Levy date	July 1
Due dates	November 1 - 1st installment and February 1 - 2nd installment
Collection dates	December 10 - 1st installment and April 10 - 2nd installment

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

j. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2019, are recorded as prepaid items and are offset equally by a fund balance account which indicates that they do not constitute expendable available resources and therefore are not available for appropriation. The City uses the consumption method for its treatment of prepaid items.

k. Cash and Investments with Fiscal Agent

Certain proceeds of the City’s long-term debt, as well as certain resources set aside for their repayment are maintained in separate bank accounts and their use is limited by applicable bond covenants.

In the absence of specific statutory provisions governing the issuance of bonds, certificates, or leases, these monies may be invested in accordance with the ordinance, resolutions, and indentures specifying the types of investments its trustees or fiscal agents may make.

l. Capital Assets

Capital assets, which include property, plant, equipment, fine art, and infrastructure assets (e.g., roads, bridges, sidewalks, traffic lights and signals, street lights, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial individual cost of \$5,000 (\$50,000 for buildings and infrastructure) or more and an estimated useful life in excess of one year. Such capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the capital asset or materially extend capital asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	25 - 50
Improvements other than buildings	30
Infrastructure	20 - 40
Utility systems	50 - 200
Vehicles	8 - 20
Equipment and furnishings	1 - 20
Storm drains	200

Periodic restoration and maintenance costs on particular items are charged to expense as incurred.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

m. Claims and Judgments

The City records a liability for litigation, judgments, and claims when it is probable that an asset has been impaired or a liability has been incurred prior to fiscal year end and the probable amount of loss (net of any insurance coverage) can be reasonably estimated. At June 30, 2019, the City has determined that there are no outstanding claims or judgments which would be material to the financial statements.

n. Compensated Absences

Employee benefits payable liability is recorded for unused vacation and similar compensatory leave balances since the employees' entitlement to these balances are attributable to services already rendered and it is probable that virtually all of these balances will be liquidated by either paid time off or payments upon termination or retirement.

A liability is recorded for unused sick leave balances only to the extent that it is probable that the unused balances will result in termination payments. Other amounts of unused sick leave are excluded from the liability since their payment is contingent solely upon the occurrence of a future event (illness) which is outside the control of the City and the employee.

The short-term portion is determined to be the amount due to employees for future absences which is attributed to services already rendered and which is expected to be paid during the next fiscal year. The total amount of liability for compensated absences is segregated between short-term and long-term as indicated above.

Vacation pay is payable to employees at the time a vacation is taken or upon termination of employment. Normally, an employee cannot accrue more than his/her regular annual entitlement plus 10 days.

Sick leave is payable when an employee is unable to work because of illness. Any unused sick leave is forfeited upon termination of employment, except by reason of layoff. Accumulated sick leave is only payable after an employee reaches 62 years of age.

o. Long-Term Obligations

Long-term obligations reported by governmental activities, business-type activities, and proprietary funds are reported as liabilities. Bond premiums and discounts are deferred and amortized over the life of the debt using straight line method. The difference between the reacquisition price and the net carrying amount of the old debt in refunding of debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the old debt or the life of the new debt, whichever is shorter. Debt issuance costs, except any portion related to prepaid insurance costs, is recognized as an expense in the period incurred. Prepaid insurance costs are reported as an asset and recognized as an expense in a systematic and rational manner over the duration of the related debt.

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

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

p. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until that time. The City has the following items that qualify for reporting in this category:

- Deferred loss on refunding, net of accumulated amortization. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred outflows related to pensions and OPEB equal to employer contributions made after the measurement date of the net pension liability and OPEB liability.
- Deferred outflows related to pensions for differences between expected and actual experience. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the plans.
- Deferred outflows related to pensions for the changes in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the plans.
- Deferred outflows related to pensions resulting from the difference between projected and actual earnings on investments of the pension plan fiduciary net position. These amounts are amortized over five years.

In addition to liabilities, the statement of net position and the governmental funds balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. The City has the following items that qualify for reporting in this category:

- Deferred inflows from *unavailable revenues*, which arises only under a modified accrual basis of accounting, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred gain on refunding, net of accumulated amortization. A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.
- Deferred inflows related to pensions for differences between expected and actual experience. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the plans.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES  
(CONTINUED)**

p. Deferred Outflows/Inflows of Resources (Continued)

- Deferred inflows from pensions and OPEB resulting from changes in assumptions. These amounts are amortized over a closed period equal to the average expected remaining service lives of all employees that are provided with pensions and OPEB through the plans.
- Deferred inflows related to pensions for the changes in employer's proportion and differences between the employer's contributions and the employer's proportionate share of contributions. These amounts are amortized over a closed period equal to the average of the expected remaining service lives of all employees that are provided with pensions through the plans.

q. Net Position

Net position is divided into three captions under generally accepted accounting principles. These captions apply only to Net Position as determined at the Government-wide level, and are described below:

- *Net Investment in Capital Assets* describes the portion of net position which is represented by the current net book value of the City's capital assets, less the outstanding balance of any debt issued to finance these assets, if any.
- *Restricted* describes the portion of net position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These principally include developer fees received for use on capital projects, debt service requirements, and redevelopment funds restricted to low and moderate income housing purposes.
- *Unrestricted* describes the portion of net position, which is not restricted as to use.

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's practice to consider restricted - net position to have been depleted before unrestricted - net position is applied.

r. Fund Balances

In accordance with GAAP, *Fund Balance Reporting and Governmental Fund Type Definitions*, the following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- *Nonspendable* - amounts that are not in a spendable form (such as inventory) or are required to be maintained intact.
- *Restricted* - amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government), through constitutional provisions or by enabling legislation.

**1. REPORTING ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**  
**(CONTINUED)**

r. Fund Balances (Continued)

- *Committed* - amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest authority, City Council, and that remain binding unless removed in the same manner. The formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is by minute action.
- *Assigned* - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority. The City Council has not designated any level of authority for assigning fund balance; therefore, City Council only can commit or assign fund balance.
- *Unassigned* - amounts that are for any purpose; positive amounts are reported only in a general fund.

It is the City policy to consider committed amounts to be used first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. In addition, when both restricted and unrestricted resources are available for use when an expenditure is incurred, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed. It is the City's policy to consider committed amounts as being reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

s. Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

t. Pension Plans

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

u. Estimates

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

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

*General Budget Policies*

The City Council has the responsibility for adoption of the City’s budget. Budgets are adopted for governmental funds. From the effective date of the budget, the amounts stated as proposed expenditures become appropriations to the various City departments. The City Council may amend the budget by motion during each fiscal year. The City Manager is authorized to transfer funds from one major expenditure category to another within the same department and fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council.

All appropriations lapse at the end of the fiscal year to the extent that they have not been expended. Lease contracts entered into by the City are subject to annual review by the City Council; hence, they legally are one year contracts with an option for renewal for another fiscal year.

Budgeted revenue and expenditure amounts represent the City’s originally-adopted legal budget adjusted for unanticipated revenues and appropriations during the course of the fiscal year. Budget amounts, as adjusted, reported for the governmental funds of the City are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

*Encumbrances*

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the governmental fund types. Encumbrances outstanding at fiscal year-end do not constitute expenditures or liabilities because the commitments will be honored during the subsequent fiscal year. The City does not have any major or material encumbrances to report as of June 30, 2019.

The following departments/funds show excesses of expenditures over budgeted amounts:

Fund	Final Budget	Expenditures	Excess
General Fund:			
General Government:			
City Attorney	\$ 290,000	\$ 393,712	\$ (103,712)
Public Safety			
Sheriff	3,516,626	3,530,319	(13,693)
Building and Safety	195,487	282,819	(87,332)
Public Works			
Parks	145,005	180,922	(35,917)
City Engineering	60,559	60,715	(156)
Economic Development	88,950	92,928	(3,978)
Other Governmental Funds:			
Special Revenue Funds			
Public Education and Government	15,000	16,187	(1,187)
Lighting/Landscape Assessment District	400,738	452,165	(51,427)
Public Transit	297,584	337,584	(40,000)

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

*Deficit Fund Balances*

The following funds present deficits of fund balances as of June 30, 2019:

	<u>Amount</u>
Nonmajor Governmental Funds:	
Special Revenue Funds:	
Swimming pool maintenance	\$ (532,187)
Recreation	(154,002)
Storm Water NPDES	(52,616)
Capital Projects Funds:	
Street projects	(43,406)

The fund deficits will be eliminated by future revenues in transfers from the General Fund.

**3. CASH AND INVESTMENTS**

Cash and investments as of June 30, 2019, are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and investments	\$ 36,804,170
Cash and investments with fiscal agent	1,970,485
Statement of Fiduciary Assets and Liabilities:	
Cash and investments	3,440,949
Cash and investments with fiscal agent	<u>7,826,512</u>
Total Cash and Investments	<u><u>\$ 50,042,116</u></u>

Cash and investments as of June 30, 2019, consist of the following:

Cash on hand	\$ 1,450
Deposits with financial institutions	19,820,228
Investments	<u>30,220,438</u>
Total Cash and Investments	<u><u>\$ 50,042,116</u></u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**3. CASH AND INVESTMENTS (CONTINUED)**

*Investments Authorized by the California Government Code and the City's Investment Policies*

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

Authorized Investment Type	Maximum Maturity*	Maximum Percentage of Portfolio*	Maximum Investment in One Issuer*
United States Treasury Bills,			
Bonds and Notes	5 years	up to 80%	(1)
Bankers Acceptances	180 days	up to 40%	30%
Commercial Paper	270 days	up to 25%	10%
Securities issued by the State of California or local agencies within the State of California	5 years	up to 80%	(1)
Negotiable Certificates of Deposits	5 years	up to 30%	None
Medium Term Notes	5 years	up to 30%	5%
Money Market Mutual Funds	N/A	up to 20%	10%
County of Ventura Investment Pool	N/A	up to 80%	(1)
Local Agency Investment Fund (LAIF)	N/A	None	None

(1) Up to 80% of the portfolio, however, the total amount may not be committed to any one agency.

\* Excluding amounts held by bond trustee that are not subject to California Government Code restrictions.

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**3. CASH AND INVESTMENTS (CONTINUED)**

*Investments Authorized by Debt Agreements*

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
US Treasury Obligations	None	None	None
US Agency Securities	None	None	None
Certificates of Deposit	None	None	None
Money Market Mutual Funds	N/A	None	10%
Investment Contracts	31 years	None	None
Local Agency Investment Fund (LAIF)	None	None	\$ 65,000,000

*Interest Rate Risk*

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

Information about the sensitivity of the fair values of the City's investments to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity.

Investment Type	Totals	Remaining Maturity		
		12 Months or Less	13 to 24 Months	25 to 60 Months
LAIF	\$ 15,278,441	\$ 15,278,441	\$ -	\$ -
Negotiable Certificates of Deposit	5,145,000	245,000	490,000	4,410,000
Held by Bond Trustee:				
Money Market Mutual Funds	9,796,997	9,796,997	-	-
Total Investments	\$ 30,220,438	\$ 25,320,438	\$ 490,000	\$ 4,410,000

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**3. CASH AND INVESTMENTS (CONTINUED)**

*Investments with Fair Value Highly Sensitive to Interest Rate Fluctuations*

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

*Credit Risk*

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

Investment Type	Amount	Minimum Legal Rating	Ratings at Fiscal Year End	
			Aaa	Not Rated
LAIF	\$ 15,278,441	N/A	\$ -	\$ 15,278,441
Negotiable Certificates of Deposit Held by Bond Trustee:	5,145,000	N/A	-	5,145,000
Money Market Funds	<u>9,796,997</u>	A	<u>9,796,997</u>	<u>-</u>
Total Investments	<u>\$ 30,220,438</u>	N/A	<u>\$ 9,796,997</u>	<u>\$ 20,423,441</u>

*Concentration of Credit Risk*

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. The City has no investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represent 5% or more of total City investments.

*Custodial Credit Risk*

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure the City's deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**3. CASH AND INVESTMENTS (CONTINUED)**

*Custodial Credit Risk (Continued)*

As of June 30, 2019, deposits with financial institutions in excess of federal depository insurance limits were held in fully collateralized accounts as required by the California Government Code as stated above.

*Investment in State Investment Pool*

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

*Fair Value Measurements*

GAAP establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of quoted prices (unadjusted) for identical assets and liabilities in active markets that a government can access at the measurement date, Level 2 inputs that are observable for an asset or liability, either directly or indirectly, and Level 3 inputs have the lowest priority and consist of unobservable inputs for an asset or liability.

The following table presents the balances of the assets measured at fair value on a recurring basis as of June 30, 2019:

Investments by Fair Value Hierarchy	Total	Level 1	Level 2	Level 3
Negotiable Certificates of Deposit	\$ 5,145,000	\$ -	\$ 5,145,000	\$ -
Total Investments by Fair Value Hierarchy	5,145,000	<u>\$ -</u>	<u>\$ 5,145,000</u>	<u>\$ -</u>
<u>Investments Outside the Fair Value Hierarchy</u>				
LAIF	15,278,441			
Held by Bond Trustee:				
Money Market Funds (US Treasury)	<u>9,796,997</u>			
Total Investments	<u>\$ 30,220,438</u>			

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**4. NOTES AND LOANS RECEIVABLE**

The following is a list of accounts receivable at June 30, 2019:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Loans Receivable:				
Home loans	\$ 387,467	\$ 5,879	\$ (34,924)	\$ 358,422
First time home-buyers loans	<u>957,871</u>	<u>-</u>	<u>-</u>	<u>957,871</u>
Total Loans Receivable	<u>1,345,338</u>	<u>5,879</u>	<u>(34,924)</u>	<u>1,316,293</u>
Notes Receivable:				
Fillmore Parkview Seniors LP	<u>6,341,334</u>	<u>139,998</u>	<u>(118,904)</u>	<u>6,362,428</u>
Total Loans and Notes Receivable	<u>\$ 7,686,672</u>	<u>\$ 145,877</u>	<u>\$ (153,828)</u>	<u>\$ 7,678,721</u>

Notes and loans receivable, including accrued interest consists of the following:

- a) The Former Redevelopment Agency entered into loan agreements with various residents within the redevelopment project area. The loans are either fully amortized or deferred until the corresponding property is sold. Interest rates are 5.0%. These loans are home rehabilitation loans. These loans were transferred to the City as of January 31, 2012 and are maintained in the City's Housing Successor Fund. In addition, other loans are initiated for housing related purposes, with interest rates up to 5%, and secured by Deeds of Trust when applicable. \$ 357,674
  
  - b) The Former Redevelopment Agency has a First Time Homebuyers program whereby qualified residents can receive assistance in purchasing a home within the City. The assistance is in the form of deferred loans of up to \$40,000. These loans are secured by a second trust deed and are due upon sale of the property. These loans were transferred to the City as of January 31, 2012 and are maintained in the City's Housing Successor Fund. 957,871
  
  - c) The Former Redevelopment Agency has entered into a residual receipts agreement with Fillmore Parkview Seniors LP. The original amount of the note was \$4,666,593 and was used by the developer to build senior housing within the Agency project area. The note is to be repaid from 50% of the residual receipts of the housing project. The interest rate is 3% (simple) and the entire note is due and payable by September 1, 2055. The note is secured by the project and is subject to the term of the DDA between the Agency and the developer. This note was transferred to the City as of January 31, 2012 and is maintained in the City's Housing Successor Fund. 6,362,428
- Total \$ 7,678,521

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**5. INTER-FUND ACTIVITY**

The following represents the inter-fund activity of the City for the fiscal year ended June 30, 2019:

a. Transfers

With council approval, resources may be transferred from one City fund to another. Transfers in and out for the year ended June 30, 2019, were as follows:

<u>Fund Receiving Transfers</u>	<u>Funds Making Transfers</u>	<u>Amounts</u>
Nonmajor Governmental Funds	General Fund	C    \$    290,000
	Nonmajor Governmental Funds	A <u>281,262</u>
		<u>571,262</u>
Water Fund	Nonmajor Governmental Funds	B <u>312,536</u>
Sewer Fund	Nonmajor Governmental Funds	B <u>30,000</u>
	Total Transfers	<u><u>\$    913,798</u></u>

- A Transfers made to reserve account.
- B Transfers made to allocate revenues related to DIF fees.
- C Transfers made to adjust Fund balance to minimum requirement.

b. Due To/From Other Funds

Current inter-fund balances arise in the normal course of business and are to assist funds with negative cash balances at the fiscal year end. They are expected to be repaid shortly after the end of the fiscal year.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amounts</u>
General Fund	Nonmajor Governmental Funds	\$    784,665

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**6. CAPITAL ASSETS**

a. Governmental Activities

Capital assets governmental activity for the fiscal year ended June 30, 2019, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 10,865,924	\$ -	\$ -	\$ 10,865,924
Construction in progress	234,594	45,795	(234,593)	45,796
Total Capital Assets, Not Being Depreciated	<u>11,100,518</u>	<u>45,795</u>	<u>(234,593)</u>	<u>10,911,720</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements:				
Buildings	18,478,746	15,016	-	18,493,762
Land improvements	5,808,673	-	-	5,808,673
Machinery and equipment	1,498,201	37,189	(120,356)	1,415,034
Autos and trucks	2,762,774	-	(88,209)	2,674,565
Infrastructure	17,477,861	283,099	-	17,760,960
Total Capital Assets, Being Depreciated	<u>46,026,255</u>	<u>335,304</u>	<u>(208,565)</u>	<u>46,152,994</u>
Less Accumulated Depreciation for:				
Buildings and Improvements:				
Buildings	(4,073,402)	(308,798)	-	(4,382,200)
Land improvements	(3,079,078)	(240,493)	-	(3,319,571)
Machinery and equipment	(1,168,807)	(39,664)	120,356	(1,088,115)
Autos and trucks	(2,312,877)	(95,839)	88,209	(2,320,507)
Infrastructure	(6,476,982)	(318,941)	-	(6,795,923)
Total Accumulated Depreciation	<u>(17,111,146)</u>	<u>(1,003,735)</u>	<u>208,565</u>	<u>(17,906,316)</u>
Total Capital Assets, Being Depreciated, Net	<u>28,915,109</u>	<u>(668,431)</u>	<u>-</u>	<u>28,246,678</u>
Total Governmental Activities Capital Assets, Net	<u>\$ 40,015,627</u>	<u>\$ (622,636)</u>	<u>\$ (234,593)</u>	<u>\$ 39,158,398</u>

Depreciation expense was charged to functions/programs of the City's governmental activities as follows:

General government	\$ 223,373
Public safety	111,493
Public works	418,062
Community development	14,436
Parks and recreation	236,371
Total	<u>\$ 1,003,735</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**6. CAPITAL ASSETS (CONTINUED)**

b. Business-Type Activities

Capital asset business-type activities for the fiscal year ended June 30, 2019, were as follows:

**Sewer Fund**

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 2,688,630	\$ -	\$ -	\$ 2,688,630
Construction in progress	-	-	-	-
Total Capital Assets, Not Being Depreciated	<u>2,688,630</u>	<u>-</u>	<u>-</u>	<u>2,688,630</u>
Capital Assets, Being Depreciated:				
Buildings and improvements	68,237,262	-	-	68,237,262
Transmissions and mains	5,778,991	-	-	5,778,991
Autos and trucks	13,230	-	-	13,230
Total Capital Assets, Being Depreciated	<u>74,029,483</u>	<u>-</u>	<u>-</u>	<u>74,029,483</u>
Less Accumulated Depreciation for:				
Buildings and improvements	(8,975,886)	(1,058,396)	-	(10,034,282)
Transmissions and mains	(2,086,140)	(32,273)	-	(2,118,413)
Autos and trucks	(2,136)	(1,654)	-	(3,790)
Total Accumulated Depreciation	<u>(11,064,162)</u>	<u>(1,092,323)</u>	<u>-</u>	<u>(12,156,485)</u>
Total Capital Assets, Being Depreciated	<u>62,965,321</u>	<u>(1,092,323)</u>	<u>-</u>	<u>61,872,998</u>
Total Sewer Capital Assets, Net	<u>\$ 65,653,951</u>	<u>\$ (1,092,323)</u>	<u>\$ -</u>	<u>\$ 64,561,628</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**6. CAPITAL ASSETS (CONTINUED)**

b. Business-Type Activities (Continued)

**Water Fund**

	Beginning Balance	Additions	Deletions	Ending Balance
Business-Type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 483,323	\$ -	\$ -	\$ 483,323
Construction in progress	200,971	170,926	(109,523)	262,374
	<u>684,294</u>	<u>170,926</u>	<u>(109,523)</u>	<u>745,697</u>
Total Capital Assets, Not Being Depreciated				
Capital Assets, Being Depreciated:				
Land improvements	267,809	-	-	267,809
Machinery and equipment	1,434,921	109,523	-	1,544,444
Wells and reservoirs	518,381	-	-	518,381
Transmission and mains	7,499,469	-	-	7,499,469
	<u>9,720,580</u>	<u>109,523</u>	<u>-</u>	<u>9,830,103</u>
Total Capital Assets, Being Depreciated				
Less Accumulated Depreciation for:				
Land improvements	(242,141)	(7,760)	-	(249,901)
Machinery and equipment	(1,133,729)	(26,831)	-	(1,160,560)
Wells and reservoirs	(505,756)	(1,110)	-	(506,866)
Transmission and mains	(2,020,320)	(96,839)	-	(2,117,159)
	<u>(3,901,946)</u>	<u>(132,540)</u>	<u>-</u>	<u>(4,034,486)</u>
Total Accumulated Depreciation				
Total Capital Assets, Being Depreciated	<u>5,818,634</u>	<u>(23,017)</u>	<u>-</u>	<u>5,795,617</u>
Total Water Capital Assets, Net	<u>\$ 6,502,928</u>	<u>\$ 147,909</u>	<u>\$ (109,523)</u>	<u>\$ 6,541,314</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**6. CAPITAL ASSETS (CONTINUED)**

b. Business-Type Activities (Continued)

**Sewer and Water Funds Total**

	Beginning Balance	Additions	Deletions	Ending Balance
Total Business-Type Activities:				
Capital Assets, Not Being Depreciated:				
Land	\$ 3,171,953	\$ -	\$ -	\$ 3,171,953
Construction in progress	200,971	170,926	(109,523)	262,374
	<u>3,372,924</u>	<u>170,926</u>	<u>(109,523)</u>	<u>3,434,327</u>
Total Capital Assets, Not Being Depreciated				
Capital Assets, Being Depreciated:				
Buildings and improvements	68,237,262	-	-	68,237,262
Transmissions and mains	13,278,460	-	-	13,278,460
Land improvements	267,809	-	-	267,809
Machinery and equipment	1,434,921	109,523	-	1,544,444
Autos and trucks	13,230	-	-	13,230
Wells and reservoirs	518,381	-	-	518,381
	<u>68,783,955</u>	<u>(1,115,340)</u>	<u>-</u>	<u>67,668,615</u>
Less: Accumulated depreciation	(14,966,108)	(1,224,863)	-	(16,190,971)
Total Capital Assets, Being Depreciated				
Total Business-Type Activities Capital Assets, Net	<u>\$ 72,156,879</u>	<u>\$ (944,414)</u>	<u>\$ (109,523)</u>	<u>\$ 71,102,942</u>

Depreciation expense was charged to functions/programs of the City's business-type activities as follows:

Business-Type Activities:	
Sewer	\$ 1,092,323
Water	<u>132,540</u>
Total	<u>\$ 1,224,863</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**7. LONG-TERM LIABILITIES**

The following is a summary of changes in the City's long-term liabilities for the fiscal year ended June 30, 2019:

	Beginning Balance As Restated	Additions	Deletions	Ending Balance	Due Within One Year
<b>Governmental Activities:</b>					
<b>Direct Borrowings:</b>					
Capital leases payable	\$ 210,617	\$ -	\$ (50,524)	\$ 160,093	\$ 52,147
Sales tax reimbursement (Note 12)	92,560	-	-	92,560	-
JPIA - General liability	24,441	-	(24,441)	-	-
<b>Other Long-term Liabilities:</b>					
Compensated absences	310,758	37,246	-	348,004	108,801
<b>Governmental Activities Long-Term Liabilities</b>	<b>\$ 638,376</b>	<b>\$ 37,246</b>	<b>\$ (74,965)</b>	<b>\$ 600,657</b>	<b>\$ 160,948</b>
<b>Business-Type Activities:</b>					
<b>Water:</b>					
<b>Other Debt:</b>					
2010 refunding bonds	\$ 5,565,000	\$ -	\$ (290,000)	\$ 5,275,000	\$ 305,000
Premium on bonds	9,673	-	(691)	8,982	-
<b>Other Long-term Liabilities:</b>					
Compensated absences	92,500	29,757	-	122,257	38,223
<b>Subtotal Water</b>	<b>5,667,173</b>	<b>29,757</b>	<b>(290,691)</b>	<b>5,406,239</b>	<b>343,223</b>
<b>Sewer:</b>					
<b>Other Debt:</b>					
Series 2007 revenue bonds	13,195,000	-	(840,000)	12,355,000	880,000
2007 Premium on bonds	368,846	-	(12,719)	356,127	-
Series 2017 refunding bonds	34,435,000	-	-	34,435,000	-
2017 Premium on bonds	3,030,437	-	(104,497)	2,925,940	-
<b>Other Long-term Liabilities:</b>					
Compensated absences	36,585	22,223	-	58,808	18,386
<b>Subtotal Sewer</b>	<b>51,065,868</b>	<b>22,223</b>	<b>(957,216)</b>	<b>50,130,875</b>	<b>898,386</b>
<b>Business-Type Activities: Long-Term Liabilities</b>	<b>\$ 56,733,041</b>	<b>\$ 51,980</b>	<b>\$ (1,247,907)</b>	<b>\$ 55,537,114</b>	<b>\$ 1,241,609</b>

**a. Capital Lease Obligations**

The City is obligated under a lease which is accounted for as capital lease:

*2014 Fire Engine - Oshkosh Capital 2014*

In 2014, the City entered into a capital lease agreement with Oshkosh Capital for a 2014 fire engine. The balance of the 2014 capital lease at June 30, 2019, is \$160,093. Minimum annual payments are \$57,291 for the lease, which includes interest between 4% and 5%, payable through November 22, 2021.

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**7. LONG-TERM LIABILITIES (CONTINUED)**

a. Capital Lease Obligations (Continued)

*2014 Fire Engine - Oshkosh Capital 2014 (Continued)*

The General Fund is primarily expected to liquidate these capital lease liability.

The schedules of annual requirements to amortize all capital leases long-term debt outstanding as of June 30, 2019, are as follows:

Fiscal Year Ending June 30,	Capital Leases Payable
2020	\$ 57,291
2021	57,291
2022	<u>55,863</u>
Total	170,445
Less: Amount representing interest	<u>(10,352)</u>
Present Value of Minimum Payments	<u>\$ 160,093</u>
Leased Equipment	\$ 456,903
Less: Accumulated depreciation	<u>287,944</u>
Total	<u>\$ 168,959</u>

b. California JPIA - General Liability and Workers Compensation

Liability coverage for the City of Fillmore is provided through the California Joint Powers Insurance Authority (California JPIA). In addition to liability coverage, the California JPIA offers other coverage programs. Liability and workers' compensation coverage are pooled self-insurance programs administered by the California JPIA on behalf of the member. Pollution legal liability insurance (formerly called environmental liability insurance), all risk property insurance, and crime insurance are purchased from commercial insurance companies on behalf of the member. Claims administration for the liability program is provided by Carl Warren & Company. Claims administration for the workers' compensation program is provided by York Risk Services Group. As of June 30, 2019, the City do not owe the JPIA for General Liability Cumulative Deposits.

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

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**7. LONG-TERM LIABILITIES (CONTINUED)**

c. Series 2007 Revenue Bonds (Nonrefundable)

On June 7, 2007, the Fillmore Public Financing Authority issued \$57,490,000 of Series 2007 Revenue Bonds. The proceeds were loaned to the City’s wastewater enterprise utility to assist in the construction of a new wastewater treatment facility. The bonds are secured by an installment agreement between the Authority and the City and through which the new revenues of the wastewater system are pledged. Proceeds from the issue have also been used to fund a reserve account, fund capitalized interest on the bonds through May 1, 2009, and pay costs of issuance. Interest on the bonds consists of serial and term bonds and are payable semiannually each May 1 and November 1. Principal is paid annually on May 1 through year 2030. Interest rates vary between 4% and 5%. In 2017, the City refinanced a portion of the Series 2007 Revenue Bonds. The outstanding principal balance of the nonrefundable bonds after the partial refinancing as of June 30, 2019, was \$12,355,000.

The schedules of annual requirements to amortize the Series 2007 Revenue Bonds long-term debt outstanding as of June 30, 2019, are as follows:

Fiscal Year Ending June 30,	2007 Revenue Bonds		
	Principal	Interest	Total
2020	\$ 880,000	\$ 622,331	\$ 1,502,331
2021	915,000	584,931	1,499,931
2022	955,000	546,044	1,501,044
2023	1,000,000	504,262	1,504,262
2024	1,050,000	451,763	1,501,763
2025-2029	1,105,000	1,751,138	2,856,138
2030	6,450,000	338,625	6,788,625
Total	<u>\$ 12,355,000</u>	<u>\$ 4,799,094</u>	<u>\$ 17,154,094</u>

d. 2010 Water System Refunding Bonds

On November 30, 2010, the Fillmore Public Financing Authority issued \$7,480,000 in Water System Refunding Bonds. The proceeds were loaned to the City’s water enterprise utility for the purpose of refinancing improvements to the water system. The issuance of these bonds defeased \$7,200,000 of outstanding 2002 Certificates of Participation. The water system was sold by the Fillmore Public Financing Authority to the City of Fillmore pursuant to an Installment Sale Agreement. The City and the Authority have entered into an Installment Sales Agreement to make payments solely from the net revenues of the water system. The installment payments are scheduled to be made in amounts sufficient to pay, when due, the annual principal and interest with respect to the certificates. As a result of the refunding, the City reduced its total debt service requirements by \$951,313, which at that time resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$397,962. The outstanding principal balance of the bonds as of June 30, 2019, was \$5,275,000.

**CITY OF FILLMORE, CALIFORNIA**  
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**7. LONG-TERM LIABILITIES (CONTINUED)**

d. 2010 Water System Refunding Bonds (Continued)

The schedules of annual requirements to amortize the 2010 Water System Refunding Bonds long-term debt outstanding as of June 30, 2019, are as follows:

Fiscal Year Ending June 30,	2010 Water Revenue Refunding Bonds		
	Principal	Interest	Total
2020	\$ 305,000	\$ 265,513	\$ 570,513
2021	315,000	253,313	568,313
2022	330,000	239,925	569,925
2023	345,000	225,488	570,488
2024	360,000	209,963	569,963
2025-2029	2,085,000	758,888	2,843,888
2030-2035	1,535,000	171,875	1,706,875
Total	<u>\$ 5,275,000</u>	<u>\$ 2,124,965</u>	<u>\$ 7,399,965</u>

e. Series 2017 Wastewater Refunding Revenue Bonds

On June 13, 2017, the City issued \$34,435,000 aggregated principal amount of Series 2017 Wastewater Refunding Revenue bonds (Series 2017). The purpose of the Series 2017 bonds is to partially refund the Series 2007 Revenue bonds, previously issued by the City. The Series 2017 bonds bear interest at rates ranging from 3% to 5% per annum, semiannually on each May 1 and November 1 of each year, commencing on November 1, 2017, with principal payments made annually on May 1, commencing on May 1, 2031 and ending in the year 2047. The Series 2017 bonds are payable from and secured by, the net revenues of the City's municipal wastewater system. As a result of the refunding, the City reduced its total debt service requirements by \$13,455,208, which at that time resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$7,951,066. The outstanding principal balance of the bonds as of June 30, 2019, was \$34,435,000.

The schedules of annual requirements to amortize the Series 2017 bonds long-term debt outstanding as of June 30, 2019, are as follows:

Fiscal Year Ending June 30,	2017 Revenue Bonds		
	Principal	Interest	Total
2020	\$ -	\$ 1,541,300	\$ 1,541,300
2021	-	1,541,300	1,541,300
2022	-	1,541,300	1,541,300
2023	-	1,541,300	1,541,300
2024	-	1,541,300	1,541,300
2025-2029	-	7,706,500	7,706,500
2030-2034	6,045,000	7,355,500	13,400,500
2035-2039	9,110,000	5,713,200	14,823,200
2040-2044	11,205,000	3,615,750	14,820,750
2045-2049	8,075,000	820,750	8,895,750
Total	<u>\$ 34,435,000</u>	<u>\$ 32,918,200</u>	<u>\$ 67,353,200</u>

**7. LONG-TERM LIABILITIES (CONTINUED)**

f. Compensated Absences

The City's total long-term liability at June 30, 2019, for compensated absences is \$529,069, with the General, Water, and Sewer Funds primarily expected to liquidate their corresponding portion of the liability.

**8. DEFINED BENEFIT PENSION PLAN**

a. General Information about the Pension Plan

*Plan Description*

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

*Benefits Provided*

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 to 62 with statutorily reduced benefits. For employees hired into a plan with the 1.5% at 65 formula, eligibility for service retirement is age 55 with at least five years of services. PEPRA miscellaneous members become eligible for service retirement upon attainment of age 52 with at least five years of service. All members are eligible for nonduty disability benefits after five years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. Safety members can receive a special death benefit if the member dies while actively employed and the death is job-related. Fire members may receive the alternate death benefit in lieu of the Basic Death Benefit or the 1957 Survivor Benefit if the member dies while actively employed and has at least 20 years of total CalPERS service. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

**CITY OF FILLMORE, CALIFORNIA**  
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**8. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

a. General Information about the Pension Plan (Continued)

The Plan's provisions and benefits in effect at June 30, 2018, measurement date, are summarized as follows:

	Miscellaneous		Safety	
	Prior to January 1, 2013	On or After January 1, 2013	Prior to January 1, 2013	On or After January 1, 2013
Hire date				
Benefit formula	2.0% @ 55	2.0% @ 62	3.0% @ 55	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life	monthly for life
Retirement age	50 to 63 & Up	52 to 67 & Up	50 to 55 & Up	50 to 57 & Up
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%	2.40% to 3.00%	0
Required employee contribution rates	6.896%	6.500%	8.982%	12.250%
Required employer contribution rates:				
Normal cost rate	9.887%	7.045%	18.759%	12.951%
Payment of unfunded liability	\$ 299,997	\$ 1,544	\$ 133,128	\$ -

*Contributions*

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS's annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. City contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contributions requirements are classified as plan member contributions.

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

As of June 30, 2019, the City reported net pension liabilities for its proportionate shares of the net pension liability of all Plans as follows:

	Proportionate Share of Net Pension Liability
Miscellaneous	\$ 4,711,252
Safety	1,336,995
Total	<u>\$ 6,048,247</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**8. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

- b. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2018, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017, rolled forward to June 30, 2018, using standard update procedures. The City's proportionate share of the net pension liability was based on a projection of the City's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The City's proportionate share of the net pension liability for each Plan as of the measurement date ended June 30, 2017 and 2018, was as follows:

	<u>Miscellaneous</u>	<u>Safety</u>
Proportionate Share - June 30, 2017	0.12391%	0.02342%
Proportionate Share - June 30, 2018	<u>0.12501%</u>	<u>0.02279%</u>
Change - Increase (Decrease)	<u><u>0.00110%</u></u>	<u><u>-0.00063%</u></u>

For the year ended June 30, 2019, the City recognized pension expense of \$500,028 and \$276,632 for Miscellaneous and Safety Plan, respectively. At June 30, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Miscellaneous</u>		<u>Safety</u>	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ 537,097	\$ (131,632)	\$ 131,183	\$ (17,699)
Differences Between Expected and Actual Experience	180,762	(61,512)	28,727	(109)
Differences Between Projected and Actual Investments Earnings	23,291	-	9,053	-
Changes in proportion and difference Between Employer's Contributions and Proportionate Share of Contributions	5,607	(195,999)	29,099	(6,586)
Pension Contributions Made Subsequent to Measurement Date	<u>522,965</u>	<u>-</u>	<u>156,789</u>	<u>-</u>
Total	<u><u>\$ 1,269,722</u></u>	<u><u>\$ (389,143)</u></u>	<u><u>\$ 354,851</u></u>	<u><u>\$ (24,394)</u></u>

**8. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

- b. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

Amounts of \$522,965 and \$156,789 reported as deferred outflows of resources related to contributions subsequent to the measurement date for Miscellaneous and Safety Plans, respectively, will be recognized as a reduction of the net pension liability in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ending June 30	Miscellaneous	Safety
2020	\$ 391,542	\$ 134,989
2021	194,921	84,025
2022	(186,474)	(36,087)
2023	(42,375)	(9,259)
2024	-	-
Thereafter		

*Actuarial Assumptions*

The total pension liability for the June 30, 2018, measurement period was determined by an actuarial valuation as of June 30, 2017, with update procedures used to roll forward the total pension liability to June 30, 2018. The total pension liability was based on the following assumptions:

Valuation Date	June 30, 2017
Measurement Date	June 30, 2018
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	(1)
Mortality Rate Table	(2)
Post Retirement Benefit Increase	(3)

- (1) Varies by entry age and service
- (2) The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using the Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.
- (3) Contract COLA up to 2.00% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter.

**8. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

- b. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

*Long-Term Expected Rate of Return*

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

The expected real rates of return by asset class are as follows:

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 <sup>1, 2</sup>	Real Return Years 11+ <sup>3</sup>
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	100.0%		

<sup>1</sup> In the CalPERS CAFR, Fixed Income included Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Asses are Included in both Global Equity Securities and Global Debt Securities.

<sup>2</sup> An expected inflation of 2.92% was used for this period.

<sup>3</sup> An expected inflation of 2.92% was used for this period.

**8. DEFINED BENEFIT PENSION PLAN (CONTINUED)**

- b. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

*Discount Rate*

The discount rate used to measure the total pension liability was 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

The following presents the City's proportionate share of the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 7.15% as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.15%) or one percentage point higher (8.15%) than the current rate:

	<u>Miscellaneous</u>	<u>Safety</u>
1% Decrease	6.15%	6.15%
Net Pension Liability	\$ 7,257,301	\$ 2,115,297
Current Discount Rate	7.15%	7.15%
Net Pension Liability	\$ 4,711,252	\$ 1,336,995
1% Increase	8.15%	8.15%
Net Pension Liability	\$ 2,609,531	\$ 699,315

*Pension Plan Fiduciary Net Position*

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

- c. Payable to the Pension Plan

At June 30, 2019, the City reported no payable for the outstanding amount of contributions to the pension plan required for the year then ended.

**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

*Plan Description*

The City has established a Retiree Healthcare Plan (HC Plan), a single-employer defined benefit retiree health-care plan. This coverage is available for employees who satisfy the requirements for retirement under the California Public Employees Retirement System (PERS), which is age 55 or older with at least five years of State or public agency service. The benefits are provided in the form of monthly City contributions toward the retiree’s premium. Medical plan benefits are provided through PERS, as permitted by the Public Employees’ Medical and Hospital and Care Act (PEMHCA). As a PEMHCA employer, the City has elected the unequal contribution method, where the contribution will be increased annually until it reaches the same employer contribution as active employee medical plan coverage. A separate financial report is not prepared for the HC Plan.

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. The plan does not issue a separate report.

*Employees Covered*

As of the June 30, 2018, measurement date, the following current and former employees were covered by the benefit terms under the HC Plan:

Active employees	31
Inactive employees or beneficiaries currently receiving benefits	<u>2</u>
Total	<u><u>33</u></u>

*Contributions*

Contribution requirements are established by City policy and may be amended by the City Council. The annual contribution is based on the actuarially determined contribution. For the measurement period June 30, 2018, the City made \$4,758 contributions in the form of premium payments.

*Total OPEB Liability*

The City’s total OPEB liability was measured as of June 30, 2018, and was determined by an actuarial valuation dated June 30, 2017, rolled forward to June 30, 2018, using standard update procedures. A summary of the principal assumptions and methods used to determine the total OPEB liability is shown below:

Actuarial Assumptions:

Discount Rate	3.87%
Inflation	2.50%
Salary Increases	3.25%

Mortality Rate	Pre-Retirement: CalPERS 2014 Mortality pre-retirement Post-Retirement: CalPERS 2014 Mortality post-retirement
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Pre-Retirement Turnover	Pre-65: 7.75% initial rate decrease 0.25% per year to 4.25% in 2033
Health-Care Trend Rate	Post-65: 4.95% initial rate decrease 0.25% per year to 4.25%

**CITY OF FILLMORE, CALIFORNIA**  
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**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

*Discount Rate*

The discount rate was based on a high-quality 20-year tax-exempt bond buyer index rate. The municipal bond rate utilized was 3.87%.

*Change in Assumption*

Discount rate was changed from 3.58% to 3.87%

*Changes in the OPEB Liability*

The changes in the total OPEB liability for the Plan are as follows:

	<u>Total OPEB Liability (a)</u>
Balance at June 30, 2017 (Measurement date)	<u>\$ 984,828</u>
Changes Recognized for the Measurement Period:	
Service Cost	87,521
Interest	38,306
Changes of assumptions	(51,550)
Differences between expected and actual experience	(2,773)
Benefit payments	<u>(4,758)</u>
Net Changes	<u>66,746</u>
Balance at June 30, 2018 (Measurement Date)	<u><u>\$ 1,051,574</u></u>

*Sensitivity of the Net OPEB Liability to Changes in the Discount Rate*

The following presents the net OPEB liability of the City if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018.

	1% Decrease	Current Discount Rate	1% Increase
	<u>2.87%</u>	<u>3.87%</u>	<u>4.87%</u>
Total OPEB Liability	\$ 1,249,513	\$ 1,051,574	\$ 894,210

**CITY OF FILLMORE, CALIFORNIA**  
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**9. OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

*Sensitivity of the Net OPEB Liability to Changes in the Health-Care Cost Trend Rates*

The following presents the net OPEB liability of the Authority if it were calculated using health-care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2018.

	<u>1% Decrease</u>	<u>Current Health-Care Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 872,410	\$ 1,051,574	\$ 1,283,660

*OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB*

For the fiscal year ended June 30, 2019, the City recognized OPEB expense of \$108,011. As of fiscal year ended June 30, 2019, the City reported deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
OPEB contributions subsequent to measurement date	\$ 11,039	\$ -
Changes of assumptions	-	(154,876)
Differences between expected and actual experience	-	(2,510)
Total	<u>\$ 11,039</u>	<u>\$ (157,386)</u>

The \$11,039 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2018, measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2019. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
2020	\$ (17,816)
2021	(17,816)
2022	(17,816)
2023	(17,816)
2024	(17,816)
Thereafter	(68,306)

**10. LIABILITY, WORKERS' COMPENSATION, AND PURCHASED INSURANCE**

a. Description of Self-Insurance Pool Pursuant to Joint Powers Agreement

The City of Fillmore is a member of the California Joint Powers Insurance Authority (Authority). The Authority is composed of 116 California public entities and is organized under a joint powers agreement pursuant to California Government Code §6500 et seq. The purpose of the Authority is to arrange and administer programs for the pooling of self-insured losses, to purchase excess insurance or reinsurance, and to arrange for group purchased insurance for property and other lines of coverage. The California JPIA began covering claims of its members in 1978. Each member government has an elected official as its representative on the Board of Directors. The Board operates through a nine-member Executive Committee.

b. Self-Insurance Programs of the Authority

Each member pays an annual contribution at the beginning of the coverage period. A retrospective adjustment is then conducted annually thereafter, for coverage years 2012-13 and prior. Coverage years 2013-14 and forward are not subject to routine annual retrospective adjustment. The total funding requirement for primary self-insurance programs is based on an actuarial analysis. Costs are allocated to individual agencies based on payroll and claims history, relative to other members of the risk-sharing pool.

*Primary Liability Program*

Claims are pooled separately between police and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$30,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$30,000 to \$750,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$750,000 to \$50 million, are distributed based on the outcome of cost allocation within the first and second loss layers.

The overall coverage limit for each member, including all layers of coverage, is \$50 million per occurrence. Subsidence losses have a sublimit of \$40 million per occurrence. The coverage structure includes retained risk that is pooled among members, reinsurance, and excess insurance.

*Workers' Compensation Program*

Claims are pooled separately between public safety (police and fire) and general government exposures. (1) The payroll of each member is evaluated relative to the payroll of other members. A variable credibility factor is determined for each member, which establishes the weight applied to payroll and the weight applied to losses within the formula. (2) The first layer of losses includes incurred costs up to \$50,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the first layer. (3) The second layer of losses includes incurred costs from \$50,000 to \$100,000 for each occurrence and is evaluated as a percentage of the pool's total incurred costs within the second layer. (4) Incurred costs from \$100,000 to statutory limits are distributed based on the outcome of cost allocation within the first and second loss layers.

**10. LIABILITY, WORKERS' COMPENSATION, AND PURCHASED INSURANCE (CONTINUED)**

b. Self-Insurance Programs of the Authority (Continued)

*Workers' Compensation Program (Continued)*

For 2018-19 the Authority's pooled retention is \$2 million per occurrence, with reinsurance to statutory limits under California Workers' Compensation Law. Employer's Liability losses are pooled among members to \$2 million. Coverage from \$2 million to \$5 million is purchased as part of a reinsurance policy, and Employer's Liability losses from \$5 million to \$10 million are pooled among members.

c. Purchased Insurance

*Pollution Legal Liability Insurance*

The City of Fillmore participates in the pollution legal liability insurance program which is available through the Authority. The policy covers sudden and gradual pollution of scheduled property, streets, and storm drains owned by the City of Fillmore. Coverage is on a claims-made basis. There is a \$50,000 deductible. The Authority has an aggregate limit of \$50 million for the three-year period from July 1, 2017 through July 1, 2020. Each member of the Authority has a \$10 million sublimit during the three-year policy term.

*Property Insurance*

The City of Fillmore participates in the all-risk property protection program of the Authority. This insurance protection is underwritten by several insurance companies. City of Fillmore property is currently insured according to a schedule of covered property submitted by the City of Fillmore to the Authority. City of Fillmore property currently has all-risk property insurance protection in the amount of \$50,988,321. There is a \$10,000 deductible per occurrence except for nonemergency vehicle insurance which has a \$2,500 deductible.

*Earthquake and Flood Insurance*

The City of Fillmore purchases earthquake and flood insurance on a portion of its property. The earthquake insurance is part of the property protection insurance program of the Authority. City of Fillmore property currently has earthquake protection in the amount of \$45,980,505. There is a deductible of 5% per unit of value with a minimum deductible of \$100,000.

*Crime Insurance*

The City of Fillmore purchases crime insurance coverage in the amount of \$1,000,000 with a \$2,500 deductible. The fidelity coverage is provided through the Authority.

d. Adequacy of Protection

During the past three fiscal years, none of the above programs of protection experienced settlements or judgments that exceeded pooled or insured coverage. There were also no significant reductions in pooled or insured liability coverage in 2018-19.

## **11. DEFERRED COMPENSATION PLAN AND TRUST**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

All amounts of compensation deferred under the plans, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the employees. Accordingly, the plan/trust assets have been excluded from the City's reported assets.

## **12. CONTINGENCIES AND COMMITMENTS**

### *Grants Funding*

The City participates in certain federal and state assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

### *Litigation*

The City is involved in several pending lawsuits of a nature common to many similar jurisdictions. City management estimates that potential claims against the City, not covered by insurance, will not have a material adverse effect on the financial statements of the City.

### *Sales Tax Payable (Due to Others) (Tax Abatement)*

The City of Fillmore (City) entered into an Economic Development Agreement (EDA) (sales tax sharing), with MTS Consulting, LLC (MTS), on June 20, 2003. The EDA states that for each local sales tax generating business that MTS brings to the City, the City would share with them the local sales tax generated by the business for 20 years. The City would share 85% with MTS and the remaining 15% would be retained by the City. In 2007, Owens & Minor (O&M), relocated their sales office to the City and started allocating sales tax to the City. The 20-year term for sharing local sales tax relating to O&M expires in Year 2022. This sales tax sharing and allocation of tax agreement was challenged by some of the municipalities where the sales tax originated. The City settled with some of the municipalities, however, two of these municipalities resulted in ongoing agreements. One agreement pertained to the City of Industry and a second one to the County of San Joaquin. These agreements state that as long as O&M maintains a distribution facility in the City of Industry or San Joaquin County, that the City will share the MTS 85% portion with these agencies. The sharing allocation resulted in 70% of the City of Industry designated sales tax to be paid back to the City of Industry and 45% of the San Joaquin County designated sales tax to be paid back to San Joaquin County. In April 2015, the distribution facility located in the City of Industry was closed and consequently the sales tax allocation agreement also ended leaving the sales tax sharing agreement with San Joaquin County as the only agreement now in effect. The payments made to San Joaquin County (and previously the City of Industry) are deducted from the 85% share of the sales tax that is paid to MTS. The City continues to retain their 15% share of the O&M sales tax generated revenue.

**12. CONTINGENCIES AND COMMITMENTS (CONTINUED)**

*Sales Tax Payable (Due to Others) (Tax Abatement) (Continued)*

Currently, on average, O&M allocates \$665,000 in quarterly sales tax payments to the City. After the deductions for the County share and the administrative fee (Triple Flip ended and is no longer deducted as in previous years), the net amount averages \$636,000, and out of this amount, \$540,000 is shared between MTS and San Joaquin County and \$96,000 is retained by the City. The estimated fiscal year amount equates to O&M paying \$2.66 million in sales tax to the City with \$2.16 million shared between MTS and San Joaquin and \$500,000 retained by the City.

As of June 30, 2019, the City estimated and accrued \$565,864 of sales tax payable to the sharing entities and is presented under Due to Others in the General Fund.

*Status of Current and Past Sales Tax Litigation Cases (Tax Abatements)*

On September 21, 2015, the City received notice from BOE stating that they denied the City’s petition to allow the allocation of sales tax received from Cal Fuel Purchasing Group, LLC covering the time-period of April 1, 2007 through December 31, 2007, in the amount of \$1,211,623. Out of this amount, the City paid \$1,119,063 to a developer, Inspired, (as required under a sales tax sharing agreement), and the City will consequently request these funds to be returned if the sales tax allocated to Fillmore is reallocated back to the originating Cities and/or Counties.

On November 18, 2015, the decision made by BOE was appealed contending that the local tax was correctly allocated to Fillmore. This appeal was heard by BOE and on August 30, 2016, a decision was reached and again BOE determined that the sales tax allocated to Fillmore and associated with Cal Fuel Purchasing Group was inappropriately allocated and should be reallocated back to the originating Cities and/or Counties.

On October 28, 2016, the latest decision made by BOE was again appealed contending that the local tax was correctly allocated to Fillmore. The City is now awaiting the results of this latest appeal. However, if the City loses the appeal, following is an estimate by fiscal year of how the \$1,211,623 amount would be reallocated back to BOE, repayment of \$1,119,063 by Inspired and the net financial impact on the City. The following table is an estimate and will ultimately depend on the outcome from the current appeal.

Following is a summary by fiscal year of the above repayment schedules and net financial impact on the City:

<u>Cal Purchasing Group</u>	<u>Amount</u>
Repayment to BOE by City	\$ (1,211,623)
Inspired Repayment to City	<u>1,119,063</u>
Net Impact on City	<u>\$ (92,560)</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**13. GOVERNMENTAL FUND BALANCES**

The detail of fund balances, in accordance with GAAP, reported in the balance sheet of governmental funds is as follows:

	General Fund	Special Revenue Fund Housing Successor	Nonmajor Governmental Funds	Total Governmental Funds
Fund Balances (Deficits):				
Nonspendable:				
Prepaid items	\$ 64,346	\$ -	\$ -	\$ 64,346
Total Nonspendable	<u>64,346</u>	<u>-</u>	<u>-</u>	<u>64,346</u>
Restricted for:				
Public works	-	-	8,819,686	8,819,686
Community development	-	350,346	127,174	477,520
Parks and recreation	-	-	1,751,677	1,751,677
Public safety	-	-	219,077	219,077
Total Restricted	<u>-</u>	<u>350,346</u>	<u>10,917,614</u>	<u>11,267,960</u>
Assigned to:				
Public works maintenance	-	-	468,517	468,517
Parking lot maintenance	-	-	50,706	50,706
Parks and recreation	-	-	32,869	32,869
Total Assigned	<u>-</u>	<u>-</u>	<u>552,092</u>	<u>552,092</u>
Unassigned	<u>7,110,976</u>	<u>-</u>	<u>(781,700)</u>	<u>6,329,276</u>
Total Fund Balances	<u>\$ 7,175,322</u>	<u>\$ 350,346</u>	<u>\$ 10,688,006</u>	<u>\$ 18,213,674</u>

**14. NET POSITION - NET INVESTMENT IN CAPITAL ASSETS**

Net position for governmental and business type activities is classified as (1) net invested in capital assets, (2) restricted, or (3) unrestricted. Net position that was classified as net investment in capital assets as of June 30, 2019, was determined as follows:

Capital Assets	<u>\$ 39,158,398</u>
Less: Outstanding Principal of Capital-Related Borrowings:	
Capital leases	<u>(160,093)</u>
Net Investment in Capital Assets	<u>\$ 38,998,305</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**14. NET POSITION - NET INVESTMENT IN CAPITAL ASSETS (CONTINUED)**

	Business-Type Activities		
	Sewer Fund	Water Fund	Total Enterprise Fund
Capital Assets	\$ 64,561,628	\$ 6,541,314	\$ 71,102,942
Plus (less) capital assets related balances:			
Plus: Capital-related deferred outflows of resources	-	196,801	196,801
Less: Outstanding Principal of Capital-Related Borrowings:			
Series 2007 revenue bonds	(12,355,000)	-	(12,355,000)
Premium on 2007 bonds	(356,127)	-	(356,127)
Series 2017 revenue bonds	(34,435,000)	-	(34,435,000)
Premium on 2017 bonds	(2,925,940)	-	(2,925,940)
2010 refunding bonds	-	(5,275,000)	(5,275,000)
Premium on 2010 bonds	-	(8,982)	(8,982)
Less: Capital-related deferred inflows of resources	(760,318)	-	(760,318)
Net Investment in Capital Assets	<u>\$ 13,729,243</u>	<u>\$ 1,454,133</u>	<u>\$ 15,183,376</u>

**15. SPECIAL TAX DISTRICTS DEBT WITH NO CITY COMMITMENT**

Special Tax Districts in various parts of the City have issued debt to finance infrastructure improvements and facilities within their boundaries. The City is the collecting and paying agent for the debt issued by these Districts, but has no direct or contingent liability or moral obligation for the payment of this debt. Therefore, this debt is not included as debt of the City. The outstanding balance of each of these issues as of June 30, 2019, is as follows:

Description	Issue Year	Fiscal Year	
		Maturity Year	June 30, 2019
North Fillmore Industrial Park CFD #1	2006	2029	\$ 1,440,000
Baldwin Towne Plaza Improvements CFD #2	2005	2022	220,000
River Oaks CFD #3	2006	2037	2,455,000
Heritage Valley Parks, Area A CFD #5	2015	2040	<u>16,995,000</u>
Total Special Tax District Debt			<u>\$ 21,110,000</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**16. SUCCESSOR AGENCY - PRIVATE-PURPOSE TRUST FUND**

In accordance with the provisions of the State of California AB X1 26 (Bill) and the California Supreme Court’s decision to uphold the Bill, the assets and liabilities of the former redevelopment agency are being reported in a Fiduciary Private-Purpose Trust Fund. The Bill provides that upon dissolution of a redevelopment agency, either the City or another unit of local government will agree to serve as the “Successor Agency” to hold the assets until they are distributed to other units of state and local government. In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012. The assets and liabilities of the former Redevelopment Agency (Agency) were transferred to the Successor Agency to the City of Fillmore Redevelopment Agency on February 1, 2012, as a result of the dissolution of the Agency. The City is acting in a fiduciary capacity for the assets and liabilities. Disclosures related to notes receivable and long-term liabilities are stated below:

*Successor Agency Capital Assets*

Capital assets activity of the Successor Agency for the fiscal year ended June 30, 2019, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital Assets, Not Being Depreciated				
Land	\$ 3,627,062	\$ -	\$ -	\$ 3,627,062
Total Capital Assets, Not Being Depreciated	<u>3,627,062</u>	<u>-</u>	<u>-</u>	<u>3,627,062</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements	3,227,564	-	-	3,227,564
Machinery and equipment	131,294	-	-	131,294
Infrastructure:				
Roadways and bike paths	<u>52,773</u>	<u>-</u>	<u>-</u>	<u>52,773</u>
Total Capital Assets, Being Depreciated	<u>3,411,631</u>	<u>-</u>	<u>-</u>	<u>3,411,631</u>
Less Accumulated Depreciation for:				
Buildings and improvements	(1,498,583)	(64,502)	-	(1,563,085)
Machinery and equipment	(126,744)	(764)	-	(127,508)
Infrastructure:				
Roadways and bike paths	<u>(8,289)</u>	<u>(812)</u>	<u>-</u>	<u>(9,101)</u>
Total Accumulated Depreciation	<u>(1,633,616)</u>	<u>(66,078)</u>	<u>-</u>	<u>(1,699,694)</u>
Total Capital Assets, Being Depreciated, Net	<u>1,778,015</u>	<u>(66,078)</u>	<u>-</u>	<u>1,711,937</u>
Total Capital Assets, Net	<u>\$ 5,405,077</u>	<u>\$ (66,078)</u>	<u>\$ -</u>	<u>\$ 5,338,999</u>

**CITY OF FILLMORE, CALIFORNIA**  
**Notes to Basic Financial Statements**  
**June 30, 2019**

**16. SUCCESSOR AGENCY - PRIVATE-PURPOSE TRUST FUND (CONTINUED)**

*Successor Agency Long-Term Debt*

The following is a summary of changes in the Successor Agency's long-term liabilities for the fiscal year ended June 30, 2019:

	Beginning Balance (As Restated)	Additions	Deletions	Ending Balance	Due Within One Year
Other Debt:					
2015 Series TARBs	\$ 35,560,000	\$ -	\$ (2,030,000)	\$ 33,530,000	\$ 2,110,000
Premium on 2015 Series TARBs	4,455,290	-	(344,925)	4,110,365	-
Total Long-Term Liabilities	<u>\$ 40,015,290</u>	<u>\$ -</u>	<u>\$ (2,374,925)</u>	<u>\$ 37,640,365</u>	<u>\$ 2,110,000</u>

*2015 Series Tax Allocation Refunding Bonds*

On February 2, 2016, the Successor Agency to the Fillmore Redevelopment Agency issued its \$37,515,000 aggregated principal amount of Successor Agency to the Fillmore Redevelopment Agency Tax Allocation Refunding Bonds, Series 2015 (2015 Bonds). The purpose of the 2015 Bonds is to refund the 2005 Bonds and the 2006 Bonds, previously issued by the former agency. The 2015 Bonds bear interest at rates ranging from 3% to 5% per annum, semiannually on each June 1 and December 1 of each year, commencing on June 1, 2016, with principal payments on June 1, commencing on June 1, 2017. The 2015 Bonds are payable from and secured by, the tax revenues to be derived from taxes deposited into the Successor Agency's Redevelopment Obligation Retirement Fund established pursuant to Health and Safety Code section 34170.5(a).

The schedules of annual requirements to amortize the *2015 Series A Bonds* long-term debt outstanding as of June 30, 2019, including interest are as follows:

Fiscal Year Ending June 30,	2015 Revenue Bonds Series A		
	Principal	Interest	Total
2020	2,110,000	\$ 1,537,000	\$ 3,647,000
2021	2,215,000	1,431,500	3,646,500
2022	2,325,000	1,320,750	3,645,750
2023	2,445,000	1,204,500	3,649,500
2024	2,570,000	1,082,250	3,652,250
2025-2029	14,890,000	3,352,250	18,242,250
2030-2035	6,975,000	315,450	7,290,450
Total	<u>\$ 33,530,000</u>	<u>\$ 10,243,700</u>	<u>\$ 43,773,700</u>

**16. SUCCESSOR AGENCY - PRIVATE-PURPOSE TRUST FUND (CONTINUED)**

*Successor Agency Deductions (Expenses)*

Deductions (expenses) incurred by the Successor Agency for the year ended June 30, 2019, (and subsequent years in which the Successor Agency is in operation) are subject to review by various State agencies and the County in which the Successor Agency resides. If any expenses incurred by the Successor Agency are disallowed by the State agencies or County, the City, acting as the Successor Agency could be liable for the repayment of the disallowed costs from either its own funds or by the State withholding remittances normally paid to the City. The amount, if any, of expenses that may be disallowed by the State agencies or County cannot be determined at this time, although management of the Successor Agency expects such amounts, if any, to be immaterial.

**17. PRIOR-PERIOD RESTATEMENT**

Net position at July 1, 2018, was restated as follows:

Government-Wide Statements:

Statement of Activities - Governmental Activities:

Net Position, Beginning of Year, Prior to Restatement	\$ 57,975,998
To adjust the balance of capital lease	17,120
To record allowance for loans receivables	<u>(7,536,507)</u>
Net Position, Beginning of Year, as Restated	<u><u>\$ 50,456,611</u></u>

Statement of Fiduciary Net Position:

Statement Changes in net Position - Private Purpose Trust Fund:

Net Position, Beginning of Year, Prior to Restatement	\$(31,121,591)
To adjust balances of prepaid insurance, deferred charges and premium related to 2015 refunding bonds	<u>-</u> <u>(255,393)</u>
Net restatement due to change in accounting principle	<u>(255,393)</u>
Net Position, Beginning of Year, as Restated	<u><u>\$(31,376,984)</u></u>

**18. SUBSEQUENT EVENTS**

Events occurring after June 30, 2019, have been evaluated for possible adjustments to the financial statements or disclosure as of December 6, 2019, which is the date these financial statements were available to be issued.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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CITY OF FILLMORE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
SAFETY PLAN

Last Ten Fiscal Years\*

Fiscal year ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Measurement period	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Plan's proportion of the net pension liability	0.013870%	0.014108%	0.014528%	0.015330%	0.017700%
Plan's proportionate share of the net pension liability	\$ 1,336,995	\$ 1,399,099	\$ 1,257,110	\$ 1,052,229	\$ 1,101,601
Plan's covered payroll	\$ 453,161	\$ 355,417	\$ 334,212	\$ 363,427	\$ 344,771
Plan's proportionate share of the net pension liability as a percentage of covered payroll	295.04%	393.65%	376.14%	289.53%	319.52%
Plan's proportionate share of the fiduciary net position as a percentage of the Plan's total pension liability	75.26%	73.28%	73.22%	77.48%	78.65%
Plan's proportionate share of aggregate employer contributions	\$ 181,771	\$ 141,660	\$ 112,100	\$ 113,152	\$ 93,154

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2019:

There were no significant changes in assumptions.

\* Fiscal year 2015 was the first year of implementation and therefore only five years are shown.

CITY OF FILLMORE

SCHEDULE OF CONTRIBUTIONS  
SAFETY PLAN

Last Ten Fiscal Years\*

Fiscal year ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially determined contribution	\$ 156,789	\$ 164,857	\$ 180,715	\$ 175,058	\$ 180,131
Contributions in relation to the actuarially determined contributions	(156,789)	(164,857)	(180,715)	(175,058)	(180,131)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 513,111	\$ 453,161	\$ 355,417	\$ 334,212	\$ 363,427
Contributions as a percentage of covered payroll	30.56%	36.38%	50.85%	52.38%	49.56%

Notes to Schedule:

Valuation Date	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
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**Methods and Assumptions Used to Determine Contribution Rates:**

	Entry age				
Actuarial cost method	(1)	(1)	(1)	(1)	(1)
Amortization method	Market Value	Market Value	Market Value	Market Value	15-Year Smoothed Market Method
Asset valuation method	2.75%	2.75%	2.75%	2.75%	2.75%
Inflation	(2)	(2)	(2)	(2)	(2)
Salary increases	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Investment rate of return	(4)	(4)	(4)	(4)	(4)
Retirement age	(5)	(5)	(5)	(5)	(5)
Mortality					

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) Net of pension plan investment expense, including inflation
- (4) The probabilities of retirement are based on the 2010 CalPERS Experience Study report
- (5) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

\* Fiscal year 2015 was the first year of implementation and therefore only five years are shown.

CITY OF FILLMORE

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
MISCELLANEOUS PLAN

Last Ten Fiscal Years\*

Fiscal year ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Measurement period	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
Plan's proportion of the net pension liability	0.488900%	0.049255%	0.049633%	0.049689%	0.053250%
Plan's proportionate share of the net pension liability	\$ 4,711,252	\$ 4,884,788	\$ 4,294,749	\$ 3,410,583	\$ 3,313,532
Plan's covered payroll	\$ 1,621,951	\$ 1,609,645	\$ 1,470,305	\$ 1,309,471	\$ 1,111,576
Plan's proportionate share of the net pension liability as a percentage of covered payroll	290.47%	303.47%	292.10%	260.46%	298.09%
Plan's proportionate share of the fiduciary net position as a percentage of the Plan's total pension liability	75.26%	73.28%	73.22%	77.48%	78.65%
Plan's proportionate share of aggregate employer contributions	\$ 537,486	\$ 496,876	\$ 444,572	\$ 410,067	\$ 330,038

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 to June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014 measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015 measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2019:

There were no significant changes in assumptions.

\* Fiscal year 2015 was the first year of implementation and therefore only five years are shown.

CITY OF FILLMORE

SCHEDULE OF CONTRIBUTIONS  
MISCELLANEOUS PLAN

Last Ten Fiscal Years\*

Fiscal year ended	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially determined contribution	\$ 522,965	\$ 427,715	\$ 443,631	\$ 352,922	\$ 233,265
Contributions in relation to the actuarially determined contributions	(522,965)	(427,715)	(443,631)	(352,922)	(233,265)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 1,542,828	\$ 1,621,951	\$ 1,609,645	\$ 1,470,305	\$ 1,309,471
Contributions as a percentage of covered payroll	33.90%	26.37%	27.56%	24.00%	17.81%

Notes to Schedule:

Valuation Date	6/30/2016	6/30/2015	6/30/2014	6/30/2013	6/30/2012
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**Methods and Assumptions Used to Determine Contribution Rates:**

	Entry age				
Actuarial cost method	(1)	(1)	(1)	(1)	(1)
Amortization method	Market Value	Market Value	Market Value	Market Value	15-Year Smoothed Market Method
Asset valuation method	2.75%	2.75%	2.75%	2.75%	2.75%
Inflation	(2)	(2)	(2)	(2)	(2)
Salary increases	7.375% (3)	7.50% (3)	7.50% (3)	7.50% (3)	7.50% (3)
Investment rate of return	(4)	(4)	(4)	(4)	(4)
Retirement age	(5)	(5)	(5)	(5)	(5)
Mortality					

- (1) Level percentage of payroll, closed
- (2) Depending on age, service, and type of employment
- (3) Net of pension plan investment expense, including inflation
- (4) The probabilities of retirement are based on the 2010 CalPERS Experience Study report
- (5) Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

\* Fiscal year 2015 was the first year of implementation and therefore only five years are shown.

CITY OF FILLMORE

SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS

Last Ten Fiscal Years\*

Fiscal year end	<u>6/30/2019</u>	<u>6/30/2018</u>
Measurement date	<u>6/30/2018</u>	<u>6/30/2017</u>
Total OPEB Liability:		
Service cost	\$ 87,521	\$ 98,787
Interest on total OPEB liability	38,306	31,076
Changes in assumptions	(51,550)	(133,543)
Changes in benefit terms	-	(6,158)
Difference between expected and actual experience	(2,773)	
Benefit payments	<u>(4,758)</u>	<u>-</u>
Net Change in Total OPEB Liability	66,746	(9,838)
Total OPEB Liability - Beginning of Year	<u>984,828</u>	<u>994,666</u>
Total OPEB Liability - Ending (a)-(b)	<u>\$ 1,051,574</u>	<u>\$ 984,828</u>
Covered - employee payroll	\$ 2,201,955	\$ 2,237,583
Total OPEB liability as percentage of covered - employee payroll	47.76%	44.01%

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

The fiscal year ended June 30, 2018 is the first year of implementation and therefore only two years are shown.

\* Fiscal year 2018 was the first year of implementation and therefore only two years are shown.

CITY OF FILLMORE

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

For the year ended June 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues:				
Taxes	\$ 5,192,513	\$ 5,192,513	\$ 5,525,606	\$ 333,093
Licenses and permits	175,000	175,000	97,125	(77,875)
Fines and forfeitures	73,550	73,550	60,707	(12,843)
Investment income	144,005	144,005	167,130	23,125
Intergovernmental	544,910	544,910	694,921	150,011
Charges for services	699,665	1,453,196	1,630,634	177,438
Other	60,156	60,156	131,408	71,252
Total Revenue	<u>6,889,799</u>	<u>7,643,330</u>	<u>8,307,531</u>	<u>664,201</u>
Expenditures:				
Current:				
General Government:				
City council	29,935	29,935	17,637	12,298
City clerk	85,884	85,884	80,899	4,985
City attorney	290,000	290,000	393,712	(103,712)
City administration	208,092	208,092	176,330	31,762
Central support	361,237	361,237	264,727	96,510
Risk management	114,495	114,495	90,624	23,871
Facilities management	126,553	126,553	116,774	9,779
Human resources	51,619	51,619	43,387	8,232
Total General Government	<u>1,267,815</u>	<u>1,267,815</u>	<u>1,184,090</u>	<u>83,725</u>
Public Safety:				
Sheriff	3,516,626	3,516,626	3,530,319	(13,693)
Fire	1,484,233	1,484,233	1,348,452	135,781
Animal regulation	133,856	133,856	118,853	15,003
Building and safety	185,487	195,487	282,819	(87,332)
Total Public Safety	<u>5,320,202</u>	<u>5,330,202</u>	<u>5,280,443</u>	<u>49,759</u>
Parks and Recreation:	<u>175,435</u>	<u>175,435</u>	<u>165,992</u>	<u>9,443</u>
Public Works:				
Parks	145,005	145,005	180,922	(35,917)
Central garage	56,005	56,005	38,235	17,770
City engineering	60,559	60,559	60,715	(156)
Total Public Works	<u>261,569</u>	<u>261,569</u>	<u>279,872</u>	<u>(18,303)</u>
Community Development:				
Community promotion	12,443	12,443	1,888	10,555
Planning	560,356	560,356	357,108	203,248
Total Community Development	<u>572,799</u>	<u>572,799</u>	<u>358,996</u>	<u>213,803</u>
Economic Development	<u>72,450</u>	<u>88,950</u>	<u>92,928</u>	<u>(3,978)</u>
Total Expenditures	<u>7,670,270</u>	<u>7,696,770</u>	<u>7,362,321</u>	<u>334,449</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(780,471)</u>	<u>(53,440)</u>	<u>945,210</u>	<u>998,650</u>
Other Financing Sources (Uses):				
Transfers in	753,531	-	-	-
Transfers out	(290,000)	(290,000)	(290,000)	-
Total Other Financing Sources (Uses)	<u>463,531</u>	<u>(290,000)</u>	<u>(290,000)</u>	<u>-</u>
Net Change in Fund Balance	(316,940)	(343,440)	655,210	998,650
Fund Balance, Beginning of Year	<u>6,520,112</u>	<u>6,520,112</u>	<u>6,520,112</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 6,203,172</u>	<u>\$ 6,176,672</u>	<u>\$ 7,175,322</u>	<u>\$ 998,650</u>

CITY OF FILLMORE

REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE

HOUSING SUCCESSOR SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Investment income	\$ 18,500	\$ 18,500	\$ 77,157	\$ 58,657
Expenditures:				
Current:				
Community Development	4,750	6,850	3,844	3,006
Net change in fund balance	13,750	11,650	73,313	61,663
Fund balance, beginning of year	277,033	277,033	277,033	-
Fund balance, end of year	<u>\$ 290,783</u>	<u>\$ 288,683</u>	<u>\$ 350,346</u>	<u>\$ 61,663</u>

**1. BUDGETS AND BUDGETARY DATA**

*General Budget Policies*

The City Council has the responsibility for adoption of the City's budget. Budgets are adopted for governmental funds, except for the Groundwater Sustainability and DIF Parking Special Revenue Funds and certain capital projects funds. From the effective date of the budget, the amounts stated as proposed expenditures become appropriations to the various City departments. The City Council may amend the budget by motion during each fiscal year. The City Manager is authorized to transfer funds from one major expenditure category to another within the same department and fund. Any revisions that alter the total expenditures of any fund must be approved by the City Council.

All appropriations lapse at the end of the fiscal year to the extent that they have not been expended. Lease contracts entered into by the City are subject to annual review by the City Council; hence, they legally are one year contracts with an option for renewal for another fiscal year.

Budgeted revenue and expenditure amounts represent the City's originally-adopted legal budget adjusted for unanticipated revenues and appropriations during the course of the fiscal year. Budget amounts, as adjusted, reported for the governmental funds of the City are adopted on a basis consistent with accounting principles generally accepted in the United States of America.

Overall budgetary control is exercised at the fund level, except for the City's General Fund, where control is exercised at the department level. The City Council has the legal authority to amend the budget at any time during the fiscal year. The City Manager is also authorized to make administrative amendments to the budget, provided the department amendments do not have a significant policy impact or affect budgeted year-end fund balances.

**SUPPLEMENTARY INFORMATION**

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**CITY OF FILLMORE, CALIFORNIA**  
**Nonmajor Governmental Funds**  
**Fund Descriptions**  
**June 30, 2019**

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**SPECIAL REVENUE FUNDS**

These funds are used to account for specific revenues (other than those for major capital projects) that are restricted legally to expenditures for particular purposes.

Public Education and Government Fund - to account for the PEG fee portion of the cable television taxes received from Time Warner Cable - based on TWC revenue.

Gas Tax/SB 1 Fund - to account for the construction and maintenance of the road network system of the City. Financing is provided by the City's share of state gasoline taxes, which are required by state law to be used to maintain streets.

Local Transportation Fund - to account for Article 3 and Article 8 funds received pursuant to the State of California, Transportation Development Act. These funds are restricted for the improvement and maintenance of street systems, and State allocations for street and mass transit improvements.

Lighting/Landscape Assessment District Fund - to account for street lighting and landscaping services which is financed primarily through property tax assessments levied specifically for this purpose.

Storm Drain Assessment District Fund - to account for storm drain repairs and maintenance which is financed primarily through property tax assessments levied specifically for this purpose.

Community Development Block Grant (CDBG) Fund - to account for the receipt and expenditure of CDBG funds allocated to the City by the US Department of Housing and Urban Development.

Public Transit Fund - to account for the portion of the local transportation funds allocated for public transit. The City contracts out its public transit.

DIF Parking Fund - to account for impacts fees to be used for improvements to existing parking areas and to design and construct future parking areas. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

Bike Path Maintenance Fund - to account for grants received and used to maintain the City's bike paths.

Solid Waste Source Reduction Fund - to account for Source Reduction Fees collected per water meter and used to reduce the waste stream per AB 939.

Swimming Pool Maintenance Fund - to account for assessments/taxes collected to be used for maintenance of the local Swimming Pool.

Recreation Fund - to account for rental fees and recreation program fees and related expenditures.

DIF Public Facility Fund - to account for Developer Impact Fees to be used for various public facility improvements.

DIF Transportation Improvement Fund - to account for Developer Impact Fees to be used for future transportation improvements.

**CITY OF FILLMORE, CALIFORNIA**  
**Nonmajor Governmental Funds**  
**Fund Descriptions**  
**June 30, 2019**

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**SPECIAL REVENUE FUNDS (CONTINUED)**

DIF Parkland Fund - to account for Developer Impact Fees to be used for future acquisition and maintenance of the City's park.

DIF Sewer Improvement Fund - to account for Developer Impact fees to be used for future sewer utility improvements.

Groundwater Sustainability Fund - to account for the allocation of funds to be used to develop a groundwater sustainability plan. The City receives the allocation and remits the funds to the Fillmore-Piru Basins Groundwater Sustainability Agency. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

DIF Water Improvement Fund - to account for Developer Impact Fees to be used for future improvements to the City's Water Operating System.

DIF Storm Drain Improvement Fund - to account for Developer Impact Fees to be used for future improvements to the City's storm drains.

Storm Water NPDES Fund - to account for property tax assessments levied for the purpose of controlling storm water pollution.

Levees Reserve Fund - to account for reserve funds for the storm drain district's levee.

DIF Fire Substation Fund - to account for Developer Impact Fees to be used to design and construct a future fire substation in the Heritage Valley subdivision.

**DEBT SERVICE FUND**

This fund is used to account for debt service payments on long-term debt issues.

Fillmore Public Financial Authority Debt Service Fund - to account for debt service payment on various long-term debt issues. This fund is being removed from the annual financial report.

**CAPITAL PROJECTS FUNDS**

These funds are used to account for resources used for the acquisition and construction of capital facilities by the City, except those financed by proprietary funds.

Sespe Creek Bike Path Fund - to account for grant funds used in the extension of the paved Sespe Creek Bike path, as well as, landscaping and construction of a wood fence. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

Traffic Signals Fund - the purpose of this fund is to use grants and other funds to construct and maintain the City's traffic signals. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

**CITY OF FILLMORE, CALIFORNIA**  
**Nonmajor Governmental Funds**  
**Fund Descriptions**  
**June 30, 2019**

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**CAPITAL PROJECTS FUNDS (CONTINUED)**

Two Rivers Park Fund - to account for funds used for the design and construction of a new 20-acre park.

Street Projects Funds - to account for maintenance expenditures on the City's streets funded by TDA and grants.

Public Buildings Improvements Fund - to account for the construction of capital improvements made to City-owned buildings.

Parking Lot Fund - to account for the construction of a city-owned parking lot. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

Storm Drain Weir River Fund - to account for the related costs for a storm drain connection to the Weir River. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

Pole Creek/Bike Path Fund - to account for the cost of improvements to the Pole Creek Bike Path. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

BTA Bike Path Fund - to account for bike path construction. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

Business Park Infrastructure Fund - to account for costs related to the development and construction of business park infrastructure assets. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

Sidewalk Repair Fund - to account for repair of sidewalks. The City does not present a Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual for this fund because no budget is legally adopted for it.

CITY OF FILLMORE

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2019

	Special Revenue Funds		
	Public Education and Government	Gas Tax	SB1
<b>ASSETS:</b>			
Cash and investments	\$ 108,591	\$ 44,732	\$ 313,942
Receivables:			
Accounts	7,027	2,556	-
Interest	448	324	1,642
Due from other governments	-	-	52,211
<b>TOTAL ASSETS</b>	<u>\$ 116,066</u>	<u>\$ 47,612</u>	<u>\$ 367,795</u>
<b>LIABILITIES AND FUND BALANCE:</b>			
Liabilities:			
Accounts payable	\$ 156	\$ 24,362	\$ -
Accrued liabilities	-	2,409	-
Due to other funds	-	-	-
Due to Successor Agency	-	-	-
Unearned revenue	-	-	-
Deposits payable	-	-	-
<b>TOTAL LIABILITIES</b>	<u>156</u>	<u>26,771</u>	<u>-</u>
<b>FUND BALANCE (DEFICIT):</b>			
Restricted			
Community development	115,910	-	-
Public works	-	20,841	367,795
Parks and recreation	-	-	-
Public safety	-	-	-
Assigned			
Public works maintenance	-	-	-
Parking lot maintenance	-	-	-
Parks and recreation	-	-	-
Unassigned	-	-	-
<b>TOTAL FUND BALANCE (DEFICIT)</b>	<u>115,910</u>	<u>20,841</u>	<u>367,795</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 116,066</u>	<u>\$ 47,612</u>	<u>\$ 367,795</u>

Special Revenue Funds (Continued)

Local Transportation	Lighting/ Landscape Assessment District	Storm Drain Assessment District	Community Development Block Grant	Public Transit	DIF Parking
\$ 1,102,394	\$ 543,037	\$ 696,512	\$ 11,264	\$ 1,235	\$ 48,382
-	348	329	-	-	-
4,993	2,883	4,401	-	-	213
-	5,214	2,174	-	-	-
<u>\$ 1,107,387</u>	<u>\$ 551,482</u>	<u>\$ 703,416</u>	<u>\$ 11,264</u>	<u>\$ 1,235</u>	<u>\$ 48,595</u>
\$ -	\$ 29,458	\$ 1,030	\$ -	\$ 1,235	\$ -
-	295	286	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	130,249	-	-	-
<u>-</u>	<u>29,753</u>	<u>131,565</u>	<u>-</u>	<u>1,235</u>	<u>-</u>
-	-	-	11,264	-	-
1,107,387	521,729	571,851	-	-	48,595
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,107,387</u>	<u>521,729</u>	<u>571,851</u>	<u>11,264</u>	<u>-</u>	<u>48,595</u>
<u>\$ 1,107,387</u>	<u>\$ 551,482</u>	<u>\$ 703,416</u>	<u>\$ 11,264</u>	<u>\$ 1,235</u>	<u>\$ 48,595</u>

(Continued)

CITY OF FILLMORE

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
(CONTINUED)

June 30, 2019

	Special Revenue Funds (Continued)		
	Bike Path Maintenance	Sold Waste Source Reduction	Swimming Pool Maintenance
<b>ASSETS:</b>			
Cash and investments	\$ 61,264	\$ 197,252	\$ -
Receivables:			
Accounts	355	41,309	1,623
Interest	241	895	-
Due from other governments	-	-	988
<b>TOTAL ASSETS</b>	<b>\$ 61,860</b>	<b>\$ 239,456</b>	<b>\$ 2,611</b>
<b>LIABILITIES AND FUND BALANCE:</b>			
Liabilities:			
Accounts payable	\$ 293	\$ 89	\$ 12,818
Accrued liabilities	316	1,662	7,434
Due to other funds	-	-	513,019
Due to Successor Agency	-	-	-
Unearned revenue	30,100	-	-
Deposits payable	-	-	1,527
<b>TOTAL LIABILITIES</b>	<b>30,709</b>	<b>1,751</b>	<b>534,798</b>
<b>FUND BALANCE (DEFICIT):</b>			
Restricted			
Community development	-	-	-
Public works	31,151	237,705	-
Parks and recreation	-	-	-
Public safety	-	-	-
Assigned			
Public works maintenance	-	-	-
Parking lot maintenance	-	-	-
Parks and recreation	-	-	-
Unassigned	-	-	(532,187)
<b>TOTAL FUND BALANCE (DEFICIT)</b>	<b>31,151</b>	<b>237,705</b>	<b>(532,187)</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 61,860</b>	<b>\$ 239,456</b>	<b>\$ 2,611</b>

Special Revenue Funds (Continued)

Recreation	DIF Public Facility	DIF Transportation Improvement	DIF Parkland	DIF Sewer Improvement	Groundwater Sustainability
\$ -	\$ 873,757	\$ 167,214	\$ 410,646	\$ 1,926,750	\$ -
26,862	-	-	-	-	-
-	3,709	646	1,747	6,773	-
-	-	-	-	-	-
<u>\$ 26,862</u>	<u>\$ 877,466</u>	<u>\$ 167,860</u>	<u>\$ 412,393</u>	<u>\$ 1,933,523</u>	<u>\$ -</u>
\$ 10,130	\$ -	\$ -	\$ -	\$ 185	\$ -
3,143	-	-	-	-	-
158,808	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,296,972	-
8,783	-	-	-	-	-
<u>180,864</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,297,157</u>	<u>-</u>
-	-	-	-	-	-
-	877,466	167,860	-	636,366	-
-	-	-	412,393	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(154,002)	-	-	-	-	-
<u>(154,002)</u>	<u>877,466</u>	<u>167,860</u>	<u>412,393</u>	<u>636,366</u>	<u>-</u>
<u>\$ 26,862</u>	<u>\$ 877,466</u>	<u>\$ 167,860</u>	<u>\$ 412,393</u>	<u>\$ 1,933,523</u>	<u>\$ -</u>

(Continued)

CITY OF FILLMORE

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
(CONTINUED)

June 30, 2019

	Special Revenue Funds (Continued)		
	DIF Water	DIF	Storm Water
	Improvement	Storm Drain Improvement	NPDES
<b>ASSETS:</b>			
Cash and investments	\$ 1,953,212	\$ 1,199,354	\$ -
Receivables:			
Accounts	-	-	-
Interest	5,953	4,815	-
Due from other governments	-	-	7,652
<b>TOTAL ASSETS</b>	<u>\$ 1,959,165</u>	<u>\$ 1,204,169</u>	<u>\$ 7,652</u>
<b>LIABILITIES AND FUND BALANCE:</b>			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 2,881
Accrued liabilities	-	-	219
Due to other funds	-	-	56,660
Due to Successor Agency	750,000	-	-
Unearned revenue	-	-	-
Deposits payable	-	-	-
<b>TOTAL LIABILITIES</b>	<u>750,000</u>	<u>-</u>	<u>59,760</u>
<b>FUND BALANCE (DEFICIT):</b>			
Restricted			
Community development	-	-	-
Public works	1,209,165	1,204,169	-
Parks and recreation	-	-	-
Public safety	-	-	-
Assigned			
Public works maintenance	-	-	-
Parking lot maintenance	-	-	-
Parks and recreation	-	-	-
Unassigned	-	-	(52,108)
<b>TOTAL FUND BALANCE (DEFICIT)</b>	<u>1,209,165</u>	<u>1,204,169</u>	<u>(52,108)</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 1,959,165</u>	<u>\$ 1,204,169</u>	<u>\$ 7,652</u>

Special Revenue Funds		Debt Service Fund	Capital Projects Funds			
Levee Reserve	DIF Fire Substation	Public Financing Authority	Sespe Creek Bike Path	Traffic Signals	Two Rivers Park	
\$ 1,687,876	\$ 218,167	\$ 3	\$ 45,127	\$ 10,000	\$ 1,344,554	
-	-	-	-	-	-	-
4,886	910	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,692,762</u>	<u>\$ 219,077</u>	<u>\$ 3</u>	<u>\$ 45,127</u>	<u>\$ 10,000</u>	<u>\$ 1,344,554</u>	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,270	
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	5,270
-	-	-	-	-	-	-
1,692,762	-	-	45,127	10,000	-	-
-	-	-	-	-	-	1,339,284
-	219,077	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	3	-	-	-	-
<u>1,692,762</u>	<u>219,077</u>	<u>3</u>	<u>45,127</u>	<u>10,000</u>	<u>1,339,284</u>	
<u>\$ 1,692,762</u>	<u>\$ 219,077</u>	<u>\$ 3</u>	<u>\$ 45,127</u>	<u>\$ 10,000</u>	<u>\$ 1,344,554</u>	

(Continued)

CITY OF FILLMORE

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
(CONTINUED)

June 30, 2019

	Capital Projects Funds (Continued)		
	Street Projects	Public Buildings Improvements	Parking Lot
<b>ASSETS:</b>			
Cash and investments	\$ -	\$ 114,991	\$ 50,706
Receivables:			
Accounts	-	-	-
Interest	-	-	-
Due from other governments	40,000	-	-
<b>TOTAL ASSETS</b>	<u>\$ 40,000</u>	<u>\$ 114,991</u>	<u>\$ 50,706</u>
<b>LIABILITIES AND FUND BALANCE:</b>			
Liabilities:			
Accounts payable	\$ 27,228	\$ -	\$ -
Accrued liabilities	-	-	-
Due to other funds	56,178	-	-
Due to Successor Agency	-	-	-
Unearned revenue	-	-	-
Deposits payable	-	-	-
<b>TOTAL LIABILITIES</b>	<u>83,406</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE (DEFICIT):</b>			
Restricted			
Community development	-	-	-
Public works	-	-	-
Parks and recreation	-	-	-
Public safety	-	-	-
Assigned			
Public works maintenance	-	114,991	-
Parking lot maintenance	-	-	50,706
Parks and recreation	-	-	-
Unassigned	(43,406)	-	-
<b>TOTAL FUND BALANCE (DEFICIT)</b>	<u>(43,406)</u>	<u>114,991</u>	<u>50,706</u>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<u>\$ 40,000</u>	<u>\$ 114,991</u>	<u>\$ 50,706</u>

Capital Projects Funds (Continued)

Storm Drain Weir River	Pole Creek/ Bike Path	BTA Bike Path	Business Park Infrastructure	Sidewalk Repair	Total Nonmajor Governmental Funds
\$ 206,000	\$ 7,500	\$ 25,369	\$ 69,717	\$ 147,526	\$ 13,587,074
-	-	-	-	-	80,409
-	-	-	-	-	45,479
-	-	-	-	-	108,239
<u>\$ 206,000</u>	<u>\$ 7,500</u>	<u>\$ 25,369</u>	<u>\$ 69,717</u>	<u>\$ 147,526</u>	<u>\$ 13,821,201</u>
\$ -	\$ -	\$ -	\$ -	\$ -	115,135
-	-	-	-	-	15,764
-	-	-	-	-	784,665
-	-	-	-	-	750,000
-	-	-	-	-	1,327,072
-	-	-	-	-	140,559
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,133,195</u>
-	-	-	-	-	127,174
-	-	-	69,717	-	8,819,686
-	-	-	-	-	1,751,677
-	-	-	-	-	219,077
206,000	-	-	-	147,526	468,517
-	-	-	-	-	50,706
-	7,500	25,369	-	-	32,869
-	-	-	-	-	(781,700)
<u>206,000</u>	<u>7,500</u>	<u>25,369</u>	<u>69,717</u>	<u>147,526</u>	<u>10,688,006</u>
<u>\$ 206,000</u>	<u>\$ 7,500</u>	<u>\$ 25,369</u>	<u>\$ 69,717</u>	<u>\$ 147,526</u>	<u>\$ 13,821,201</u>

CITY OF FILLMORE

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2019

	Special Revenue Funds		
	Public Education and Government	Gas Tax	SB1
REVENUES:			
Taxes	\$ 27,812	\$ -	\$ -
Intergovernmental	-	334,706	292,549
Charges for services	-	-	-
Investment income	1,882	2,515	2,804
Other	-	-	-
<b>TOTAL REVENUES</b>	<b>29,694</b>	<b>337,221</b>	<b>295,353</b>
EXPENDITURES:			
Current:			
General government	-	-	-
Public works	-	394,208	-
Community development	16,187	-	-
Transit	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>16,187</b>	<b>394,208</b>	<b>-</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>13,507</b>	<b>(56,987)</b>	<b>295,353</b>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	60,000	-
Transfers out	-	-	(19,453)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>-</b>	<b>60,000</b>	<b>(19,453)</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>13,507</b>	<b>3,013</b>	<b>275,900</b>
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	<b>102,403</b>	<b>17,828</b>	<b>91,895</b>
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<b>\$ 115,910</b>	<b>\$ 20,841</b>	<b>\$ 367,795</b>

Special Revenue Funds (Continued)

Local Transportation	Lighting/ Landscape Assessment District	Storm Drain Assessment District	Community Development Block Grant	Public Transit	DIF Parking
\$ -	\$ 545,688	\$ 335,478	\$ -	\$ -	\$ -
215,289	-	-	57,291	337,584	-
-	-	-	-	-	-
18,445	9,388	15,488	-	-	861
-	5,000	-	-	-	-
<u>233,734</u>	<u>560,076</u>	<u>350,966</u>	<u>57,291</u>	<u>337,584</u>	<u>861</u>
-	-	-	-	-	-
-	452,165	58,475	-	-	-
-	-	-	-	-	-
-	-	-	-	337,584	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>452,165</u>	<u>58,475</u>	<u>-</u>	<u>337,584</u>	<u>-</u>
<u>233,734</u>	<u>107,911</u>	<u>292,491</u>	<u>57,291</u>	<u>-</u>	<u>861</u>
-	-	-	-	-	-
<u>(52,570)</u>	<u>-</u>	<u>(139,948)</u>	<u>(57,291)</u>	<u>-</u>	<u>-</u>
<u>(52,570)</u>	<u>-</u>	<u>(139,948)</u>	<u>(57,291)</u>	<u>-</u>	<u>-</u>
181,164	107,911	152,543	-	-	861
<u>926,223</u>	<u>413,818</u>	<u>419,308</u>	<u>11,264</u>	<u>-</u>	<u>47,734</u>
<u>\$ 1,107,387</u>	<u>\$ 521,729</u>	<u>\$ 571,851</u>	<u>\$ 11,264</u>	<u>\$ -</u>	<u>\$ 48,595</u>

(Continued)

CITY OF FILLMORE

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 (CONTINUED)

June 30, 2019

	Special Revenue Funds (Continued)		
	Bike Path Maintenance	Sold Waste Source Reduction	Swimming Pool Maintenance
REVENUES:			
Taxes	\$ -	\$ -	\$ 70,393
Intergovernmental	9,647	43,585	-
Charges for services	-	78,465	80,034
Investment income	1,001	3,519	-
Other	-	-	-
<b>TOTAL REVENUES</b>	<b>10,648</b>	<b>125,569</b>	<b>150,427</b>
EXPENDITURES:			
Current:			
General government	-	-	-
Public works	26,444	100,047	-
Community development	-	-	-
Transit	-	-	-
Parks and recreation	-	-	235,636
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>26,444</b>	<b>100,047</b>	<b>235,636</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(15,796)</b>	<b>25,522</b>	<b>(85,209)</b>
OTHER FINANCING SOURCES (USES):			
Transfers in	20,000	-	-
Transfers out	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>20,000</b>	<b>-</b>	<b>-</b>
<b>NET CHANGE IN FUND BALANCES</b>	<b>4,204</b>	<b>25,522</b>	<b>(85,209)</b>
<b>FUND BALANCE (DEFICIT), BEGINNING OF YEAR</b>	<b>26,947</b>	<b>212,183</b>	<b>(446,978)</b>
<b>FUND BALANCE (DEFICIT), END OF YEAR</b>	<b>\$ 31,151</b>	<b>\$ 237,705</b>	<b>\$ (532,187)</b>

Special Revenue Funds (Continued)

Recreation	DIF Public Facility	DIF Transportation Improvement	DIF Parkland	DIF Sewer Improvement	Groundwater Sustainability
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
65,675	-	2,012	-	-	5,572
111,280	191,323	82,472	38,000	477,108	-
-	13,931	-	6,717	26,300	-
28,634	1,068	-	-	-	-
<u>205,589</u>	<u>206,322</u>	<u>84,484</u>	<u>44,717</u>	<u>503,408</u>	<u>5,572</u>
-	-	-	-	-	5,572
-	834	185	-	3,064	-
-	-	-	-	-	-
-	-	-	-	-	-
371,812	-	-	233	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>371,812</u>	<u>834</u>	<u>185</u>	<u>233</u>	<u>3,064</u>	<u>5,572</u>
<u>(166,223)</u>	<u>205,488</u>	<u>84,299</u>	<u>44,484</u>	<u>500,344</u>	<u>-</u>
185,000	-	-	-	-	-
-	(12,000)	-	-	(312,536)	-
<u>185,000</u>	<u>(12,000)</u>	<u>-</u>	<u>-</u>	<u>(312,536)</u>	<u>-</u>
18,777	193,488	84,299	44,484	187,808	-
<u>(172,779)</u>	<u>683,978</u>	<u>83,561</u>	<u>367,909</u>	<u>448,558</u>	<u>-</u>
<u>\$ (154,002)</u>	<u>\$ 877,466</u>	<u>\$ 167,860</u>	<u>\$ 412,393</u>	<u>\$ 636,366</u>	<u>\$ -</u>

(Continued)

CITY OF FILLMORE

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
(CONTINUED)

June 30, 2019

	Special Revenue Funds (Continued)		
	DIF Water Improvement	DIF Storm Drain Improvement	Storm Water NPDES
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for services	449,190	104,846	7,508
Investment income	22,811	21,196	-
Other	-	-	-
TOTAL REVENUES	<u>472,001</u>	<u>126,042</u>	<u>7,508</u>
EXPENDITURES:			
Current:			
General government	-	-	-
Public works	2,786	-	52,070
Community development	-	-	-
Transit	-	-	-
Parks and recreation	-	-	-
Capital outlay	-	-	-
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
TOTAL EXPENDITURES	<u>2,786</u>	<u>-</u>	<u>52,070</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>469,215</u>	<u>126,042</u>	<u>(44,562)</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	50,003
Transfers out	(30,000)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(30,000)</u>	<u>-</u>	<u>50,003</u>
NET CHANGE IN FUND BALANCES	439,215	126,042	5,441
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>769,950</u>	<u>1,078,127</u>	<u>(57,549)</u>
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 1,209,165</u>	<u>\$ 1,204,169</u>	<u>\$ (52,108)</u>

Special Revenue Funds		Debt Service Fund	Capital Projects Funds			
Levee Reserve	DIF Fire Substation	Public Financing Authority	Sespe Creek Bike Path	Traffic Signals	Two Rivers Park	
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
-	-	-	-	-	-	
-	47,700	-	-	-	-	
19,640	3,340	-	-	-	-	
-	-	3	-	-	-	
19,640	51,040	3	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	18,143	
-	-	50,524	-	-	-	
-	-	6,767	-	-	-	
-	-	57,291	-	-	18,143	
19,640	51,040	(57,288)	-	-	(18,143)	
114,945	-	57,291	-	-	-	
-	-	-	-	-	-	
114,945	-	57,291	-	-	-	
134,585	51,040	3	-	-	(18,143)	
1,558,177	168,037	-	45,127	10,000	1,357,427	
\$ 1,692,762	\$ 219,077	\$ 3	\$ 45,127	\$ 10,000	\$ 1,339,284	

(Continued)

CITY OF FILLMORE

COMBINING STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
(CONTINUED)

June 30, 2019

	Capital Projects Funds (Continued)		
	Street Projects	Public Buildings Improvements	Parking Lot
REVENUES:			
Taxes	\$ -	\$ -	\$ -
Intergovernmental	-	-	-
Charges for services	-	-	-
Investment income	-	-	-
Other	-	-	-
TOTAL REVENUES	-	-	-
EXPENDITURES:			
Current:			
General government	-	-	-
Public works	-	-	-
Community development	-	-	-
Transit	-	-	-
Parks and recreation	-	-	-
Capital outlay	72,023	58,677	-
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
TOTAL EXPENDITURES	72,023	58,677	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(72,023)	(58,677)	-
OTHER FINANCING SOURCES (USES):			
Transfers in	72,023	12,000	-
Transfers out	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	72,023	12,000	-
NET CHANGE IN FUND BALANCES	-	(46,677)	-
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	(43,406)	161,668	50,706
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ (43,406)</u>	<u>\$ 114,991</u>	<u>\$ 50,706</u>

Capital Projects Funds (Continued)

Storm Drain Weir River	Pole Creek/ Bike Path	BTA Bike Path	Business Park Infrastructure	Sidewalk Repair	Total Nonmajor Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 979,371
-	-	-	-	-	1,363,910
-	-	-	-	-	1,667,926
-	-	-	-	-	169,838
-	-	-	-	-	34,705
-	-	-	-	-	4,215,750
-	-	-	-	-	5,572
-	-	-	-	-	1,090,278
-	-	-	-	-	16,187
-	-	-	-	-	337,584
-	-	-	-	-	607,681
-	-	-	-	-	148,843
-	-	-	-	-	50,524
-	-	-	-	-	6,767
-	-	-	-	-	2,263,436
-	-	-	-	-	1,952,314
-	-	-	-	-	571,262
-	-	-	-	-	(623,798)
-	-	-	-	-	(52,536)
-	-	-	-	-	1,899,778
206,000	7,500	25,369	69,717	147,526	8,788,228
<u>\$ 206,000</u>	<u>\$ 7,500</u>	<u>\$ 25,369</u>	<u>\$ 69,717</u>	<u>\$ 147,526</u>	<u>\$ 10,688,006</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

PUBLIC EDUCATION AND GOVERNMENT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 24,000	\$ 27,812	\$ 3,812
Investment income	-	1,882	1,882
Total Revenues	<u>24,000</u>	<u>29,694</u>	<u>5,694</u>
Expenditures:			
Current:			
Community development	<u>15,000</u>	<u>16,187</u>	<u>(1,187)</u>
Total Expenditures	<u>15,000</u>	<u>16,187</u>	<u>(1,187)</u>
Net Change in Fund Balance	9,000	13,507	4,507
Fund Balance, Beginning of Year	<u>102,403</u>	<u>102,403</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 111,403</u>	<u>\$ 115,910</u>	<u>\$ 4,507</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

GAS TAX SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 666,478	\$ 334,706	\$ (331,772)
Investment income	500	2,515	2,015
Total Revenues	<u>666,978</u>	<u>337,221</u>	<u>(329,757)</u>
Expenditures:			
Current:			
Public works	491,354	394,208	97,146
Total Expenditures	<u>491,354</u>	<u>394,208</u>	<u>97,146</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>175,624</u>	<u>(56,987)</u>	<u>(232,611)</u>
Other Financing Sources:			
Transfers in	60,000	60,000	-
Total Other Financing Sources	<u>60,000</u>	<u>60,000</u>	<u>-</u>
Net Change in Fund Balance	235,624	3,013	(232,611)
Fund Balance, Beginning of Year	<u>17,828</u>	<u>17,828</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 253,452</u></u>	<u><u>\$ 20,841</u></u>	<u><u>\$ (232,611)</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

SB1 SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ 292,549	\$ 292,549
Investment income	-	2,804	2,804
Total Revenues	<u>-</u>	<u>295,353</u>	<u>295,353</u>
Expenditures:			
Current:			
Public works	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>295,353</u>	<u>295,353</u>
Other Financing Sources (Uses):			
Transfers in	-	-	-
Transfers out	<u>(349,876)</u>	<u>(19,453)</u>	<u>330,423</u>
Total Other Financing Sources (Uses)	<u>(349,876)</u>	<u>(19,453)</u>	<u>330,423</u>
Net Change in Fund Balance	(349,876)	275,900	625,776
Fund Balance, Beginning of Year	<u>91,895</u>	<u>91,895</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ (257,981)</u>	<u>\$ 367,795</u>	<u>\$ 625,776</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

LOCAL TRANSPORTATION SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 215,289	\$ 215,289	\$ -
Investment income	5,000	18,445	13,445
Total Revenues	<u>220,289</u>	<u>233,734</u>	<u>13,445</u>
Expenditures:			
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>233,734</u>	<u>-</u>
Other Financing Sources (Uses):			
Transfers out	<u>(325,000)</u>	<u>(52,570)</u>	<u>272,430</u>
Total Other Financing Sources (Uses)	<u>(325,000)</u>	<u>(52,570)</u>	<u>272,430</u>
Net Change in Fund Balance	(104,711)	181,164	285,875
Fund Balance, Beginning of Year	<u>926,223</u>	<u>926,223</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 821,512</u></u>	<u><u>\$ 1,107,387</u></u>	<u><u>\$ 285,875</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

LIGHTING/LANDSCAPE ASSESSMENT DISTRICT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 542,137	\$ 545,688	\$ 3,551
Investment income	200	9,388	9,188
Other	-	5,000	9,188
Total Revenues	<u>542,337</u>	<u>560,076</u>	<u>21,927</u>
Expenditures:			
Current:			
Public works	<u>400,738</u>	<u>452,165</u>	<u>(51,427)</u>
Total Expenditures	<u>400,738</u>	<u>452,165</u>	<u>(51,427)</u>
Net Change in Fund Balance	141,599	107,911	(29,500)
Fund Balance, Beginning of Year	<u>413,818</u>	<u>413,818</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 555,417</u>	<u>\$ 521,729</u>	<u>\$ (29,500)</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

STORM DRAIN ASSESSMENT DISTRICT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 335,581	\$ 335,478	\$ (103)
Investment income	350	15,488	15,138
Total Revenues	<u>335,931</u>	<u>350,966</u>	<u>15,035</u>
Expenditures:			
Current:			
Public works	171,562	58,475	113,087
Total Expenditures	<u>171,562</u>	<u>58,475</u>	<u>113,087</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>164,369</u>	<u>292,491</u>	<u>128,122</u>
Other Financing Sources (Uses):			
Transfers out	(139,948)	(139,948)	-
Total Other Financing Sources (Uses)	<u>(139,948)</u>	<u>(139,948)</u>	<u>-</u>
Net Change in Fund Balance	24,421	152,543	128,122
Fund Balance, Beginning of Year	<u>419,308</u>	<u>419,308</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 443,729</u>	<u>\$ 571,851</u>	<u>\$ 128,122</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

COMMUNITY DEVELOPMENT BLOCK GRANT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 57,295	\$ 57,291	\$ (4)
Total Revenues	<u>57,295</u>	<u>57,291</u>	<u>(4)</u>
Other Financing Sources (Uses):			
Transfers out	<u>(57,295)</u>	<u>(57,291)</u>	4
Total Other Financing Sources (Uses)	<u>(57,295)</u>	<u>(57,291)</u>	4
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>11,264</u>	<u>11,264</u>	-
Fund Balance, End of Year	<u><u>\$ 11,264</u></u>	<u><u>\$ 11,264</u></u>	<u><u>\$ -</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

PUBLIC TRANSIT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 337,584	\$ 337,584	\$ -
Total Revenues	<u>337,584</u>	<u>337,584</u>	<u>-</u>
Expenditures:			
Current:			
Transit	<u>337,584</u>	<u>337,584</u>	<u>-</u>
Total Expenditures	<u>337,584</u>	<u>337,584</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

BIKE PATH MAINTENANCE SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 10,070	\$ 9,647	\$ (423)
Investment income	25	1,001	976
Total Revenues	<u>10,095</u>	<u>10,648</u>	<u>553</u>
Expenditures:			
Current:			
Public works	33,265	26,444	6,821
Total Expenditures	<u>33,265</u>	<u>26,444</u>	<u>6,821</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(23,170)</u>	<u>(15,796)</u>	<u>7,374</u>
Other Financing Sources:			
Transfers in	20,000	20,000	-
Total Other Financing Sources	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net Change in Fund Balance	(3,170)	4,204	7,374
Fund Balance, Beginning of Year	<u>26,947</u>	<u>26,947</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 23,777</u></u>	<u><u>\$ 31,151</u></u>	<u><u>\$ 7,374</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

SOLID WASTE SOURCE REDUCTION SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 38,852	\$ 43,585	\$ 4,733
Charges for services	75,000	78,465	3,465
Investment income	200	3,519	3,319
Total Revenues	<u>114,052</u>	<u>125,569</u>	<u>11,517</u>
Expenditures:			
Current:			
Public works	<u>125,098</u>	<u>100,047</u>	<u>25,051</u>
Total Expenditures	<u>125,098</u>	<u>100,047</u>	<u>25,051</u>
Net Change in Fund Balance	(11,046)	25,522	36,568
Fund Balance, Beginning of Year	<u>212,183</u>	<u>212,183</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 201,137</u></u>	<u><u>\$ 237,705</u></u>	<u><u>\$ 36,568</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

SWIMMING POOL MAINTENANCE SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Taxes	\$ 82,695	\$ 70,393	\$ (12,302)
Charges for services	76,200	80,034	3,834
Other	5,000	-	(5,000)
Total Revenues	<u>163,895</u>	<u>150,427</u>	<u>(13,468)</u>
Expenditures:			
Current:			
Parks and recreation	<u>257,016</u>	<u>235,636</u>	<u>21,380</u>
Total Expenditures	<u>257,016</u>	<u>235,636</u>	<u>21,380</u>
Net Change in Fund Balance	(93,121)	(85,209)	7,912
Fund Balance (Deficit), Beginning of Year	<u>(446,978)</u>	<u>(446,978)</u>	<u>-</u>
Fund Balance (Deficit), End of Year	<u>\$ (540,099)</u>	<u>\$ (532,187)</u>	<u>\$ 7,912</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

RECREATION SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 33,090	\$ 65,675	\$ 32,585
Charges for services	144,100	111,280	(32,820)
Other	18,600	28,634	10,034
Total Revenues	<u>195,790</u>	<u>205,589</u>	<u>9,799</u>
Expenditures:			
Current:			
Parks and recreation	427,974	371,812	56,162
Total Expenditures	<u>427,974</u>	<u>371,812</u>	<u>56,162</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(232,184)</u>	<u>(166,223)</u>	<u>65,961</u>
Other Financing Sources (Uses):			
Transfers in	185,000	185,000	-
Total Other Financing Sources (Uses)	<u>185,000</u>	<u>185,000</u>	<u>-</u>
Net Change in Fund Balance	(47,184)	18,777	65,961
Fund Balance (Deficit), Beginning of Year	<u>(172,779)</u>	<u>(172,779)</u>	<u>-</u>
Fund Balance (Deficit), End of Year	<u>\$ (219,963)</u>	<u>\$ (154,002)</u>	<u>\$ 65,961</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF PUBLIC FACILITY SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 125,400	\$ 191,323	\$ 65,923
Investment income	3,600	13,931	10,331
Other	-	1,068	1,068
Total Revenues	<u>129,000</u>	<u>206,322</u>	<u>77,322</u>
Expenditures:			
Current:			
Public works	<u>5,000</u>	<u>834</u>	<u>4,166</u>
Total Expenditures	<u>5,000</u>	<u>834</u>	<u>4,166</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>124,000</u>	<u>205,488</u>	<u>81,488</u>
Other Financing Sources (Uses):			
Transfers out	<u>(10,000)</u>	<u>(12,000)</u>	<u>(2,000)</u>
Total Other Financing Sources (Uses)	<u>(10,000)</u>	<u>(12,000)</u>	<u>(2,000)</u>
Net Change in Fund Balance	114,000	193,488	79,488
Fund Balance, Beginning of Year	<u>683,978</u>	<u>683,978</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 797,978</u>	<u>\$ 877,466</u>	<u>\$ 79,488</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF TRANSPORTATION IMPROVEMENT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	48,000	\$ 82,472	\$ 34,472
Intergovernmental	500	2,012	1,512
Total Revenues	<u>48,500</u>	<u>84,484</u>	<u>35,984</u>
Expenditures:			
Current:			
Public works	6,500	185	6,315
Total Expenditures	<u>6,500</u>	<u>185</u>	<u>6,315</u>
Net Change in Fund Balance	42,000	84,299	42,299
Fund Balance, Beginning of Year	<u>83,561</u>	<u>83,561</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 125,561</u>	<u>\$ 167,860</u>	<u>\$ 42,299</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF PARKLAND SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 7,000	\$ 38,000	\$ 31,000
Investment income	2,000	6,717	4,717
Total Revenues	<u>9,000</u>	<u>44,717</u>	<u>35,717</u>
Expenditures:			
Current:			
Parks and recreation	5,000	233	4,767
Total Expenditures	<u>5,000</u>	<u>233</u>	<u>4,767</u>
Net Change in Fund Balance	4,000	44,484	40,484
Fund Balance, Beginning of Year	<u>367,909</u>	<u>367,909</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 371,909</u></u>	<u><u>\$ 412,393</u></u>	<u><u>\$ 40,484</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF SEWER IMPROVEMENT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 292,000	\$ 477,108	\$ 185,108
Investment income	8,000	26,300	18,300
Total Revenues	<u>300,000</u>	<u>503,408</u>	<u>203,408</u>
Expenditures:			
Current:			
Public works	6,000	3,064	2,936
Total Expenditures	<u>6,000</u>	<u>3,064</u>	<u>2,936</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>294,000</u>	<u>500,344</u>	<u>206,344</u>
Other Financing Sources (Uses):			
Transfers out	<u>(312,536)</u>	<u>(312,536)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(312,536)</u>	<u>(312,536)</u>	<u>-</u>
Net Change in Fund Balance	(18,536)	187,808	206,344
Fund Balance, Beginning of Year	<u>448,558</u>	<u>448,558</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 430,022</u></u>	<u><u>\$ 636,366</u></u>	<u><u>\$ 206,344</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF WATER IMPROVEMENT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 288,000	\$ 449,190	\$ 161,190
Investment income	5,000	22,811	17,811
Total Revenues	<u>293,000</u>	<u>472,001</u>	<u>179,001</u>
Expenditures:			
Current:			
Public works	5,000	2,786	2,214
Total Expenditures	<u>5,000</u>	<u>2,786</u>	<u>2,214</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>288,000</u>	<u>469,215</u>	<u>181,215</u>
Other Financing Sources (Uses):			
Transfers out	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Net Change in Fund Balance	258,000	439,215	181,215
Fund Balance, Beginning of Year	<u>769,950</u>	<u>769,950</u>	<u>-</u>
Fund Balance, End of Year	<u><u>\$ 1,027,950</u></u>	<u><u>\$ 1,209,165</u></u>	<u><u>\$ 181,215</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF STORM DRAIN IMPROVEMENT SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 148,000	\$ 104,846	\$ (43,154)
Investment income	4,000	21,196	17,196
Total Revenues	<u>152,000</u>	<u>126,042</u>	<u>(25,958)</u>
Expenditures:			
Current:			
Public works	5,000	-	5,000
Total Expenditures	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Net Change in Fund Balance	147,000	126,042	(20,958)
Fund Balance, Beginning of Year	<u>1,078,127</u>	<u>1,078,127</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 1,225,127</u>	<u>\$ 1,204,169</u>	<u>\$ (20,958)</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

STORM WATER NPDES SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 7,000	\$ 7,508	\$ 508
Investment income	35	-	(35)
Total Revenues	<u>7,035</u>	<u>7,508</u>	<u>473</u>
Expenditures:			
Current:			
Public works	84,294	52,070	32,224
Total Expenditures	<u>84,294</u>	<u>52,070</u>	<u>32,224</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(77,259)</u>	<u>(44,562)</u>	<u>32,697</u>
Other Financing Sources:			
Transfers in	50,000	50,003	3
Total Other Financing Sources	<u>50,000</u>	<u>50,003</u>	<u>3</u>
Net Change in Fund Balance	(27,259)	5,441	32,700
Fund Balance (Deficit), Beginning of Year	<u>(57,549)</u>	<u>(57,549)</u>	<u>-</u>
Fund Balance (Deficit), End of Year	<u><u>\$ (84,808)</u></u>	<u><u>\$ (52,108)</u></u>	<u><u>\$ 32,700</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

LEVEES RESERVE SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Investment income	\$ 2,360	\$ 19,640	\$ 17,280
Other Financing Sources:			
Transfers in	114,945	114,945	-
Net Change in Fund Balance	117,305	134,585	17,280
Fund Balance, Beginning of Year	1,558,177	1,558,177	-
Fund Balance, End of Year	<u>\$ 1,675,482</u>	<u>\$ 1,692,762</u>	<u>\$ 17,280</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

DIF FIRE SUBSTATION SPECIAL REVENUE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 33,600	\$ 47,700	\$ 14,100
Investment income	800	3,340	2,540
Total Revenues	34,400	51,040	16,640
Fund Balance, Beginning of Year	168,037	168,037	-
Fund Balance, End of Year	<u>\$ 202,437</u>	<u>\$ 219,077</u>	<u>\$ 16,640</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

PUBLIC FINANCING AUTHORITY DEBT SERVICE FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Other	\$ -	\$ 3	\$ 3
Total Revenues	<u>-</u>	<u>3</u>	<u>3</u>
Expenditures:			
Debt Service:			
Principal	50,525	50,524	1
Interest and fiscal charges	6,770	6,767	3
Total Expenditures	<u>57,295</u>	<u>57,291</u>	<u>4</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(57,295)	(57,288)	7
Other Financing Sources (Uses):			
Transfers in	<u>57,295</u>	<u>57,291</u>	<u>(4)</u>
Net Change in Fund Balance	-	3	3
Fund Balance, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 3</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

TWO RIVERS PARK - CAPITAL PROJECTS FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ -	\$ -	\$ -
Expenditures:			
Capital outlay	44,908	18,143	26,765
Total Expenditures	44,908	18,143	26,765
Net Change in Fund Balance	(44,908)	(18,143)	26,765
Fund Balance, Beginning of Year	1,357,427	1,357,427	-
Fund Balance, End of Year	<u>\$ 1,312,519</u>	<u>\$ 1,339,284</u>	<u>\$ 26,765</u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

STREET PROJECTS - CAPITAL PROJECTS FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Expenditures:			
Capital outlay	\$ 674,876	\$ 72,023	\$ 602,853
Total Expenditures	<u>674,876</u>	<u>72,023</u>	<u>602,853</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(674,876)</u>	<u>(72,023)</u>	<u>602,853</u>
Other Financing Sources (Uses):			
Transfers in	<u>674,876</u>	<u>72,023</u>	<u>(602,853)</u>
Total Other Financing Sources (Uses)	<u>674,876</u>	<u>72,023</u>	<u>(602,853)</u>
Net Change in Fund Balance	-	-	-
Fund Balance (Deficit), Beginning of Year	<u>(43,406)</u>	<u>(43,406)</u>	<u>-</u>
Fund Balance (Deficit), End of Year	<u><u>\$ (43,406)</u></u>	<u><u>\$ (43,406)</u></u>	<u><u>\$ -</u></u>

CITY OF FILLMORE

SCHEDULE OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

PUBLIC BUILDINGS IMPROVEMENTS - CAPITAL PROJECTS FUND

For the year ended June 30, 2019

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Total Revenues	\$ -	\$ -	\$ -
Expenditures:			
Capital outlay	93,000	58,677	34,323
Total Expenditures	93,000	58,677	34,323
Excess (Deficiency) of Revenues Over (Under) Expenditures	(93,000)	(58,677)	34,323
Other Financing Sources:			
Transfers in	10,000	12,000	2,000
Total Other Financing Sources	10,000	12,000	2,000
Net Change in Fund Balance	(83,000)	(46,677)	36,323
Fund Balance, Beginning of Year	161,668	161,668	-
Fund Balance, End of Year	\$ 78,668	\$ 114,991	\$ 36,323

CITY OF FILLMORE

COMBINING SCHEDULE OF NET POSITION  
 PROPRIETARY FUNDS - SEWER FUNDS

June 30, 2019

	Sewer Operating Fund	Sewer Replacement Fund	Rate Stabilization Fund	Total
Assets:				
Current Assets:				
Cash and investments	\$ 4,206,904	\$ 1,873,662	\$ 1,571,601	\$ 7,652,167
Cash and investments with fiscal agent	1,970,292	-	-	1,970,292
Receivables, net:				
Accounts	871,810	-	-	871,810
Interest	17,092	72	3,494	20,658
Prepays	252,675	-	-	252,675
 Total Current Assets	 <u>7,318,773</u>	 <u>1,873,734</u>	 <u>1,575,095</u>	 <u>10,767,602</u>
Noncurrent Assets:				
Capital Assets:				
Depreciated	2,688,630	-	-	2,688,630
Not depreciated, net	61,872,998	-	-	61,872,998
 Total Noncurrent Assets	 <u>64,561,628</u>	 <u>-</u>	 <u>-</u>	 <u>64,561,628</u>
 Total Assets	 <u>71,880,401</u>	 <u>1,873,734</u>	 <u>1,575,095</u>	 <u>75,329,230</u>
Deferred Outflows of Resources:				
Pension related	81,228	-	-	81,228

CITY OF FILLMORE

COMBINING SCHEDULE OF NET POSITION  
 PROPRIETARY FUNDS - SEWER FUNDS  
 (CONTINUED)

June 30, 2019

	Sewer Operating Fund	Sewer Replacement Fund	Rate Stabilization Fund	Total
<b>Liabilities:</b>				
<b>Current Liabilities:</b>				
Accounts payable	\$ 537,746	\$ -	\$ -	\$ 537,746
Accrued interest payable	360,605	-	-	360,605
Deposits payable	403,119	-	-	403,119
Current portion of long-term obligations	898,386	-	-	898,386
<b>Total Current Liabilities</b>	<b>2,199,856</b>	<b>-</b>	<b>-</b>	<b>2,199,856</b>
<b>Noncurrent Liabilities:</b>				
Compensated absences	40,422	-	-	40,422
Net pension liability	302,412	-	-	302,412
Bonds payable	49,192,067	-	-	49,192,067
<b>Total Noncurrent Liabilities</b>	<b>49,534,901</b>	<b>-</b>	<b>-</b>	<b>49,534,901</b>
<b>Total Liabilities</b>	<b>51,734,757</b>	<b>-</b>	<b>-</b>	<b>51,734,757</b>
<b>Deferred Inflows of Resources:</b>				
Pension related	20,677	-	-	20,677
Debt related	760,318	-	-	760,318
<b>Total Deferred Inflows of Resources</b>	<b>780,995</b>	<b>-</b>	<b>-</b>	<b>780,995</b>
<b>Net Position:</b>				
Net investment in capital assets	13,729,243	-	-	13,729,243
Restricted for debt service	1,970,292	-	-	1,970,292
Unrestricted	3,746,342	1,873,734	1,575,095	7,195,171
<b>Total Net Position</b>	<b>\$ 19,445,877</b>	<b>\$ 1,873,734</b>	<b>\$ 1,575,095</b>	<b>\$ 22,894,706</b>

## CITY OF FILLMORE

COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS - SEWER FUNDS

June 30, 2019

	Sewer Operating Fund	Sewer Replacement Fund	Rate Stabilization Fund	Inter-Fund Eliminations	Total
Operating Revenues:					
Sales and service charges, net	\$ 6,734,362	\$ -	\$ -	\$ -	\$ 6,734,362
Other	262,139	-	-	-	262,139
Total Operating Revenues	6,996,501	-	-	-	6,996,501
Operating Expenses:					
Administration costs	1,060,629	-	-	-	1,060,629
Treatment and disposal plant	2,119,407	-	-	-	2,119,407
Depreciation	1,092,323	-	-	-	1,092,323
Total Operating Expenses	4,272,359	-	-	-	4,272,359
Operating Income	2,724,142	-	-	-	2,724,142
Nonoperating Revenues (Expenses):					
Investment income	134,086	2,099	19,325	-	155,510
Interest expense	(2,058,034)	-	-	-	(2,058,034)
Total Nonoperating Revenues (Expenses)	(1,923,948)	2,099	19,325	-	(1,902,524)
Income Before Transfers	800,194	2,099	19,325	-	821,618
Transfers:					
Transfers in	312,536	603,112	-	(603,112)	312,536
Transfers out	(603,112)	-	-	603,112	-
Change in Net Position	509,618	605,211	19,325	-	1,134,154
Net Position, Beginning of Year	18,936,259	1,268,523	1,555,770	-	21,760,552
Net Position, End of Year	\$ 19,445,877	\$ 1,873,734	\$ 1,575,095	\$ -	\$ 22,894,706

CITY OF FILLMORE

COMBINING SCHEDULE OF CASH FLOWS  
 PROPRIETARY FUND - SEWER FUNDS

For the year ended June 30, 2019

	Sewer Operating Fund	Sewer Replacement Fund	Rate Stabilization Fund	Inter-Fund Eliminations	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers	\$ 7,011,287	\$ -	\$ -	\$ -	\$ 7,011,287
Payments to employees	(285,588)	-	-	-	(285,588)
Payments to suppliers	(2,707,051)	-	-	-	(2,707,051)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>4,018,648</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,018,648</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfer to other funds	(603,112)	-	-	603,112	-
Transfer from other funds	312,536	603,112	-	(603,112)	312,536
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	<u>(290,576)</u>	<u>603,112</u>	<u>-</u>	<u>-</u>	<u>312,536</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Principal payments on long-term debt	(840,000)	-	-	-	(840,000)
Interest paid on long-term debt	(2,208,354)	-	-	-	(2,208,354)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(3,048,354)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,048,354)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest on investments	127,674	2,099	19,174	-	148,947
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>127,674</u>	<u>2,099</u>	<u>19,174</u>	<u>-</u>	<u>148,947</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	807,392	605,211	19,174	-	1,431,777
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>5,369,804</u>	<u>1,268,451</u>	<u>1,552,427</u>	<u>-</u>	<u>8,190,682</u>
CASH AND CASH EQUIVALENTS END OF YEAR	<u>\$ 6,177,196</u>	<u>\$ 1,873,662</u>	<u>\$ 1,571,601</u>	<u>\$ -</u>	<u>\$ 9,622,459</u>

## CITY OF FILLMORE

COMBINING SCHEDULE OF CASH FLOWS  
PROPRIETARY FUND - SEWER FUNDS  
(CONTINUED)

For the year ended June 30, 2019

	Sewer Operating Fund	Sewer Replacement Fund	Rate Stabilization Fund	Total
NONCASH CAPITAL RELATED				
FINANCING ACTIVITIES:				
Amortization of deferred charges/premium	\$ (144,370)	\$ -	\$ -	\$ (144,370)
Decrease in allowance for doubtful accounts	(12,289)	-	-	(12,289)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO AMOUNTS REPORTED ON THE STATEMENT OF NET POSITION:				
Reported on the statement of net position:				
Cash and investments	4,206,904	1,873,662	1,571,601	7,652,167
Cash and investments with fiscal agent	1,970,292	-	-	1,970,292
Total	<u>\$ 6,177,196</u>	<u>\$ 1,873,662</u>	<u>\$ 1,571,601</u>	<u>\$ 9,622,459</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATIONS:				
Operating income	<u>\$ 2,724,142</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,724,142</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	1,092,323	-	-	1,092,323
Bad debt recovery	(12,289)	-	-	(12,289)
Actuarial pension expense adjustments	4,846	-	-	4,846
(Increase) decrease in assets:				
Receivables, net	(4,139)	-	-	(4,139)
Prepays	85,631	-	-	85,631
Increase (decrease) in liabilities:				
Accounts payable	86,986	-	-	86,986
Deposits payable	18,925	-	-	18,925
Compensated absences	22,223	-	-	22,223
Total adjustments	<u>1,294,506</u>	<u>-</u>	<u>-</u>	<u>1,294,506</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 4,018,648</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,018,648</u>

CITY OF FILLMORE

COMBINING SCHEDULE OF NET POSITION  
 PROPRIETARY FUNDS - WATER FUNDS

June 30, 2019

	Water Operating Fund	Water Reserve Fund	Well #9 Fund	Total
Assets:				
Current Assets:				
Cash and investments	\$ 6,625,200	\$ 1,908,341	\$ 216,663	\$ 8,750,204
Cash and investments with fiscal agent	193	-	-	193
Receivables, net:				
Accounts	431,722	-	-	431,722
Interest	23,298	97	-	23,395
Prepays	-	-	-	-
<b>Total Current Assets</b>	<b>7,080,413</b>	<b>1,908,438</b>	<b>216,663</b>	<b>9,205,514</b>
Noncurrent Assets:				
Capital Assets:				
Depreciated	745,697	-	-	745,697
Not depreciated, net	5,795,617	-	-	5,795,617
<b>Total Noncurrent Assets</b>	<b>6,541,314</b>	<b>-</b>	<b>-</b>	<b>6,541,314</b>
<b>Total Assets</b>	<b>13,621,727</b>	<b>1,908,438</b>	<b>216,663</b>	<b>15,746,828</b>
Deferred Outflows of Resources:				
Pension related	324,915	-	-	324,915
Debt related	196,801	-	-	196,801
<b>Total Deferred Outflows of Resources</b>	<b>521,716</b>	<b>-</b>	<b>-</b>	<b>521,716</b>

## CITY OF FILLMORE

COMBINING SCHEDULE OF NET POSITION  
PROPRIETARY FUNDS - WATER FUNDS  
(CONTINUED)

June 30, 2019

	Water Operating Fund	Water Reserve Fund	Well #9 Fund	Total
Liabilities:				
Current Liabilities:				
Accounts payable	\$ 173,645	\$ -	\$ 36,648	\$ 210,293
Accrued interest payable	44,252	-	-	44,252
Deposits payable	131,050	-	-	131,050
Current portion of long-term obligations	343,223	-	-	343,223
Total Current Liabilities	<u>692,170</u>	<u>-</u>	<u>36,648</u>	<u>728,818</u>
Noncurrent Liabilities:				
Compensated absences	84,034	-	-	84,034
Net pension liability	1,209,649	-	-	1,209,649
Bonds payable	4,978,982	-	-	4,978,982
Total Noncurrent Liabilities	<u>6,272,665</u>	<u>-</u>	<u>-</u>	<u>6,272,665</u>
Total Liabilities	<u>6,964,835</u>	<u>-</u>	<u>36,648</u>	<u>7,001,483</u>
Deferred Inflows of Resources:				
Pension related	82,710	-	-	82,710
Total Deferred Inflows of Resources	<u>82,710</u>	<u>-</u>	<u>-</u>	<u>82,710</u>
Net Position:				
Net investment in capital assets	1,454,133	-	-	1,454,133
Restricted for debt service	-	-	-	-
Unrestricted	5,641,765	1,908,438	180,015	7,730,218
Total Net Position	<u>\$ 7,095,898</u>	<u>\$ 1,908,438</u>	<u>\$ 180,015</u>	<u>\$ 9,184,351</u>

CITY OF FILLMORE  
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

PROPRIETARY FUNDS - WATER FUNDS

June 30, 2019

	Water Operating Fund	Water Reserve Fund	Well #9 Fund	Inter-Fund Eliminations	Total
Operating Revenues:					
Sales and service charges, net	\$ 3,530,050	\$ -	\$ -	\$ -	\$ 3,530,050
Other	72,299	-	-	-	72,299
<b>Total Operating Revenues</b>	<b>3,602,349</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,602,349</b>
Operating Expenses:					
Administration costs	900,657	-	-	-	900,657
Pumping	592,029	-	75,129	-	667,158
Transmission and distribution	290,229	-	-	-	290,229
Customer accounts	270,706	-	-	-	270,706
Depreciation	132,540	-	-	-	132,540
<b>Total Operating Expenses</b>	<b>2,186,161</b>	<b>-</b>	<b>75,129</b>	<b>-</b>	<b>2,261,290</b>
<b>Operating Income</b>	<b>1,416,188</b>	<b>-</b>	<b>(75,129)</b>	<b>-</b>	<b>1,341,059</b>
Nonoperating Revenues (Expenses):					
Investment income	114,440	2,616	-	-	117,056
Interest expense	(289,627)	-	-	-	(289,627)
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(175,187)</b>	<b>2,616</b>	<b>-</b>	<b>-</b>	<b>(172,571)</b>
<b>Income (Loss) Before Transfers</b>	<b>1,241,001</b>	<b>2,616</b>	<b>(75,129)</b>	<b>-</b>	<b>1,168,488</b>
Transfers:					
Transfers in	30,000	24,182	38,481	(62,663)	30,000
Transfers out	(24,182)	(38,481)	-	62,663	-
<b>Change in Net Position</b>	<b>1,246,819</b>	<b>(11,683)</b>	<b>(36,648)</b>	<b>-</b>	<b>1,198,488</b>
<b>Net Position, Beginning of Year</b>	<b>5,849,079</b>	<b>1,920,121</b>	<b>216,663</b>	<b>-</b>	<b>7,985,863</b>
<b>Net Position, End of Year</b>	<b>\$ 7,095,898</b>	<b>\$ 1,908,438</b>	<b>\$ 180,015</b>	<b>\$ -</b>	<b>\$ 9,184,351</b>

CITY OF FILLMORE

COMBINING SCHEDULE OF CASH FLOWS  
 PROPRIETARY FUND - WATER FUNDS

For the year ended June 30, 2019

	Water Operating Fund	Water Reserve Fund	Well #9 Fund	Inter-Fund Eliminations	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers	\$ 3,630,388	\$ -	\$ -	\$ -	\$ 3,630,388
Payments to employees	(284,624)	-	-	-	(284,624)
Payments to suppliers	(1,646,270)	-	(74,356)	-	(1,720,626)
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>1,699,494</u>	<u>-</u>	<u>(74,356)</u>	<u>-</u>	<u>1,625,138</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfer to other funds	(24,182)	(38,481)	-	62,663	-
Transfer from other funds	30,000	24,182	38,481	(62,663)	30,000
NET CASH PROVIDED BY (USED FOR) NONCAPITAL FINANCING ACTIVITIES	<u>5,818</u>	<u>(14,299)</u>	<u>38,481</u>	<u>-</u>	<u>30,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Principal payments on long-term debt	(290,000)	-	-	-	(290,000)
Payments for capital assets	(170,926)	-	-	-	(170,926)
Interest paid on long-term debt	(277,113)	-	-	-	(277,113)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(738,039)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(738,039)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Interest on investments	109,276	2,616	-	-	111,892
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>109,276</u>	<u>2,616</u>	<u>-</u>	<u>-</u>	<u>111,892</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,076,549	(11,683)	(35,875)	-	1,028,991
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>5,548,844</u>	<u>1,920,024</u>	<u>252,538</u>	<u>-</u>	<u>7,721,406</u>
CASH AND CASH EQUIVALENTS END OF YEAR	<u>\$ 6,625,393</u>	<u>\$ 1,908,341</u>	<u>\$ 216,663</u>	<u>\$ -</u>	<u>\$ 8,750,397</u>

CITY OF FILLMORE

COMBINING SCHEDULE OF CASH FLOWS  
 PROPRIETARY FUND - WATER FUNDS  
 (CONTINUED)

For the year ended June 30, 2019

	Water Operating Fund	Water Reserve Fund	Well #9 Fund	Total
NONCASH CAPITAL RELATED				
FINANCING ACTIVITIES:				
Amortization of deferred charges/premium	\$ 14,447	\$ -	\$ -	\$ 14,447
Decrease in allowance for doubtful accounts	(4,423)	-	-	(4,423)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO AMOUNTS REPORTED ON THE STATEMENT OF NET POSITION:				
Reported on the statement of net position:				
Cash and investments	6,625,200	1,908,341	216,663	8,750,204
Cash and investments with fiscal agent	193	-	-	193
Total	<u>\$ 6,625,393</u>	<u>\$ 1,908,341</u>	<u>\$ 216,663</u>	<u>\$ 8,750,397</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATIONS:				
Operating income (loss)	<u>\$ 1,416,188</u>	<u>\$ -</u>	<u>\$ (75,129)</u>	<u>\$ 1,341,059</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	132,540	-	-	132,540
Bad debt recovery	(4,423)	-	-	(4,423)
Actuarial pension expense adjustments	19,385	-	-	19,385
(Increase) decrease in assets:				
Receivables, net	19,819	-	-	19,819
Prepays	89,757	-	-	89,757
Increase (decrease) in liabilities:				
Accounts payable	(11,749)	-	773	(10,976)
Deposits payable	8,220	-	-	8,220
Compensated absences	29,757	-	-	29,757
Total adjustments	<u>283,306</u>	<u>-</u>	<u>773</u>	<u>284,079</u>
NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES	<u>\$ 1,699,494</u>	<u>\$ -</u>	<u>\$ (74,356)</u>	<u>\$ 1,625,138</u>

**AGENCY FUNDS**

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**CITY OF FILLMORE, CALIFORNIA**

**Agency Funds**

**Fund Descriptions**

**June 30, 2019**

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**AGENCY FUNDS**

These funds are used to account for assets held by the City as trustee or agent for individuals, private organizations, or other governmental units or funds.

Special Deposits Fund - to account for refundable deposits being held by the City.

Community Facilities District No. 1 Fund - to account for funds set aside by the City, on behalf of the CFD No. 1 bondholders, for debt service payments and reserves.

Community Facilities District No. 2 Fund - to account for funds set aside by the City, on behalf of the CFD No. 2 bondholders, for debt service payments and reserves.

Community Facilities District No. 3 Fund - to account for funds set aside by the City, on behalf of the CFD No. 3 bondholders, for debt service payments and reserves.

Community Facilities District No. 5 Fund - to account for funds set aside by the City, on behalf of the CFD No. 5 bondholders, for debt service payments and reserves.

Community Facilities District No. 6 Fund - to account for funds set aside by the City, on behalf of the CFD No. 6 bondholders, for debt service payments and reserves.

CITY OF FILLMORE

COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS

June 30, 2019

	Special Deposits	Community Facilities District No. 1	Community Facilities District No. 2
<b>Assets:</b>			
Cash and investments	\$ 612,430	396,877	\$ 78,725
Cash and investments with fiscal agent	-	193,248	41,412
<b>Receivables:</b>			
Taxes	-	704	-
 Total Assets	 <u>\$ 612,430</u>	 <u>\$ 590,829</u>	 <u>\$ 120,137</u>
<b>Liabilities:</b>			
Accounts payable	\$ 393,489	\$ -	\$ -
Deposits payable	218,941	-	-
Due to bondholders	-	590,829	120,137
 Total Liabilities	 <u>\$ 612,430</u>	 <u>\$ 590,829</u>	 <u>\$ 120,137</u>

Community Facilities District No. 3	Community Facilities District No. 5	Community Facilities District No. 6	Total
\$ 414,357	\$ 1,121,844	\$ 6,430	\$ 2,630,663
224,104	7,367,429	-	7,826,193
<u>4,110</u>	<u>11,041</u>	<u>-</u>	<u>15,855</u>
<u>\$ 642,571</u>	<u>\$ 8,500,314</u>	<u>\$ 6,430</u>	<u>\$ 10,472,711</u>
\$ -	\$ -	\$ -	\$ 393,489
-	-	-	218,941
<u>642,571</u>	<u>8,500,314</u>	<u>6,430</u>	<u>9,860,281</u>
<u>\$ 642,571</u>	<u>\$ 8,500,314</u>	<u>\$ 6,430</u>	<u>\$ 10,472,711</u>

CITY OF FILLMORE

COMBINED STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS

June 30, 2019

	Balance June 30, 2018	Additions	Deletions	Balance June 30, 2019
<b>Assets:</b>				
Cash and investments	\$ 2,683,188	\$ 3,324,009	\$ (3,376,534)	\$ 2,630,663
Cash and investments with fiscal agent	7,708,446	143,932	(26,185)	7,826,193
<b>Receivables:</b>				
Taxes	42,759	15,856	(42,760)	15,855
<b>Total Assets</b>	<b>\$ 10,434,393</b>	<b>\$ 3,483,797</b>	<b>\$ (3,445,479)</b>	<b>\$ 10,472,711</b>
<b>Liabilities:</b>				
Accounts payable	\$ 154,766	\$ 3,268,034	\$ (3,029,311)	\$ 393,489
Deposits payable	585,574	1,084,587	(1,451,220)	218,941
Due to bondholders	9,694,053	2,556,873	(2,390,645)	9,860,281
<b>Total Liabilities</b>	<b>\$ 10,434,393</b>	<b>\$ 6,909,494</b>	<b>\$ (6,871,176)</b>	<b>\$ 10,472,711</b>

## **STATISTICAL SECTION**

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**OVERVIEW OF STATISTICAL INFORMATION PRESENTED IN FIVE CATEGORIES**

Financial Trend Information - intended to assist users in understanding and assessing how a government's financial position has changed over time.

Revenue Capacity Information - intended to assist users in understanding and assessing the factors affecting a government's ability to generate its own revenue.

Debt Capacity Information - intended to assist users in understanding and assessing a government's debt burden and its ability to issue additional debt.

Demographic and Economic Information - intended to assist users in understanding the socioeconomic environment within which a government operates and to provide information that facilitates comparison of financial statement information over time and among governments.

Operating Information - intended to provide information about a government's operations and resources in order to assist readers in using financial statement information to understand and assess a government's economic condition.

CITY OF FILLMORE  
Net Position by Component  
Last Ten Fiscal Years  
(Accrual basis of accounting)

	Fiscal Year			
	2010	2011	2012	2013
<b>Governmental activities:</b>				
Net investment in capital assets	\$ 1,385,754	\$ (1,781,392)	\$ 40,212,171	\$ 39,913,828
Restricted	20,526,872	17,739,985	9,930,184	10,480,391
Unrestricted	3,650,920	5,197,468	(749,463)	(587,925)
Total governmental activities net position	<u>\$ 25,563,546</u>	<u>\$ 21,156,061</u>	<u>\$ 49,392,892</u>	<u>\$ 49,806,294</u>
<b>Business-type activities:</b>				
Net investment in capital assets	\$ 19,994,371	\$ 17,658,029	\$ 17,615,327	\$ 15,210,264
Restricted	2,176,370	1,071,180	4,015,826	3,501,562
Unrestricted	2,687,295	5,492,674	6,067,486	9,776,654
Total business-type activities net position	<u>\$ 24,858,036</u>	<u>\$ 24,221,883</u>	<u>\$ 27,698,639</u>	<u>\$ 28,488,480</u>
<b>Total Primary Government:</b>				
Net investment in capital assets	\$ 21,380,125	\$ 15,876,647	\$ 57,827,498	\$ 55,124,092
Restricted	22,703,242	18,811,165	13,946,010	13,981,953
Unrestricted	6,338,215	10,690,142	5,318,023	9,188,729
Total primary government net position	<u>\$ 50,421,582</u>	<u>\$ 45,377,954</u>	<u>\$ 77,091,531</u>	<u>\$ 78,294,774</u>

Source: City of Fillmore Financial Statements  
Note: Fiscal Year 18 restatement

Fiscal Year					
2014	2015	2016	2017	2018	2019
\$ 41,761,056	\$ 41,024,999	\$ 40,519,500	\$ 40,143,965	\$ 39,787,890	\$ 38,998,305
11,057,710	5,220,450	6,904,471	7,724,709	9,187,204	11,267,960
1,426,289	6,127,653	8,779,723	8,059,798 *	1,481,517	1,810,315
<u>\$ 54,245,055</u>	<u>\$ 52,373,102</u>	<u>\$ 56,203,694</u>	<u>\$ 55,928,472</u>	<u>\$ 50,456,611</u>	<u>\$ 52,076,580</u>
\$ 13,640,747	\$ 13,417,326	\$ 13,465,952	\$ 15,756,733	\$ 14,977,390	\$ 15,183,376
4,011,281	4,009,131	4,010,094	2,074,544	3,606,444	1,970,292
8,425,572	7,904,986	8,460,027	9,625,507	11,162,582	14,925,389
<u>\$ 26,077,600</u>	<u>\$ 25,331,443</u>	<u>\$ 25,936,073</u>	<u>\$ 27,456,784</u>	<u>\$ 29,746,415</u>	<u>\$ 32,079,057</u>
\$ 55,401,803	\$ 54,442,325	\$ 53,985,452	\$ 55,900,698	\$ 54,765,280	\$ 54,181,681
15,068,991	9,229,581	10,914,565	9,799,253	12,793,648	13,238,252
9,851,861	14,032,639	17,139,750	17,685,305	12,644,099	16,735,704
<u>\$ 80,322,655</u>	<u>\$ 77,704,545</u>	<u>\$ 82,039,767</u>	<u>\$ 83,385,256</u>	<u>\$ 80,203,026</u>	<u>\$ 84,155,637</u>

CITY OF FILLMORE  
Changes in Net Position  
Last Ten Fiscal Years  
(Accrual basis of accounting)

	Fiscal Year			
	2010	2011	2012	2013
<b>Expenses:</b>				
Governmental activities:				
General government	\$ 2,156,722	\$ 1,948,173	\$ 2,149,170	\$ 1,543,232
Public safety	4,386,275	4,702,271	4,222,865	3,925,636
Public works	1,501,747	1,540,884	1,453,567	1,349,809
Community development	5,843,128	5,187,369	596,162	209,804
Economic development	-	-	17,632	160,784
Transit	436,642	404,103	462,246	455,358
Parks and recreation	812,009	856,554	783,502	736,543
Interest on long-term debt	3,429,352	2,641,930	923,749	17,243
Total governmental activities expenses	<u>18,565,875</u>	<u>17,281,284</u>	<u>10,608,893</u>	<u>8,398,409</u>
Business-type activities				
Sewer	\$ 4,750,960	\$ 6,176,386	\$ 6,046,775	\$ 6,164,219
Water	2,474,741	2,256,831	1,866,951	1,753,574
Town Theatre	89,560	67,530	7,592	-
Total business-type activities expenses	<u>7,315,261</u>	<u>8,500,747</u>	<u>7,921,318</u>	<u>7,917,793</u>
Total primary government expenses	<u>\$ 25,881,136</u>	<u>\$ 25,782,031</u>	<u>\$ 18,530,211</u>	<u>\$ 16,316,202</u>
<b>Program revenues:</b>				
Governmental activities:				
Charges for services:				
General government	\$ 138,046	\$ 83,212	\$ 173,130	\$ 191,418
Public safety	115,214	144,862	73,331	100,348
Public works	853,702	686,331	860,531	625,443
Community development	146,921	326,628	161,130	392,368
Economic development	-	-	-	8,228
Transit	-	-	-	-
Parks and recreation	124,018	199,525	150,903	194,961
Total charges for services	<u>1,377,901</u>	<u>1,440,558</u>	<u>1,419,025</u>	<u>1,512,766</u>
Operating contributions and grants	940,749	1,086,782	1,189,436	1,555,200
Capital contributions and grants	1,299,582	357,601	169,924	1,250,286
Total governmental activities program revenues	<u>3,618,232</u>	<u>2,884,941</u>	<u>2,778,385</u>	<u>4,318,252</u>
Business-type activities:				
Charges for services:				
Sewer	4,797,946	5,485,334	4,737,423	5,567,362
Water	2,333,000	2,590,036	2,860,235	3,454,605
Town Theatre	50,889	35,592	3,590	-
Total charges for services	<u>7,181,835</u>	<u>8,110,962</u>	<u>7,601,248</u>	<u>9,021,967</u>
Operating contributions and grants	-	-	-	-
Capital contributions and grants	1,556,475	-	-	-
Total business-type activities program revenues	<u>8,738,310</u>	<u>8,110,962</u>	<u>7,601,248</u>	<u>9,021,967</u>
Net program revenues (expenses):				
Governmental activities	(14,947,643)	(14,396,343)	(7,830,508)	(4,080,157)
Business-type activities	(133,426)	(389,785)	(320,070)	1,104,174
Total primary government net revenue (expense)	<u>\$ (15,081,069)</u>	<u>\$ (14,786,128)</u>	<u>\$ (8,150,578)</u>	<u>\$ (2,975,983)</u>

Source: City of Fillmore Financial Statements

Fiscal Year					
2014	2015	2016	2017	2018	2019
\$ 1,149,142	\$ 3,265,982	\$ 961,923	\$ 1,588,255	\$ 1,574,705	\$ 1,454,541
4,558,073	4,645,977	3,921,663	4,991,599	4,963,808	5,463,983
1,674,384	1,506,317	1,388,200	1,542,908	1,759,001	1,816,451
244,623	261,087	441,089	605,148	245,086	419,758
48,604	84,423	49,945	59,681	70,619	92,928
450,865	505,654	319,687	318,735	267,012	337,584
831,858	920,104	828,992	1,030,162	948,279	1,026,748
19,974	7,385	-	-	-	6,767
<u>8,977,523</u>	<u>11,196,929</u>	<u>7,911,499</u>	<u>10,136,488</u>	<u>9,828,510</u>	<u>10,618,760</u>
\$ 6,422,985	\$ 6,029,237	\$ 6,326,574	\$ 6,689,149	\$ 5,932,153	\$ 6,330,393
1,898,243	2,096,090	2,423,168	1,674,061	2,227,390	2,550,917
-	-	-	-	-	-
<u>8,321,228</u>	<u>8,125,327</u>	<u>8,749,742</u>	<u>8,363,210</u>	<u>8,159,543</u>	<u>8,881,310</u>
<u>\$ 17,298,751</u>	<u>\$ 19,322,256</u>	<u>\$ 16,661,241</u>	<u>\$ 18,499,698</u>	<u>\$ 17,988,053</u>	<u>\$ 19,500,070</u>
\$ 106,263	\$ 88,914	\$ 130,954	\$ 138,151	\$ 193,054	\$ 143,276
118,954	105,547	143,334	109,685	259,166	168,175
637,548	674,233	1,741,340	743,163	60,003	1,015,347
339,473	369,746	528,055	429,409	1,399,386	700,138
-	-	-	-	-	-
-	-	-	-	-	-
<u>265,311</u>	<u>218,363</u>	<u>249,265</u>	<u>327,150</u>	<u>295,279</u>	<u>344,141</u>
<u>1,467,549</u>	<u>1,456,803</u>	<u>2,792,948</u>	<u>1,747,558</u>	<u>2,206,888</u>	<u>2,371,077</u>
<u>1,539,876</u>	<u>1,690,262</u>	<u>1,550,050</u>	<u>1,594,297</u>	<u>1,833,694</u>	<u>2,836,442</u>
<u>686,569</u>	<u>1,791,474</u>	<u>1,411,795</u>	<u>993,831</u>	<u>1,515,126</u>	<u>1,526,677</u>
<u>3,693,994</u>	<u>4,938,539</u>	<u>5,754,793</u>	<u>4,335,686</u>	<u>5,555,708</u>	<u>6,734,196</u>
5,844,611	5,706,940	6,103,066	6,407,095	6,904,988	6,996,501
3,541,569	3,182,656	3,049,178	3,231,467	3,596,492	3,602,349
-	-	-	-	-	-
<u>9,386,180</u>	<u>8,889,596</u>	<u>9,152,244</u>	<u>9,638,562</u>	<u>10,501,480</u>	<u>10,598,850</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>9,386,180</u>	<u>8,889,596</u>	<u>9,152,244</u>	<u>9,638,562</u>	<u>10,501,480</u>	<u>10,598,850</u>
(5,283,529)	(6,258,390)	(2,156,706)	(5,800,802)	(4,272,802)	(3,884,564)
1,064,952	764,269	402,502	1,275,352	2,341,937	1,717,540
<u>\$ (4,218,577)</u>	<u>\$ (5,494,121)</u>	<u>\$ (1,754,204)</u>	<u>\$ (4,525,450)</u>	<u>\$ (1,930,865)</u>	<u>\$ (2,167,024)</u>

CITY OF FILLMORE  
Changes in Net Position  
Last Ten Fiscal Years  
(Accrual basis of accounting)

	Fiscal Year			
	2010	2011	2012	2013
<b>General revenues and other changes in net position:</b>				
Governmental activities:				
Taxes:				
Property tax	\$ 6,473,631	\$ 6,776,187	\$ 3,651,774	\$ 2,276,746
Property tax in lieu of VLF	-	1,173,819	1,158,490	-
Sales tax	611,591	796,685	726,145	1,235,297
Transient occupancy taxes	58,918	75,554	89,385	113,810
Franchise taxes	318,956	323,354	327,878	327,071
Business licenses	130,478	90,978	103,974	84,983
Other	102,052	102,292	98,106	33,122
Motor vehicle in lieu	47,398	81,432	8,093	6,698
Use of money and property	-	-	-	-
Other	126,272	162,862	17,145	8,848
Investment income	941,157	313,129	262,677	61,496
Gain on sale of property	-	-	-	-
Transfers	927,710	447,363	240,489	345,488
Prior period adjustments	-	-	-	-
Extraordinary item				
Gain on dissolution of Redevelopment Agency (1)	-	-	33,059,554	-
Total governmental activities	<u>9,738,163</u>	<u>10,343,655</u>	<u>39,743,710</u>	<u>4,493,559</u>
Business-type activities:				
Use of money and property	-	-	-	-
Investment income	1,308,395	200,995	14,261	31,155
Transfers	(927,710)	(447,363)	(240,489)	(345,488)
Extraordinary item				
Gain on dissolution of Redevelopment Agency	-	-	395,253	-
Total business-type activities	<u>380,685</u>	<u>(246,368)</u>	<u>169,025</u>	<u>(314,333)</u>
Total primary government	<u>10,118,848</u>	<u>10,097,287</u>	<u>39,912,735</u>	<u>4,179,226</u>
<b>Total change in net position</b>				
Governmental activities	(5,209,480)	(4,052,688)	31,913,202	413,402
Business-type activities	247,259	(636,153)	(151,045)	789,841
Total primary government	<u>\$ (4,962,221)</u>	<u>\$ (4,688,841)</u>	<u>\$ 31,762,157</u>	<u>\$ 1,203,243</u>

Notes: (1) The former Fillmore redevelopment Agency was dissolved as of February 1, 2012 through the Supreme Court decision on Assembly Bill XI 26. The City elected to serve as the Successor Agency. See Note 15 for more information on the dissolution.

Source: City of Fillmore Financial Statements

Fiscal Year					
2014	2015	2016	2017	2018	2019
\$ 1,718,512	\$ 2,128,210	\$ 2,125,026	\$ 2,701,209	\$ 2,657,319	\$ 3,192,482
-	-	-	-	-	-
5,162,138	5,217,885	2,919,778	2,238,539	2,363,393	1,825,665
121,381	106,018	119,908	119,280	154,876	137,561
321,001	353,284	373,364	352,536	372,232	368,745
100,760	112,643	125,865	110,752	134,082	47,232
46,612	33,882	287,863	60,842	133,886	-
-	7,857	6,230	6,957	8,255	7,658
-	-	-	-	-	-
163,841	51,538	141,781	9,185	288,376	176,915
33,419	42,288	40,468	85,838	66,495	90,811
-	-	-	-	-	-
123,498	(146,770)	(152,985)	57,961	208,103	(342,536)
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,791,162</u>	<u>7,906,835</u>	<u>5,987,298</u>	<u>5,743,099</u>	<u>6,387,017</u>	<u>5,504,533</u>
-	-	-	-	-	-
22,423	21,543	49,143	85,800	155,798	272,566
(123,498)	146,770	152,985	(57,961)	(208,103)	342,536
-	-	-	-	-	-
<u>(101,075)</u>	<u>168,313</u>	<u>202,128</u>	<u>27,839</u>	<u>(52,305)</u>	<u>615,102</u>
<u>7,690,087</u>	<u>8,075,148</u>	<u>6,189,426</u>	<u>5,770,938</u>	<u>6,334,712</u>	<u>6,119,635</u>
2,507,633	1,648,445	3,830,592	(57,703)	2,114,215	1,619,969
963,877	932,582	604,630	1,303,191	2,289,632	2,332,642
<u>\$ 3,471,510</u>	<u>\$ 2,581,027</u>	<u>\$ 4,435,222</u>	<u>\$ 1,245,488</u>	<u>\$ 4,403,847</u>	<u>\$ 3,952,611</u>

CITY OF FILLMORE  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified accrual basis of accounting)

	Fiscal Year			
	2010	2011	2012	2013
General fund:				
Reserved	\$ -	\$ -	\$ -	\$ -
Unreserved	3,094,790	-	-	-
Nonspendable	-	285,703	298,717	369,936
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	1,377,645	1,377,645	-
Unassigned	-	332,733	(1,793,818)	(454,255)
Total general fund	<u>\$ 3,094,790</u>	<u>\$ 1,996,081</u>	<u>\$ (117,456)</u>	<u>\$ (84,319)</u>
All other governmental funds:				
Reserved	\$ 93,819,680	\$ -	\$ -	\$ -
Unreserved, reported in:				
Special revenue funds	1,480,483	2,524,842	-	-
Capital projects funds	(11,254,470)	-	-	-
Debt Service funds	(5,634,337)	6,447,174	-	-
Non-major funds	-	-	-	-
Fund Balances:				
Nonspendable	-	6,175	-	-
Restricted	-	2,372,274	2,703,179	3,386,286
Committed	-	-	-	-
Assigned	-	2,020,636	1,270,033	1,255,503
Unassigned	-	(2,385,844)	(911,347)	(801,939)
Total all other governmental funds	<u>\$ 78,411,356</u>	<u>\$ 10,985,257</u>	<u>\$ 3,061,865</u>	<u>\$ 3,839,850</u>

Source: City of Fillmore Financial Statements

Fiscal Year					
2014	2015	2016	2017	2018	2019
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
7,250	14,639	7,250	61,990	142,723	64,346
-	-	-	-	-	-
-	-	-	-	-	-
-	5,220,450	-	-	-	-
2,796,517	-	5,971,453	6,008,707	6,377,389	7,110,976
<u>\$ 2,803,767</u>	<u>\$ 5,235,089</u>	<u>\$ 5,978,703</u>	<u>\$ 6,070,697</u>	<u>\$ 6,520,112</u>	<u>\$ 7,175,322</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,041,569	5,085,850	6,904,471	7,724,709	9,187,204	11,267,960
-	-	-	-	-	-
961,522	1,186,442	1,124,781	615,973	598,769	552,092
(941,582)	(437,906)	(491,061)	(685,033)	(720,712)	(781,700)
<u>\$ 4,061,509</u>	<u>\$ 5,834,386</u>	<u>\$ 7,538,191</u>	<u>\$ 7,655,649</u>	<u>\$ 9,065,261</u>	<u>\$ 11,038,352</u>

CITY OF FILLMORE  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(Modified accrual basis of accounting)

	Fiscal Year			
	2010	2011	2012	2013
<b>Revenues:</b>				
Taxes	\$ 7,559,253	\$ 9,280,581	\$ 6,036,719	\$ 4,551,586
Licenses and permits	140,296	139,932	115,845	98,181
Fines and forfeitures	107,175	92,969	41,814	38,104
Use of money and property	-	-	-	-
Intergovernmental	2,327,126	1,492,050	1,346,438	1,549,592
Charge for services	1,194,871	1,376,952	1,296,002	1,737,111
Investment income	732,397	75,345	54,846	92,849
Overhead reimbursements	-	-	-	-
Other	148,595	199,295	165,713	398,900
Total revenues	<u>12,209,713</u>	<u>12,657,124</u>	<u>9,057,377</u>	<u>8,466,323</u>
<b>Expenditures:</b>				
Current:				
General government	1,920,522	1,616,012	2,101,257	1,427,640
Public safety	4,215,741	4,536,317	3,970,409	3,812,319
Public works	1,070,771	938,084	962,394	954,943
Community development	1,752,495	1,527,809	493,645	115,342
Economic development	-	-	17,200	46,045
Transit	424,277	389,286	450,918	457,424
Parks and recreation	722,671	665,765	615,691	609,072
Pass through payments	1,410,562	1,360,970	-	-
Supplemental ERAF	2,384,857	491,000	-	-
Capital outlay	2,271,279	1,382,117	168,301	391,792
Debt service:				
Principal	9,508,360	895,868	166,237	169,966
Interest	3,576,846	2,781,270	1,335,786	16,146
Bond issuance costs	-	-	-	-
Total expenditures	<u>29,258,381</u>	<u>16,584,498</u>	<u>10,281,838</u>	<u>8,000,689</u>
Excess of revenues over expenditures	<u>(17,048,668)</u>	<u>(3,927,374)</u>	<u>(1,224,461)</u>	<u>465,634</u>
Other financing sources (uses):				
Payment to escrow agent	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-
Proceeds from borrowing	-	11,260,000	-	-
Original/Issue discount	-	-	-	-
Premium on repayment of advance	-	-	-	-
Acquisition under capital lease				
Transfers in	11,498,848	4,556,131	1,865,575	2,193,441
Transfers out	<u>(10,571,138)</u>	<u>(4,108,768)</u>	<u>(1,625,086)</u>	<u>(1,847,953)</u>
Total other financing sources (uses)	<u>927,710</u>	<u>11,707,363</u>	<u>240,489</u>	<u>345,488</u>
Extraordinary Item	-	-	-	-
Net change in fund balances	<u>\$ (16,120,958)</u>	<u>\$ 7,779,989</u>	<u>\$ (983,972)</u>	<u>\$ 811,122</u>
Debt service as a percentage of noncapital expenditures	44.7%	22.2%	14.6%	2.3%

Source: City of Fillmore Financial Statements

Fiscal Year						
2014	2015	2016	2017	2018	2019	
\$ 7,925,224	\$ 8,425,752	\$ 6,195,661	\$ 6,152,045	\$ 6,562,354	\$ 6,504,977	
130,327	188,543	170,750	144,944	166,108	97,125	
49,129	44,073	53,495	62,337	72,278	60,707	
-	-	-	-	-	-	
1,635,217	1,749,822	1,512,910	1,341,069	2,025,784	2,058,831	
1,239,462	2,283,924	3,306,679	1,803,349	2,331,432	3,298,560	
72,180	240,057	147,419	290,613	266,040	414,125	
-	-	-	-	-	-	
174,395	106,009	327,752	96,703	117,923	166,113	
<u>11,225,934</u>	<u>13,038,180</u>	<u>11,714,666</u>	<u>9,891,060</u>	<u>11,541,919</u>	<u>12,600,438</u>	
923,894	1,218,540	1,332,248	1,331,305	1,434,474	1,189,662	
4,573,875	4,524,278	4,640,184	4,720,608	5,073,194	5,280,443	
1,157,176	1,048,596	1,162,427	1,150,147	1,412,325	1,370,150	
264,216	251,871	577,939	557,389	472,006	379,027	
44,942	79,165	58,528	57,865	73,869	92,928	
416,893	501,876	395,662	309,035	279,299	337,584	
644,032	679,007	729,231	769,737	768,949	773,673	
-	-	-	-	-	-	
-	-	-	-	-	-	
480,753	135,778	121,179	569,173	319,585	148,843	
178,341	240,715	94,209	47,427	49,194	50,524	
12,468	7,385	2,655	9,364	8,100	6,767	
-	-	-	-	-	-	
<u>8,696,590</u>	<u>8,687,211</u>	<u>9,114,262</u>	<u>9,522,050</u>	<u>9,890,995</u>	<u>9,629,601</u>	
<u>2,529,344</u>	<u>4,350,969</u>	<u>2,600,404</u>	<u>369,010</u>	<u>1,650,924</u>	<u>2,970,837</u>	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
-	-	-	-	-	-	
456,903	-	-	-	-	-	
844,490	1,188,361	1,246,137	1,176,423	1,433,874	571,262	
(720,992)	(1,335,131)	(1,399,122)	(1,118,462)	(1,225,771)	(913,798)	
<u>580,401</u>	<u>(146,770)</u>	<u>(152,985)</u>	<u>57,961</u>	<u>208,103</u>	<u>(342,536)</u>	
-	-	-	-	-	-	
<u>\$ 3,109,745</u>	<u>\$ 4,204,199</u>	<u>\$ 2,447,419</u>	<u>\$ 426,971</u>	<u>\$ 1,859,027</u>	<u>\$ 2,628,301</u>	
2.2%	2.9%	1.1%	0.6%	0.6%	0.6%	

CITY OF FILLMORE  
Water Utility Revenue by Type of Customer  
Last Ten Fiscal Years

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Water Fund</b>					
Number of Customers:					
Residential	3,804	3,729	3,760	3,751	3,681
Commercial	226	225	238	236	230
Industrial	16	16	23	16	16
Irrigation	71	69	70	71	71
<b>Total</b>	<b>4,117</b>	<b>4,039</b>	<b>4,091</b>	<b>4,074</b>	<b>3,998</b>

<b>Water Units Consumed</b>					
Type of Customer:					
Residential	657,268	638,990	655,893	691,134	693,493
Commercial	80,530	79,415	75,979	82,520	83,893
Industrial	5,833	7,093	7,052	7,265	8,227
Irrigation	83,288	68,914	69,088	73,583	85,559
<b>Total</b>	<b>826,919</b>	<b>794,412</b>	<b>808,012</b>	<b>854,502</b>	<b>871,172</b>

<b>Revenue from Water Sales</b>					
Residential	\$ 1,794,388	\$ 2,041,795	\$ 2,276,223	\$ 2,682,368	\$ 2,730,810
Commercial	219,853	253,758	263,679	320,269	330,351
Industrial	15,925	22,665	24,473	28,196	32,396
Irrigation	227,382	220,204	239,764	285,584	336,911
<b>Total</b>	<b>\$ 2,257,547</b>	<b>\$ 2,538,422</b>	<b>\$ 2,804,139</b>	<b>\$ 3,316,418</b>	<b>\$ 3,430,468</b>

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Water Fund</b>					
Number of Customers:					
Residential	3,717	3,707	3,827	3,857	3,867
Commercial	230	237	237	245	242
Industrial	17	19	20	17	20
Irrigation	65	64	66	67	71
<b>Total</b>	<b>4,029</b>	<b>4,027</b>	<b>4,150</b>	<b>4,186</b>	<b>4,200</b>

<b>Water Units Consumed</b>					
Type of Customer:					
Residential	597,168	566,356	550,276	607,973	582,542
Commercial	76,693	78,448	75,261	81,707	172,030
Industrial	7,220	7,970	8,243	7,964	8,904
Irrigation	56,612	35,981	37,557	44,308	67,562
<b>Total</b>	<b>737,693</b>	<b>688,755</b>	<b>671,337</b>	<b>741,952</b>	<b>831,038</b>

<b>Revenue from Water Sales</b>					
Residential	\$ 2,558,058	\$ 2,459,348	\$ 2,594,519	\$ 2,889,057	\$ 2,474,499
Commercial	325,653	340,653	354,851	388,267	730,742
Industrial	30,657	34,609	38,865	37,845	37,822
Irrigation	240,385	156,244	177,079	210,549	286,987
<b>Total</b>	<b>\$ 3,154,754</b>	<b>\$ 2,990,854</b>	<b>\$ 3,165,315</b>	<b>\$ 3,525,718</b>	<b>\$ 3,530,050</b>

Source: City of Fillmore Utilities Department  
748 gallons is 1 unit

CITY OF FILLMORE  
Sewer Utility Revenue by Type of Customer  
Last Ten Fiscal Years

	Fiscal Year				
	2010	2011	2012	2013	2014
<b>Sewer Fund</b>					
Number of Customers:					
Residential	3,801	3,722	3,760	3,751	3,681
Commerical	224	223	236	234	228
Industrial	15	15	22	15	15
Irrigation	71	69	70	71	71
<b>Total</b>	<u>4,111</u>	<u>4,029</u>	<u>4,088</u>	<u>4,071</u>	<u>3,995</u>

<b>Revenue from Sewer Sales</b>					
Residential	\$ 3,997,909	\$ 4,540,942	\$ 3,736,105	\$ 4,311,947	\$ 4,656,178
Commercial	362,271	272,066	318,669	383,458	415,092
Industrial	33,662	18,300	38,034	41,763	52,477
Irrigation	525,063	84,182	393,540	459,080	574,451
<b>Total</b>	<u>\$ 4,918,905</u>	<u>\$ 4,915,490</u>	<u>\$ 4,486,347</u>	<u>\$ 5,196,249</u>	<u>\$ 5,698,199</u>

	Fiscal Year				
	2015	2016	2017	2018	2019
<b>Sewer Fund</b>					
Number of Customers:					
Residential	3,717	3,697	3789	3,853.00	3,863.00
Commercial	230	236	231	241.00	236.00
Industrial	16	16	18	16.00	18.00
Irrigation	65	64	66	67.00	74.00
<b>Total</b>	<u>4,028</u>	<u>4,013</u>	<u>4,104</u>	<u>4,177</u>	<u>4,191</u>

<b>Revenue from Sewer Sales</b>					
Residential	\$ 4,626,034	\$ 4,911,630	\$ 5,154,568	\$ 5,635,379	\$ 6,207,311
Commercial	441,076	554,711	542,814	526,610	379,220
Industrial	53,040	62,624	73,729	73,391	28,924
Irrigation	437,459	312,045	367,504	426,041	118,908
<b>Total</b>	<u>\$ 5,557,609</u>	<u>\$ 5,841,010</u>	<u>\$ 6,138,615</u>	<u>\$ 6,661,421</u>	<u>\$ 6,734,362</u>

Source: City of Fillmore Utilities Department

CITY OF FILLMORE  
Water Rates by Meter Size  
Last Ten Fiscal Years

Fiscal year	Effective Date	Meter Size										Water Consumption Charge (1)
		3/4 inch	1 inch	1 1/4 inch	1 1/2 inch	2 inch	3 inch	4 inch	6 inch	8 inch	10 inch	
2010	7/1/2006	28.61	32.23	34.19	39.29	43.16	56.95	81.08	137.29	193.88	270.95	2.86
2011	10/15/2010	28.20	31.86	33.70	38.72	42.54	56.13	79.97	135.31	191.08	267.05	2.82
2012	1/1/2011	31.30	35.37	37.41	42.98	47.22	62.31	88.70	150.19	212.10	296.43	3.13
2013	1/1/2012	34.43	38.91	41.15	47.28	51.94	68.54	97.57	165.21	233.31	326.07	3.44
2014	1/1/2013	35.81	40.47	42.80	49.17	54.02	71.28	101.47	171.82	242.64	339.11	3.58
2015	1/1/2014	36.88	41.68	44.08	50.65	55.64	73.42	104.51	176.97	249.92	349.26	3.69
2016	7/1/2015	37.99	42.93	45.40	52.17	57.31	75.62	107.65	182.28	257.42	359.74	3.80
2017	1/1/2017	38.75	59.85	62.39	73.91	144.23	214.55	284.87	706.78	N/A	N/A	3.88
2018	3/13/2018	40.11	61.94	64.57	76.50	149.28	222.06	294.84	731.52	N/A	N/A	4.01
2019	5/1/2019	41.51	64.11	66.83	79.17	154.50	229.83	305.16	757.12	N/A	N/A	4.15

Source: City of Fillmore Utilities Department  
(1) for each additional 100 cubic feet of water

CITY OF FILLMORE  
Sewer Rates by Type of Customer  
Last Ten Fiscal Years

Customer Type	Strength Factor	Fiscal Year									
		2010		2011		2012		2013		2014	
		Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)
Residential	1.00	\$ 72.00	\$ -	\$ 80.00	\$ -	\$ 82.00	\$ -	\$ 84.46	\$ -	\$ 86.99	\$ -
Retail/Commercial	27.10	72.00	7.36	80.00	8.18	82.00	8.38	84.46	8.63	86.99	8.89
Retail/Commercial	27.10	72.00	7.53	80.00	8.37	82.00	8.58	84.46	8.83	86.99	9.10
Retail/Commercial	27.10	72.00	7.61	80.00	8.46	82.00	8.67	84.46	8.93	86.99	9.19
Retail/Commercial	0.94	72.00	7.69	80.00	8.54	82.00	8.76	84.46	9.02	86.99	9.29
Retail/Commercial	0.98	72.00	8.02	80.00	8.91	82.00	9.13	84.46	9.41	86.99	9.69
Retail/Commercial	1.00	72.00	8.18	80.00	9.09	82.00	9.32	84.46	9.60	86.99	9.88
Retail/Commercial	1.01	72.00	8.26	80.00	9.18	82.00	9.41	84.46	9.69	86.99	9.98
Lg Retail/Commercial	1.03	74.17	8.43	82.41	9.37	84.47	9.60	87.01	9.89	89.61	10.18
Lg Retail/Commercial	1.06	76.33	8.67	84.81	9.63	86.93	9.87	89.54	10.17	92.22	10.48
Lg Retail/Commercial	1.30	93.60	10.64	104.00	11.82	106.60	12.12	109.80	12.48	113.09	12.85
Lg Retail/Commercial	1.52	109.45	12.44	121.61	13.82	124.65	14.17	128.39	14.59	132.23	15.03
Lg Retail/Commercial	1.65	118.81	13.50	132.01	15.00	135.31	15.38	139.37	15.84	143.54	16.31

Customer Type	Strength Factor	Fiscal Year									
		2015		2016		2017		2018		2019	
		Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)	Minimum	Consumption Rate (1)
Residential	1.00	\$ 89.60	\$ -	\$ 92.29	\$ -	\$ 103.36	\$ -	\$ 103.36	\$ -	\$ 103.36	\$ -
Retail/Commercial	0.90	89.60	9.16	92.29	9.44	103.36	10.57	103.36	10.57	103.36	10.57
Retail/Commercial	0.92	89.60	9.37	92.29	9.65	103.36	10.81	103.36	10.81	103.36	10.81
Retail/Commercial	0.93	89.60	9.47	92.29	9.75	103.36	10.92	103.36	10.92	103.36	10.92
Retail/Commercial	0.94	89.60	9.57	92.29	9.86	103.36	11.04	103.36	11.04	103.36	11.04
Retail/Commercial	0.98	89.60	9.98	92.29	10.28	103.36	11.51	103.36	11.51	103.36	11.51
Retail/Commercial	1.00	89.60	10.18	92.29	10.49	103.36	11.75	103.36	11.75	103.36	11.75
Retail/Commercial	1.01	89.60	10.28	92.29	10.59	103.36	11.86	103.36	11.86	103.36	11.86
Lg Retail/Commercial	1.03	92.30	10.49	92.29	10.80	103.36	12.10	103.36	12.10	103.36	12.10
Lg Retail/Commercial	1.06	94.99	10.79	97.84	11.12	109.58	12.45	109.58	12.45	109.58	12.45
Lg Retail/Commercial	1.30	116.48	13.24	119.97	13.63	134.37	15.26	134.37	15.26	134.37	15.26
Lg Retail/Commercial	1.52	136.20	15.48	140.29	15.94	157.12	17.85	157.12	17.85	157.12	17.85
Lg Retail/Commercial	1.65	147.85	16.80	152.29	17.30	170.46	19.38	170.46	19.38	170.46	19.38

(1) Consumption rate is charged for each additional unit consumed after 8.8 units and one unit equates to 748 gallons. Residential customers are charged a minimum bill per month with no additional charge for consumption.

CITY OF FILLMORE  
 Water and Sewer Principal Payers by Customer Group  
 Fiscal Year 2019 Compared to Ten Years Ago

Principal Water Customers			
Fiscal Year 2010			
Customer Group	Charges	Rank	Percentage of Total Water Charges
Government Agencies	\$ 167,740	1	7.1%
Schools/Colleges	90,252	2	3.8%
Mobile Home Parks	61,695	3	2.6%
Apartment Complexes	60,424	4	2.6%
Business Parks	37,684	5	1.6%
Churches	34,458	6	1.5%
Developers	29,800	7	1.3%
Care Centers	24,826	8	1.1%
Irrigation	9,744	9	0.4%
Grocery Stores	8,996	10	0.4%
	<b>\$ 525,620</b>		<b>22.3%</b>

Principal Water Customers			
Fiscal Year 2019			
Customer Group	Charges	Rank	Percentage of Total Water Charges
Mobile Home Parks	\$ 103,763	1	2.9%
Government Agencies	100,556	2	2.9%
Schools/ Colleges	67,539	3	1.9%
Care Centers	39,011	4	1.1%
Apartment Complexes	32,561	5	0.9%
Grocery Store	29,523	6	0.8%
Packing Plants	22,953	7	0.7%
Business Parks	14,475	8	0.4%
Agriculture/ Orchards	11,851	9	0.3%
Senior Apartment Complex	12,420	10	0.4%
	<b>\$ 434,652</b>		<b>12%</b>

Principal Sewer Customers			
Fiscal Year 2010			
Sewer Customer Group	Charges	Rank	Percentage of Total Water Charges
Mobile Home Parks	\$ 235,089	1	5.5%
Schools/Colleges	190,673	2	4.5%
Apartment Complexes	156,400	3	3.7%
Restaurants	114,615	4	2.7%
Grocery Stores	108,880	5	2.6%
Care Centers	92,496	6	2.2%
Churches	81,606	7	1.9%
Senior Apartment Complexes	53,712	8	1.3%
Packing Plants	49,267	9	1.2%
Business Parks	30,144	10	0.7%
	<b>\$ 1,112,883</b>		<b>26.2%</b>

Principal Sewer Customers			
Fiscal Year 2019			
Customer Group	Charges	Rank	Percentage of Total Water Charges
Mobile Home Parks	\$ 374,577	1	5.6%
Apartment Complexes	249,304	2	3.7%
Grocery Store	104,256	3	1.5%
Care Centers	79,352	4	1.2%
Restaurants	72,315	5	1.1%
Packing Plants	54,992	6	0.8%
Schools/ Colleges	45,545	7	0.7%
Retail Services	30,789	8	0.5%
Manufacturing Plant	26,966	9	0.4%
Senior Apartment Complex	23,566	10	0.3%
	<b>\$ 1,061,661</b>		<b>15.76%</b>

Source: City of Fillmore Utilities Department

CITY OF FILLMORE  
Assessed Value of Taxable Property  
Last Ten Fiscal Years

Fiscal Year Ended June 30,	City			Redevelopment Agency			Total Direct Tax Rate		
	Secured	Unsecured	Less: Exemptions	Taxable Assessed Value	Secured	Unsecured		Less: Exemptions	Taxable Assessed Value
2010	974,324,573	26,074,921	35,794,506	964,604,988	657,867,428	24,687,180	31,454,120	651,100,488	0.1860%
2011	941,930,495	25,207,989	34,604,420	932,534,064	635,994,831	23,866,387	30,408,342	629,452,876	0.1862%
2012	933,872,857	20,794,353	20,661,467	934,005,743	634,806,587	19,430,879	20,279,204	633,958,262	0.1833%
2013	894,482,167	18,535,821	22,752,795	890,265,193	622,335,619	17,316,194	22,362,916	617,288,897	0.1833%
2014	913,395,863	19,662,576	20,717,744	912,340,695	635,473,921	18,390,561	20,320,097	633,544,385	0.1838%
2015	983,855,986	19,346,719	22,832,248	980,370,457	685,275,611	18,436,618	21,995,541	681,716,688	0.1851%
2016	1,052,473,435	17,939,327	23,520,496	1,046,892,266	729,484,334	17,141,825	22,860,341	723,765,818	0.1860%
2017	1,111,289,793	18,616,662	24,525,011	1,105,381,444	773,011,866	17,657,694	23,601,386	767,068,174	0.1870%
2018	1,191,548,611	18,177,933	25,195,370	1,184,531,174	831,350,453	16,834,105	24,184,757.00	823,999,801	0.1882%
2019	1,269,848,251	24,709,287	26,638,588	1,267,918,950	867,526,857	23,684,745	25,467,468	865,744,134	0.1883%

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

Source: Ventura County Auditor-Controller Office

CITY OF FILLMORE  
Direct and Overlapping Property Tax Rates  
(Rate per \$100 of assessed value)  
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
1 Basic Levy	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Fillmore Unified School District	0.10480	0.07700	0.11010	0.11680	0.11610	0.11000	0.11090	0.09650	0.16630	0.13700
Ventura Community College District	0.01390	0.01510	0.01400	0.01910	0.01670	0.01760	0.01300	0.01550	0.01510	0.01520
United Water Conservation District	0.00747	0.02141	0.01416	0.00723	0.01705	0.01822	0.00053	0.02715	0.02643	0.02489
2 Total Direct & Indirect Overlapping Tax Rates	1.12617	1.11351	1.13826	1.14313	1.14985	1.14582	1.12443	1.13915	1.20783	1.17709
3 City's Share of 1% Levy per Prop 13	0.18621	0.18621	0.18335	0.18331	0.18379	0.18512	0.18604	0.18704	0.18815	0.18829
General Obligation Debt Rate	-	-	-	-	-	-	-	-	-	-
4 Redevelopment Rate	0.21813	0.21813	-	-	-	-	-	-	-	-
5 Total Direct Rate	0.18600	0.18620	0.18330	0.18330	0.18380	0.18510	0.18600	0.18700	0.18820	0.18840

- Notes**
- In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the payment of any voter approved bonds.
  - Overlapping rates are those of local and county governments that apply to property owners within the City. Not all overlapping rates apply to all city property owners.
  - City's share of 1% levy is based on the City's share of the general fund tax rate area with the largest net taxable value within the city. ERAF general fund tax shifts may not be included in tax ratio figures.
  - Redevelopment rates is based on the largest RDA tax rate area and only includes rate(s) from indebtedness adopted prior to 1989 per California State statute. RDA direct and overlapping rates are applied only to the incremental property values. The approval of Abx1 26 eliminated redevelopment from the State of California for the fiscal year 2012/13 and years thereafter.
  - Total Direct Rate is the weighted average of all individual direct rates applied to by the government preparing the statistical section information and excludes revenues derived from aircraft. Beginning in 2013/14 the Total Direct Rate no longer includes revenue generated from the former redevelopment tax rate areas. Challenges to recognized enforceable obligations are assumed to have been resolved during 2012/13. For the purposes of this report, residual revenue is assumed to be distributed to the City in the same proportions as general fund revenue.

CITY OF FILLMORE  
Principal Property Tax Payers  
Fiscal Year 2019 Compared to Ten Years Ago

Taxpayer	2019			2010		
	Taxable Assessed Value	Amount of Tax *	Percent of Total City Taxable Amount	Taxable Assessed Value *	Amount of Tax *	Percent of Total City Taxable Amount
Hearthstone Multi-Asset	\$ 57,954,130	\$ 1,048,693	4.56 %	\$ 54,917,217	\$ 778,694	5.64 %
Marinelli, Judi A Trust	6,598,347	296,182	0.52 %	-	-	- %
KB Home Greater Los Angeles	13,064,729	165,529	1.03 %	16,182,949	182,376	1.66 %
Balden Town Plaza LTD Lessor	9,548,914	164,349	0.75 %	8,437,140.00	137,980.96	0.87 %
Evergreen Financial Holding	12,120,410	143,782	0.95 %	-	-	- %
NLA Community LLC	6,464,215	140,630	0.51 %	-	-	- %
Balden Town Plaza LTD Partnership	6,533,983	114,688	0.51 %	5,680,290.00	94,924.62	0.58 %
Ameron Pole Products Division	4,403,557	100,800	0.35 %	5,727,496.00	84,891.32	0.59 %
Swaitdan Brian-Christine Trust	5,302,868	64,314	0.42 %	-	-	- %
El Dorado Estates	5,041,301	63,151	0.40 %	-	-	- %
Fillmore Riverview LLC	-	-	- %	5,858,115.00	238,688.98	0.60 %
HVP Phase 1A Traditions LLC	-	-	- %	8,500,697.00	163,939.64	0.87 %
HVP Phase 1A Villas LLC	-	-	- %	6,220,309.00	114,441.96	0.64 %
Fillmore Sun LLC	-	-	- %	4,116,370.00	107,046.42	0.42 %
Vireo LLC	-	-	- %	7,681,079.00	99,651.54	0.79 %
	<u>\$ 127,032,454</u>	<u>\$ 2,302,118</u>	<u>10.00 %</u>	<u>\$ 115,640,583</u>	<u>\$ 1,278,868</u>	<u>9.33 %</u>

Notes: The amounts shown above include assessed value data for both the City and the Successor Agency

(1) 2018/19 Local Secured Assessed Valuation: \$ 1,269,848,251

(2) 2009/10 Local Secured Assessed Valuation: \$ 974,324,573

Source: Ventura County Auditor-Controller Office

CITY OF FILLMORE  
Secured Property Tax Levies and Collections  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year Levy		Collections from Previous Years	Total Collections	
		Amount	Percent of Levy		Amount	Percent of Levy
2010	418,613	324,534	77.5 %	116,953	441,487	105.5 %
2011	420,234	347,486	82.7 %	75,471	422,957	100.6 %
2012	404,323	333,299	82.4 %	65,992	399,291	98.8 %
2013	367,444	352,033	95.8 %	58,857	410,890	111.8 %
2014	373,565	328,581	88.0 %	46,149	374,730	100.3 %
2015	384,959	349,146	90.7 %	43,302	392,448	101.9 %
2016	411,113	351,881	85.6 %	38,930	390,811	95.1 %
2017	430,071	342,608	79.7 %	50,411	393,019	91.4 %
2018	471,849	407,390	86.3 %	72,651	480,041	101.7 %
2019	524,680	450,122	85.8 %	56,114	506,236	96.5 %

Note: Amount listed includes City property taxes only. It does not include the City's allocation to the Redevelopment Agency.

Source: Ventura County Auditor-Controller Office

CITY OF FILLMORE  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Debt per Capita
	State Water Loan Payable <sup>2</sup>	Capital Leases Payable	Tax Bonds <sup>1</sup>	Total Governmental Activities	State Water Loan Payable <sup>3</sup>	Certificates of Participation	Revenue Bonds <sup>3</sup>	Total Business-Type Activities			
2010	445,289	544,491	50,475,000	\$ 51,464,780	23,449	7,200,000	66,938,602	74,162,051	\$ 125,626,831	39%	8,374
2011	356,041	422,871	49,790,000	50,568,912	18,752	-	66,195,116	66,213,868	116,782,780	37%	7,711
2012	266,793	345,882	-	612,675	14,055	-	65,291,631	65,305,686	65,918,361	20%	4,332
2013	178,532	265,274	-	443,806	9,359	-	64,353,145	64,362,504	64,806,310	21%	4,230
2014	89,284	583,299	-	672,583	4,662	-	63,379,660	63,384,322	64,056,905	21%	4,146
2015	-	436,530	-	436,530	-	-	62,366,177	62,366,177	62,802,707	21%	4,045
2016	-	306,995	-	306,995	-	-	61,312,689	61,312,689	61,619,684	19%	3,955
2017	-	259,568	-	259,568	-	-	57,816,864	57,816,864	58,076,432	16%	3,699
2018	-	210,617	-	210,617	-	-	56,603,956	56,603,956	56,814,573	15%	3,587
2019	-	160,093	-	160,093	-	-	55,355,960	55,355,960	55,516,053	13%	3,486

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> The Fillmore Redevelopment Agency issued \$31,775,000 of tax allocation bonds in 2003, \$12,115,000 in 2005 and \$38,970,000 in 2006 (to refund the 2003 issue).

As of February 1, 2012, Tax Allocation Bonds are the debt of the Successor Agency and not a part of the City. See Notes 1 & 15 of the Notes to the Basic Financial Statements for details relating to the Successor Agency (former Fillmore Redevelopment Agency) and its outstanding long term debt.

<sup>2</sup> The State Water Loan was paid off as of June 30, 2015.

<sup>3</sup> Includes both the Water System and the Wastewater bonds. In 2010 the Water System bonds were refunded. In 2017 \$34,435,000 of the 2007 Wastewater Revenue Bonds was refunded.

Source: City of Fillmore, Finance Department

CITY OF FILLMORE  
Ratio of General Obligation Debt Outstanding  
Last Ten Fiscal Years

Fiscal Year Ended June 30	Outstanding General Obligation Debt			Total	Percent of Assessed Value <sup>2</sup>	Per Capita
	State Water Loan Payable <sup>3</sup>	Capital Leases Payable	Tax Allocation Bonds <sup>1</sup>			
2010	445,289	544,491	50,475,000	51,464,780	5.34 %	3,431
2011	356,041	422,871	49,790,000	50,568,912	5.42 %	3,346
2012	266,793	345,882	-	612,675	0.07 %	40
2013	178,532	265,274	-	443,806	0.05 %	29
2014	89,284	583,299	-	672,583	0.07 %	44
2015	-	436,530	-	436,530	0.04 %	28
2016	-	306,995	-	301,462	0.03 %	19
2017	-	259,568	-	285,028	0.03 %	18
2018	-	210,617	-	210,617	0.02 %	13
2019	-	160,093	-	160,093	0.01 %	10

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

<sup>1</sup> The Fillmore Redevelopment Agency issued \$31,775,000 of tax allocation bonds in 2003, \$12,115,000 in 2005 and \$38,970,000 in 2006 (to refund the 2003 issue).

As of February 1, 2012, Tax Allocation Bonds are the debt of the Successor Agency and not a part of the City. See Notes 1 & 15 of the Notes to the Basic Financial Statements for details relating to the Successor Agency (former Fillmore Redevelopment Agency) and its outstanding long term debt.

<sup>2</sup> Assessed value has been used because the actual value of taxable property is not readily available in the State of California.

<sup>3</sup> The State Water Loan was paid off as of June 30, 2015.

Source: City of Fillmore, Finance Department  
Ventura County Auditor-Controller Office

CITY OF FILLMORE  
Direct and Overlapping Debt

City Assessed Valuation 2018-19	\$ 1,267,918,950
Redevelopment Agency Incremental Valuation	865,744,134
	<u>865,744,134</u>
Adjusted Assessed Valuation	<u>\$ 2,133,663,084</u>

	<u>Debt as of 6/30/2019</u>	<u>Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt <sup>2</sup></u>
<u>Direct and Overlapping Tax and Assessment Debt:</u>			
Ventura Community College District <sup>1</sup>	\$ 311,180,593	1.52 %	\$ 4,729,945
Fillmore Unified School District <sup>1</sup>	16,865,651	13.70 %	2,310,594
Total Direct and Overlapping Tax & Assessment Debt	<u>\$ 328,046,244</u>		<u>\$ 7,040,539</u>
<u>Overlapping General Fund Obligation Debt:</u>			
	\$ -		\$ -
Total Overlapping General Fund Obligation Debt	<u>\$ -</u>		<u>\$ -</u>
<u>Overlapping Tax Increment Debt (Successor Agency):</u>	\$ 37,336,678	100.00 %	\$ 37,336,678
<u>City Direct Debt:</u>			
City of Fillmore Capital Lease <sup>3</sup>	\$ 160,093	100.00 %	\$ 160,093.44
Total Direct Debt			\$ 160,093
Total Overlapping Debt			\$ 44,377,218
Total direct and overlapping debt <sup>4</sup>			\$ 44,537,311

Notes:

- (1) Most recent published Financial Statements for Ventura Community College District and Fillmore Unified School District.
- (2) The overlapping district's assessed valuation located within the City is divided by the total assessed valuation of the overlapping district. That percentage is multiplied by the total debt outstanding for the overlapping district resulting in the City's share of
- (3) See Notes to Basic Financial Statements for complete information about the City's capital lease obligations.
- (4) Excludes tax and revenue anticipation notes, revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Source: City of Fillmore, Finance Department  
Ventura County Auditor-Controller Office

CITY OF FILLMORE  
 Legal Debt Margin Information  
 Last Ten Fiscal Years

	Fiscal Year				
	2010	2011	2012	2013	2014
Assessed valuation	\$ 964,604,988	\$ 932,534,064	\$ 934,005,743	\$ 890,265,193	\$ 912,340,695
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	241,151,247	233,133,516	233,501,436	222,566,298	228,085,174
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	36,172,687	34,970,027	35,025,215	33,384,945	34,212,776
Total net debt applicable to limit:					
General Obligation Bonds	-	-	-	-	-
Legal debt margin	<u>\$ 36,172,687</u>	<u>\$ 34,970,027</u>	<u>\$ 35,025,215</u>	<u>\$ 33,384,945</u>	<u>\$ 34,212,776</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

	Fiscal Year				
	2015	2016	2017	2018	2019
Assessed valuation	\$ 980,370,457	\$ 1,046,892,266	\$ 1,105,381,444	\$ 1,184,531,174	\$ 1,267,918,950
Conversion percentage	25%	25%	25%	25%	25%
Adjusted assessed valuation	245,092,614	261,723,067	276,345,361	296,132,794	316,979,738
Debt limit percentage	15%	15%	15%	15%	15%
Debt limit	36,763,892	39,258,460	41,451,804	44,419,919	47,546,961
Total net debt applicable to limit:					
General Obligation Bonds	-	-	-	-	-
Legal debt margin	<u>\$ 36,763,892</u>	<u>\$ 39,258,460</u>	<u>\$ 41,451,804</u>	<u>\$ 44,419,919</u>	<u>\$ 47,546,961</u>
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

The Government Code 2227 of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 81-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation date for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City of Fillmore, Finance Department  
 Ventura County Auditor-Controller Office

CITY OF FILLMORE  
Pledged-Revenue Coverage  
Last Ten Fiscal Years

**General Obligation Debt:**

Fiscal Year Ended June 30	State Water Loan Payable (2)				
	Gross	Debt Service			Coverage
	Revenues (1)	Principal	Interest	Total	
2010	2,436,794	89,248	-	89,248	27.30
2011	3,911,447	89,248	-	89,248	43.83
2012	3,542,116	89,248	-	89,248	39.69
2013	5,054,754	88,261	-	88,261	57.27
2014	8,313,090	89,248	-	89,248	93.15
2015	8,951,060	89,284	-	89,284	100.25
2016	-	-	-	-	n/a
2017	-	-	-	-	n/a
2018	-	-	-	-	n/a
2019	-	-	-	-	n/a

(1) Total General Fund Revenues

(2) The final payment was due November 7, 2014

Source: City of Fillmore, Finance Department

Fiscal Year Ended June 30	Capital Leases Payable (3)				
	Gross	Debt Service			Coverage (2)
	Revenues (1)	Principal	Interest	Total	
2010	2,436,794	114,112	30,360	144,472	16.87
2011	3,911,447	121,620	24,348	145,968	26.80
2012	3,542,116	76,989	19,875	96,864	36.57
2013	5,054,754	80,608	16,256	96,864	52.18
2014	8,313,090	138,878	26,991	165,869	50.12
2015	8,951,060	146,769	26,178	172,947	51.76
2016	7,011,139	38,498	18,793	57,291	122.38
2017	6,766,481	47,427	9,865	57,291	118.11
2018	7,452,139	48,951	8,341	57,291	130.07
2019	8,307,531	50,524	6,768	57,291	145.00

(1) Total General Fund Revenues

(2) Coverage reflects revenue divided by principal plus interest

(3) See Notes to Basic Financial Statements for complete information about these leases.

Source: City of Fillmore, Finance Department, Lease Schedule

Fiscal Year Ended June 30	Tax Allocation Bonds				
	Tax	Debt Service			Coverage
	Increment	Principal	Interest	Total	
2010	4,928,309	580,000	3,080,193	3,660,193	1.35
2011	5,079,573	685,000	2,666,936	3,351,936	1.52
2012	-	-	-	-	n/a
2013	-	-	-	-	n/a
2014	-	-	-	-	n/a
2015	-	-	-	-	n/a
2016	-	-	-	-	n/a
2017	-	-	-	-	n/a
2018	-	-	-	-	n/a
2019	-	-	-	-	n/a

Note:

The Fillmore Redevelopment Agency issued \$31,775,000 of tax allocation bonds in 2003, \$12,115,000 in 2005 and \$38,970,000 in 2006 (to refund the 2003 issue).

As of February 1, 2012, Tax Allocation Bonds are the debt of the Successor Agency and not a part of the City. See Notes 1 & 15 of the Notes to the Basic Financial Statements for details relating to the Successor Agency (former Fillmore Redevelopment Agency) and its outstanding long term debt.

Source: City of Fillmore, Finance Department

CITY OF FILLMORE  
Pledged-Revenue Coverage  
Last Ten Fiscal Years  
(Continued)

**Non-General Obligation Debt:**

Fiscal Year Ended June 30	Certificates of Participation (1)					Coverage (3)
	Net Water Revenue (2)	Debt Service			Total	
		Principal	Interest			
2010	(67,124)	160,000	451,203		611,203	-0.11
2011	1,064,147	7,200,000 (3)	424,997		7,624,997	0.14
2012	-	-	-		-	n/a
2013	-	-	-		-	n/a
2014	-	-	-		-	n/a
2015	-	-	-		-	n/a
2016	-	-	-		-	n/a
2017	-	-	-		-	n/a
2018	-	-	-		-	n/a
2019	-	-	-		-	n/a

(1) On November 30, 2010, Fillmore Public Financing Authority issued \$7,480,000 of Water System Refunding Bonds to refund the 2002 COP's. See Notes to Basic Financial Statements for complete information.

(2) Total Water Revenue is Operating Income (Loss) excluding depreciation, Non-Operating Revenues (Expenses) and, transfers In/Out.

Non-Operating Revenues (Expenses) include investment income, Capital Contributions, Capital Grants and Miscellaneous Revenue (Expense) and excludes amortization and interest expense.

(3) Coverage reflects revenue divided by principal plus interest

Source: City of Fillmore, Finance Department

Fiscal Year Ended June 30	Water Revenue Refunding Bonds (1)					Coverage (3)
	Net Water Revenue (2)	Debt Service			Total	
		Principal	Interest			
2010	-		-		-	n/a
2011	877,523	100,000	140,608		240,608	3.65
2012	1,504,785	235,000	332,225		567,225	2.65
2013	2,201,975	245,000	325,175		570,175	3.86
2014	1,675,679	250,000	317,825		567,825	2.95
2015	1,548,485	260,000	310,325		570,325	2.72
2016	1,085,175	265,000	303,175		568,175	1.91
2017	2,004,634	275,000	295,888		570,888	3.51
2018	1,804,880	285,000	287,087.5		572,088	3.15
2019	1,473,599	290,000	277,112.5		567,113	2.60

(1) On November 30, 2010, Fillmore Public Financing Authority issued \$7,480,000 of Water System Refunding Bonds to refund the 2002 COP's. See Notes to Basic Financial Statements for complete information.

(2) Total Water Revenue is Operating Income (Loss) excluding depreciation, Non-Operating Revenues (Expenses) and, transfers In/Out.

Non-Operating Revenues (Expenses) include investment income, Capital Contributions, Capital Grants and Miscellaneous Revenue (Expense) and excludes amortization and interest expense.

(3) Coverage reflects revenue divided by principal plus interest

Source: City of Fillmore, Finance Department Debt Service Schedule

CITY OF FILLMORE  
Pledged-Revenue Coverage  
Last Ten Fiscal Years  
(Continued)

**Non-General Obligation Debt (Continued):**

Fiscal Year Ended June 30	Wastewater Revenue Series 2007 Bonds (1)					Coverage (3)
	Net Wastewater Revenue (2)	Debt Service		Total		
		Principal	Interest			
2010	2,966,096	-	2,826,059	2,826,059	1.05	
2011	3,032,184	590,000	2,824,480	3,414,480	0.89	
2012	2,657,910	615,000	2,856,479	3,471,479	0.77	
2013	3,341,021	640,000	2,827,095	3,467,095	0.96	
2014	3,665,108	670,000	2,713,885	3,383,885	1.08	
2015	3,448,834	700,000	2,680,462	3,380,462	1.02	
2016	3,517,021	735,000	2,705,956	3,440,956	1.02	
2017	3,483,195	39,535,000 <sup>(4)</sup>	3,056,856	42,591,856	0.08	
2018	4,174,956	810,000	692,456	1,502,456	2.78	
2019	3,816,465	840,000	658,031	1,498,031	2.55	

(1) On June 7, 2007, Fillmore Public Financing Authority issued \$57,490,000 of Series 2007 revenue Bonds. See Notes to Basic Financial Statements for complete information.

(2) Total Water Revenue is Operating Income (Loss) excluding depreciation, Non-Operating Revenues (Expenses) and, transfers In/Out.

Non-Operating Revenues (Expenses) include investment income, Capital Contributions, Capital Grants and Miscellaneous Revenue (Expense) and excludes amortization and interest expense.

(3) Coverage reflects revenue divided by principal plus interest

(4) On June 13, 2017, the City of Fillmore issued \$34,435,000 of Series 2017 Wastewater Refunding Revenue Bonds to refund the refundable portion of Series 2007 Revenue Bonds. See Notes to Basic Financial Statements for complete information.

Source: City of Fillmore, Finance Department Debt Service Schedule

Fiscal Year Ended June 30	Wastewater Revenue Series 2017 Bonds (1)					Coverage (3)
	Net Wastewater Revenue (2)	Debt Service		Total		
		Principal	Interest			
2017	3,483,195	-	-	-	n/a	
2018	4,174,956	-	1,301,542	1,301,542	3.21	
2019	3,816,465	-	1,541,300	1,541,300	2.48	

(1) On June 13, 2017, the City of Fillmore issued \$34,435,000 of Series 2017 Wastewater Refunding Revenue Bonds to refund the refundable portion of Series 2007 Revenue Bonds. See Notes to Basic Financial Statements for complete information.

(2) Total Water Revenue is Operating Income (Loss) excluding depreciation, Non-Operating Revenues (Expenses) and, transfers In/Out.

Non-Operating Revenues (Expenses) include investment income, Capital Contributions, Capital Grants and Miscellaneous Revenue (Expense) and excludes amortization and interest expense.

(3) Coverage reflects revenue divided by principal plus interest.  
Debt service Coverage of 1.15 is required per bond covenants.

Source: City of Fillmore, Finance Department Debt Service Schedule

CITY OF FILLMORE  
Pledged-Revenue Coverage  
Last Ten Fiscal Years  
(Continued)

**Non-General Obligation Debt (Continued):**

Fiscal Year Ended June 30	<b>State Water Loan Payable</b>					Coverage
	Sewer Revenue (1)	Debt Service		Total		
		Principal	Interest			
2010	3,847,547	4,697	-	4,697	819.15	
2011	2,940,472	4,697	-	4,697	626.03	
2012	2,678,959	4,697	-	4,697	570.36	
2013	3,271,139	4,696	-	4,696	696.58	
2014	3,675,131	4,697	-	4,697	782.44	
2015	3,686,838	4,662	-	4,662	790.83	
2016	-	-	-	-	n/a	
2017	-	-	-	-	n/a	
2018	-	-	-	-	n/a	
2019	-	-	-	-	n/a	

(1) Total Water Revenue is Operating Income (Loss) excluding depreciation, Non-Operating Revenues (Expenses) and, transfers In/Out.

Non-Operating Revenues (Expenses) include investment income, Capital Contributions, Capital Grants and Miscellaneous Revenue (Expense) and excludes amortization and interest expense.

(2) Coverage reflects revenue divided by principal plus interest

Source: City of Fillmore, Finance Department

CITY OF FILLMORE  
Demographic and Economic Statistics  
Last Ten Calendar Years

Calendar Year	Population	Personal Income (in thousands)(1)	Per Capita Personal Income	Unemployment Rate(2)
2010	15,002	317,772	21,182	11.8 %
2011	15,144	311,694	20,582	11.4 %
2012	15,215	314,996	20,703	10.3 %
2013	15,319	307,360	20,064	9.0 %
2014	15,450	296,717	19,205	7.2 %
2015	15,525	295,627	19,042	6.2 %
2016	15,580	312,675	20,069	5.8 %
2017	15,701	347,495	22,132	5.0 %
2018	15,840	383,249	24,195 (3)	4.0 %
2019	15,925	418,159	26,258 (3)	3.6 %

Note:

- (1) Estimated amount using estimated Per Capita Income
- (2) Unemployment figure is as of June of each year
- (3) Estimated using per capita personal income percentage change in 2017

Sources:

California State Department of Finance  
California State Employment Development Department  
United States Census Bureau

CITY OF FILLMORE  
Principal Employers  
Current Fiscal Year and Nine Fiscal Years Ago

Employer	2019			2010		
	Number of Employees	Ranking	Percent of City Employment	Number of Employees	Ranking	Percent of City Employment
Fillmore Unified School District	621	1	12.18%	582	1	9.86%
Greenfield Care Center	125	2	1.78%	115	2	1.95%
Villa Park Citrus Assn.	85	3	1.25%	40	8	0.68%
Ameron Pole Products Division	85	4	1.22%	85	3	1.59%
Vons	65	5	0.96%	55	4	0.98%
Super A Foods, Inc.	50	6	0.74%	45	6	0.76%
William Morris Chevrolet	38	7	0.59%	40	9	0.68%
Allied Avocados & Citrus, Inc.	45	8	0.59%	-	-	-
City of Fillmore	34	9	0.49%	41	7	0.69%
Clinica del Camino Real	31	10	0.44%	30	10	0.51%
Saticoy Lemon Assn.	-	-	-	48	5	0.81%
<b>Total Top Employers</b>	<b>1,179</b>			<b>1,081</b>		
<b>Total City Labor Force</b>	<b>7,100</b>			<b>6,900</b>		

Source:  
Bureau of Labor Statistics  
California Employment Development Department  
City of Fillmore, Finance department

CITY OF FILLMORE  
Full-time City Employees  
by Function  
Last Ten Fiscal Years

Function	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General government:										
Administrative	4	5	1	2	3	3	3	3	3	3
Finance	9	9	6	7	7	6	5	6	6	6
Planning	2	2	1	1	1	2	2	2	2	2
Engineering (1)	1	1	1	1	-	-	-	-	-	-
Facilities (3)	3	3	3	1	1	1	1	-	-	-
Public safety:										
Fire Safety	7	7	4	4	4	4	4	4	4	7
Building & Safety	1	1	-	-	3	3	2	2	2	2
Public Works	14	12	11	9	10	10	12	11	11	11
Community Services	-	-	-	-	-	-	1	1	1	1
Parks & Recreation	-	-	-	-	-	-	-	2	2	2
<b>Total</b>	<b>41</b>	<b>40</b>	<b>27</b>	<b>24</b>	<b>29</b>	<b>29</b>	<b>30</b>	<b>31</b>	<b>31</b>	<b>34</b>
Public safety (2)	14	14	12	12	12	12	12	12	12	12

Note:

- (1) Engineering services provided by consultants starting in FY2014
- (2) Police services are provided by the County
- (3) Facilities now included within the Public Works Department

Source: City of Fillmore, Finance department

CITY OF FILLMORE  
Operating Indicators  
by Function  
Last Ten Fiscal Years

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Police:										
Part 1 Crimes Reported (Count) (A) (Note 1)	319	264	222	185	194	261	177	137	199	127
Parking citations issued (D)	307	192	82	83	114	217	227	322	332	378
Fire (Unit responses) (B) (Note 1):										
Medical	790	890	861	873	932	1,121	1,058	1,060	971	777
Fire	42	48	40	49	29	39	49	38	25	33
Rescue	41	54	46	62	60	73	66	55	62	59
Public Service	94	102	147	132	164	176	169	111	109	92
Alarms	66	82	88	80	74	106	78	85	61	85
Hazardous	15	24	28	31	21	35	21	15	19	20
Other	-	2	1	1	2	2	-	-	3	3
Public works: (C)										
Street resurfacing (miles)	1	-	2	-	-	-	-	-	1	-
Building and Safety: (E)										
Number of SFR Building Permits Issued	3	-	3	30	16	38	45	42	57	15
Number of MFR Building Permits Issued	-	-	-	-	-	-	-	-	-	-

Note 1: Data reported by calendar year, data for 2019 is YTD at 09/30/2019

Source: City of Fillmore

(A) Provided by Ventura County Sheriff's Office and USA.com.

(B) Fillmore Fire Dept.

(C) Fillmore Public Works Dept.

(D) City of Fillmore, Finance Department

(E) City of Fillmore, Planning Department

CITY OF FILLMORE  
 Capital Asset Statistics  
 by Function  
 Last Ten Fiscal Years

	Fiscal Year									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Sub-stations	1	1	1	1	1	1	1	1	1	1
Fire:										
Fire stations	2	2	2	2	2	2	2	2	2	2
Public works:										
Streets (miles)	39.0	39.0	39.0	39.0	39.0	39.0	39.0	42.5	44.7	44.7
Streetlights	1,123	1,124	1,124	1,124	1,124	1,124	1,124	1,154	1,154	1154
Traffic signals	8	8	8	8	8	8	8	9	9	9
Storm Drains (Miles)	15.0	15.0	15.0	15.0	15.0	15.0	15.0	17.1	17.2	17.2
Water Utility:										
Wells-Active	3	3	3	3	3	3	3	3	3	3
Reservoirs	2	2	2	2	2	2	2	2	2	2
Lines & Mains (Miles)	52.3	52.3	52.3	52.3	52.3	52.3	52.3	55.0	55.0	55.0
Sewer Utility:										
Treatment Facility	1	1	1	1	1	1	1	1	1	1
Sanitary sewers (Miles)	33.9	33.9	33.9	33.9	33.9	33.9	33.9	37.8	37.8	37.8
Parks and recreation:										
Parks	3	4	4	4	4	4	4	11	11	11
Community centers	3	3	3	3	3	3	3	3	3	3

Source: City of Fillmore