



City of Rocklin, California

Comprehensive Annual Financial Report

June 30, 2018

Prepared by:

**Administrative Services Department
Kim Sarkovich, Assistant City Manager/Chief Financial Officer
Mary Rister, Finance Manager**

This page is intentionally blank



City of Rocklin, California

Comprehensive Annual Financial Report

June 30, 2018

Prepared by:

Administrative Services Department
Kim Sarkovich, Assistant City Manager/Chief Financial Officer
Mary Rister, Finance Manager

This page is intentionally blank

**CITY OF ROCKLIN
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2018**

TABLE OF CONTENTS

INTRODUCTORY SECTION

Transmittal Letter 1
 Organizational Chart 4
 Principal Officers..... 5
 Location Map 6

FINANCIAL SECTION

Independent Auditor’s Report 9
 Management’s Discussion and Analysis (Required Supplementary Information)..... 13

Basic Financial Statements:

Government-Wide Financial Statements:

Statement of Net Position..... 25
 Statement of Activities 26

Fund Financial Statements

Governmental Funds:

Balance Sheet..... 28
 Reconciliation of the Government Funds Balance Sheet
 to the Government-Wide Financial Statement of Net Position..... 30
 Statement of Revenues, Expenditures and Changes in Fund Balances 31
 Reconciliation of the Governmental Funds Statement of Revenues,
 Expenditures and Changes in Fund Balances to the Government-Wide
 Statement of Activities..... 33

Proprietary Funds (Fleet Management Internal Service Fund):

Statement of Net Position 34
 Statement of Revenues, Expenses, and Changes in Fund Net Position 35
 Statement of Cash Flows 36

Fiduciary Funds:

Statement of Fiduciary Net Position 37
 Statement of Changes in Fiduciary Net Position 38

Notes to the Basic Financial Statements 41
 Note 1 – Significant Accounting Policies 41
 Note 2 – Cash and Investments 54
 Note 3 – Interfund Transactions 57
 Note 4 – Loans Receivable..... 59
 Note 5 – Capital Assets 62
 Note 6 – Noncurrent Liabilities 63
 Note 7 – Net Position/Fund Balance 65
 Note 8 – Risk Management 68
 Note 9 – Retirement Plans 70
 Note 10 – Other Postemployment Benefit Plan..... 74
 Note 11 – Commitments and Contingencies 79
 Note 12 – Special Tax Assessment Districts 80
 Note 13 – Successor Agency Trust (Former RDA)..... 83

**CITY OF ROCKLIN
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2018**

TABLE OF CONTENTS CONTINUED

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis) – General Fund.....	88
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis) – Rocklin Public Financing Authority Debt Service Fund	89
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis) – SB325 Sales Tax	90
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis) – Low and Moderate Income Housing Fund	91
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (GAAP Basis) – Traffic Circulation Impact Fee Fund	92
Schedule of Pension Contributions (GASB 68)	93
Schedule of Net Pension Liabilities and Proportionate Shares (GASB 68)	94
Schedule of Contributions for Other Postemployment Benefits	95
Schedule of Changes in Net OPEB Liability.....	96

SUPPLEMENTARY INFORMATION

Combining Nonmajor Governmental Funds:

Combining Balance Sheet.....	99
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	100
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances – Budget and Actual (GAAP Basis) – Debt Service Fund	101

Combining Special Revenue Nonmajor Governmental Funds:

Combining Balance Sheet.....	103
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	108
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances – Budget and Actual (GAAP Basis) – Special Revenue Funds.....	113

Combining Capital Projects Nonmajor Governmental Funds:

Combining Balance Sheet.....	133
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	136
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances – Budget and Actual (GAAP Basis) – Capital Projects Funds	139

Combining Permanent Nonmajor Governmental Funds:

Combining Balance Sheet.....	150
Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....	151
Combining Schedule of Revenues, Expenditures and Changes In Fund Balances – Budget and Actual (GAAP Basis) – Permanent Funds	152

Combining Agency Funds:

Combining Balance Sheet.....	155
Combining Schedule of Changes in Assets and Liabilities	159

STATISTICAL SECTION

Net Position by Component.....	164
Changes in Net Position	166
Fund Balances of Governmental Funds.....	170
Changes in Fund Balances of Governmental Funds.....	172
Assessed Value and Actual Value of Taxable Property	174
Direct and Overlapping Property Tax Rates.....	175

**CITY OF ROCKLIN
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2018**

TABLE OF CONTENTS CONTINUED

Principal Property Tax Payers	176
Property Tax Levies and Collections.....	177
Ratios of Outstanding Debt by Type	178
Direct and Overlapping Debt.....	179
Legal Debt Margin Information	180
Pledged-Revenue Coverage.....	182
Demographic and Economic Statistics	183
Principal Employers	184
Operating Indicators by Function.....	185
Capital Asset Statistics by Function	186

This page is intentionally blank



ROCKLIN

CALIFORNIA

INTRODUCTORY SECTION

This page is intentionally blank

**CITY OF ROCKLIN**

3970 Rocklin Road
Rocklin, California 95677
Telephone (916) 625-5000
Fax (916) 625-5095

January 22, 2019

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

This Comprehensive Annual Financial Report (CAFR) for the City of Rocklin, California (the City), for the Fiscal Year ended June 30, 2018 is hereby submitted for your review. We are pleased to inform you our auditors, Chavan & Associates, LLP, have issued an unmodified (“clean”) opinion on the City’s financial statements for the year ended June 30, 2018. The independent auditor’s report is presented as the first item in the financial section of the report.

Management assumes all responsibility for the completeness and reliability of the information presented in this report. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and present fairly the respective financial position and changes of the City, as of June 30, 2018.

The CAFR is published to provide information about the City to its citizens, the investment community, the general public, and others who may have an interest in the financial information regarding the City. This letter of transmittal is designed to be read with and complement the Management’s Discussion and Analysis (MD&A) which reports on the financial highlights of the City, and provides additional analysis on the variances and trends reported as part of the financial statements. The MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE CITY

The City of Rocklin, incorporated in 1893, celebrated its 125th Anniversary in 2018. The City is located on Interstate 80 and Highway 65, 20 miles northeast of Sacramento at the base of the Sierra foothills in Placer County, California, encompasses 20 square miles, and as of January 2018, had a population of 66,830. The City has is as a safe community with low crime rates, excellent schools, and beautiful parks. It is home to the accredited Sierra College and an accredited private institution of higher education; William Jessup University. The City continues to be a leader in providing excellent services, a safe community, and a high quality of life.

The City provides the following public services: public safety (police, fire), planning and zoning, construction and maintenance of streets, storm drains and other infrastructure, parks and recreation, economic development and general administrative services. The City maintains a website, located at: <https://www.rocklin.ca.us>, that provides online services and extensive information about the City.

The City operates according to the Council-City Manager form of government which vests authority in an elected City Council. The City Council is the City's legislative and policymaking body and appoints the City Manager who is responsible for the overall administration of the City. In addition to the appointment of the City Manager, the City Council also appoints the City Attorney, City Treasurer, City Clerk and members of the Planning Commission, Parks Recreation & Arts Commission, Board of Appeals, and Community Recognition Committee.

The City Council also acts as the Board of Directors for the Rocklin Public Financing Authority. The Rocklin Public Financing Authority was formed as a joint powers authority between the City and the former Rocklin Redevelopment Agency to serve as a financing mechanism for various capital projects. For financial reporting purposes, the Rocklin Public Financing Authority is considered a component unit of the City of Rocklin, and is incorporated within this document. Additional information on this legally separate entity can be found in Note 1 of the notes to the financial statements.

The City has established a Successor Agency which replaced the former Rocklin Redevelopment Agency that was dissolved in 2012. The Successor Agency is not a component unit of the City and is instead a separate legal entity overseen by an oversight board and the California State Department of Finance. The City's role as the Successor Agency is fiduciary in nature. The Successor Agency is reported as a private-purpose trust fund, a fiduciary fund type. Additional information can be found in Note 13 of the notes to the financial statements.

The City prepares an annual budget which is submitted to Council for review and approval. This budget serves as the foundation of the City's financial planning and control. Through the annual budget process, City Council appropriates funds to provide public services. Activities of General, Special Revenue, Debt Service, Capital Project, Agency, and Internal Service Funds are included in the annual budget. The annual budget process begins with a strategic planning meeting between management and City Council. Managers then incorporate the meeting results into detailed requests from each department submitted for evaluation to the City Manager. The City Manager may revise these budget requests, and then a draft budget is prepared and submitted to City Council by May 15th. City Council reviews and may revise the draft budget in a workshop open to the public. Per Chapter 3.28 of the Rocklin Municipal Code, the final budget must be presented to and adopted by City Council by June 30th of each year. A copy of the final budget is available for download on the City's website.

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

ECONOMIC FACTORS AND OUTLOOK

The City of Rocklin continues to show economic improvements during the 2017/2018 fiscal year. Residential and commercial development activity increased both population and job growth. City population for January 2018 increased 3.9% over January 2017. The City's unemployment rate decreased to 2.9% for September 2018, from 3.9% for September 2017. California's unemployment rate

is 3.9% as of September 2018. Overall, City revenues have increased. Two of the City's largest revenue sources are property tax and sales tax. Property tax increased 7.2% from prior year as a result of increases in assessed property values. Sales tax increased 9.2% from prior year due to new business growth and an overall increase in commercial sales activities. The City anticipates continued economic improvements in the next fiscal year and has budgeted conservative property tax and sales tax revenue increases for the 2018/2019 fiscal year.

LONG TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

Due to conservative fiscal management practices and a vibrant local economy, the City's current financial position is stable. The City's existing reserve policies including pension and retiree health funding policies proactively hedge against future increases in legacy cost. The City will continue implementing operational efficiencies that reduce costs but maintain service levels.

ACKNOWLEDGMENTS

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the efficient and dedicated services of staff from the Administrative Services Department, the auditing firm of Chavan & Associates, LLP, and the cooperation and assistance of all City departments. We commend the Council for their interest, support, and exemplary leadership in planning and conducting the financial operations of the City in a responsive and progressive manner.

Respectfully submitted,

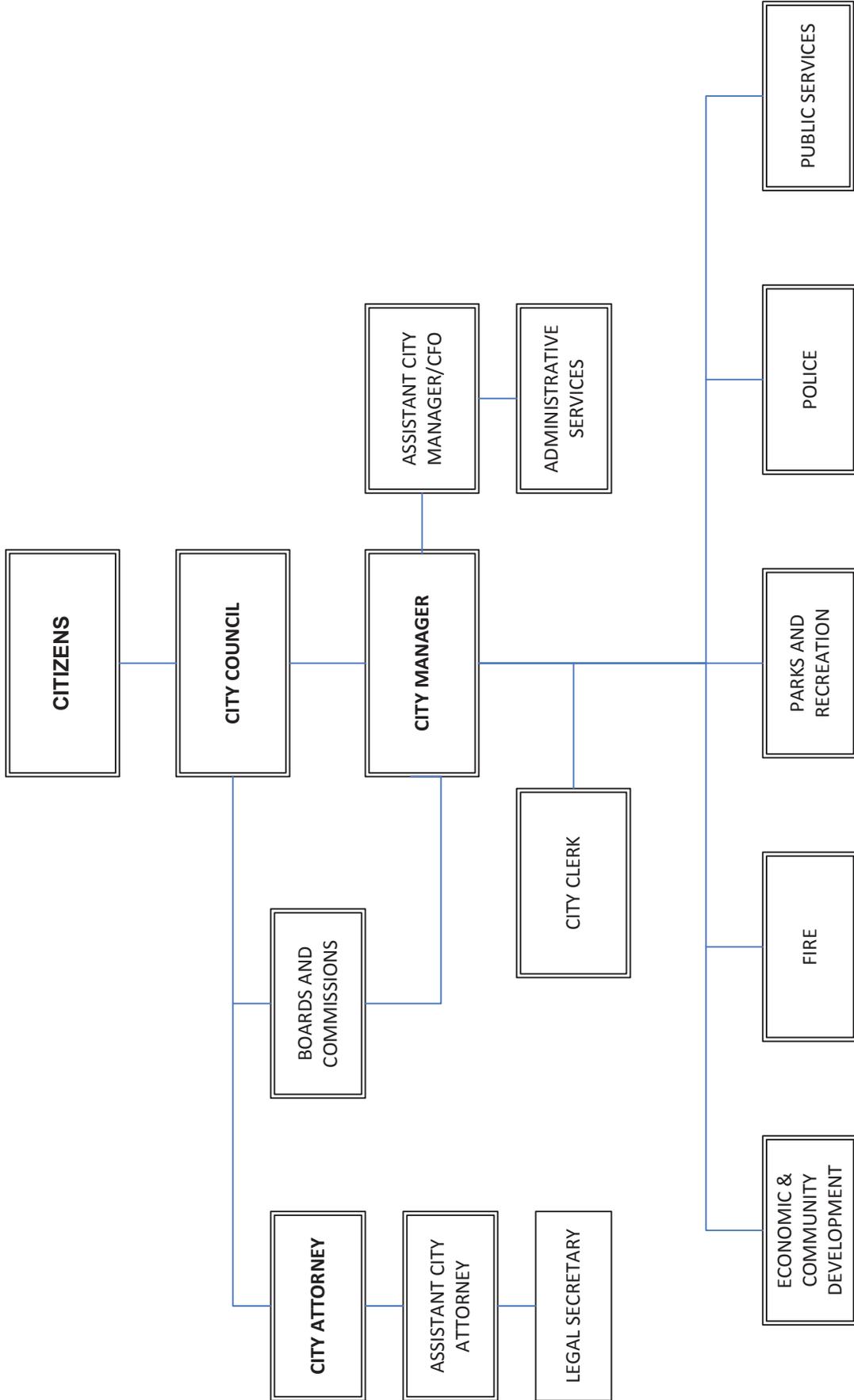


Kim Sarkovich
Assistant City Manager/Chief Financial Officer



Mary Rister
Finance Manager

CITY OF ROCKLIN
Organizational Chart – FY 2017-18



City of Rocklin
Comprehensive Annual Financial Report
Current

Principal Officers

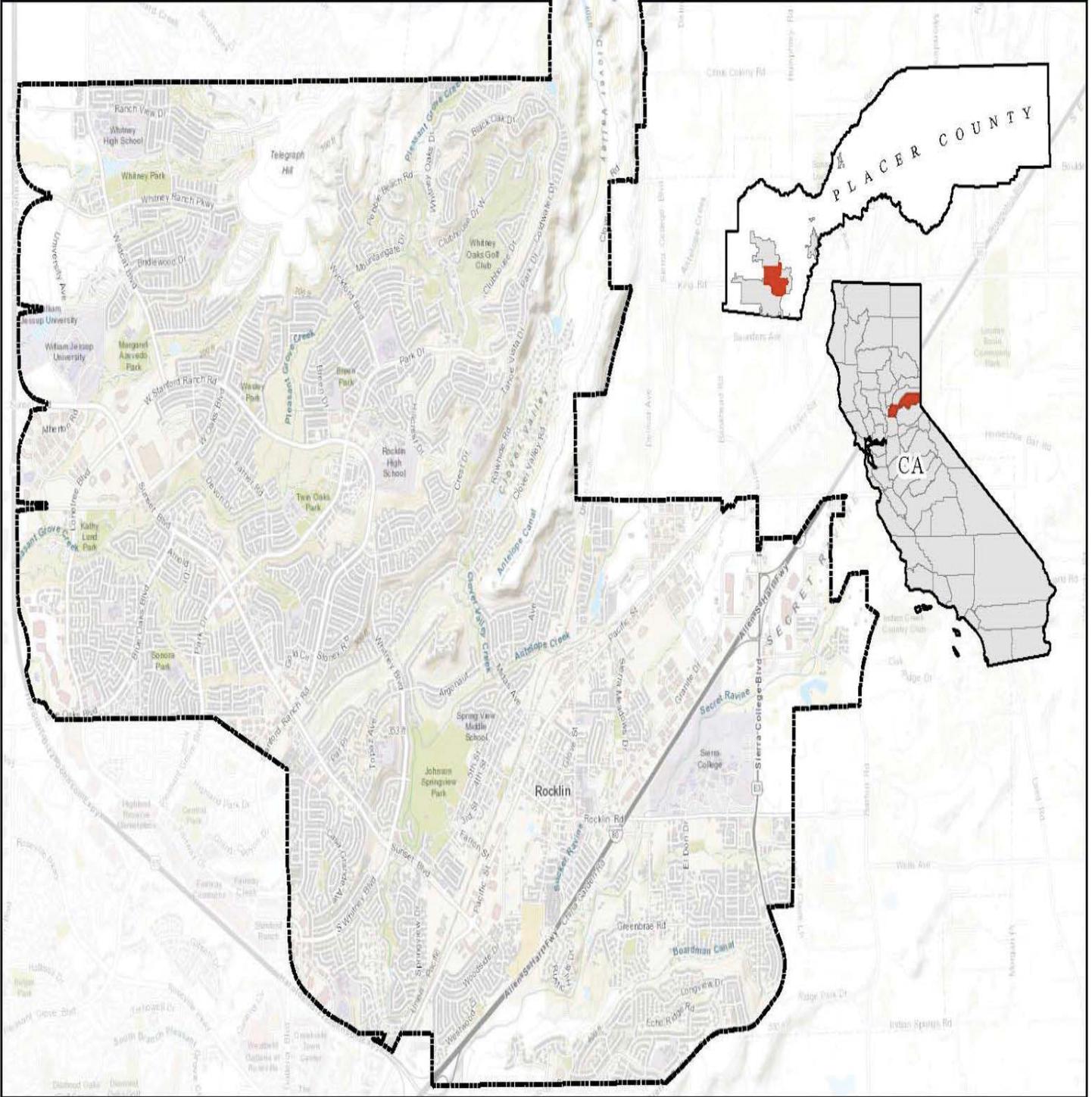
City Council

<u>Name</u>	<u>Term Expires</u>
Joe Patterson, Mayor	December 2020
Greg Janda, Vice Mayor	December 2020
Ken Broadway, Councilmember	December 2020
Bill Halldin, Councilmember	December 2022
Jill Gayaldo, Councilmember	December 2022

City Officials

<u>Name</u>	<u>Position</u>
Steven Rudolph	City Manager
Chad Butler	Chief of Police
William Hack	Fire Chief
Kim Sarkovich	Assistant City Manager/Chief Financial Officer/City Treasurer
Sheri Chapman	City Attorney
Mona Forster	City Clerk

City of Rocklin





ROCKLIN

CALIFORNIA

FINANCIAL SECTION

This page is intentionally blank



INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Rocklin (the "City"), as of and for the year ended June 30, 2018 and 2017, 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

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

Auditor's Responsibility

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

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

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



Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Rocklin, as of June 30, 2018 and 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Change in Accounting Principle

As discussed in Note 1 to the financial statements, the City adopted new accounting guidance, GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB). The City currently funds this obligation on a pay-as-you go basis and through contributions to a trust. The City anticipates that its ongoing funding and current resources are sufficient to meet its obligations as they come due. Our opinion is not modified with respect to this matter.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The transmittal letter, combining individual non-major fund schedules and statistical data, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining individual non-major fund schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements



taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 19, 2018 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

C & A LLP

November 19, 2018
San Jose, California



ROCKLIN

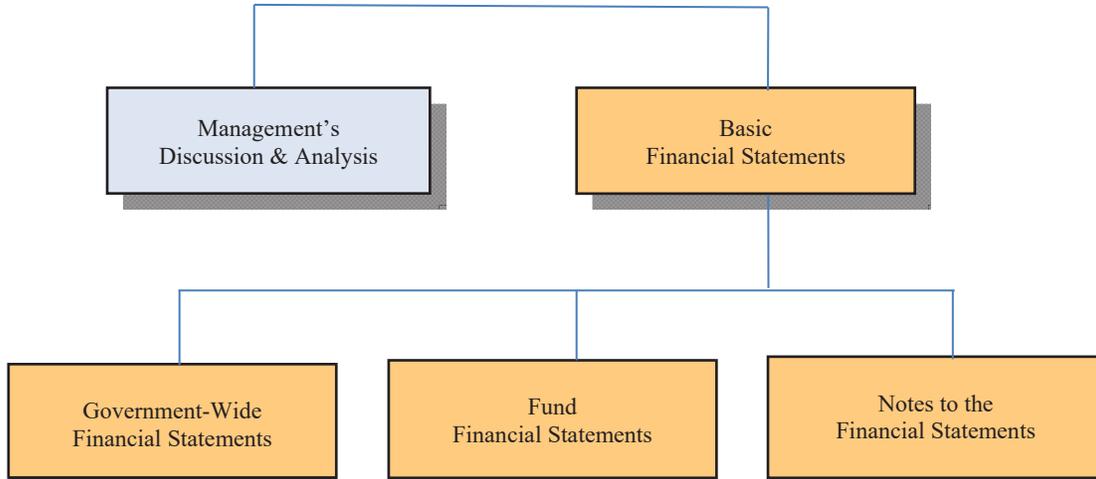
CALIFORNIA

**MANAGEMENT'S DISCUSSION
AND ANALYSIS**

INTRODUCTION

The Management’s Discussion and Analysis (MD&A) is a required section of the City’s Comprehensive Annual Financial Report, as shown in the overview below. The purpose of the MD&A is to offer readers a narrative overview and analysis of the City’s financial activity for the fiscal year ended June 30, 2018. We encourage readers to consider this MD&A in conjunction with the Basic Financial Statements to provide a comprehensive understanding of the City’s operations and financial standing.

Required Components of the Comprehensive Annual Financial Report



FINANCIAL HIGHLIGHTS

- **Government-Wide Highlights:**

As of the close of the fiscal year 2017/2018, the assets and deferred outflows of the City exceeded liabilities and deferred inflows by \$334.673 million (government-wide net position).

The City’s Government-Wide General Revenues increased approximately 9.2% from \$50.255 million to \$54.881 million. General revenues include items such as property tax, sales tax, gas tax, motor vehicle fees, franchise fees, impact fees, investment earnings, and other revenues. For fiscal year 2017/2018 most General Revenue items increased, with the largest increases in property and sales taxes.

The City’s Government-Wide expenses increased approximately 8.9% from \$69.585 million to \$75.777 million from the prior year. This increase was due to a number of factors including increases in pension expense, other post-employment benefits (OPEB) expense, and public safety compensation which included the filling of prior year vacant positions. The largest increases occurred from rising costs of pensions.

- **Fund Highlights:**

General Fund- Committed fund balance increased \$1.140 million as a result of a key management practice to reserve 25% of the next year’s operating expenditures.

General Fund revenues totaled \$49.767 million, expenditures were \$52.685 million. Transfers-in from other funds totaled \$5.513 million, transfers-out totaled \$1.555 million, resulting in a net increase in General Fund fund balance of \$1.04 million.

General Fund expenditures in 2017/2018 included \$3.798 million towards construction of Quarry Park Adventures.

Rocklin Public Financing Authority Fund- On July 1, 2017, the Rocklin Public Financing Authority (RPFA) refinanced its outstanding 2003 Senior and Subordinate Refunding Revenue Bonds with a loan for an interest rate reduction of approximately 2.3% and a net principal savings of \$1.990 million.

- Other Highlights:

The City continues toward its goal of fully funding the City's other post-employment benefit (OPEB) obligation by making contributions during the fiscal year to the California Employers' Retiree Benefit Trust (CERBT). The CERBT is a tax-qualified irrevocable trust established to prefund retiree health benefits. During the fiscal year, the City contributed \$2.594 million as a result of paying 90% of the Actuarially Determined Contribution and following key management practice of 45% of designated year end General Fund surplus.

In addition to proactively addressing the OPEB obligation, the City has been proactively addressing the pension obligation. In 2017/2018, the City made pension contributions totaling \$78 thousand to pay down the unfunded pension liability.

December 2017, the City purchased the closed Sunset Whitney Golf Course, which has been renamed Sunset Whitney Recreation Area. At purchase, the City paid \$2.7 million in cash and received a loan of \$3 million at 2% for a total price of \$5.7 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The Financial Statements are comprised of Government-Wide (City-wide) Financial Statements, Fund Financial Statements, Notes to the Financial Statements, Required Supplementary Information, and Supplementary Information. The Government-wide and Fund Financial Statements provide the reader two different perspectives of the City's financial activities and financial position.

The Government-Wide Financial Statements

Government-Wide Financial Statements provide a longer-term view of the City's activities as a whole, and comprise the *Statement of Net Position* and the *Statement of Activities*.

The *Statement of Net Position* provides information about the financial position of the City, including its capital assets, long-term liabilities, and deferred inflows/outflows of resources on a full accrual basis, similar to that used by corporations. The difference between the total assets and deferred outflows of resources and the total liabilities and deferred inflows of resources is reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* provides information about the City's revenues and its expenses, also on a full accrual basis, with the emphasis on measuring net revenues and/or expenses for each of the City's programs. The *Statement of Activities* explains in detail the change in *net position* for the fiscal year. All changes in net position are reported as soon as the event causing the change occurs, regardless of the timing of related cash flows. Therefore, some revenues and expenses reported in this statement are for items that will only result in cash flows for future fiscal periods.

Both the *Statement of Net Position* and the *Statement of Activities* distinguish functions of the City that are

principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities).

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

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

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources segregated for specific activities or objectives. The City, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

Major funds present the major activities of the City for the fiscal year, and may change from year to year as a result of changes in the pattern of the City's activities. Each major fund is presented individually, and all non-major funds are summarized and presented in a single column. Subordinate schedules present the detail of non-major funds. The City's funds are segregated into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – The City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances available at year-end. Financial statements are prepared on the modified accrual basis, which means they measure only current financial resources and uses. Carrying amounts for capital assets and other long-lived assets, along with long-term liabilities are not presented on the balance sheet in the governmental fund financial statements. Unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year.

Since the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide finance statements. Such information may be useful in evaluating the City's near-term financing requirements. Both the governmental balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*. For fiscal year 2017/2018, the City had 5 major funds, 19 non-major special revenue funds, 10 non-major capital projects funds, and 2 non-major permanent funds.

Proprietary Funds – The City has and maintains one type of proprietary fund, an internal service fund. Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The City uses an internal service fund to account for its fleet operations. Because this service predominately benefits only governmental functions, it has been included within *governmental activities* in the government-wide financial statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reported in the Government-wide financial statements because the resources of these funds are not available to support the City of Rocklin's own programs. The accounting for fiduciary funds is much like that used for business-type activities. For fiscal year 2017/2018, the City had one private-purpose trust fund and nine agency funds. Private-purpose trust funds are used to account for resources legally held in trust for special purposes. Agency funds are custodial in nature (assets equal liabilities); do not involve measurement of results of operations and use the accrual basis of accounting.

NOTES TO THE FINANCIAL STATEMENTS

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

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements and accompanying notes, this report presents certain *required supplementary information* including a budgetary comparison for the General Fund and other major funds as presented in the governmental fund financial statements. Information regarding the City's pension liabilities and information regarding the City's progress in funding its obligation to provide other post-employment benefits to its employees is included.

SUPPLEMENTARY INFORMATION

The *supplementary information* section of this report includes combining and individual fund statements and schedules designed to provide additional information on non-major governmental funds including special revenue, debt service, capital project funds, proprietary internal service fund information and agency funds. An unaudited statistical section provides historical and current data on financial trends, revenue and debt capacity, demographic and economic information, and operating information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Assets

In the *Statement of Net Position* schedule shown on the next page, total assets increased by \$4.856 million.

Current and other assets decreased by \$5.769 million from the prior fiscal year. These decreases were caused by restricted cash, mainly from investments in capital assets and investment decreases from the RPFA refunding.

Capital Assets increased by \$10.625 million from the prior fiscal year. This is due mainly to the purchase of the Sunset Whitney Recreation Area, the construction of Quarry Park Adventures projects and the CFD 10 infrastructure expenses. The City uses capital assets to provide services to its citizens and therefore these assets are not available for future spending.

Deferred Outflows of Resources

In the *Statement of Net Position* schedule shown on the next page, Deferred Outflows of Resources increased by \$3.027 million. This is a direct result of changes in pension assumptions, proportions and timing differences between plan contributions and actual contributions, and the implementation of GASB 75 which requires the City to record deferrals and liabilities for its other post-employment benefits. Deferred outflows directly attributed to OPEB increased by \$2.123 million (none in the prior year).

Liabilities

In the *Statement of Net Position* schedule shown on the next page, total liabilities increased by \$11.080 million.

Current and other liabilities increased by \$4.315 million from the prior fiscal year. Increases in Current and other liabilities were caused by an increase in Accounts Payable of \$4.281 million due to timing of payments. This increase includes \$1.357 million for Quarry Park Adventures projects and \$2.088 million for payments to be submitted to fund Retiree Health.

Noncurrent liabilities increased by \$6.765 million from the prior fiscal year. This increase is due mainly to the net OPEB obligation increase of \$1.834 million and the net pension liability increase of \$5.499 million.

Deferred Inflows of Resources

In the *Statement of Net Position* schedule shown on the next page, Deferred Inflows of Resources increased by \$845,311. This increase is a direct result of changes in pension assumptions, proportions and timing differences between plan contributions and actual contributions, and the implementation of GASB 75 which requires the City to record deferrals and liabilities for its other post-employment benefits.

Net Position

In the *Statement of Net Position* schedule shown on the next page, the City's Total Net Position decreased \$4.042 million. Net position may serve over time as an indicator of the City's financial position. A significant portion of the City's net position (\$314.115 million) was net investment in capital assets, (e.g., land, buildings, general government infrastructure, equipment, and vehicles) net of accumulated depreciation and reduced by any related debt used to acquire or construct those assets. An \$8.2 million increase in Net investment in capital assets is due mainly to the use of Restricted Funds for the purchase of Sunset Whitney Recreation Area, construction of Quarry Park Adventures projects and the CFD 10 infrastructure expenses. Additionally, Restricted cash held by Rocklin Public Finance Authority was used to refinance Agency Bonds which are owned by Rocklin Public Finance Authority as an Investment. The \$1.152 million Increase in Unrestricted Net Position is attributed to the 9.2% increase in city revenues offset by an 8.9% increase in expense.

Table 1 - Net Position

	Governmental Activities		Dollar Change	Percent Change
	2018	2017		
Assets				
Current and other assets	\$ 91,872,086	\$ 97,641,537	\$ (5,769,451)	-5.9%
Capital assets - net	326,122,110	315,496,705	10,625,405	3.4%
Total Assets	\$ 417,994,196	\$ 413,138,242	\$ 4,855,954	1.2%
Deferred Outflows of Resources	\$ 17,875,928	\$ 14,848,820	\$ 3,027,108	20.4%
Liabilities				
Current and other liabilities	\$ 11,450,097	\$ 7,134,767	\$ 4,315,330	60.5%
Noncurrent liabilities	85,764,606	78,999,715	6,764,891	8.6%
Total Liabilities	\$ 97,214,703	\$ 86,134,482	\$ 11,080,221	12.9%
Deferred Inflows of Resources	\$ 3,982,713	\$ 3,137,402	\$ 845,311	26.9%
Net Position				
Net investment in capital assets	\$ 314,115,482	\$ 305,878,169	\$ 8,237,313	2.7%
Restricted	15,238,984	28,671,195	(13,432,211)	-46.8%
Unrestricted	5,318,242	4,165,814	1,152,428	27.7%
Total Net Position	\$ 334,672,708	\$ 338,715,178	\$ (4,042,470)	-1.2%

Governmental Activities

Revenues

In the *Statement of Activities* schedule shown on the next page, total program revenue and total general revenue combined show an increase \$4.367 million.

Program revenues decreased \$258,333 from the prior fiscal year.

- Charges for services increased by \$2.995 million (28%) as a result of increased development activities.
- Capital and Operating grants and contributions decreased by \$3.254 million (31%) as a result of the completion of multiple projects in the prior fiscal year.

General revenues increased \$4.625 million from the prior fiscal year.

- Taxes and assessments increased by \$3.805 million (7%) due to increases in most tax and assessment categories including sales taxes increasing by 9%, property taxes increasing by 7%, and impact fees increasing by 21%.

Expenses

In the *Statement of Activities* schedule shown on the next page, total expenses increased \$6.192 million.

- General government expenses decreased by \$1.970 million (13%) mainly as a result of a reorganization that moved the Information Technology division and Communications division from General Government to General Services with a portion to Community Development.
- Public Safety expenses increased by \$1.744 million (7%) as a result of increases in payroll from additional staff hired to fill prior year vacant positions and cost increases.
- General service expenses increased by \$1.393 million (3%) as a result of the reorganization mentioned above and payroll cost increases
- Culture and Recreation expenses increased by \$3.476 million (207%) due to the reorganization moving Parks Landscape division from General services to Culture and Recreation.
- Community Development expenses increased by \$1.675 (46%) as a result of increases in payroll due to the reorganization and professional service increases due to increased building permit activities which were offset by permit fee revenues.

Transfers

In the *Statement of Activities* schedule shown on the next page, Transfers to agency funds increased \$4.605 million.

- The Rocklin Public Financing Authority had cash on hand to be used for the agency funds; CFD 6, 8, and 9. This cash was transferred to the agency funds during the refunding of the RPFA and CFD 6, 8, and 9 bonds.

With total program revenues, general revenues, transfers and special items for fiscal year 2017/2018 at \$71.249 million and total expenses at \$75.777 million, the change in net position for current activity for the year was a decrease of \$4.528 million. Additionally a prior period adjustment for the implementation of GASB 75 increased the city's net position by \$485,188. Total net position decreased by \$4.042 million.

Table 2 - Statement of Activities

Functions/Programs	Governmental Activities		Dollar Change	Percent Change
	2018	2017		
Program Revenues				
Charges for services	\$ 13,825,048	\$ 10,829,605	\$ 2,995,443	27.66%
Operating grants and contributions	5,630,734	8,407,506	(2,776,772)	-33.03%
Capital grants and contributions	1,502,079	1,979,083	(477,004)	-24.10%
Total Program Revenues	20,957,861	21,216,194	(258,333)	-1.22%
General Revenues				
Taxes and assessments	52,479,017	48,674,339	3,804,678	7.82%
Investment earnings	1,273,404	1,453,126	(179,722)	-12.37%
Other revenues	1,128,526	128,143	1,000,383	780.68%
Total General Revenues	54,880,947	50,255,608	4,625,339	9.20%
Total Program and General Revenues	75,838,808	71,471,802	4,367,006	6.11%
Transfers (to) from agency funds	(4,605,013)	-	(4,605,013)	100.00%
Special Item Gain (Loss) Disposal Capital Assets	15,608	22,397	(6,789)	-30.31%
Total General Revenues, Transfers and Special Item	50,291,542	50,278,005	13,537	0.03%
Expenses				
General government	13,624,066	15,594,154	(1,970,088)	-12.63%
Public safety	25,317,294	23,573,244	1,744,050	7.40%
General services	25,484,445	24,091,079	1,393,366	5.78%
Culture and recreation	5,156,203	1,680,297	3,475,906	206.86%
Community development	5,324,033	3,648,661	1,675,372	45.92%
Interest on fiscal charges	871,020	997,448	(126,428)	-12.68%
Total Expenses	75,777,061	69,584,883	6,192,178	8.90%
Increase / (Decrease) in Net Position	(4,527,658)	1,909,316	(6,436,974)	-337.14%
Prior Period Adjustment - GASB 75 OPEB	485,188	-	485,188	100.00%
Net Position, Beginning of Year	338,715,178	336,805,862	1,909,316	0.57%
Net Position, End of Year	\$ 334,672,708	\$ 338,715,178	\$ (4,042,470)	-1.19%

FINANCIAL ANALYSIS OF THE CITY’S FUNDS

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

The total change in fund balance during the year, including Major Funds and Other Governmental Funds, was a decrease of \$10.230 million. Total ending fund balance was \$75.103 million.

Table 3 - Summary of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds

	Major Funds						Total
	General Fund	Rocklin Public Financing Authority Debt Service Fund	SB325 Sales Tax Fund	Low and Moderate Income Housing Asset Fund	Traffic Circulation Impact Fee Fund	Nonmajor Governmental Funds	
Total Revenues	\$ 49,766,526	\$ 58,382	\$ 4,045,523	\$ 203,717	\$ 3,713,898	\$ 17,734,898	\$ 75,522,944
Total Expenditures	(52,684,739)	(1,222,015)	(7,505,190)	(54,061)	(88,821)	(22,650,292)	(84,205,118)
Revenues Over (Under) Expenditures	(2,918,213)	(1,163,633)	(3,459,667)	149,656	3,625,077	(4,915,394)	(8,682,174)
Proceeds from Debt	-	5,000,077	-	-	-	3,000,000	8,000,077
Defeasance of Debt	-	(5,000,077)	-	-	-	-	(5,000,077)
Transfers from Agency Funds	-	228,999	-	-	-	-	228,999
Transfers to Agency Funds	(23,894)	(4,810,118)	-	-	-	-	(4,834,012)
Transfers In	5,513,139	-	1,001	-	-	4,109,385	9,623,525
Transfers Out	(1,531,509)	-	(968,110)	(150,000)	(375,954)	(6,540,552)	(9,566,125)
Net Change in Fund Balances	1,039,523	(5,744,752)	(4,426,776)	(344)	3,249,123	(4,346,561)	(10,229,787)
Beginning of Year	33,475,381	9,971,049	5,255,285	12,112,699	1,879,320	22,639,162	85,332,896
End of Year	\$ 34,514,904	\$ 4,226,297	\$ 828,509	\$ 12,112,355	\$ 5,128,443	\$ 18,292,601	\$ 75,103,109

- The General Fund’s net change in fund balance was an increase of \$1.040 million. This increase is due to Transfers In of \$5.513 million, which included increases in cost reimbursement allocations from other funds. All General Fund revenue categories grew from the prior year with the exception of a slight decrease in fines and forfeitures revenue. Increases in Taxes and Assessments collected as a result of continued growth in residential and commercial development represent the majority of the increase in total revenue. The expenditure increase is due primarily to construction expenditures for Quarry Park Adventures.
- Rocklin Public Financing Authority (RPFA) Debt Service Fund decreased by \$5.745 million due to the refinancing of the RPFA bond debt and transfer to agency funds; CFD 6, 8, and 9 of cash held by the RPFA for the CFDs.
- The SB325 Sales Tax Fund’s net change in fund balance was a decrease of \$4.427 million due to increased expenditures for the following projects: new Adventure Way and related intersection, storm water pipe repair/replacement, road resurfacing, and road repairs.
- The Traffic Circulation Impact Fee Fund increased by \$3.249 million due to increases in residential and commercial development impact fees collected.
- Non-major Governmental Fund’s Net Change in Fund Balances decreased \$4.347 million due to

Capital Project Funds used to reimburse a developer for Whitney Ranch Infrastructure projects and Lease Revenue Bond capital project expenditures for Sunset Whitney Recreation Area and the parking lot at Adventure Way.

- The Total Governmental fund balance decreased \$10.230 million, approximately 13% from the prior year amount of \$85.333 million to \$75.103 million.

CAPITAL ASSETS

The capital assets of the City are those assets which are used in the performance of the City's functions including infrastructure assets. At June 30, 2018, net capital assets of the governmental activities totaled \$326.122 million, an increase of \$10.625 million. Depreciation on capital assets is recognized in the Government-Wide Financial Statements and totaled \$12.825 million. The following table summarizes the City's capital assets at the end of the year:

Table 4 - Capital Assets at Year End - Net

	Governmental Activities		Dollar	
	2018	2017	Change	% Change
Land	\$ 7,566,038	\$ 8,334,960	\$ (768,922.0)	-9.23%
Land improvements	108,402	108,402	-	0.00%
Park Land	60,293,635	53,795,276	6,498,359	12.08%
Construction in Progress	15,631,968	2,571,135	13,060,833	507.98%
Buildings	17,027,443	18,137,299	(1,109,856)	-6.12%
Facilities & other improvements	1,006,934	1,236,733	(229,799)	-18.58%
Machinery & equipment	711,650	753,333	(41,683)	-5.53%
Fleet machinery & equipment	2,984,943	2,866,010	118,933	4.15%
Park Buildings	483,205	515,018	(31,813)	-6.18%
Park Equipment	92,705	86,489	6,216	7.19%
Park Improvements	5,212,213	6,130,314	(918,101)	-14.98%
Infrastructures	215,002,974	220,961,736	(5,958,762)	-2.70%
Total Capital Assets, Net	<u>\$ 326,122,110</u>	<u>\$ 315,496,705</u>	<u>\$ 10,625,405</u>	3.37%

Additional detail and information on capital asset activity is described in Note 5 of this report.

- The increase in Park Land is due to the purchase of former Sunset Whitney Golf Course for \$5.7 million, which is now Sunset Whitney Recreation Area. Additionally, \$768,922 was transferred from Land to Park Land in order to be used for parking at Quarry Park.
- Construction in progress increased \$13.061 million primarily due to construction of Quarry Park Adventures and parking lot, Adventure Way and related intersection, Front Street Realignment, and Whitney Ranch Infrastructure projects.
- Decreases in other categories were due mainly to recorded depreciation.

DEBT ADMINISTRATION

During the year, Long-Term Debt from governmental activities increased by \$6.772 million. The City purchased the Sunset Whitney Recreation Area and made the first principal payment, resulting in \$2.532 million in loan debt. The City refunded the 2003 RPFA Senior Bonds of \$6.440 million and Subordinate Refunding Revenue Bonds of \$550 thousand replacing them with a lower interest bank loan of \$5.000 million, resulting in a reduction of \$1.990 million combined with a principal payment of \$848 thousand, for a net reduction of \$2.838 million on the RPFA Debt. Other impacts include the City's net pension obligation increase of \$5.499 million and the City's net other post-employment benefit obligation increase of \$1.834 million.

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

	Governmental Activities			
	2018	2017	Dollar Change	% Change
2003 PFA Refunding Revenue				
Bonds-Senior	\$ -	\$ 6,440,000	\$ (6,440,000)	-100.00%
2003 PFA Refunding Revenue				
Bonds - Subordinate	-	550,000	(550,000)	-100.00%
2016 Lease Revenue Bonds	8,960,000	9,455,000	(495,000)	-5.24%
OPUS Bank Loan - RPFA Refunding	4,151,706	-	4,151,706	100.00%
Sunset Whitney Recreation Area Note	2,531,890	-	2,531,890	100.00%
Bond Premiums	633,667	661,218	(27,551)	-4.17%
Claims Payable	1,458,913	1,408,937	49,976	3.55%
Net Pension Obligation	47,705,156	42,206,477	5,498,679	13.03%
Net OPEB Obligation	19,382,000	17,548,188	1,833,812	10.45%
Compensated Absences	3,566,608	3,348,361	218,247	6.52%
Total Long-Term Debt	<u>\$ 88,389,940</u>	<u>\$ 81,618,181</u>	<u>\$ 6,771,759</u>	8.30%

Additional detail and information on long-term debt activity is described in Note 6 of this report.

GENERAL FUND BUDGETARY HIGHLIGHTS

Changes from the City's General Fund 2017/2018 original budget to the final budget are detailed in the Required Supplementary Information Section along with a comparison to actual activity for the year ended. Changes to the City's budget that increase or decrease appropriations in a fund must be approved by a resolution of the City Council. Budget amendments were approved by Council on July 24, 2018. The Budget amendments increased the General Fund Final Budget total expenditures by \$1.213 million to provide: \$343 thousand for Quarry Park Adventure pre-opening and training costs, \$132 thousand for Parking Lot at Adventure Way, \$14 thousand for a John Deere Tractor, \$553 thousand for Fire overtime of which is \$453 thousand is reimbursable Strike Team overtime, and \$171 thousand for other items including payroll costs for Legislative and Quarry Park events. The Final Budget for General Fund Transfers out increased \$405 thousand as a result of the Key Management Practice to transfer surplus to designated reserve accounts for Streets Maintenance, Economic Development, and Retirees Health.

ECONOMIC FACTORS BEARING ON THE CITY'S FUTURE

The City of Rocklin's economic climate is stable, with modest revenue growth projected in Fiscal Year 2018/2019. Factors that were considered in the development of the Fiscal Year 2018/2019 Budget include:

- Property tax values are anticipated to remain strong. General fund revenue projections include an 8.4% increase in property taxes.
- Projected increases of 8.2% in sales taxes were made based on the current economic environment as well as recent retail developments and increases in population within the City.
- Apportionments for Local Transportation Funds and Gas Tax used for streets have been stable and increasing.
- Increases in the CalPERS Retirement System's employer contribution rates.

REQUEST FOR FINANCIAL INFORMATION

This financial report is designed to provide a general overview of the City of Rocklin's finances for all of Rocklin's residents, taxpayers, customers, investors, and creditors. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the City Clerk, 3970 Rocklin Road, Rocklin, California, 95677.



ROCKLIN
CALIFORNIA

BASIC FINANCIAL STATEMENTS

City of Rocklin
Statement of Net Position
June 30, 2018
(With comparative totals for June 30, 2017)

	Governmental Activities	
	2018	2017
ASSETS		
Current Assets:		
Cash and investments	\$ 60,884,188	\$ 51,143,549
Restricted cash and investments	9,224,865	21,606,452
Receivables - net	6,572,220	8,506,255
Inventory and other assets	23,134	30,303
Total Current Assets	<u>76,704,407</u>	<u>81,286,559</u>
Noncurrent Assets:		
Loans receivable	14,292,053	14,875,277
Advances to fiduciary activities	875,626	1,479,701
Capital assets - net	326,122,110	315,496,705
Total Noncurrent Assets	<u>341,289,789</u>	<u>331,851,683</u>
Total Assets	<u>\$ 417,994,196</u>	<u>\$ 413,138,242</u>
DEFERRED OUTFLOWS OF RESOURCES		
OPEB Adjustments from Estimates and Changes in Assumptions	\$ 2,122,778	\$ -
Pension Adjustments from Estimates and Changes in Assumptions	15,753,150	14,848,820
Total Deferred Outflows of Resources	<u>\$ 17,875,928</u>	<u>\$ 14,848,820</u>
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 7,896,486	\$ 3,615,980
Deposits	714,053	773,428
Interest payable	83,000	105,000
Other liabilities	131,224	21,893
Compensated absences - current portion	1,555,656	1,423,466
Long-term debt - due within one year	1,069,678	1,195,000
Total Current Liabilities	<u>11,450,097</u>	<u>7,134,767</u>
Noncurrent Liabilities:		
Long-term debt - due after one year	15,207,585	15,911,218
Claims payable	1,458,913	1,408,937
Compensated absences	2,010,952	1,924,895
Net pension obligation	47,705,156	42,206,477
Net OPEB obligation	19,382,000	17,548,188
Total Noncurrent Liabilities	<u>85,764,606</u>	<u>78,999,715</u>
Total Liabilities	<u>\$ 97,214,703</u>	<u>\$ 86,134,482</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Gain on Early Defeasance of Long-Term Debt	\$ 1,989,923	\$ -
OPEB Adjustments from Estimates and Changes in Assumptions	248,000	-
Pension Adjustments from Estimates and Changes in Assumptions	1,744,790	3,137,402
Total Deferred Inflows of Resources	<u>\$ 3,982,713</u>	<u>\$ 3,137,402</u>
NET POSITION		
Net investment in capital assets	\$ 314,115,482	\$ 305,878,169
Restricted	15,238,984	28,671,195
Unrestricted	5,318,242	4,165,814
Total Net Position	<u>\$ 334,672,708</u>	<u>\$ 338,715,178</u>

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

City of Rocklin
Statement of Activities
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Change in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total	2018	2017
Primary Government:							
Governmental Activities:							
General government	\$ 13,624,066	\$ 2,033,211	\$ 3,789,565	\$ -	\$ 5,822,776	\$ (7,801,290)	\$ (10,718,246)
Public safety	25,317,294	1,443,940	904,132	-	2,348,072	(22,969,222)	(21,570,240)
General services	25,484,445	112,424	822,284	1,329,650	2,264,358	(23,220,087)	(16,914,900)
Culture and recreation	5,156,203	1,884,019	88,532	130,000	2,102,551	(3,053,652)	(858,925)
Community development	5,324,033	8,351,454	26,221	42,429	8,420,104	3,096,071	2,691,070
Interest and fiscal charges	871,020	-	-	-	-	(871,020)	(997,448)
Total Governmental Activities	\$ 75,777,061	\$ 13,825,048	\$ 5,630,734	\$ 1,502,079	\$ 20,957,861	(54,819,200)	(48,368,689)
General Revenues, Transfers and Special Items:							
Taxes:							
Property taxes						11,412,312	10,641,721
Sales and use taxes						14,142,141	12,951,595
Gas tax						5,007,488	4,532,443
Transient occupancy taxes						871,468	730,719
Other taxes						9,643,071	9,510,931
Total taxes						41,076,480	38,367,409
Motor vehicle fees						4,783,848	4,505,705
Franchise fees						2,174,681	2,119,222
Impact fees						4,444,008	3,682,003
Investment earnings						1,273,404	1,453,126
Other revenues						1,128,526	128,143
Total General Revenues						54,880,947	50,255,608
Transfers (to) from agency funds - net						(4,605,013)	-
Special item - gain (loss) on disposal of capital assets						15,608	22,397
Total General Revenues, Transfers and Special Items						50,291,542	50,278,005
Change in Net Position						(4,527,658)	1,909,316
Net Position - Beginning of Year						338,715,178	336,805,862
Prior Period Adjustments GASB 75 (OPEB)						485,188	-
Net Position - Beginning of Year, As Adjusted						339,200,366	336,805,862
Net Position - End of Year						\$ 334,672,708	\$ 338,715,178

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

MAJOR GOVERNMENTAL FUNDS

Fund Title	Fund Description
General Fund	Primary operating fund of the City: accounts for all activities except those legally or administratively required to be accounted for in other funds.
Rocklin Public Financing Authority Debt Service	Accounts for the debt service of the Rocklin Public Financing Authority.
Low and Moderate Income Housing Asset Special Revenue	Accounts for the housing assets of the former Rocklin Redevelopment Agency transferred to the City of Rocklin as Housing Successor.
Traffic Circulation Impact Fee Capital Projects	Accounts for activities related to traffic congestion management.
SB325 Sales Tax	Accounts for sales tax revenue collected in accordance with Senate Bill 325 to be used for transit services, construction and maintenance of streets.

City of Rocklin

Balance Sheet

Governmental Funds

June 30, 2018

(With comparative totals for June 30, 2017)

	Major Funds				
	General Fund	Rocklin Public Financing Authority Debt Service Fund	SB325 Sales Tax	Low and Moderate Income Housing Asset Fund	Traffic Circulation Impact Fee Fund
ASSETS					
Cash and investments	\$ 34,952,503	\$ 8,413	\$ 2,381,020	\$ 2,924,875	\$ 3,845,779
Restricted cash and investments	-	4,218,919	-	-	-
Receivables:					
Taxes	3,727,893	-	-	-	-
Interest receivable	336,641	-	-	-	-
Intergovernmental	15,604	-	-	-	-
Other receivables	565,770	-	-	-	147,738
Due from other funds	1,981,408	-	-	-	-
Loans receivable	182,063	-	-	9,187,480	4,533,524
Advances to fiduciary activities	875,626	-	-	-	-
Total assets	\$ 42,637,508	\$ 4,227,332	\$ 2,381,020	\$ 12,112,355	\$ 8,527,041
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ 5,261,857	1,035	1,552,511	\$ -	\$ 855
Deposits	519,052	-	-	-	195,001
Due to other funds	-	-	-	-	-
Unearned revenues	673,127	-	-	-	-
Other liabilities	131,224	-	-	-	-
Compensated absences	1,537,344	-	-	-	-
Total liabilities	8,122,604	1,035	1,552,511	-	195,856
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	3,202,742
Fund Balances:					
Nonspendable:					
Endowments	-	-	-	-	-
Advances to fiduciary activities	875,626	-	-	-	-
Long-term receivables	182,063	-	-	9,187,480	1,330,782
Restricted	-	4,226,297	828,509	2,924,875	-
Committed	24,928,400	-	-	-	3,797,661
Unassigned (Deficit)	8,528,815	-	-	-	-
Total fund balances	34,514,904	4,226,297	828,509	12,112,355	5,128,443
Total liabilities, fund balances and deferred inflows of resources	\$ 42,637,508	\$ 4,227,332	\$ 2,381,020	\$ 12,112,355	\$ 8,527,041

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

Continued

City of Rocklin

Balance Sheet

Governmental Funds

June 30, 2018

(With comparative totals for June 30, 2017)

	Nonmajor Governmental Funds	Total Governmental Funds	
		2018	2017
ASSETS			
Cash and investments	\$ 14,699,792	\$ 58,812,382	\$ 48,960,025
Restricted cash and investments	5,005,946	9,224,865	21,606,452
Receivables:			
Taxes	213,017	3,940,910	6,867,019
Interest receivable	-	336,641	306,394
Intergovernmental	905,045	920,649	466,011
Other receivables	660,512	1,374,020	864,937
Due from other funds	-	1,981,408	1,747,072
Loans receivable	388,986	14,292,053	14,875,277
Advances to fiduciary activities	-	875,626	1,479,701
Total assets	\$ 21,873,298	\$ 91,758,554	\$ 97,172,888
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 1,010,888	\$ 7,827,146	\$ 3,376,692
Deposits	-	714,053	773,428
Due to other funds	1,981,408	1,981,408	1,747,072
Unearned revenues	570,539	1,243,666	450,695
Other liabilities	-	131,224	21,893
Compensated absences	-	1,537,344	1,405,593
Total liabilities	3,562,835	13,434,841	7,775,373
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	17,862	3,220,604	4,064,619
Fund Balances:			
Nonspendable:			
Endowments	491,455	491,455	491,455
Advances to fiduciary activities	-	875,626	1,479,701
Long-term receivables	388,986	11,089,311	14,875,277
Restricted	11,038,483	19,018,164	35,084,069
Committed	7,863,099	36,589,160	28,839,352
Unassigned (Deficit)	(1,489,422)	7,039,393	4,563,042
Total fund balances	18,292,601	75,103,109	85,332,896
Total liabilities, fund balances and deferred inflows of resources	\$ 21,873,298	\$ 91,758,554	\$ 97,172,888

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

Concluded

City of Rocklin
Reconciliation of the Government Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2018

Total Fund Balances - Total Governmental Funds \$ 75,103,109

Amounts reported for governmental activities in the Statement of Net Position were different because:

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

Capital assets	527,859,829
Less: accumulated depreciation	(204,722,662)
Total Capital Assets	<u>323,137,167</u>

Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet. (83,000)

Internal service funds are used by management to charge the costs of vehicle maintenance and various insurance costs to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the Statement of Net Position. 4,961,316

Benefit plan adjustments from timing differences, including contributions made to benefit plans that reduce the net benefit liability in the next fiscal year, the impact from changes in proportionate shares on beginning balances, and differences between projected and actual earnings on plan investments, have been reported as deferred outflows of resources. 17,875,928

Benefit plan adjustments from timing differences, including changes in assumptions, differences between expected and actual experiences, changes in proportionate shares related to contributions and differences between projected and actual earnings on plan investments, have been reported as deferred inflows of resources. (1,992,790)

Certain revenues were recorded as deferred inflows of resources in the governmental funds because they did not meet the revenue recognition criteria of availability. However, they were previously included as revenue in the Government-Wide Statement of Activities under the full accrual basis. 3,220,604

Liabilities were reported for certain revenues that were not available to pay current period expenditures and were reported as unearned in the fund statements. 1,243,666

Long-term debt defeasances are reported in the funds as other financing uses based on cash payments related to the repayment of debt. However, the difference between the refunded debt and the refunding debt is reported as a deferred gain or loss in the government-wide statement of net position. (1,989,923)

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

Long-term debt	(16,277,263)
Compensated absences	(1,980,037)
Claims payable	(1,458,913)
Net pension obligation	(47,705,156)
Net OPEB liability	(19,382,000)
Total Long-Term Obligations	<u>(86,803,369)</u>

Net Position of Governmental Activities \$ 334,672,708

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

City of Rocklin
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)

	Major Funds				
	General Fund	Rocklin Public Financing Authority Debt Service Fund	SB325 Sales Tax	Low and Moderate Income Housing Asset Fund	Traffic Circulation Impact Fee Fund
REVENUES					
Taxes and assessments	\$ 29,569,468	\$ -	\$ 3,706,773	\$ -	2,462,018
License and permits	3,646,615	-	-	-	-
Fines and forfeitures	267,101	-	-	-	-
Intergovernmental	5,975,880	-	308,751	-	298,934
Charges for services	2,899,433	-	-	-	917,262
Use of money and property	1,663,930	58,382	29,999	203,717	34,346
Contributions from developers and homeowners	-	-	-	-	-
Other revenues	5,744,099	-	-	-	1,338
Total Revenues	49,766,526	58,382	4,045,523	203,717	3,713,898
EXPENDITURES					
Current:					
General government	11,896,248	42,687	10,599	-	-
Public safety	22,287,645	-	-	-	-
General services	5,333,604	-	2,479,330	-	67,485
Culture and recreation	3,277,547	-	-	-	-
Community development	4,828,434	-	-	54,061	21,336
Capital outlay	5,061,261	-	5,015,261	-	-
Debt service:					
Principal	-	848,371	-	-	-
Interest and fiscal charges	-	330,957	-	-	-
Total Expenditures	52,684,739	1,222,015	7,505,190	54,061	88,821
Excess (Deficiency) of Revenues over Expenditures	(2,918,213)	(1,163,633)	(3,459,667)	149,656	3,625,077
OTHER FINANCING SOURCES (USES)					
Proceeds from debt issuance	-	5,000,077	-	-	-
Defeasance of debt	-	(5,000,077)	-	-	-
Transfers from agency funds	-	228,999	-	-	-
Transfers to agency funds	(23,894)	(4,810,118)	-	-	-
Transfers in	5,513,139	-	1,001	-	-
Transfers out	(1,531,509)	-	(968,110)	(150,000)	(375,954)
Total Other Financing Sources (Uses)	3,957,736	(4,581,119)	(967,109)	(150,000)	(375,954)
Net Change in Fund Balances	1,039,523	(5,744,752)	(4,426,776)	(344)	3,249,123
Fund Balances Beginning	33,475,381	9,971,049	5,255,285	12,112,699	1,879,320
Fund Balances Ending	\$ 34,514,904	\$ 4,226,297	\$ 828,509	\$ 12,112,355	\$ 5,128,443

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

Continued

City of Rocklin
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)

	Nonmajor Governmental Funds	Total Governmental Funds	
		2018	2017
REVENUES			
Taxes and assessments	\$ 11,516,221	\$ 47,254,480	\$ 46,579,731
License and permits	172,495	3,819,110	3,206,481
Fines and forfeitures	161,573	428,674	378,658
Intergovernmental	1,867,203	8,450,768	8,077,195
Charges for services	255,167	4,071,862	2,861,823
Use of money and property	242,004	2,232,378	2,407,423
Contributions from developers and homeowners	2,861,773	2,861,773	2,017,824
Other revenues	658,462	6,403,899	5,499,670
Total Revenues	17,734,898	75,522,944	71,028,805
EXPENDITURES			
Current:			
General government	974,669	12,924,203	16,261,455
Public safety	69,398	22,357,043	20,758,713
General services	5,774,229	13,654,648	13,960,714
Culture and recreation	1,585,328	4,862,875	1,695,318
Community development	37,593	4,941,424	4,041,210
Capital outlay	12,885,350	22,961,872	4,863,869
Debt service:			
Principal	963,110	1,811,481	1,160,000
Interest and fiscal charges	360,615	691,572	683,729
Total Expenditures	22,650,292	84,205,118	63,425,008
Excess (Deficiency) of Revenues over Expenditures	(4,915,394)	(8,682,174)	7,603,797
OTHER FINANCING SOURCES (USES)			
Proceeds from debt issuance	3,000,000	8,000,077	10,143,821
Defeasance of debt	-	(5,000,077)	(1,401,322)
Transfers from agency funds	-	228,999	-
Transfers to agency funds	-	(4,834,012)	-
Transfers in	4,109,385	9,623,525	4,048,867
Transfers out	(6,540,552)	(9,566,125)	(3,997,367)
Total Other Financing Sources (Uses)	568,833	(1,547,613)	8,793,999
Net Change in Fund Balances	(4,346,561)	(10,229,787)	16,397,796
Fund Balances Beginning	22,639,162	85,332,896	68,935,100
Fund Balances Ending	\$ 18,292,601	\$ 75,103,109	\$ 85,332,896

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

Concluded

City of Rocklin

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Government-Wide Statement of Activities

For the year ended June 30, 2018

Net Change in Fund Balances - Total Governmental Funds	\$ (10,229,787)
Amounts reported for governmental activities in the Statement of Activities were different because:	
Governmental Funds report capital outlay as expenditures. However, in the Government-Wide Statement of Activities, the cost of those assets was allocated over their estimated useful lives as depreciation expense.	
Capital outlay	22,811,212
Depreciation expense	(12,304,740)
Internal service funds are used by management to charge the costs of vehicle maintenance, and various insurance costs to individual funds. The net revenue or (excess expenses) of the internal service funds is reported with government activities.	158,126
Certain revenues were not recorded or recorded as unearned revenue in the governmental funds because they did not meet the revenue recognition criteria of availability. However, they were included as revenue in the Government-Wide Statement of Activities under the full accrual basis.	792,971
Certain revenues were recorded as deferred inflows of resources in the governmental funds because they did not meet the revenue recognition criteria of availability. However, they were included as revenue in the Government-Wide Statement of Activities under the full accrual basis.	(844,015)
Long-term compensated absences and claims payables were reported in the Government-Wide Statement of Activities, but they did not require the use of current financial resources and were not reported as expenditures in governmental funds.	
Compensated absences	(76,522)
Claims liabilities	(49,976)
In governmental funds, actual contributions to pension plans are reported as expenditures in the year incurred. However, in the Government-Wide Statement of Activities, only the current year pension expense as noted in the plans' valuation reports is reported as an expense, as adjusted for deferred inflows and outflows of resources.	(3,201,737)
Repayment of long-term debt was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Position.	(1,160,968)
Certain expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the fund statements as follows:	
Other postemployment benefits adjustments and deferrals	(444,222)
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities, but it did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the net change in accrued interest from prior year.	<u>22,000</u>
Change in Net Position of Governmental Activities	<u><u>\$ (4,527,658)</u></u>

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

City of Rocklin
Statement of Net Position
Fleet Management Internal Service Fund
June 30, 2018
(With comparative totals for June 30, 2017)

	Totals	
	2018	2017
ASSETS		
Current assets:		
Cash and investments	\$ 2,071,806	\$ 2,183,524
Accounts receivable	-	1,894
Inventory and other	23,134	30,303
Total current assets	<u>2,094,940</u>	<u>2,215,721</u>
Non-current assets:		
Capital assets - net	2,984,943	2,866,010
Total non-current assets	<u>2,984,943</u>	<u>2,866,010</u>
Total assets	<u><u>\$ 5,079,883</u></u>	<u><u>\$ 5,081,731</u></u>
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 69,340	\$ 239,288
Compensated absences	18,311	17,873
Total current liabilities	<u>87,651</u>	<u>257,161</u>
Non-current liabilities:		
Compensated absences	30,916	21,380
Total non-current liabilities	<u>30,916</u>	<u>21,380</u>
Total liabilities	<u><u>\$ 118,567</u></u>	<u><u>\$ 278,541</u></u>
NET POSITION		
Net Investment in capital assets	\$ 2,984,943	\$ 2,866,010
Unrestricted	1,976,373	1,937,180
Total net position	<u><u>\$ 4,961,316</u></u>	<u><u>\$ 4,803,190</u></u>

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

City of Rocklin

Statement of Revenues, Expenses and Changes in Fund Net Position

Fleet Management Internal Service Fund

For the year ended June 30, 2018

(With comparative totals for June 30, 2017)

	Totals	
	2018	2017
OPERATING REVENUES		
Fleet management cost allocations	\$ 1,933,044	\$ 1,827,419
Intergovernmental	108,156	75,381
Other revenue	8,694	83,181
Total operating revenues	2,049,894	1,985,981
OPERATING EXPENSES		
Salaries and benefits	542,157	500,207
Services and supplies	958,845	977,989
Depreciation	520,690	481,737
Total operating expenses	2,021,692	1,959,933
Operating income (loss)	28,202	26,048
NONOPERATING REVENUES(EXPENSES)		
Gain (loss) on sale of assets	15,608	22,399
Capital contributions	150,657	118,815
Investment earnings	21,059	12,379
Total nonoperating revenues(expenses)	187,324	153,593
Income (loss) before operating transfers	215,526	179,641
Transfers in	-	-
Transfers out	(57,400)	(51,500)
Change in net position	158,126	128,141
Total net position - beginning	4,803,190	4,675,049
Total net position - ending	\$ 4,961,316	\$ 4,803,190

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

City of Rocklin
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)

	Totals	
	2018	2017
Cash flows from operating activities:		
Receipts from interfund services provided	\$ 1,934,938	\$ 1,825,525
Other receipts	116,850	158,562
Payments to suppliers for goods and services	(1,124,992)	(807,742)
Payments to employees for services	(528,815)	(524,650)
Net cash provided (used) by operating activities	<u>397,981</u>	<u>651,695</u>
Cash flows from noncapital financing activities:		
Interfund transactions	(57,400)	(51,500)
Net cash provided (used) by noncapital financing activities	<u>(57,400)</u>	<u>(51,500)</u>
Cash flows from capital financing activities:		
Purchases (sales) of capital assets - net	(624,015)	(708,972)
Proceeds from capital contributions	150,657	118,815
Net cash provided (used) by capital financing activities	<u>(473,358)</u>	<u>(590,157)</u>
Cash flows from investing activities:		
Investment income received	21,059	12,379
Net cash provided (used) by investing activities	<u>21,059</u>	<u>12,379</u>
Net increase (decrease) in cash and cash equivalents	(111,718)	22,417
Cash and cash equivalents - beginning	2,183,524	2,161,107
Cash and cash equivalents - ending	<u>\$ 2,071,806</u>	<u>\$ 2,183,524</u>
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 28,202	\$ 26,048
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	520,690	481,737
Change in operating assets and liabilities:		
Accounts receivable	1,894	(1,894)
Inventory	7,169	(14,451)
Accounts payable and accrued liabilities	(169,948)	164,268
Compensated absences	9,974	(4,013)
Net cash provided (used) by operating activities	<u>\$ 397,981</u>	<u>\$ 651,695</u>

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

City of Rocklin
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2018

	Successor Agency		
	Private-Purpose		
	Trust Funds	Agency Funds	Totals
ASSETS			
Current assets:			
Cash and investments	\$ 1,997,907	\$ 2,186,098	\$ 4,184,005
Cash and investment with trustee/fiscal agent	1,822,005	6,507,833	8,329,838
Accounts receivable	-	59,621	59,621
Total current assets	<u>3,819,912</u>	<u>8,753,552</u>	<u>12,573,464</u>
Non-current assets:			
Land	1,337,323	-	1,337,323
Total assets	<u><u>\$ 5,157,235</u></u>	<u><u>\$ 8,753,552</u></u>	<u><u>\$ 13,910,787</u></u>
LIABILITIES			
Current liabilities:			
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -
Due to other agencies	-	8,753,552	8,753,552
Interest payable	676,959	-	676,959
Due within one year	1,077,350	-	1,077,350
Total current liabilities	<u>1,754,309</u>	<u>8,753,552</u>	<u>10,507,861</u>
Noncurrent liabilities:			
Advances from City of Rocklin	875,626	-	875,626
Loans payable	292,350	-	292,350
Bonds payable - net	21,814,922	-	21,814,922
Total noncurrent liabilities	<u>22,982,898</u>	<u>-</u>	<u>22,982,898</u>
Total liabilities	<u><u>\$ 24,737,207</u></u>	<u><u>\$ 8,753,552</u></u>	<u><u>\$ 33,490,759</u></u>
NET POSITION			
Held in trust for Redevelopment Dissolution	<u><u>\$ (19,579,972)</u></u>		<u><u>\$ (19,579,972)</u></u>

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

City of Rocklin
Statement of Changes in Fiduciary Net Position
Private Purpose Trust Funds
For the year ended June 30, 2018

	Successor Agency <u>Private-Purpose Trust Funds</u>
ADDITIONS	
Property taxes	\$ 2,977,047
Investment earnings	28,874
Other revenue	10
Total additions	<u>3,005,931</u>
DEDUCTIONS	
General government	264,175
Interest expense	<u>1,096,141</u>
Total deductions	<u>1,360,316</u>
Change in net position	1,645,615
Total net position - beginning	<u>(21,225,587)</u>
Total net position - ending	<u><u>\$ (19,579,972)</u></u>

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



ROCKLIN

CALIFORNIA

NOTES TO FINANCIAL STATEMENTS

This page intentionally left blank

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Rocklin (City) was incorporated in 1893 under the laws and regulations of the State of California (State). The City operates under a City Council/Manager form of government and provides the following services: general government, community development, public safety, culture and recreation and general services.

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

A. Financial Reporting Entity

The City operates as a self-governing local government unit within the State. It has limited authority to levy taxes and has the authority to determine user fees for the services that it provides. The City's main funding sources include property taxes, sales taxes, other intergovernmental revenue from state and federal sources, user fees, and federal and state financial assistance.

The financial reporting entity consists of (a) the primary government, the City, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and either (a) the City has the ability to impose its will on the organization, or (b) there is a potential for the organization to provide a financial benefit to or impose a financial burden on the City.

As required by GAAP, these financial statements present the government and its component unit, an entity for which the government is considered to be financially accountable. This component unit is reported on a blended basis. A blended component unit, although a legally separate entity, is, in substance, part of the government's operations and so data from this unit is combined with data of the primary government. The financial statement of the individual component unit, if applicable as indicated below, may be obtained from the City of Rocklin website.

The City's reporting entity includes the following blended component unit:

Rocklin Public Financing Authority

The Rocklin Public Financing Authority (Authority) was formed on December 13, 1994, as a joint powers authority between the City and the former Redevelopment Agency to serve as a financing mechanism for various capital projects. Upon the dissolution of the Rocklin Redevelopment Agency on February 1, 2012, the City appointed itself successor agency governed by an oversight board consisting of members from all taxing authorities in the redevelopment area to wind up all redevelopment activities, which consisted primarily of debt. Because of the limited authority of the successor, their membership in the Authority is also limited as the successor cannot obligate the Authority or issue new debt on its own. The City Council acts as the governing board in a concurrent session. The Authority provides services solely for the benefit of the City and is presented in the governmental activities in the fund financial statements as a blended component unit.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

B. Basis of Presentation, Accounting and Measurement Focus

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

Government-Wide Financial Statements

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

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

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

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

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

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

- Transfers in/Transfers out
- Internal Service Fund charges

Governmental Fund Financial Statements

Governmental fund financial statements include a *Balance Sheet* and a *Statement of Revenues, Expenditures and Changes in Fund Balances* for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

balances as presented in these statements to the net position presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria.

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

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

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

The following funds are major funds:

General Fund

The General Fund is used to account for resources traditionally associated with the City which are not required legally or by sound financial management to be accounted for in another fund. From this fund are paid the City's general operating expenditures, the fixed charges, and the capital costs that are not paid through other funds. The General Fund is a combination of other funds, which include, Quarry Park Amphitheater, Streets Maintenance Reserve, Economic Development Reserve, Technology Fee, Retirees Health, ADA and Parks Maintenance Reserve.

Rocklin Public Financing Authority Debt Service Fund

This debt service fund was established to account for the debt service activity of the Rocklin Public Financing Authority.

SB325 Sales Tax Fund

This fund accounts for sales tax revenue collected in accordance with Senate Bill 325 to be used for transit services, construction and maintenance of streets.

Low and Moderate Income Housing Asset Fund

This special revenue fund accounts for the administration and operation of the City's low and moderate income housing program of the former Rocklin Redevelopment Agency transferred to the City of Rocklin as the Housing Successor.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Traffic Circulation Impact Fee Capital Projects Fund

This capital projects fund accounts for activities related to congestion management and traffic relief.

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

Special Revenue Funds

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

Capital Project Funds

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

Debt Service Funds

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

Permanent Funds

Permanent funds account for and report financial resources for the principal corpus of endowments where only the investment earnings can be spent on specified purposes.

Proprietary Funds

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

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

The City’s internal service funds are proprietary funds. Internal service funds account for charges to City departments for services provided, on a cost reimbursement basis. Amounts paid to acquire capital assets are capitalized as assets in the internal service funds financial statements.

Fleet Internal Service Fund

The Fleet Internal Service Fund is used to account for the financing of the City’s fleet services provided by one City department to other departments on a cost-reimbursement basis. The Fleet Internal Service Fund balances and activities have been combined with governmental activities in the government-wide financial statements.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Fiduciary Funds

Private Purpose Trust Funds

Private Purpose Trust Funds account for resources held for other individuals and entities in a manner similar to private enterprise.

Agency Funds

Agency Funds account for assets held by the City in a purely custodial capacity. Since agency funds are custodial in nature, they do not involve the measurement of results of operations and are not presented in the government-wide financial statements.

C. Cash Deposits and Investments

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

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

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

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

The City participates in the Local Agency Investment Fund (LAIF), an investment pool for local governments and special districts managed by the State of California. Under Federal Law, the State of California cannot declare bankruptcy; therefore deposits in the LAIF shall not be subject to either of the following: (a) transfer or loan pursuant to Government Code Sections 16310, 16312, or 16313, or (b) impoundment or seizure by any state official or state agency.

The City participates in the Placer County Treasurers Investment Portfolio, an investment pool for local governments, school districts, and special districts in Placer County. Investments are made in accordance with Government Code Section 27000.5, "When investing, reinvesting, purchasing, acquiring, exchanging, selling, and managing public funds, the primary objective of the county treasurer is to safeguard the principal of the funds under his or her control. The secondary objective is to meet the liquidity needs of the depositor. The third objective is to achieve a return on the funds under his or her control."

Investments are recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

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

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

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

D. Interfund Receivables and Payables

Items classified as interfund receivables/payables are referred to as “advances to/advances from other funds” or as “due to/from other funds”. Due to/from other funds include short-term lending/borrowing transactions between funds. This classification also includes the current portion of an advance to or from another fund. Advances to/advances from other funds represents non-current portions of any long-term lending/borrowing transactions between funds. This amount will be equally offset by a reserve of fund balance which indicates that it does not represent available financial resources and therefore, is not available for appropriation.

E. Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include property taxes, sales and use taxes, transient taxes, franchise taxes, intergovernmental subventions, interest earnings, and expense reimbursements.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as property tax, sales tax, transient tax, franchise tax, and intergovernmental subventions since they are usually both measurable and available. Non-exchange transactions collectible but not available, such as property tax, are deferred in the fund financial statements in accordance with the modified accrual basis, but not deferred in the government-wide financial statements in accordance with the accrual basis.

Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. The City’s experience is that all accounts receivable are collectible; therefore an allowance for doubtful accounts is unnecessary.

F. Loans Receivable

Under the City’s housing assistance program, loans are made to qualified individuals and businesses within prescribed project areas for the purpose of housing acquisition, housing rehabilitation and/or economic development. The majority of these loans are on a deferred payback program. Repayments of the outstanding loans are applied to the principal balance of the loan receivable. The long-term portion of

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

loans receivable has been offset by *Unearned Revenues* in the accompanying financial statements, as applicable.

G. Inventories

The City maintains an inventory for fuel that is recorded at cost in the Fleet Internal Service Fund and expensed when consumed. The cost of other consumable materials and supplies on hand are immaterial to the financial statements, and the City has therefore chosen to report these items as expenditures/expenses at the time of purchase.

H. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost, if actual is unavailable, except for donated Capital Assets which are recorded at their estimated fair value at the date of donation. Policy has set the capitalization threshold for reporting at \$10,000 for non-infrastructure capital assets, \$5,000 for grant funded non-infrastructure capital assets, and \$100,000 for infrastructure capital assets.

Public domain (infrastructure) capital assets include roads, bridges, curbs and gutters, streets, sidewalks, drainage systems, and lighting systems. The accounting treatment of property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by asset type is as follows:

Equipment, machinery and vehicles	3 – 10 Years
Facilities and improvements	15 Years
Infrastructure	25 – 50 Years
Buildings and building improvements	30 Years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same way as in the government-wide statements.

I. Deferred Outflows/Deferred Inflows

Deferred outflows of resources is a consumption of net position by the City that is applicable to a future reporting period; for example, prepaid items and deferred charges. Deferred inflows of resources is an acquisition of net position by the City that is applicable to a future reporting period; for example, unearned revenue and advance collections. The City has deferred outflows and deferred inflows of resources related to the implementation of GASB 68 for pension retirement plans. See note 9 for additional information.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

J. Interest Payable

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

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

K. Claims Payable

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

L. Compensated Absences

The City's policies regarding vacation time and compensatory time permit employees to accumulate earned but unused leave, up to limits established by individual employee bargaining units. This debt is estimated based on historical trend analysis, the current portion of which is reported in the General Fund, the remaining balance is shown in the government-wide financial statements.

M. Long-Term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists of the revenue refunding bonds of the Rocklin Public Financing Authority and the Lease Revenue Bonds and unamortized premiums, the net OPEB liability, the pension obligations, compensated absences and a liability for claims.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as revenue and payment of principal and interest reported as expenditures. Long-term debt for proprietary funds is reported in the fund statements similar to as it is reported in the government-wide statements. Debt proceeds are reported as liabilities and payments are reported as reductions to the liability and as interest expense.

N. Pension Expense

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

O. Other Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense information about the fiduciary net position of the City's Retiree Benefits Plan (the OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB Plan. For this purpose, the OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

P. Fund Balances

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

Nonspendable

Assets that will never convert to cash (prepaid items, inventory).

- Assets that will not convert to cash soon enough to affect the current period (long-term loans receivable).
- Resources that must be maintained intact pursuant to legal or contractual requirements (the principal of an endowment).

Restricted

- Resources that are subject to externally enforceable legal restrictions imposed by parties altogether outside the City (Creditors, Grantors, Contributors, other Governments).
- Resources that are subject to limitations imposed by law through constitutional provisions or legislation (Gas Tax).

Committed

- Self-imposed limitations set in place prior to the end of the period (encumbrances, economic contingencies, and uncertainties)
- Limitation at the highest level of decision-making (Council) and requires formal action at the same level to remove.
- Council resolution is required to establish, modify, or rescind a fund balance commitment.

Assigned

- Amounts in excess of nonspendable, restricted and committed fund balance in funds other than the General Fund are reported as assigned fund balance.

Unassigned

- Residual net resources
- Total fund balance in the General Fund in excess of nonspendable, restricted, committed, and assigned fund balance (surplus).
- Excess of nonspendable, restricted, and committed fund balance over total fund balance (deficit).

Flow Assumption / Spending Order Policy

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Q. Net Position

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

Net Investment in Capital Assets

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

Restricted Net Position

This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments. Certain proceeds from debt and loans are reported as restricted net position because their use is limited by applicable debt or other covenants.

Unrestricted Net Position

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

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

Use of Restricted/Unrestricted Net Position

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

R. Interfund Transactions

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

S. Property Taxes and Special Assessments

Under California law, property taxes are assessed and collected by the counties 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 in accordance with statutory regulations.

Property taxes attach annually as an enforceable lien on January 1. Taxes are levied on January 1, are payable in two installments, and are delinquent at December 10 and April 10. The County of Placer (the County) is responsible for the collection and allocation of property taxes. The County apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan," as prescribed by Section 4717 of the California Revenue and Taxation code. Therefore, the City receives 100% of the secured property tax levies to which it is entitled, whether or not collected.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

T. Stewardship, Compliance, and Accountability

It is the City's policy to adopt annual budgets. The City Council may amend the budget by motion during the fiscal year.

Expenditures may not legally exceed appropriations at the fund level. Appropriations lapse at the end of the fiscal year. Budget information is presented for governmental fund types on a basis consistent with accounting principles generally accepted in the United States of America. Budgeted revenue and expenditure amounts represent the original budget and all approved budget amendments.

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Public meetings are conducted to obtain public comments. The City Council annually adopts the budget for the ensuing fiscal year prior to July 1st.
2. Legally adopted budgets and formal budgetary integration is employed as a management control device during the year for all Governmental, Proprietary and Fiduciary Fund Types.
3. Under Article XIII B of the California Constitution (the Gann Spending Limitation Initiative), the City is restricted as to the amount of annual appropriations from the proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller, returned to the taxpayers through revised tax rates or revised fees schedules, or an excess in one year may be offset against a deficit in the following year. For the fiscal year ended June 30, 2018, based on the calculations by City Management, proceeds of taxes did not exceed the appropriations limit.
4. Budgeted appropriations for the various governmental funds become effective each July 1st.

U. Unearned Revenue

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

V. Use of Estimates

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

W. Subsequent Events

Management has considered subsequent events through November 19, 2018, the date which the financial statements were available to be issued. The financial statements include all events or transactions, including estimates, required to be recognized in accordance with generally accepted accounting principles. Management has determined that there are no non-recognized subsequent events that require additional disclosure.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

X. Comparative Data

Comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations.

Y. Implemented New GASB Pronouncements

GASB Statement No. 75

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions

The provisions in Statement 75 are effective for the fiscal year ended June 30, 2018. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB). It also improves information provided by state and local governmental employers about financial support for OPEB that is provided by other entities. This Statement replaces the requirements of Statements No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions, as amended, and No. 57, OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans, for OPEB. Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, establishes new accounting and financial reporting requirements for OPEB plans.

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

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

In this Statement, distinctions are made regarding the particular requirements depending upon whether the OPEB plans through which the benefits are provided are administered through trusts that meet the following criteria:

- Contributions from employers and nonemployer contributing entities to the OPEB plan and earnings on those contributions are irrevocable.
- OPEB plan assets are dedicated to providing OPEB to plan members in accordance with the benefit terms.
- OPEB plan assets are legally protected from the creditors of employers, nonemployer contributing entities, the OPEB plan administrator, and the plan members.

Currently, the only other postemployment benefit provided by the City is retirement health benefits. See the required supplementary information section and Note 10 for additional information. As of June 30, 2018, according to GASB 75, the City's net OPEB liability must be recognized. Therefore, beginning net position was adjusted by \$485,188 in the Statement of Activities as a separate line item to accomplish the retroactive implementation.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

GASB Statement No. 86, Certain Debt Extinguishment Issues

The provisions of this statement are effective for the fiscal year ended June 30, 2018. The primary objective of this Statement is to improve consistency in accounting and financial reporting for in-substance defeasance of debt by providing guidance for transactions in which cash and other monetary assets acquired with only existing resources—resources other than the proceeds of refunding debt—are placed in an irrevocable trust for the sole purpose of extinguishing debt. This Statement also improves accounting and financial reporting for prepaid insurance on debt that is extinguished and notes to financial statements for debt that is defeased in substance. This statement had no impact on the City's financial statements as of June 30, 2018.

Z. Upcoming New Accounting Pronouncements

GASB Statement No. 83, Certain Asset Retirement Obligations

This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2018. Earlier application is encouraged. The City doesn't believe this statement will have a significant impact on the City's financial statements.

GASB Statement No. 84, Fiduciary Activities

The objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2018. Earlier application is encouraged. The City doesn't believe this statement will have a significant impact on the City's financial statements.

GASB issued Statement No. 87, Leases

The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this statement are effective for City's fiscal year ending June 30, 2021. The City doesn't believe this statement will have a significant impact on the City's financial statements.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

GASB Statement No. 88

Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements

This Statement addresses additional information to be disclosed in the notes to the financial statements regarding debt, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2018. Earlier application is encouraged. The City doesn't believe this statement will have a significant impact on the City's financial statements.

GASB Statement No. 89

Accounting for Interest Cost Incurred Before the End of the Construction Period

This Statement addresses interest costs 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 a business-type activity or enterprise fund. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2019. Earlier application is encouraged. The City doesn't believe this statement will have a significant impact on the City's financial statements.

NOTE 2 - CASH AND INVESTMENTS

As of June 30, 2018, cash and investments were reported in the financial statements as follows:

	Fair Value		Total
	Governmental Activities	Fiduciary Activities	Cash and Investments
Cash and Investments	\$ 60,884,188	\$ 4,184,005	\$ 65,068,193
Restricted Cash and Investments	9,224,865	8,329,838	17,554,703
Total Cash and Investments	<u>\$ 70,109,053</u>	<u>\$ 12,513,843</u>	<u>\$ 82,622,896</u>

A. Cash Deposits

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

The market value of pledged securities must equal at least 110 percent of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes that have a value of 150 percent of the City's total cash deposits. The City has waived the collateral requirements for cash deposits which are fully insured to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). The bank balances before reconciling items totaled \$6,910,894 at June 30, 2018 and could be different from carrying amounts due to deposits in transit and outstanding checks. The amount uninsured was \$6,660,894 which was collateralized by securities held by pledging financial institutions.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

B. Investment Policies

City Investment Policy

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

Authorized Investment Type	Maximum Maturity ⁽¹⁾	Maximum Total of Portfolio	Maximum Investment in Any One Issuer
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
Banker's Acceptances	180 days	40%	5%
Commercial Paper	270 days	25%	5%
Negotiable Certificates of Deposit	5 years	30%	5%
Repurchase Agreements	90 days	15%	5%
Reverse Repurchase Agreements	90 days	15%	5%
Medium-Term Notes	5 years	30%	5%
Time Deposits	5 years	10%	5%
Mutual Funds (Including Money Markets)	N/A	15%	5%
Mortgage Pass-Through Securities	5 years	20%	5%
Local Agency Investment Fund (LAIF)	N/A	None	None
Placer County Investment Pool	N/A	25%	N/A
Collateralized Obligations	None	10%	5%

⁽¹⁾ However, if in the judgement of the Investment Committee it is to the advantage of the City, investments may be made with maturities longer than five years, as long as the weighted average maturity of the City's Fund is five years or less.

C. Local Agency Investment Fund

LAIF is regulated by the California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The City reports its investment in LAIF at the fair value amount provided by LAIF, which is the same as the value of the pool share. As of June 30, 2018 the fair value was \$42,339,958. The balance is available for withdrawal on demand. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage backed securities, other asset-backed securities, loans to certain state funds, and floating rate securities issued by federal agencies, government-sponsored enterprises, United States Treasury Notes and Bills, and corporations. As of June 30, 2018, these investments matured in an average of 193 days.

D. Placer County Treasurer's Investment Portfolio

The Placer County Treasurer's Investment Portfolio operates under the oversight of The Placer County Treasurer's Review Panel. Investments are made in accordance to California Government Code Section 27000.5 and limited to those investments specified by California Government Code Sections 53601 and 53635. As of June 30, 2018 the value of City investment in the fund was \$10,625,493. These monies are held in various investments consisting of treasury notes and bills, other government bonds and money market instruments.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

E. Risk Disclosures

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the term of an investment's maturity, the greater the sensitivity to changes in market interest rates. It is the City's practice to manage its exposure to interest rate risk by purchasing a combination of shorter and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for City's operations. The City's policy is to limit the weighted average maturity of its investment portfolio to less than five years. As of June 30, 2018, the weighted average maturity was .9 years.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of an investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. As of June 30, 2018, the City's investments were in compliance with the ratings required by the City's investment policy, indenture agreements and Government Code.

Concentrations of Credit Risk

As of June 30, 2018, the City had no investments in any one issuer exceeding that allowed by City policy, which is more conservative than stipulated by the California Government Code.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The California Government Code and the City's investment policy contains legal or policy requirements that would limit the exposure to custodial credit risk for investments. For the investments maintained by the City, no security was uninsured or unregistered or held by a brokerage firm which is also the counterparty for the security. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

As of June 30, 2018, the City's investments had the following maturities and ratings:

Cash or Investment Type	Fair Value	Investment Maturities in Years			Year End Rating		G72 Input
		<1	>1	Exempt	AAAm/Aaa-mf	Not Rated	
Local Agency Investment Fund (LAIF)	\$ 42,339,958	\$ 42,339,958	\$ -	\$ 42,339,958	\$ -	\$ -	Level 1/2
Money Market/Mutual Funds	13,123,689	13,123,689	-	-	13,123,689	-	Level 2
Special Assessment Bonds	10,139,416	-	10,139,416	-	-	10,139,416	Level 1/2
County Treasurer's Investment Portfolio	10,625,493	10,625,493	-	10,625,493	-	-	Level 2
Corporate Notes	25,932	-	25,932	-	-	25,932	Level 1
Cash on Hand	2,100	2,100	-	2,100	-	-	n/a
Cash Deposits	6,366,308	6,366,308	-	6,366,308	-	-	n/a
Total Cash and Investments	\$ 82,622,896	\$ 72,457,548	\$ 10,165,348	\$ 59,333,859	\$ 13,123,689	\$ 10,165,348	

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

F. Fair Value Measurements

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

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

NOTE 3 - INTERFUND TRANSACTIONS

A. Interfund Receivables and Payables

Due to/from Other Funds

The timing of when cash is received and paid can result in a negative cash balance in a fund as of fiscal year end. At year-end, a liability, “Due To Other Funds” is created to eliminate any negative cash balances along with a corresponding asset, “Due From Other Funds”. In the following fiscal year, the liabilities are settled and the assets are liquidated. As of June 30, 2018, interfund receivables and payables consisted of the following:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 1,981,408	\$ -
Bicycle and Pedestrian	-	130,000
Prop 1B PTMISEA	-	558,739
Low Carbon Transit Program	-	29,012
Lighting Maintenance District No. 1	-	7,004
Streets SR/Grants Fund	-	530,638
Traffic Safety/PD Grants	-	16,099
CDBG Housing Rehab	-	730
CDBG HUD Entitlement	-	188,890
Community Park Fees	-	520,296
Totals	<u>\$ 1,981,408</u>	<u>\$ 1,981,408</u>

Advances to/from other funds

The City advanced funds to the former Redevelopment Agency to assist with the purchase of land and building for the new Rocklin library. As of June 30, 2018, the remaining balance owed is \$875,626. This amount is reported in the fund financial statements and government-wide financial statements as an advance to fiduciary activities.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

B. Transfers In/Out

Interfund transfers result from the movement of resources from one fund to another within the governmental unit. At June 30, 2018, interfund transfers consisted of the following:

Fund	Fund Type	Transfer in	Transfer out
Major Funds:			
General Fund	General	\$ 5,513,139	\$ 1,531,509
Sales Tax SB 325	Special Revenue	1,001	968,110
Low Mod Income Housing Asset	Capital Projects	-	150,000
Traffic Circulation Impact Fee	Capital Projects	-	375,954
Nonmajor Funds:			
Capital Construction Debt Service	Debt Service	585,406	-
Gas Taxes	Special Revenue	-	188,415
Lighting Maintenance District #1	Special Revenue	-	1,700
Community Facilities District #1	Special Revenue	-	1,516,191
Community Facilities District #5	Special Revenue	4,766	65,895
Community Facilities District #6	Special Revenue	-	7,863
Landscaping and Lighting Maintenance District #2	Special Revenue	-	24,090
Park Development & Maintenance Tax Fund	Special Revenue	-	578,800
Streets SR/Grants	Special Revenue	-	1,001
CDBG HUD Entitlement	Special Revenue	-	19,494
Supplemental Law Enforcement Grant	Special Revenue	-	139,416
Park Development Fees	Capital Projects	-	7,500
Community Park Fees	Capital Projects	-	380,311
Capital Construction Impact Fees	Capital Projects	-	3,514,257
Oak Tree Mitigation	Capital Projects	-	17,271
North West Rocklin Community Park Fees	Capital Projects	315,211	-
Public Facilities Impact Fees	Capital Projects	2,699,753	-
Rocklin PFA	Capital Projects	155,664	71,467
Whitney Ranch Interchange Fees	Capital Projects	348,585	-
Wetlands Maintenance	Permanent	-	2,115
Conservation Easement Endowment Fund	Permanent	-	4,766
Total Nonmajor Funds		4,109,385	6,540,552
Internal Service Funds:			
Fleet Management	Internal Service	-	57,400
Total Transfers		\$ 9,623,525	\$ 9,623,525

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

NOTE 4 - LOANS RECEIVABLE

Through the City’s various programs, the City has loaned funds to qualifying individuals and businesses. Interest rates vary depending on the terms of the loan. Interest is accrued on the loans that bear interest. Loans receivable consisted of the following as of June 30, 2018:

Loans Receivable	Beginning July 01, 2017	Additions	Deletions	Ending June 30, 2018
Highway 65 Sunset Blvd. Interchange	\$ 1,330,782	\$ -	\$ -	\$ 1,330,782
William Jessup University - Waterline	283,478	-	141,739	141,739
William Jessup University - Utility	143,325	-	143,325	-
William Jessup University Ave.	3,015,066	-	-	3,015,066
Audi Rocklin	91,875	-	45,938	45,937
Community Development Block Grant	411,044	-	30,330	380,714
First time home buyers	1,282,905	-	201,090	1,081,815
Down payment assistance	1,398,096	17,000	66,201	1,348,895
Villa Serena II	1,069,178	-	144,810	924,368
College Manor	650,000	-	-	650,000
Sunset Blvd	575,000	-	-	575,000
Whitney Rocklin, LP	1,730,000	-	-	1,730,000
HPD Shannon Bay	483,058	-	8,854	474,204
Whitney Rocklin, LP	2,100,000	-	-	2,100,000
Placer West Housing Partners	311,470	-	-	311,470
Placer County Flood Control District	-	182,063	-	182,063
Total Loans Receivable	<u>\$ 14,875,277</u>	<u>\$ 199,063</u>	<u>\$ 782,287</u>	<u>\$ 14,292,053</u>

The following is a summary of the loans and notes receivable outstanding as of June 30, 2018:

Highway 65 Sunset Interchange Loan

As members of the “Bizz Johnson Joint Powers Authority (JPA)”; Placer County, City of Roseville, and the City of Rocklin made loans to the JPA for the construction of the Sunset Blvd. Highway 65 interchange. The original loan amount from the City of Rocklin was \$2,033,684. The loan does not bear interest. The timing of the JPA repayments is at the discretion of the JPA Board. At June 30, 2018, a balance of \$1,330,782 is outstanding.

William Jessup University - Waterline

The City entered into a waterline construction cost reimbursement agreement with William Jessup University (WJU) to install a new water system that will provide adequate capacity for future expansion. The City is required to cause construction of the project and WJU is required to reimburse the City for its share of the project costs as noted in the agreement. Reimbursement payments from WJU shall be made over 3 years and bear interest at 0.91% with the final payment due September 29, 2018. At June 30, 2018, a balance of \$141,739 is outstanding.

William Jessup University - Utility

On February 9, 2016, the City entered into a Utility Facilities reimbursement agreement with WJU to install a Utilities distribution system located within the area of roadway improvement. WJU is required to reimburse the City for its share of the project costs. Reimbursement payments shall be made over 25 months and bear interest at 1% with the final payment due June 30, 2018. At June 30, 2018, this loan had been repaid.

William Jessup University Ave.

On February 25, 2017, the City entered into a reimbursement agreement with WJU to release WJU from obligations for street improvements on University Ave that were completed by the City. In lieu of WJU’s

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

construction and street improvements, WJU shall reimburse the City \$3,015,066. Reimbursement payments shall be made over 6 years (2019 to 2024) and bear interest at 2.15% per annum with the final payment due June 1, 2024. The balance outstanding as of June 30, 2018 was \$3,015,066.

Audi Rocklin

The City agreed to defer the traffic impact fee for Rocklin GW, LLC (Audi Rocklin) for 3 years at 1.35% simple interest. The final payment is due December 14, 2018. At June 30, 2018, a balance of \$45,937 is outstanding.

Community Development Block Grant (CDBG) Revolving Loans

The City participates in a CDBG Revolving loan program. The program is federally funded and provides housing rehabilitation loans to eligible applicants. The City makes loans to resident homeowners who qualify as low income, some of which are deferred and are not repaid until the title to the property changes. The balance of these loans at June 30, 2018, was \$380,714.

First Time Home Buyers

The City has made various loans to qualifying participants within the City as part of the Federal First Time Home Buyers Program (HOME). Interest rates vary depending on the terms of the loan and interest is deferred until the loan is refinanced or title to the property changes and may be waived under certain conditions if the loan is carried to full term. For the City, the HOME notes receivable balance at June 30, 2018, was \$1,081,815.

Down Payment Assistance Loans

The former Rocklin Redevelopment Agency began a down payment assistance program in 2007 to help low and moderate income individuals with purchases of a home. Qualifying individuals receive down payment assistance with the loan deferred as long as it is an owner-occupied dwelling. Interest and/or principal may be waived if certain terms are met by the borrower. The Down Payment Assistance loans receivable at June 30, 2018 were \$1,348,895.

Villa Serena II Loan

On July 24, 2001, the former Rocklin Redevelopment Agency entered into an agreement with Stanford Arms, a California Limited Partnership, for a loan in the amount of \$1,100,000. The loan has been used to assist with the construction of the Villa Serena affordable senior project known as Stanford Arms. The loan is at 3% simple interest and is to be repaid from residual receipts over a thirty-year period. The final payment date is dependent on residual receipts. The loan is secured by a deed of trust covering the property, improvements, and fixtures and by all deposits of the borrower. At June 30, 2018, a balance of \$924,368 is outstanding.

College Manor

On November 1, 2007, the former Rocklin Redevelopment Agency entered into an agreement with CAHA College Manor LP, a California Limited Partnership, for a loan in the amount of \$650,000. The loan has been used to finance the acquisition and renovation of low-income apartments located at 4201 Racetrack Road. The loan is at 3% simple interest and is to be repaid from residual receipts over a fifty-five year period. The final payment date is dependent on residual receipts. At June 30, 2018, a balance of \$650,000 is outstanding.

Sunset Blvd

On June 24, 2008, the former Rocklin Redevelopment Agency authorized a loan in the amount of \$575,000 to Sunset Street Housing Partners for an existing apartment complex located at 3655 Sunset Blvd. The loan provides for 3% simple interest for 30 years with payments to begin after the second anniversary of the loan document execution date and the final payment due December 22, 2038. Associated with this project, the former Rocklin Redevelopment Agency also approved Conduit Debt issuance in the maximum amount of \$10,000,000

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

in multifamily revenue bonds by the California Statewide Communities Development Authority. At June 30, 2018, a balance of \$575,000 is outstanding.

Whitney Rocklin, LP

On June 24, 2008, the former Rocklin Redevelopment Agency authorized a loan in the amount of \$1,595,000, which was later amended to \$1,730,000 on December 9, 2008, to Whitney Rocklin LP to assist with construction of a 156 unit multifamily housing project referred to as the Whitney Ranch Apartments. The loan provides for 3% simple interest for 30 years with the final payment due March 30, 2039. Associated with this project, the former Rocklin Redevelopment Agency also approved Conduit Debt issuance in the maximum amount of \$18,000,000 in multifamily revenue bonds by the California Statewide Communities Development Authority. At June 30, 2018, a balance of \$1,730,000 is outstanding.

HPD Shannon Bay, LP

On September 9, 2008, the former Rocklin Redevelopment Agency authorized a housing rehabilitation loan in the amount of \$500,000 with HPD Shannon Bay LP for a 50 unit multi-family housing project referred to as the Shannon Bay Apartments. The loan provides for 3% simple interest for 30 years with a 5 year period of interest only payments. The loan then converts to an amortizing loan during which time an annual payment of \$25,296 will be paid and at the end of the loan term a balloon payment for the remaining balance becomes due and payable. The final payment is due January 11, 2040. Associated with this project, the former Rocklin Redevelopment Agency also approved Conduit Debt issuance in the maximum amount of \$6,000,000 in multifamily revenue bonds by the California Statewide Communities Development Authority. At June 30, 2018, a balance of \$474,204 is outstanding.

Whitney Rocklin, LP

On December 9, 2008, the former Rocklin Redevelopment Agency authorized a loan in the amount of \$2,100,000 to subsidize 70 low income rental units into very low income units referred to as the Whitney Ranch Apartments. The loan provides for 3% simple interest for 30 years with the final payment due March 30, 2039. At June 30, 2018, a balance of \$2,100,000 remains outstanding.

Placer West Housing Partners, LP

On December 8, 2009 the former Rocklin Redevelopment Agency authorized a housing rehabilitation loan in the amount of \$500,000 with Placer West Housing Partners LP for a 44-unit affordable housing project located at 6055 Placer West Drive in Rocklin. The loan provides for 3% simple interest for 30 years with partial interest only payments in the amount of \$2,000 to begin on the second anniversary of the loan document execution date of December 22, 2009. The final payment is due December 21, 2040. A balloon payment of the remaining unpaid balance of principal and interest shall be due at the conclusion of the loan term. At June 30, 2018 a balance of \$311,470 is outstanding.

Placer County Flood Control District

During the fiscal year ended June 30, 2018, the City authorized \$182,063 loan with the Placer Placer County Flood Control District (the District) to help fund the Antelope Creek Flood Control Project, Upper Weir. The District intended to fund the project through a combination of the Dry Creek Trust Fund and two Department of Water Resources Grants. The District will make future reimbursement payments to each participant totaling the amount of each participant's original advance payment plus simple interest as determined by the Construction Cost Index (CCI). The City has a 13.42% share of the total project costs. Reimbursement of advanced payment shall be made twice yearly when the Trust Fund has a balance of at least \$25,000 over the minimum balance of \$50,000. The City estimates full repayment by June 30, 2023.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

NOTE 5 - CAPITAL ASSETS

Capital assets consisted of the following as of June 30, 2018:

Governmental activities:	Balance July 01, 2017	Additions	Retirements	Transfers	Balance June 30, 2018
Nondepreciable Capital Assets:					
Land	\$ 8,334,960	\$ -	\$ -	\$ (768,922)	\$ 7,566,038
Land improvements	108,402	-	-	-	108,402
Park Land	53,795,276	5,729,437	-	768,922	60,293,635
Construction in progress	2,571,135	16,821,948	-	(3,761,115)	15,631,968
Total nondepreciable capital assets	64,809,773	22,551,385	-	(3,761,115)	83,600,043
Depreciable capital assets:					
Buildings	35,262,890	-	(1)	-	35,262,889
Facilities & other improvements	3,910,415	-	-	-	3,910,415
Machinery & equipment	2,985,172	222,961	(129,156)	-	3,078,977
Fleet machinery & equipment	9,459,803	649,895	(340,840)	-	9,768,858
Park Buildings	954,373	-	-	-	954,373
Park Equipment	1,535,279	36,867	-	-	1,572,146
Park Improvements	18,270,466	-	-	55,155	18,325,621
Infrastructure	378,782,224	-	(1,332,819)	3,705,960	381,155,365
Total depreciable capital assets	451,160,622	909,723	(1,802,816)	3,761,115	454,028,644
Total capital assets	515,970,395	23,461,108	(1,802,816)	-	537,628,687
Accumulated depreciation:					
Buildings	17,125,591	1,109,855	-	-	18,235,446
Facilities & other improvements	2,673,682	229,799	-	-	2,903,481
Machinery & equipment	2,231,839	264,644	(129,156)	-	2,367,327
Fleet Machinery & equipment	6,593,793	520,690	(330,568)	-	6,783,915
Park Buildings	439,355	31,813	-	-	471,168
Park Equipment	1,448,790	30,651	-	-	1,479,441
Park Improvements	12,140,152	973,256	-	-	13,113,408
Infrastructure	157,820,488	9,664,722	(1,332,819)	-	166,152,391
Total accumulated depreciation	200,473,690	12,825,430	(1,792,543)	-	211,506,577
Total capital assets - net	\$ 315,496,705	\$ 10,635,678	\$ (10,273)	\$ -	\$ 326,122,110

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

General Government	\$ 101,497
Public Safety	990,964
Culture and recreation	124,797
General Services	11,608,172
Total Depreciation Expense	<u>\$ 12,825,430</u>

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

NOTE 6 - NONCURRENT LIABILITIES

The City's noncurrent liabilities consisted of the following as of June 30, 2018:

Description	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
2003 Rocklin Public Financing Authority (RPFA) Refunding Revenue Bonds-Senior	\$ 6,440,000	\$ -	\$ 6,440,000	\$ -	\$ -
2003 RPFA Refunding Revenue Bonds - Subordinate	550,000	-	550,000	-	-
2016 Lease Revenue Bonds	9,455,000	-	495,000	8,960,000	520,000
OPUS Bank Loan - RPFA Refunding	-	5,000,077	848,371	4,151,706	517,416
Sunset Whitney Recreation Area Note	-	3,000,000	468,110	2,531,890	32,262
Uamortized Premiums	661,218	-	27,551	633,667	-
Subtotal General Long-Term Debt	17,106,218	8,000,077	8,829,032	16,277,263	1,069,678
Claims Payable	1,408,937	659,109	609,133	1,458,913	-
Net Pension Obligations	42,206,477	5,498,679	-	47,705,156	-
Net OPEB Liability	17,548,188	7,374,412	5,540,600	19,382,000	-
Compensated Absences	3,348,361	3,343,126	3,124,879	3,566,608	1,555,656
Total Noncurrent Liabilities	\$ 81,618,181	\$ 24,875,403	\$ 18,103,644	\$ 88,389,940	\$ 2,625,334

The annual debt service requirements on general long-term debt (revenue bonds) is as follows:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 1,069,678	\$ 392,326	\$ 1,462,004
2020	1,241,254	426,164	1,667,418
2021	1,295,918	374,614	1,670,532
2022	1,326,650	339,362	1,666,012
2023	1,286,357	303,997	1,590,354
2024-2028	3,693,740	1,056,185	4,749,925
2029-2033	1,955,000	701,400	2,656,400
2034-2038	2,255,000	401,326	2,656,326
2039-2043	1,520,000	69,451	1,589,451
Total	\$ 15,643,597	\$ 4,064,825	\$ 19,708,422

2003 Senior and Subordinate Refunding Revenue Bonds

In January 2004, the Rocklin Public Financing Authority issued \$12,575,000 of 2003 Senior Refunding Revenue Bonds and \$1,455,000 of 2003 Subordinate Refunding Revenue Bonds. Proceeds from these bonds were used to refund the outstanding 1999 Rocklin Public Financing Authority Revenue Bonds. The Bonds are secured by revenues from specific assessment districts. Interest rates range from 2% to 4.6% for the Senior issue and 3.125% to 5.625% for the Subordinate issue. Principal payments ranging from \$600,000 to \$850,000 were payable annually on September 1 and interest payments ranging from \$19,550 to \$142,968 were payable semi-annually on March 1 and September 1 through September 1, 2025, for the Senior issue. Principal payments ranging from \$100,000 to \$120,000 were payable annually on September 1 and interest payments ranging from \$3,375 to \$14,876 were payable on March 1 and September 1 through September 1, 2021, for the Subordinate issuance. These bonds were refunded on July 1, 2017 through the issuance of the Rocklin Public Finance Authority OPUS Loan as noted in the following disclosures.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

2016 Rocklin Public Finance Authority Lease Revenue Bonds

On October 4th, 2016, the Rocklin Public Financing Authority issued lease revenue bonds in the amount of \$9,455,000, at a premium of \$688,769, to defease the outstanding 2003 certificates of participation and finance the acquisition and construction of various capital improvement projects. The security for the bonds was the pledge of lease payment revenues received by the Authority under a lease agreement with the City. These bonds were reported as City debt as required by GASB 62 and NCGA Statement 5. The term of the bonds was 25 years. Interest rates on the bonds ranged from 2% to 5%. Principal payments ranging from \$245,000 to \$525,000 were payable annually on November 1 and interest payments ranging from \$7,875 to \$164,363 were payable semi-annually on May 1 and November 1, through November 1, 2041.

Rocklin Public Finance Authority OPUS Loan

On July 1, 2017, the City, on behalf of Community Facilities Districts (CFD) 6, 8 and 9, agreed to borrow from the Rocklin Public Financing Authority (Authority) an amount necessary to refund 1999 CFD special tax bonds and pledged the special tax revenues levied in each CFD to the Authority. In the 2017 Special Tax Revenue Refunding Loan Agreement, the Authority agrees to borrow from OPUS Bank, the funds necessary to refund the 1999 CFD special tax bonds and in turn, refund the 2003 Authority bonds. The loan is secured by a pledge of the revenues received by the Authority from the 2017 CFD loan payments. Opus Bank has no remedy against the City if special taxpayers in the CFD's fail to make their payments. The loan was \$5,000,077 at a fixed interest rate of 2.2% and matures on September 1, 2025. This loan was reported as City debt as required by GASB 62 and NCGA Statement 5. The refunding resulted in an economic gain of \$1,989,923.

City of Rocklin Sunset Whitney Note

On December 18, 2017, the City entered into a note payable with Sunset Whitney, LLC to pay \$3,000,000 as a part of a \$5,800,000 purchase of golf course land. Principal and interest payments shall be made on the first of December each year and interest accrues at 2% of the outstanding principal balance per annum for six years beginning December 31, 2018.

Claims Payable

The City has recorded a liability for potential claims in excess of amounts covered by the insurance pool. At June 30, 2018, the City had a claims payable liability of \$1,458,913. See Note 8 for further discussion on the City's risk management activities.

Net Pension Obligation

As a result of the implementation of GASB 68, the City has recorded a net pension liability for its CalPERS Miscellaneous, Fire and Police pension plans. At June 30, 2018, the City had a net pension liability of \$47,705,156. See Note 9 for further discussion on the pension liability.

Net OPEB Obligation

A net Other Post Employment Benefit (OPEB) obligation is the cumulative difference between annual OPEB cost and an employer's contributions to a plan. At June 30, 2018, the City had a net OPEB obligation of \$19,382,000. See Note 10 for further discussion on OPEB.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Compensated Absences

The City records compensated absences for all employee absences that are expected to be paid such as vacation and illness. Compensated absences had a balance of \$3,566,608 at June 30, 2018, of that amount; \$1,555,656 is expected to be paid within a year.

Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. The City performed calculations of excess investment earnings on various bonds and financings and at June 30, 2018, there were no arbitrage liabilities.

NOTE 7 - NET POSITION/FUND BALANCE

A. Net Position

Net position consisted of the following at June 30, 2018:

	Net Investment in Capital Assets	Restricted	Unrestricted	Total Governmental Activities
Net Investment in Capital Assets	\$ 314,115,482	\$ -	\$ -	\$ 314,115,482
Fund Balance Restrictions	-	14,723,313	-	14,723,313
Wetlands Maintenance	-	62,216	-	62,216
Conservation Easement Endowment	-	453,455	-	453,455
Unrestricted	-	-	5,318,242	5,318,242
Total	<u>\$ 314,115,482</u>	<u>\$ 15,238,984</u>	<u>\$ 5,318,242</u>	<u>\$ 334,672,708</u>

Wetlands Maintenance includes the endowment to be used for maintenance of wetlands.

Conservation Easement Endowment includes the endowment to be used for Preserve Area maintenance and operations.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

B. Fund Balances

Fund balances consisted of the following at June 30, 2018:

	Nonspendable	Restricted	Committed	Unassigned	Total Governmental Funds
Endowments	\$ 491,455	\$ -	\$ -	\$ -	\$ 491,455
Advances to Fiduciary Activities	875,626	-	-	-	875,626
Long-term receivables	11,089,311	-	-	-	11,089,311
Debt Service	-	4,226,297	-	-	4,226,297
Capital Construction Debt Service	-	351,739	-	-	351,739
Low and Moderate Income Housing	-	2,924,875	-	-	2,924,875
SB325 Sales Tax	-	828,509	-	-	828,509
SB1 Road Maintenance & Rehab Act	-	296,940	-	-	296,940
Wetlands Maintenance	-	24,216	-	-	24,216
Gas Tax	-	1,582,656	-	-	1,582,656
Rocklin PFA Capital Projects	-	3,918,896	-	-	3,918,896
Lighting Districts	-	1,686,343	-	-	1,686,343
Community Facilities Districts	-	2,610,800	-	-	2,610,800
Housing Rehabilitation	-	389,568	-	-	389,568
Asset Forfeiture	-	124,727	-	-	124,727
Casp Certification and Training	-	15,197	-	-	15,197
Recreation Facilities Contributions	-	37,401	-	-	37,401
Capital Construction Tax	-	-	2,254,385	-	2,254,385
Oak Tree Mitigation Fees	-	-	1,134,115	-	1,134,115
Whitney Ranch Trunk Sewer Project	-	-	318,475	-	318,475
North West Area Comm Park Fees	-	-	573,756	-	573,756
Pub Facilities Impact Fees	-	-	2,704,364	-	2,704,364
Whitney Ranch Interchange Fee	-	-	350,570	-	350,570
Traffic Circulation Impact Fees	-	-	3,797,661	-	3,797,661
General Fund:					
Unassigned	-	-	-	8,528,815	8,528,815
Operating Reserve	-	-	11,766,251	-	11,766,251
Disaster Contingency	-	-	1,000,000	-	1,000,000
Self-Insured Losses	-	-	2,000,000	-	2,000,000
Streets Maintenance	-	-	729,947	-	729,947
Economic Development	-	-	334,324	-	334,324
Technology Fee	-	-	1,107,426	-	1,107,426
Retiree's Health	-	-	7,699,514	-	7,699,514
Parks Repair and Maintenance	-	-	60,905	-	60,905
ADA Improvements	-	-	38,491	-	38,491
Building Repair Reserve	-	-	191,542	-	191,542
Park Development Capital Projects	-	-	527,434	-	527,434
Traffic Safety/PD Grants	-	-	-	(17,862)	(17,862)
Streets Grants	-	-	-	(434,317)	(434,317)
Bicycle and Pedestrian Facilities	-	-	-	(130,000)	(130,000)
Community Parks Fund	-	-	-	(901,022)	(901,022)
CDBG HUD Entitlement	-	-	-	(6,221)	(6,221)
Total	\$ 12,456,392	\$ 19,018,164	\$ 36,589,160	\$ 7,039,393	\$ 75,103,109

Nonspendable fund balances included the following as of June 30, 2018:

1. **Endowments** include principal corpus from which income will fund maintenance of Wetlands and Preserve Area maintenance and operations.
2. **Advances to fiduciary activities** include noncurrent portions of a long-term loan from governmental funds to fiduciary funds.
3. **Long-term loans/notes receivable** includes noncurrent portions of loans and notes receivables.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Restricted fund balances included the following as of June 30, 2018:

1. **Debt service** includes amounts used for debt service in the Rocklin Public Financing Authority debt service fund.
2. **Capital construction debt service** includes amounts used for debt service in the capital construction debt service fund.
3. **Low and moderate income housing fund** includes amounts used to increase the City's supply of low and moderate income housing.
4. **SB325 Sales Tax** includes amounts to be used for repair and maintenance of City streets in accordance with Senate Bill 325.
5. **SBI Road Maintenance & Rehab Act** includes amounts to be used for City road maintenance projects in accordance with Senate Bill 1, Chapter 5, Statutes of 2017.
6. **Wetlands maintenance** includes amounts other than the non-spendable endowment to be used on the maintenance of the wetlands on a parcel in Stanford Ranch Phase III.
7. **Gas tax** includes amounts received and expended for construction and street maintenance purposes as defined in Sections 2105, 2106, 2107, and 2107.5 of the California Streets and Highways Code.
8. **Rocklin PFA capital projects** includes bond proceeds restricted to specific construction projects.
9. **Lighting districts** includes amounts to be used to maintain and operate the City's lighting districts.
10. **Community facilities districts** include amounts to be used to maintain and operate the City's community facilities districts.
11. **Housing rehabilitation** includes amounts to be used for the City's housing rehabilitation programs.
12. **Asset forfeiture** includes amounts that are restricted to police activities.
13. **CASp Certification and Training** includes amounts to be used for Certified Access Specialist program training in accordance with Assembly Bill 1379.
14. **Recreation facilities contributions** includes amounts set aside for recreation facilities construction and improvements.

Committed fund balances included the following as of June 30, 2018:

1. **General Fund:**
 - a. **Operating reserve** includes amounts set aside for operating expense contingencies.
 - b. **Disaster contingency** includes amounts set aside in the event a major disaster emergency occurs.
 - c. **Self-insured losses** includes amounts set aside for losses not covered under existing insurance programs.
 - d. **Streets maintenance** includes amounts set aside for the repair and maintenance of City streets.
 - e. **Economic development** includes amounts set aside to promote economic development within the City.
 - f. **Technology fee** includes a 6% fee assessed on certain program revenues to fund the cost of technology systems.
 - g. **Retiree's health insurance premiums** represent amounts set aside to fund future retiree health premiums.
 - h. **Park repair and maintenance** includes amounts set aside for park repair and maintenance.
 - i. **ADA improvements** includes amounts set aside for ADA compliance
 - j. **Building Repair Reserves** include amounts set aside for routine building maintenance.
2. **Capital construction tax** includes amounts set aside for city construction projects.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

3. **Oak tree mitigation** includes amounts set aside for oak tree preservation.
4. **Whitney Ranch trunk sewer project** includes amounts to be used for the sewer trunk line upgrade.
5. **North West Rocklin Community Park Fee** includes Impact Fees to be used for community parks in the North West Rocklin (Whitney Ranch) area.
6. **Public Facilities Impact Fees** includes amounts to be used to fund expansion of public facilities to serve new development within the City.
7. **Whitney Ranch Interchange Fee** includes Impact Fees to be used to develop Highway 65 interchanges in the Whitney Ranch area.
8. **Traffic Circulation Impact Fees** includes amounts used for street improvements to reduce the impacts caused by new development within the City.
9. **Park Development Capital Projects** includes amounts used for community park and city-wide recreational facilities improvements to reduce the impacts of increased use by new development within the City.

C. Deficit Net Position and Deficit Fund Balances

Deficit Fund Balances

Traffic Safety/PD Grants fund had a deficit fund balance of \$17,862 as of June 30, 2018 that is to be funded through deferred and unearned grants.

The Streets Grants fund had a deficit fund balance of \$434,317 as of June 30, 2018 that is to be funded through deferred and unearned grants.

The Bicycle and Pedestrian Facilities fund had a deficit fund balance of \$130,000 as of June 30, 2018 that is to be funded through deferred and unearned revenues.

The Community Park Fees Capital Projects fund had a deficit fund balance of \$901,022 as of June 30, 2018 that is to be funded through future community park fees.

The CDBG HUD Entitlement fund had a deficit fund balance of \$6,221 as of June 30, 2018 that is to be funded through deferred and unearned grants.

NOTE 8 - RISK MANAGEMENT

The City’s insurance coverage and the respective coverage providers are as follows:

Amount	Coverage Provider	Payment Source
Liability Claim:		
\$0 - \$50,000	Self-insured	Banking layer
\$50,001 - \$500,000	NCCSIF	Shared risk
\$500,001 - \$40,000,000	Excess coverage	CJPRMA
Workers' Compensation:		
\$0 - \$100,000	Self-insured	Banking layer
\$100,001 - \$500,000	NCCSIF	Shared risk
\$500,001 - Statutory	Excess coverage	CSAC EIA

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

The City is a member of the Northern California Cities Self Insurance Fund (NCCSIF) along with twenty-two other northern California cities. The NCCSIF is a joint powers authority (JPA) organized in accordance with Title 1, Division 7, Chapter 5, Article 1 of the California Government Code. The purpose is to create a common pool of funds to be used to meet obligations of the parties to provide workers' compensation benefits for their employees and to provide excess liability insurance. The NCCSIF provides claims processing administrative services, risk management services, and actuarial studies.

A member from each city governs the NCCSIF. City Council members do not have significant oversight responsibility, since they evenly share all factors of responsibility with the other cities. The City does not retain the risk of loss. However, ultimate liability for payment of claims and insurance premiums resides with member cities. The NCCSIF is empowered to make supplemental assessments as needed to eliminate deficit positions of member cities. If the JPA becomes insolvent, the City is responsible only to the extent of any deficiency in its equity balance.

The NCCSIF establishes claims liabilities based on estimates of the ultimate cost of claims (including future claims settlement expenses) that have been reported but not settled, plus estimates of claims that have been incurred but not reported. Because actual claims costs depend on various factors, the claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimated claims that reflect recent settlements, claim frequency, and other economic and social factors. A provision of inflation is implicit in the calculation of estimated future claims costs. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

The City participates in excess insurance coverage provided by California joint powers authorities (JPAs), the California Joint Powers Risk Management Authority (CJPRMA) and the California State Association of Counties Excess Insurance Authority (CSAC EIA). These JPAs self-fund to \$5,000,000 and then purchase reinsurance over that amount to their various limits. The City is self-insured for employee dental and vision claims. There have been no significant reductions in insurance coverage from coverage in the prior fiscal year. Settlements have not exceeded the insurance coverage for the past three fiscal years.

The City's equity investment in the NCCSIF of \$959,353 is recorded in the general fund. The audited financial statements of the JPA are available at the NCCSIF's office. The following is a summary of the claims liabilities for the last three fiscal years:

	Year Ended June 30, 2018	Year Ended June 30, 2017	Year Ended June 30, 2016
Claims payable, beginning of year	\$ 1,408,937	\$ 1,778,925	\$ 1,247,576
Fiscal year claims and changes in estimates	659,109	179,650	1,053,805
Claims payments	(609,133)	(549,638)	(522,456)
Claims payable, end of year	<u>\$ 1,458,913</u>	<u>\$ 1,408,937</u>	<u>\$ 1,778,925</u>

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

NOTE 9 - RETIREMENT PLANS

A. General Information about the Pension Plans

Plan Description

All qualified employees are eligible to participate in the City’s Miscellaneous agent multiple employer defined benefit pension plan or the Safety (Fire and Police) cost-sharing multiple employer defined benefit pension plans (the 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. Benefits are based on age at retirement, highest salary for either a one or three year period and years of credited service. The cost of living adjustments for the Plans are applied as specified by the California Public Employees’ Retirement Law.

The Plans’ provisions and benefits in effect at June 30, 2018, are summarized as follows:

	Miscellaneous		Safety			
	Classic	PEPRA	Fire	PEPRA Fire	Police	PEPRA Police
Hire date	Before 1/1/2013	1/1/2013	Before 1/1/2013	1/1/2013	Before 1/1/2013	1/1/2013
Benefit formula	2% @ 55	2% @ 62	3% @ 50	2.7% @ 57	3% @ 50	2.7% @ 57
Benefit vesting schedule	5 Years					
Benefit payments	Monthly for Life					
Retirement age	55	62	50	57	50	57
Monthly benefits as a % of eligible compensation	2%	2%	3%	2.7%	3%	2.7%
Required employee contribution rates	7.00%	6.25%	9%	11.50%	9%	11.50%
Required employer contribution rates	19.888%	6.25%	29.555%	12.138%	29.661%	12.038%

Employees Covered

At June 30, 2018, the following employees were covered by the benefit terms for the Plans:

	Miscellaneous	Safety
Active	139	89
Transferred	92	61
Separated	164	17
Retired	135	65
Total	530	232

Contributions

Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rates are the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. For the year ended June 30, 2018, the City’s plan contributions were as follows:

	Miscellaneous	Safety
Employer contributions	\$ 2,523,306	\$ 2,837,597

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

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

Pension Liability

As of June 30, 2018, the City reported net pension liabilities for each plan as follows:

	Net Pension Liability
Miscellaneous	\$ 24,118,880
Safety - Proportionate	23,586,276
Total Net Pension Liability	<u>\$ 47,705,156</u>

The City's net pension liability for the Fire and Police Plans are measured as the proportionate share of the net pension liability while the Miscellaneous plan's net pension liability is a direct calculation based on its actuarial study and is not proportionate. The net pension liability of all the Plans are measured as of June 30, 2017, and the total pension liability for the Plans used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. The City's proportion of the net pension liability for the Fire and Police Plans 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 the Fire and Police Plans as of the fiscal years ended June 30, 2017 and 2018 was as follows:

	Safety
June 30, 2017	0.2321%
June 30, 2018	0.2378%
Change in Proportions	<u>0.0057%</u>

For the year ended June 30, 2018, the City recognized pension expense of \$8,656,183. The following summarizes the pension expense components by plan:

	Miscellaneous	Safety	Total
Pension expense per funds	\$ 2,511,566	\$ 2,942,880	\$ 5,454,446
GASB 68 adjustments	1,507,015	1,694,722	3,201,737
Pension expense per government-wide statements	<u>\$ 4,018,581</u>	<u>\$ 4,637,602</u>	<u>\$ 8,656,183</u>

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous		Safety	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 2,523,306	\$ -	\$ 2,837,597	\$ -
Changes in assumptions	2,906,612	40,725	4,033,189	309,437
Differences between expected and actual experiences	306,834	-	278,103	72,509
Changes in proportions	-	-	892,019	1,322,119
Differences between the employer's contributions and the employer's proportionate share of contributions	-	-	392,953	-
Net differences between projected and actual earnings on plan investments	703,144	-	879,393	-
Total	\$ 6,439,896	\$ 40,725	\$ 9,313,254	\$ 1,704,065

The City reported \$5,360,903 as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ending:	Deferred Outflows/(inflows) of Resources	
	Miscellaneous	Safety
2019	\$ 2,049,893	\$ 1,264,437
2020	1,931,376	2,258,203
2021	295,921	1,763,515
2022	(401,325)	(514,564)
2023	-	-
Thereafter	-	-
Total	\$ 3,875,865	\$ 4,771,591

Actuarial Assumptions

The total pension liabilities in the June 30, 2016 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2016
Measurement Date	June 30, 2017
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	(1)
Investment Rate of Return	7.5% (2)
Mortality	(3)

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Discount Rate

The discount rate used to measure the total pension liability was 7.15 percent for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the Plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

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

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

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (a)	Real Return Years 11+ (b)
Global Equity	47.00%	4.90%	5.38%
Fixed Income	19.00%	0.80%	2.27%
Inflation Sensitive	6.00%	0.60%	1.39%
Private Equity	12.00%	6.60%	6.63%
Real Estate	11.00%	2.80%	5.21%
Infrastructure and Forestland	3.00%	3.90%	5.36%
Liquidity	2.00%	-0.40%	-0.90%
Total	100.00%		

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

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

C. Sensitivity of the Net Pension Liability to Changes in the Discount Rate

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

	Miscellaneous	Safety
1% Decrease	6.15%	6.15%
Net Pension Liability	\$ 35,669,834	\$ 36,910,260
Current Discount Rate	7.15%	7.15%
Net Pension Liability	\$ 24,118,880	\$ 23,586,276
1% Increase	8.15%	8.15%
Net Pension Liability	\$ 14,628,181	\$ 12,694,584

Pension Plan Fiduciary Net Position

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

NOTE 10 - OTHER POSTEMPLOYMENT BENEFITS PLAN

Plan Description

The City provides certain health care benefits for eligible retired employees through the California Public Employees’ Retirement System (CalPERS) under the Public Employees’ Medical and Hospital Care Act (PEHMCA). This is single-employer defined-benefit postemployment healthcare benefits plan. Eligible retirees may enroll in any of the available CalPERS medical plans. CalPERS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the report may be obtained from the CalPERS website at www.calpers.ca.gov.

Commencing with fiscal year 2014, the City participates in the California Employers’ Retiree Benefit Trust (CERBT) Fund, which is administered by CalPERS. CERBT is a tax-qualified irrevocable trust organized under Internal Revenue Code Section 115 and established to prefund retiree healthcare benefits. CERBT, an agent multiple-employer trust, issues a publicly available financial report including GASB Statement No. 74, Financial Reporting for Postemployment Benefits Plans Other Than Pension Plans, disclosure information in aggregate with the other CERBT participating employers. That report can be obtained from the CalPERS Web site at www.calpers.ca.gov.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Benefits Provided

The City provides post-retirement benefits to eligible employees as follows:

- Benefits Provided:** *City monthly cap:*
 2017 Misc \$1,093/2018 Misc \$1,093
 2017 Safety \$1,093/2018 Safety \$1,200
- Unrepresented/Hourly receive PEMHCA minimum (\$128/month in 2017; \$133/month 2018), 1 Fire retiree receives higher existing benefit of \$1,766/month, and 2 Police retiree receive the higher existing benefit of \$1,377/month.
- Different caps, including a vesting schedule, applied prior to 7/1/2018, for Safety hired after 5/1/2003. \$1,200 cap effective 7/1/18 for all Safety.
- Eligibility:** Full-time employees retiring directly from City under CalPERS (age 50 and 5 years, or disability)
- Miscellaneous PEPRAs retirees age 52 and 5 years
- Surviving Spouse:** Surviving spouse coverage based on retirement plan election
 Same benefit continues to surviving spouse
- Other:** No City paid dental, vision, life, Medicare Part B
 Previous medical benefits can be found in the back of the report

Employees Covered by Benefit Terms

At June 30, 2017 (the valuation date), the benefit terms covered the following employees:

Active employees	233
Inactive employees	141
Total employees	<u><u>374</u></u>

Contributions

The City makes contributions based on an actuarially determined rate and are approved by the authority of City Council. Total contributions during the year were \$2,122,778. Total contributions included in the measurement period were \$4,704,600. The actuarially determined contribution for the measurement period was \$3,621,000. The City's contributions were 9.1% of payroll during the fiscal year ended June 30, 2018. Employees are not required to contribute to the plan.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Actuarial Assumptions

The following summarized the actuarial assumptions for the OPEB plan included in this fiscal year:

Valuation Date:	June 30, 2017
Measurement Date:	June 30, 2017
Actuarial Cost Method:	Entry-Age Normal
Amortization Period:	15 years
Asset Valuation Method:	Level percentage of payroll, closed
Actuarial Assumptions:	
Discount Rate	6.75%
Inflation	2.75%
Payroll Increases	3.00%
Investment Rate of Return	6.75%, Net of OPEB plan investment expenses, including inflation
Mortality	CalPERS 1997-2011 experience study
Service Requirement	Misc. Benefit 2%@55 ERA 61.2
	Safety Benefit 3%@50 ERA 54.7 (Fire) 54.2 (Police)
	PEPRA Misc. Benefit 2%@62 ERA 63.1
	PEPRA Safety Benefit 2.7%@57 ERA 56.7 (Fire) 55.5 (Police)

Discount Rate

The projection of cash flows used to determine the discount rate assumed that the City contribution will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to cover all future OPEB payments. Therefore, the discount rate was set to be equal to the long-term expected rate of return which was applied to all periods of projected benefit payments to determine the total OPEB liability.

Long-Term Expected Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Percentage of Portfolio	Long-Term Expected Rate of Return
Global Equity	57.00%	4.820%
Fixed Income	27.00%	1.470%
TIPS	5.00%	1.290%
Commodities	3.00%	0.840%
REITs	8.00%	3.760%
Total	100.00%	
Weighted Average Return		3.53%
Assumed Long-Term Rate of Inflation		2.75%
Expected Long-Term Net Rate of Return, Rounded		6.75%

Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2017 (measurement date), and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2017 (valuation date) for the fiscal year ended June 30, 2018 (reporting date). The following summarizes the changes in the net OPEB liability for the year ended June 30, 2018:

Fiscal Year Ended June 30, 2018	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2017	\$ 30,111,000	\$ 8,343,400	\$ 21,767,600
Service cost	1,097,000	-	1,097,000
Interest in Total OPEB Liability	2,054,000	-	2,054,000
Employer contributions	-	4,704,600	(4,704,600)
Actual investment income	-	836,000	(836,000)
Administrative expenses	-	(4,000)	4,000
Benefit payments	(1,550,000)	(1,550,000)	-
Net changes	1,601,000	3,986,600	(2,385,600)
Balance at June 30, 2018	\$ 31,712,000	\$ 12,330,000	\$ 19,382,000

Covered Payroll at Measurement Date	\$ 21,865,000
Total OPEB Liability as a % of covered payroll	145.04%
Plan Fid. Net Position as a % of Total OPEB Liability	38.88%
Service cost as a % of covered payroll	5.02%
Net OPEB Liability as a % of covered payroll	88.64%

As of June 30, 2018, the City had total assets of \$9,794,476 in a City Retirees Health Fund and \$5,987,710 of these funds were invested in long-term bonds. As these investments mature, funds will be transferred to CERBT.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Deferred Inflows and Outflows of Resources

At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between actual and expected earnings	\$ -	\$ 248,000
OPEB contribution subsequent to measurement date	2,122,778	-
Totals	\$ 2,122,778	\$ 248,000

Of the total amount reported as deferred outflows of resources related to OPEB, \$2,122,778 resulting from City contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the net OPEB liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30,	
2019	\$ (62,000)
2020	(62,000)
2021	(62,000)
2022	(62,000)
2023	-
Thereafter	-
Total	\$ (248,000)

OPEB Expense

The following summarizes the OPEB expense by source during the year ended June 30, 2018:

Service cost	\$ 1,097,000
Interest in TOL	2,054,000
Expected investment income	(526,000)
Difference between actual and expected earnings	(62,000)
Administrative expenses	4,000
OPEB Expense	\$ 2,567,000

The following summarizes changes in the net OPEB liability as reconciled to OPEB expense during the year ended June 30, 2018:

Net OPEB liability ending	\$ 19,382,000
Net OPEB liability beginning	(21,767,600)
Change in net OPEB liability	(2,385,600)
Changes in deferred inflows	248,000
Employer contributions	4,704,600
OPEB Expense	\$ 2,567,000

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Sensitivity to Changes in the Discount Rate

The net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher, is as follows:

	Discount Rate		
	5.75%	6.75%	7.75%
	(1% Decrease)	(Current Rate)	(1% Increase)
Net OPEB Liability	\$ 23,365,000	\$ 19,382,000	\$ 16,064,000

Sensitivity to Changes in the Healthcare Cost Trend Rates

The net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than current healthcare cost trend rates, is as follows:

	Trend Rate		
	(1% Decrease)	(Current Rate)	(1% Increase)
	Net OPEB Liability	\$ 17,748,000	\$ 19,382,000

NOTE 11 - COMMITMENTS AND CONTINGENCIES

A. Commitments

The City had the following significant unexpended contractual commitments as of June 30, 2018:

<u>Project Name</u>	<u>Original Commitment</u>	<u>Commitment Remaining</u>
City Hall Remodel	\$ 8,170	\$ 2,828
Sunset Springview Intersection	18,500	1,060
Citywide Dig Outs	823,146	74,863
Creekwood Dr Creek Crossing	95,448	95,448
Adventure Park	3,278,300	245,342
Adventure Park Site Work	1,484,371	77,084
Adventure Park Guest Services Bldg	110,889	21,463
Rocklin Rd @ Pacific St Roundabout	529,268	163,767
Stormwater Pipe Replacement	582,110	17,544
Traffic Signalization (ITS)	48,950	8,691
Fire Station #2 Dorm/EOC Remodel	83,370	30,646
Fire Station #1 & Quarry Park Roadwork	5,645,273	1,013,526
Rocklin Rd Sidewalk/Center Island	62,300	55,595
Totals	<u>\$ 12,770,095</u>	<u>\$ 1,807,857</u>

B. Lawsuits

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney,

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

C. Federal, State and County Grant Programs (Contingencies)

The City participates in a number of Federal, State and County programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grantor program regulations, the City may be required to reimburse the grantor government. As of June 30, 2018, some amounts of grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any individual governmental funds or the overall financial condition of the City.

NOTE 12 - SPECIAL TAX ASSESSMENT DISTRICTS

The Mello-Roos Community Facilities Act of 1982 (Mello-Roos Act) allows establishment of Community Facilities Districts (CFD). Under the Mello-Roos Act, special taxes are levied by CFD's to provide services such as police and fire protection, and to finance infrastructure improvements. The City of Rocklin has established CFD's that have issued bonds and levied taxes under the Mello-Roos Act. The City is not liable for repayment of these bonds and acts only as an agent for the property owners/bond holders in collecting and forwarding the special taxes. The assets held by the City on behalf of these districts and related liabilities are recorded in Agency funds. Special taxes have also been levied under the Mello-Roos Act to pay for services provided by CFD's #1, #5, and #6. The activities of these CFD's are accounted for in Special Revenue funds, which are presented in the City's Basic Financial Statements.

The Landscaping and Lighting Act of 1972 (Lighting Act) allows local government agencies to form Landscape and Lighting Districts for the purpose of financing the costs and expenses of landscaping and lighting public areas. The City has formed two districts which levy special assessments under the Lighting Act; Lighting Maintenance District No.1 and Landscaping and Lighting Maintenance District No.2. The activities of these districts are accounted for in Special Revenue funds and are included in the City's Basic Financial Statements. The disclosures in Note 12 include those required by California Government Code section 50075.1.

The following table presents the balances of the various district bonds as of June 30, 2018.

<u>Community Facilities District Bonds</u>	Balance June 30, 2018
CFD No. 3 2014 - Stanford Ranch Refunding	\$ 2,171,157
CFD No. 6 - Sunset West Drainage	622,489
CFD No. 7 - Sunset West Interchange/Major St	1,111,861
CFD No. 8 - Sunset West Park Drive	1,610,990
CFD No. 9 - Sunset West/Blue Oaks	1,918,227
CFD No. 10 - Whitney Ranch	25,645,000
CFD No. 11 - Sierra College Interchange	5,987,709
Total CFD Bonds	<u>\$ 39,067,433</u>

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Community Facilities District No. 1 Special Tax

Community Facilities District No. 1 was formed in 1986 to provide fire protection and suppression services and ambulance and paramedic services to various developments within the City of Rocklin. These services are provided by the City of Rocklin Fire Department. The cost for these services is born by the City and partially offset by the special tax levied on parcels within the district. As such, district expenditures are primarily a reimbursement to the City. For fiscal year 2018, revenues were \$1,531,484 and reimbursement expenditures were \$1,531,484. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. There were no active projects during the fiscal year.

Community Facilities District No. 3 Bonds

Community Facilities District No. 3 was formed in 1990 to issue bonds for street related improvements and projects, such as the construction of roadways, storm drainage facilities, sanitary sewer facilities, water lines, and gas lines. The district's improvements and projects have been completed. For fiscal year 2018, revenues were \$799,144 and expenditures were \$735,452. The primary source of revenues is special taxes and expenditures are for activities related to debt service. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand.

Community Facilities District No. 5 Special Tax

Community Facilities District No. 5 was formed in 1996 to fund the operation and maintenance of street and parkway lights, streetscapes, open space, and parks in various developments within the City of Rocklin. For fiscal year 2018, revenues were \$4,071,232 and expenditures were \$4,174,549. The primary source of revenues is special taxes and expenditures are for operating costs such as payroll, maintenance, professional services, and utilities. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. There were no active projects during the fiscal year.

Community Facilities District No. 6 Bonds

Community Facilities District No. 6 was formed in 1998 to issue bonds for installation, construction, and acquisition of drainage facilities and open space. The district's improvements and projects have been completed. For fiscal year 2018, revenues were \$98,906 and expenditures were \$887,727. The primary source of revenues is special taxes and expenditures are for activities related to debt service. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. During the year, \$715,125 of the bonds were refunded through a loan from the Rocklin Public Financing Authority and \$415,665 of the bonds were repaid from tax prepayments received.

Community Facilities District No. 6 Special Tax

A special tax has been levied to fund the operation and maintenance of the open space and storm drainage facilities of Community Facilities District No. 6. For fiscal year 2018, revenues were \$287,850 and expenditures were \$288,876. The primary source of revenue is special taxes and expenditures are for operating costs such as payroll, maintenance and professional services. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. There were no active projects during the fiscal year.

Community Facilities District No. 7 Bonds

Community Facilities District No. 7 was formed in 1997 to issue bonds for the construction and acquisition of a highway interchange and connectors to provide access between Blue Oaks Blvd. and Highway 65. The district's improvements and projects have been completed. For fiscal year 2018, revenues were \$270,054 and expenditures were \$263,343. The primary source of revenues is special taxes and expenditures are for activities related to debt service. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Community Facilities District No. 8 Bonds

Community Facilities District No. 8 was formed in 1998 to issue bonds for the construction, acquisition, and widening of portions of Park Dr. and Blue Oaks Blvd. and the installation of backbone utility infrastructure within the same area. The district's improvements and projects have been completed. For fiscal year 2018, revenues were \$268,782 and expenditures were \$2,328,959. The primary source of revenues is special taxes and expenditures are for activities related to debt service. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. During the year, \$1,850,420 of the bonds were refunded through a loan from the Rocklin Public Financing Authority and \$1,066,060 of the bonds were repaid from tax prepayments received.

Community Facilities District No. 9 Bonds

Community Facilities District No. 9 was formed in 1998 to issue bonds for the construction, acquisition, and widening of portions of Lone Tree, Blue Oaks, and West Oaks Boulevards and installation of traffic control lights. The district's improvements and projects have been completed. For fiscal year 2018, revenues were \$327,833 and expenditures were \$2,700,278. The primary source of revenues is special taxes and expenditures are for activities related to debt service. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. During the year, \$2,205,533 of the bonds were refunded through a loan from the Rocklin Public Financing Authority and \$1,338,471 of the bonds were repaid from tax prepayments received.

Community Facilities District No. 10 Bonds

Community Facilities District No. 10 was formed in 2005 to issue bonds for the construction of transportation, wastewater system, drainage, and landscaping facilities and other public improvements for development within the Whitney Ranch District. In fiscal year 2016, a \$27.09 million special tax bond was issued to refund the original bonds and provide \$5.85 million for additional improvements. For fiscal year 2017 revenues were \$2,847,716 and expenditures were \$1,936,470.

Community Facilities District No. 11 Bonds

Community Facilities District No. 11 was formed in 2006 to issue bonds for the construction of a new interchange on Interstate 80 at Sierra College Blvd. This project has been completed. For fiscal year 2018, revenues were \$750,735 and expenditures were \$736,961. The primary source of revenues is special taxes and expenditures are for activities related to debt service. If expenditures exceed revenues in a fiscal year, the excess expenditures are paid with cash on hand. In fiscal year 2016-17, \$1,000,000 of the bonds were called due to cash on hand from tax prepayments received.

Lighting Maintenance District No. 1

Lighting Maintenance District No. 1 was formed in 1979 to provide maintenance of streetlights and safety lighting throughout various portions of the City of Rocklin. During the fiscal year, 1,624 streetlights, 21 traffic signals, 3 flashing lights, and safety lighting was maintained. For fiscal year 2018, revenues were \$254,892 and expenditures were \$254,892. The primary source of revenues is special assessments and expenditures are primarily for payroll, maintenance, professional services, and utilities. There were no active projects during the fiscal year.

Landscaping and Lighting Maintenance District No. 2

Landscaping and Lighting Maintenance District No. 2 was formed in 1996 to provide maintenance of streetlights, safety lighting, and roadway landscaping throughout various portions of the City of Rocklin. During the fiscal year, 2,868 streetlights, 54 traffic signals, 63 irrigation timers for roadway landscaping and safety lighting was maintained. For fiscal year 2018, revenues were \$2,020,536 and expenditures were \$1,983,042. The primary source of revenues is special assessments and expenditures are primarily

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

for payroll, maintenance, professional services, and utilities. There were no active projects during the fiscal year.

Park Development and Maintenance Tax

The Park Development and Maintenance Tax was enacted in 1998 and reenacted in 2009, to provide development, installation, servicing, maintenance, repair and operation of parks in the City of Rocklin. From fiscal year 2010 through 2018, there have been no projects funded by the tax. The tax revenue has been primarily used for payroll, professional services and utilities in connection with park maintenance and operation.

The table below presents historical park tax revenues and related expenditures for the last five fiscal years. Expenditures in excess of park tax revenues are paid from general fund.

Year Ended June 30,	Park Tax Revenue	Expenditures	Revenue Over (Under) Expenditures
2014	\$ 525,660	\$ 1,048,601	\$ (522,941)
2015	526,905	1,079,407	(552,502)
2016	529,275	1,355,237	(825,962)
2017	565,990	1,391,863	(825,873)
2018	578,800	1,682,082	(1,103,282)
Total	<u>\$ 2,726,630</u>	<u>\$ 6,557,190</u>	<u>\$ (3,830,560)</u>

NOTE 13 - SUCCESSOR AGENCY TRUST (FORMER ROCKLIN REDEVELOPMENT AGENCY)

Pursuant to Assembly Bills 1X26 and 1484 (“the Bills”), all redevelopment agencies in the State of California were dissolved on February 1, 2012. The Bills authorized certain local agencies, such as a city or county, to become the Successor Agency. On January 1, 2012, the City Council elected to become the Successor Agency for the former Rocklin Redevelopment Agency. The Successor Agency is responsible for winding down the affairs of the former redevelopment agency, which includes making payments due for enforceable obligations and disposition of the assets of the former redevelopment agency. Examples of enforceable obligations include payments to contractors, bond debt service payments, and loan payments. The Successor Agency has an oversight board that supervises its work. The Oversight Board is comprised of representatives of the local agencies that serve the redevelopment project area.

Successor agencies are only allocated revenue in the amount necessary to pay the enforceable obligations of the former redevelopment agency. The agency will only receive this revenue until all enforceable obligations have been paid in full and all assets have been liquidated. The assets and activities of the dissolved redevelopment agency are reported in a fiduciary fund (private purpose trust fund) in the financial statements of the City.

On December 10, 2013, by resolution, the City Council elected to assume responsibility for performing the housing functions of the former Rocklin Redevelopment Agency. All housing assets were transferred from the Successor Agency Housing Fund to the City of Rocklin. The housing assets previously accounted for as a private' purpose trust fund are now accounted for as a special revenue fund in the City's financial statements.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Successor Agency Noncurrent Liabilities

The following is a summary of changes in long-term liabilities for governmental activities for the year ended June 30, 2018:

Description	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General Long-Term Debt:					
2002 Refunding Tax Allocation Bonds	\$ 1,890,000	\$ -	\$ 85,000	\$ 1,805,000	\$ 90,000
2005 Refunding Tax Allocation Bonds	9,060,000	-	190,000	8,870,000	200,000
2007 Refunding Tax Allocation Bonds	12,980,000	-	480,000	12,500,000	495,000
Subtotal General Long-Term Debt	23,930,000	-	755,000	23,175,000	785,000
Unamortized Discounts:					
2002 Refunding Tax Allocation Bonds	(52,466)	-	(16,906)	(35,560)	-
2005 Refunding Tax Allocation Bonds	(70,395)	-	(3,911)	(66,484)	-
2007 Refunding Tax Allocation Bonds	(190,722)	-	(10,038)	(180,684)	-
Subtotal Unamortized Discounts	(313,583)	-	(30,855)	(282,728)	-
Subtotal General Long-Term Debt - Net	23,616,417	-	724,145	22,892,272	785,000
Other Noncurrent Liabilities:					
Placer County Loan Payable	584,699	-	292,349	292,350	292,350
Subtotal Other Noncurrent Liabilities	584,699	-	292,349	292,350	292,350
Total Noncurrent Liabilities	\$ 24,201,116	\$ -	\$ 1,016,494	\$ 23,184,622	\$ 1,077,350

2002 Refunding Tax Allocation Bonds

On February 1, 2002, tax allocation bonds were issued, in the amount of \$13,730,000, to defease the 1994 tax allocation bonds of the Redevelopment Agency. The proceeds of the tax allocation bonds were used to finance certain capital improvements within the Redevelopment Agency's project area. On February 23, 2007, \$10,535,000 of principal was defeased from the issuance of the 2002 Tax Allocation Bonds. The remaining bonds are payable from and secured by tax increment revenues payable to the Redevelopment Agency. The bond terms are 4.6% to 5.5% for 30 years. Principal payments ranging from \$75,000 to \$190,000 are payable annually on September 1 and interest payments ranging from \$5,225 to \$49,023 are payable semi-annually on March 1 and September 1 through September 1, 2032.

2005 Tax Allocation Bonds

On July 15, 2005, tax allocation bonds were issued, in the amount of \$11,900,000. A portion of the proceeds of the tax allocation bonds were used to defease the 1997 refunding tax allocation bonds of the Redevelopment Agency's project area and the remaining \$8 million was used for redevelopment projects. The bonds are payable from and secured by tax increment revenues payable to the Redevelopment Agency. The bond terms are 3% to 4.5% for 30 years. Principal payments ranging from \$200,000 to \$1,530,000 are payable annually on September 1 and interest payments ranging from \$34,425 to \$194,838 are payable semi-annually on March 1 and September 1, through September 1, 2035.

2007 Tax Allocation Bonds

On February 23, 2007, tax allocation bonds were issued in the amount of \$15,815,000 to partially defease the 2002 Tax Allocation Bond of the Agency and to fund the costs of capital improvements and facilities within the Agency. The bonds are payable from and secured by tax increment revenues payable to the

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2018

Agency. The bond terms are 4% to 4.375% for 30 years. Principal payments ranging from \$90,000 to \$1,700,000 are payable annually on September 1 and interest payments ranging from \$15,969 to \$266,616 are payable semi-annually on March 1 and September 1, through September 1, 2037.

Placer County Loan Payable

On May 1, 2014 the Successor Agency entered into a loan agreement with the Placer County Treasurer to retire the Bank of America line of credit. The loan proceeds of \$1,461,748 were used to pay off the remaining balance owed on the Bank of America line of credit. The loan agreement terms are 1.75% for five years.

The following summarizes the Successor Agency’s future bond debt service obligations:

Year Ending June 30,	Principal	Interest	Total
2019	\$ 785,000	\$ 1,004,706	\$ 1,789,706
2020	820,000	971,490	1,791,490
2021	855,000	936,821	1,791,821
2022	890,000	900,523	1,790,523
2023	925,000	862,186	1,787,186
2024-2028	5,255,000	3,661,681	8,916,681
2029-2033	6,535,000	2,351,056	8,886,056
2034-2038	7,110,000	725,684	7,835,684
Total	<u>\$ 23,175,000</u>	<u>\$ 11,414,147</u>	<u>\$ 34,589,147</u>



ROCKLIN
CALIFORNIA

REQUIRED SUPPLEMENTARY INFORMATION

This page intentionally left blank

City of Rocklin
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
General Fund
For the year ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 27,740,800	\$ 27,740,800	\$ 29,569,468	\$ 1,828,668
License and permits	2,673,700	2,673,700	3,646,615	972,915
Fines and forfeitures	151,100	151,100	267,101	116,001
Intergovernmental	5,089,500	5,089,500	5,975,880	886,380
Charges for services	2,325,200	2,325,200	2,899,433	574,233
Use of money and property	1,610,600	1,610,600	1,663,930	53,330
Other revenues	4,530,500	4,530,500	5,744,099	1,213,599
Total Revenues	44,121,400	44,121,400	49,766,526	5,645,126
EXPENDITURES				
Current:				
General government	14,853,400	12,041,500	11,896,248	145,252
Public safety	22,119,100	22,671,600	22,287,645	383,955
General services	4,067,200	6,247,110	5,333,604	913,506
Culture and recreation	3,210,900	3,318,500	3,277,547	40,953
Community development	3,922,900	4,721,000	4,828,434	(107,434)
Capital outlay	3,409,300	3,795,700	5,061,261	(1,265,561)
Total Expenditures	51,582,800	52,795,410	52,684,739	110,671
Excess (Deficiency) of Revenues over Expenditures	(7,461,400)	(8,674,010)	(2,918,213)	5,755,797
OTHER FINANCING SOURCES (USES)				
Transfers to agency funds	-	-	(23,894)	(23,894)
Transfers in	3,686,600	3,686,600	5,513,139	1,826,539
Transfers out	(340,200)	(745,100)	(1,531,509)	(786,409)
Total Other Financing Sources (Uses)	3,346,400	2,941,500	3,957,736	1,016,236
Net Change in Fund Balances	(4,115,000)	(5,732,510)	1,039,523	6,772,033
Fund Balances Beginning	33,475,381	33,475,381	33,475,381	-
Fund Balances Ending	<u>\$ 29,360,381</u>	<u>\$ 27,742,871</u>	<u>\$ 34,514,904</u>	<u>\$ 6,772,033</u>

City of Rocklin
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Rocklin Public Financing Authority Debt Service Fund
For the year ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ 452,600	\$ 452,600	\$ 58,382	\$ (394,218)
Total Revenues	<u>452,600</u>	<u>452,600</u>	<u>58,382</u>	<u>(394,218)</u>
EXPENDITURES				
Current:				
General government	22,500	22,500	42,687	(20,187)
Debt service:				
Principal retirement	700,000	700,000	848,371	(148,371)
Interest and fiscal charges	301,100	301,100	330,957	(29,857)
Total Expenditures	<u>1,023,600</u>	<u>1,023,600</u>	<u>1,222,015</u>	<u>(198,415)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(571,000)</u>	<u>(571,000)</u>	<u>(1,163,633)</u>	<u>(592,633)</u>
OTHER FINANCING SOURCES (USES)				
Transfers from agency funds	-	-	228,999	228,999
Transfers to agency funds	-	-	(4,810,118)	(4,810,118)
Proceeds from debt issuance	-	-	5,000,077	5,000,077
Defeasance of debt	-	-	(5,000,077)	(5,000,077)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(4,581,119)</u>	<u>(4,581,119)</u>
Net Change in Fund Balances	(571,000)	(571,000)	(5,744,752)	(5,173,752)
Fund Balances Beginning	<u>9,971,049</u>	<u>9,971,049</u>	<u>9,971,049</u>	<u>-</u>
Fund Balances Ending	<u>\$ 9,400,049</u>	<u>\$ 9,400,049</u>	<u>\$ 4,226,297</u>	<u>\$ (5,173,752)</u>

City of Rocklin
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
SB325 Sales Tax
For the year ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 6,466,000	\$ 6,466,000	\$ 3,706,773	\$ (2,759,227)
Intergovernmental	176,300	176,300	308,751	132,451
Use of money and property	17,100	17,100	29,999	12,899
Total Revenues	6,659,400	6,659,400	4,045,523	(2,613,877)
EXPENDITURES				
Current:				
General government	11,800	11,800	10,599	1,201
General services	1,972,300	2,699,100	2,479,330	219,770
Capital outlay	4,430,500	5,159,600	5,015,261	144,339
Total Expenditures	6,414,600	7,870,500	7,505,190	365,310
Excess (Deficiency) of Revenues over Expenditures	244,800	(1,211,100)	(3,459,667)	(2,248,567)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,001	1,001
Transfers out	(1,155,300)	(1,177,500)	(968,110)	209,390
Total Other Financing Sources (Uses)	(1,155,300)	(1,177,500)	(967,109)	210,391
Net Change in Fund Balances	(910,500)	(2,388,600)	(4,426,776)	(2,038,176)
Fund Balances Beginning	5,255,285	5,255,285	5,255,285	-
Fund Balances Ending	\$ 4,344,785	\$ 2,866,685	\$ 828,509	\$ (2,038,176)

City of Rocklin
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Low and Moderate Income Housing Asset Fund
For the year ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ 16,600	\$ 16,600	\$ 203,717	\$ 187,117
Total Revenues	<u>16,600</u>	<u>16,600</u>	<u>203,717</u>	<u>187,117</u>
EXPENDITURES				
Current:				
Community development	30,000	30,000	54,061	(24,061)
Capital outlay	50,000	50,000	-	50,000
Total Expenditures	<u>80,000</u>	<u>80,000</u>	<u>54,061</u>	<u>25,939</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(63,400)</u>	<u>(63,400)</u>	<u>149,656</u>	<u>213,056</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(150,000)	(150,000)	(150,000)	-
Total Other Financing Sources (Uses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u>-</u>
Net Change in Fund Balances	(213,400)	(213,400)	(344)	213,056
Fund Balances Beginning	<u>12,112,699</u>	<u>12,112,699</u>	<u>12,112,699</u>	<u>-</u>
Fund Balances Ending	<u>\$ 11,899,299</u>	<u>\$ 11,899,299</u>	<u>\$ 12,112,355</u>	<u>\$ 213,056</u>

City of Rocklin
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Traffic Circulation Impact Fee Fund
For the year ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 1,698,100	\$ 1,698,100	\$ 2,462,018	\$ 763,918
Intergovernmental	281,100	281,100	298,934	17,834
Charges for services	200,000	200,000	917,262	717,262
Use of money and property	25,900	25,900	34,346	8,446
Other revenues	-	-	1,338	1,338
Total Revenues	2,205,100	2,205,100	3,713,898	1,508,798
EXPENDITURES				
Current:				
General services	292,800	292,800	67,485	225,315
Community development	70,600	70,600	21,336	49,264
Total Expenditures	363,400	363,400	88,821	274,579
Excess (Deficiency) of Revenues over Expenditures	1,841,700	1,841,700	3,625,077	1,783,377
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(57,200)	(159,900)	(375,954)	(216,054)
Total Other Financing Sources (Uses)	(57,200)	(159,900)	(375,954)	(216,054)
Net Change in Fund Balances	1,784,500	1,681,800	3,249,123	1,567,323
Fund Balances Beginning	1,879,320	1,879,320	1,879,320	-
Fund Balances Ending	\$ 3,663,820	\$ 3,561,120	\$ 5,128,443	\$ 1,567,323

City of Rocklin

Schedule of Pension Contributions (GASB 68) June 30, 2018

	2018	2017	2016	2015
Miscellaneous Plan				
Contractually Required Contributions (Actuarially Determined)	\$ 2,523,306	\$ 2,019,082	\$ 1,796,306	\$ 1,733,315
Contributions in Relation to Actuarially Determined Contributions	2,523,306	3,691,282	1,796,306	2,685,315
Contribution Deficiency (Excess)	-	(1,672,200)	-	(952,000)
Covered Employee Payroll	\$ 11,377,225	\$ 10,273,081	\$ 10,608,255	\$ 9,856,574
Contributions as a Percentage of Covered Payroll	22.18%	35.93%	16.93%	27.24%
Safety Plan				
Contractually Required Contributions (Actuarially Determined)	\$ 2,825,491	\$ 2,623,619	\$ 2,561,660	\$ 2,228,200
Contributions in Relation to Actuarially Determined Contributions	2,837,597	2,623,619	2,561,660	2,228,200
Contribution Deficiency (Excess)	(12,106)	-	-	-
Covered Employee Payroll	\$ 10,029,811	\$ 9,200,222	\$ 9,191,925	\$ 8,344,457
Contributions as a Percentage of Covered Payroll	28.29%	28.52%	27.87%	26.70%

Notes to Schedule:

Valuation Date: June 30, 2016
 Assumptions Used: Entry Age Method used for Actuarial Cost Method
 Level Percentage of Payroll (Closed) Used Amortization Method
 3.7 Years Remaining Amortization Period
 Inflation Assumed at 2.75%
 Investment Rate of Returns set at 7.5%
 CalPERS mortality table using 20 years of membership data for all funds

Fiscal year 2015 was the first year of implementation of GASB 68, therefore only four years have been shown.

There were no changes in benefit terms

PERS discount rates were reduced from 7.65 to 7.5 in 2017 and then again to 7.15 in 2018.

City of Rocklin

Schedule of Net Pension Liabilities and Proportionate Shares (GASB 68)

June 30, 2018

	2018	2017	2016	2015
Miscellaneous Plan				
Net Pension Liability	\$ 24,118,880	\$ 22,121,044	\$ 17,538,037	\$ 16,713,853
Covered Employee Payroll	\$ 10,273,081	\$ 10,608,255	\$ 9,856,574	\$ 9,569,489
Proportionate Share of Net Pension Liability as a % of Covered Employee Payroll	234.78%	208.53%	177.93%	174.66%
Plan Fiduciary's Net Position as a % of the Total Pension Liability	70.19%	69.27%	74.02%	74.18%
Safety Plan				
Proportion of Net Pension Liability	0.23783%	0.23212%	0.22348%	0.21478%
Proportionate Share of Net Pension Liability	\$ 23,586,276	\$ 20,085,433	\$ 15,339,447	\$ 13,364,737
Covered Employee Payroll	\$ 9,200,222	\$ 9,191,925	\$ 8,344,457	\$ 8,397,700
Proportionate Share of Net Pension Liability as a % of Covered Employee Payroll	256.37%	218.51%	183.83%	159.15%
Plan Fiduciary's Net Position as a % of the Total Pension Liability	73.31%	74.06%	80.28%	81.42%

Notes to Schedule:

Fiscal year 2015 was the first year of implementation of GASB 68, therefore only four years have been shown.

There were no changes in benefit terms

PERS discount rates were reduced from 7.65 to 7.5 in 2017 and then again to 7.15 in 2018.

City of Rocklin
Retiree Healthcare Plan
Schedule of Contributions for Other Postemployment Benefits
June 30, 2018

	Fiscal Year Ended June 2018
Actuarially determined contribution (ADC)	\$ 3,621,000
Less: actual contribution in relation to ADC	(2,122,778)
Contribution deficiency (excess)	<u>\$ 1,498,222</u>
Covered payroll	\$ 23,318,000
Contributions as a percentage of covered payroll	9.10%

Notes to Schedule:

Assumptions and Methods

Valuation Date:	June 30, 2017
Measurement Date:	June 30, 2017
Actuarial Cost Method	Entry-Age Normal
Amortization Period	15 years
Asset Valuation Method	Level percentage of payroll, closed
Actuarial Assumptions:	
Discount Rate	6.75%
Inflation	3.00%
Payroll Increases	2.75%
Investment Rate of Return	6.75%, Net of OPEB plan investment expenses, including inflation
Mortality	CalPERS 1997-2011 experience study
Service Requirement	Misc. Benefit 2%@55 ERA 61.2
	Safety Benefit 3%@50 ERA 54.7 (Fire) 54.2 (Police)
	PEPRA Misc. Benefit 2%@62 ERA 63.1
	PEPRA Safety Benefit 2.7%@57 ERA 56.7 (Fire) 55.5 (Police)

Other Notes

GASB 75 requires a schedule of contributions for the last ten fiscal years, or for as many years as are available if less than ten years are available. GASB 75 was adopted as of June 30, 2018.

City of Rocklin
Retiree Healthcare Plan
Schedule of Changes in Net OPEB Liability
June 30, 2018

	Fiscal Year Ended June 30, 2018
Total OPEB liability	
Service cost	\$ 1,097,000
Interest	2,054,000
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments	(1,550,000)
Net change in Total OPEB Liability	<u>1,601,000</u>
Total OPEB Liability - beginning	30,111,000
Total OPEB Liability - ending	<u><u>\$ 31,712,000</u></u>
 Plan fiduciary net position	
Employer contributions	\$ 4,704,600
Employer implicit subsidy	-
Employee contributions	-
Net investment income	836,000
Difference between estimated and actual earnings	-
Benefit payments	(1,550,000)
Other	-
Administrative expense	(4,000)
Net change in plan fiduciary net position	<u>3,986,600</u>
Plan fiduciary net position - beginning	8,343,400
Plan fiduciary net position - ending	<u><u>\$ 12,330,000</u></u>
 Net OPEB liability	 \$ 19,382,000
 Plan fiduciary net position as a percentage of the total OPEB liability	 38.88%
 Covered employee payroll	 \$ 21,865,000
 Net OPEB Liability as a percentage of covered payroll	 88.64%
 Total OPEB Liability as a percentage of covered payroll	 145.04%

GASB 75 requires a schedule of contributions for the last ten fiscal years, or for as many years as are available if less than ten years are available. GASB 75 was adopted as of June 30, 2018.



ROCKLIN
CALIFORNIA

SUPPLEMENTARY INFORMATION

This page intentionally left blank

City of Rocklin
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Total Special Revenue Funds	Total Capital Projects Funds	Capital Construction Debt Service Fund	Total Permanent Funds	Total Nonmajor Governmental Funds	
					2018	2017
ASSETS						
Cash and investments	\$ 6,836,693	\$ 7,863,099	\$ -	\$ -	\$ 14,699,792	\$ 11,772,143
Restricted cash and investments	158,383	3,980,153	351,739	515,671	5,005,946	11,636,027
Receivables:						
Taxes	213,017	-	-	-	213,017	153,804
Intergovernmental	905,045	-	-	-	905,045	466,011
Other receivables	657,162	3,350	-	-	660,512	294,421
Loans receivable	388,986	-	-	-	388,986	419,315
Total assets	\$ 9,159,286	\$ 11,846,602	\$ 351,739	\$ 515,671	\$ 21,873,298	\$ 24,741,721
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ 565,555	\$ 445,333	\$ -	\$ -	\$ 1,010,888	\$ 499,776
Due to other funds	1,461,112	520,296	-	-	1,981,408	1,104,028
Unearned revenues	570,539	-	-	-	570,539	2,695
Total liabilities	2,597,206	965,629	-	-	3,562,835	1,606,499
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	17,862	-	-	-	17,862	496,060
Fund Balances:						
Nonspendable:						
Endowments	-	-	-	491,455	491,455	491,455
Long-term receivables	388,986	-	-	-	388,986	419,315
Restricted	6,743,632	3,918,896	351,739	24,216	11,038,483	17,407,465
Committed	-	7,863,099	-	-	7,863,099	5,050,480
Unassigned (Deficit)	(588,400)	(901,022)	-	-	(1,489,422)	(729,553)
Total fund balances	6,544,218	10,880,973	351,739	515,671	18,292,601	22,639,162
Total liabilities, fund balances and deferred inflows of resources	\$ 9,159,286	\$ 11,846,602	\$ 351,739	\$ 515,671	\$ 21,873,298	\$ 24,741,721

City of Rocklin
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)

	Total Special Revenue Funds	Total Capital Projects Funds	Capital Construction Debt Service Fund	Total Permanent Funds	Total Nonmajor Governmental Funds	
					2018	2017
REVENUES						
Taxes and assessments	\$ 10,347,092	\$ 1,169,129	\$ -	\$ -	\$ 11,516,221	\$ 10,095,415
License and permits	15,447	157,048	-	-	172,495	90,584
Fines and forfeitures	161,573	-	-	-	161,573	66,824
Intergovernmental	1,867,203	-	-	-	1,867,203	1,890,092
Charges for services	-	255,167	-	-	255,167	147,928
Use of money and property	82,843	147,939	5,667	5,555	242,004	94,640
Contributions from developers and homeowners	-	2,861,773	-	-	2,861,773	2,017,824
Other revenues	5,950	652,512	-	-	658,462	908,360
Total Revenues	12,480,108	5,243,568	5,667	5,555	17,734,898	15,311,667
EXPENDITURES						
Current:						
General government	968,778	5,891	-	-	974,669	767,425
Public safety	69,398	-	-	-	69,398	17,622
General services	5,680,181	94,048	-	-	5,774,229	6,973,048
Culture and recreation	1,457,248	128,080	-	-	1,585,328	-
Community development	37,593	-	-	-	37,593	50,907
Capital outlay	1,789,479	11,095,871	-	-	12,885,350	2,150,253
Debt service:						
Principal	-	468,110	495,000	-	963,110	485,000
Interest, fiscal charges and fees	-	31,890	328,725	-	360,615	212,050
Total Expenditures	10,002,677	11,823,890	823,725	-	22,650,292	10,656,305
Excess (Deficiency) of						
Revenues over Expenditures	2,477,431	(6,580,322)	(818,058)	5,555	(4,915,394)	4,655,362
OTHER FINANCING SOURCES (USES)						
Proceeds from debt issuance	-	3,000,000	-	-	3,000,000	10,143,821
Defeasance of debt	-	-	-	-	-	(1,401,322)
Transfers in	4,766	3,519,213	585,406	-	4,109,385	539,897
Transfers out	(2,542,865)	(3,990,806)	-	(6,881)	(6,540,552)	(2,479,734)
Total Other Financing Sources (Uses)	(2,538,099)	2,528,407	585,406	(6,881)	568,833	6,802,662
Net Change in Fund Balances	(60,668)	(4,051,915)	(232,652)	(1,326)	(4,346,561)	11,458,024
Fund Balances Beginning	6,604,886	14,932,888	584,391	516,997	22,639,162	11,181,138
Fund Balances Ending	\$ 6,544,218	\$ 10,880,973	\$ 351,739	\$ 515,671	\$ 18,292,601	\$ 22,639,162

City of Rocklin
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Construction Debt Service Fund
For the year ended June 30, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 5,667	\$ 5,667
Total Revenues	<u>-</u>	<u>-</u>	<u>5,667</u>	<u>5,667</u>
EXPENDITURES				
Debt service:				
Principal retirement	495,000	495,000	495,000	-
Interest and fiscal charges	328,700	328,700	328,725	(25)
Total Expenditures	<u>823,700</u>	<u>823,700</u>	<u>823,725</u>	<u>(25)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(823,700)</u>	<u>(823,700)</u>	<u>(818,058)</u>	<u>5,642</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	510,000	510,000	585,406	75,406
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>510,000</u>	<u>510,000</u>	<u>585,406</u>	<u>75,406</u>
Net Change in Fund Balances	(313,700)	(313,700)	(232,652)	81,048
Fund Balances Beginning	584,391	584,391	584,391	-
Fund Balances Ending	<u>\$ 270,691</u>	<u>\$ 270,691</u>	<u>\$ 351,739</u>	<u>\$ 81,048</u>

NONMAJOR SPECIAL REVENUE FUNDS

Fund Title	Fund Description
Gas Tax	Accounts for funds received and expended for construction and street maintenance purposes as defined in Sections 2105, 2106, 2107, and 2107.5 of the California Streets and Highways Code.
SBI Road Maintenance and Rehab Act	Accounts for funds received and expended for City road maintenance projects in accordance with Senat Bill 1, Chaper 5, Statutes of 2017.
Bicycle and Pedestrian Facilities	Accounts for grants received for bicycle and pedestrian facility purposes.
Prop 1B	Accounts for revenues received through Proposition 1B for street programs.
Low Carbon Transit Operations Program Fund	To provide assistance for transit agencies to reduce greenhouse gas emission and improve mobility.
Recreation Facilities Contributions	Accounts for revenues received for recreation facilities construction and improvements.
Lighting Maintenance District #1	Accounts for funds received to maintain and operate the respective lighting district.
Landscaping and Lighting Maintenance District #2	Accounts for funds received to maintain and operate the respective landscaping and lighting district.
Park Development and Maintenance Tax Fund	Enacted in 1998 and reenacted in 2009, to provide development, installation, servicing, maintenance, repair and operation of parks in the City of Rocklin.
Community Facilities District #1	Accounts for revenues to be used for respective community facilities district's operations for fire protection services.
Community Facilities District #5	Accounts for revenues to be used on the respective community facilities district's operations and maintenance.
Community Facilities District #6	Accounts for revenues to be used on the respective community facilities district's operations and maintenance.
Housing Rehabilitation	Accounts for funds received for the City's housing rehabilitation programs.
Streets Grants	Accounts for funds received as reimbursement or grants related to street capital projects.
Asset Forfeiture	Accounts for funds received on forfeited assets to be used for Police services
Traffic Safety/PD Grants	Accounts for funds received for traffic safety programs and police grants.
CASp Certification and Training Fund	Assembly Bill 1379 effective January 1, 2018 increased the SB1186 fee charged to all business licenses to increase to \$4 and required the fee to be deposited into its own fund. The City retains 90% for Certified Access Specialist program training and remits 10% to the State.
CDBG HUD Entitlement	Accounts for entitlement grants and expenditures from CDBG federal awards.
Supplemental Law Enforcement Grant	Accounts for funds received to be used for public safety purposes.

City of Rocklin
Combining Balance Sheet
Special Revenue Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Gas Tax	SB1 Road Maintenance & Rehab. Act	Bicycle and Pedestrian Facilities	Prop 1B	Low Carbon Transit Operations Program Fund
ASSETS					
Cash and investments	\$ 1,665,080	\$ 240,924	\$ -	\$ -	\$ -
Restricted cash and investments	-	-	-	-	-
Receivables:					
Taxes	-	56,016	-	-	-
Intergovernmental	-	-	130,000	558,739	-
Other receivables	-	-	-	-	29,012
Loans receivable	-	-	-	-	-
Total assets	\$ 1,665,080	\$ 296,940	\$ 130,000	\$ 558,739	\$ 29,012
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ 82,424	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	-	130,000	558,739	29,012
Unearned revenues	-	-	130,000	-	-
Total liabilities	82,424	-	260,000	558,739	29,012
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	-
Fund Balances:					
Nonspendable:					
Long-term receivables	-	-	-	-	-
Restricted	1,582,656	296,940	-	-	-
Unassigned (Deficit)	-	-	(130,000)	-	-
Total fund balances	1,582,656	296,940	(130,000)	-	-
Total liabilities, fund balances and deferred inflows of resources	\$ 1,665,080	\$ 296,940	\$ 130,000	\$ 558,739	\$ 29,012

Continued

City of Rocklin
Combining Balance Sheet
Special Revenue Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Recreation Facilities Contributions	Lighting Maintenance District #1	Landscaping and Lighting Maintenance District #2	Park Development and Maintenance Tax Fund
ASSETS				
Cash and investments	\$ 37,401	\$ -	\$ 1,658,951	\$ -
Restricted cash and investments	-	-	-	-
Receivables:				
Taxes	-	12,498	98,506	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Loans receivable	-	-	-	-
Total assets	\$ 37,401	\$ 12,498	\$ 1,757,457	\$ -
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 5,494	\$ 71,114	\$ -
Due to other funds	-	7,004	-	-
Unearned revenues	-	-	-	-
Total liabilities	-	12,498	71,114	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	-	-
Fund Balances:				
Nonspendable:				
Long-term receivables	-	-	-	-
Restricted	37,401	-	1,686,343	-
Unassigned (Deficit)	-	-	-	-
Total fund balances	37,401	-	1,686,343	-
Total liabilities, fund balances and deferred inflows of resources	\$ 37,401	\$ 12,498	\$ 1,757,457	\$ -

Continued

City of Rocklin
Combining Balance Sheet
Special Revenue Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Community Facilities District #1	Community Facilities District #5	Community Facilities District #6	Housing Rehabilitation
ASSETS				
Cash and investments	\$ -	\$ 2,562,938	\$ 262,731	\$ 231,915
Restricted cash and investments	-	-	-	158,383
Receivables:				
Taxes	-	41,380	4,617	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Loans receivable	-	-	-	388,986
Total assets	\$ -	\$ 2,604,318	\$ 267,348	\$ 779,284
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 237,176	\$ 23,690	\$ -
Due to other funds	-	-	-	730
Unearned revenues	-	-	-	-
Total liabilities	-	237,176	23,690	730
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	-	-
Fund Balances:				
Nonspendable:				
Long-term receivables	-	-	-	388,986
Restricted	-	2,367,142	243,658	389,568
Unassigned (Deficit)	-	-	-	-
Total fund balances	-	2,367,142	243,658	778,554
Total liabilities, fund balances and deferred inflows of resources	\$ -	\$ 2,604,318	\$ 267,348	\$ 779,284

Continued

City of Rocklin
Combining Balance Sheet
Special Revenue Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Streets Grants	Asset Forfeiture	Traffic Safety/PD Grants	CASp Certification and Training Fund
ASSETS				
Cash and investments	\$ -	\$ 160,970	\$ -	\$ 15,783
Restricted cash and investments	-	-	-	-
Receivables:				
Taxes	-	-	-	-
Intergovernmental	-	-	17,862	-
Other receivables	628,150	-	-	-
Loans receivable	-	-	-	-
Total assets	\$ 628,150	\$ 160,970	\$ 17,862	\$ 15,783
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 97,511	\$ 36,243	\$ 1,763	\$ 586
Due to other funds	530,638	-	16,099	-
Unearned revenues	434,318	-	-	-
Total liabilities	1,062,467	36,243	17,862	586
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	17,862	-
Fund Balances:				
Nonspendable:				
Long-term receivables	-	-	-	-
Restricted	-	124,727	-	15,197
Unassigned (Deficit)	(434,317)	-	(17,862)	-
Total fund balances	(434,317)	124,727	(17,862)	15,197
Total liabilities, fund balances and deferred inflows of resources	\$ 628,150	\$ 160,970	\$ 17,862	\$ 15,783

Continued

City of Rocklin
Combining Balance Sheet
Special Revenue Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	CDBG HUD Entitlement	Supplemental Law Enforcement Grant	Total Special Revenue Nonmajor Governmental Funds	
			2018	2017
ASSETS				
Cash and investments	\$ -	\$ -	\$ 6,836,693	\$ 6,721,161
Restricted cash and investments	-	-	158,383	117,303
Receivables:				
Taxes	-	-	213,017	153,804
Intergovernmental	198,444	-	905,045	466,011
Other receivables	-	-	657,162	294,421
Loans receivable	-	-	388,986	419,315
Total assets	\$ 198,444	\$ -	\$ 9,159,286	\$ 8,172,015
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 9,554	\$ -	\$ 565,555	\$ 388,427
Due to other funds	188,890	-	1,461,112	679,947
Unearned revenues	6,221	-	570,539	2,695
Total liabilities	204,665	-	2,597,206	1,071,069
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	17,862	496,060
Fund Balances:				
Nonspendable:				
Long-term receivables	-	-	388,986	419,315
Restricted	-	-	6,743,632	6,684,327
Unassigned (Deficit)	(6,221)	-	(588,400)	(498,756)
Total fund balances	(6,221)	-	6,544,218	6,604,886
Total liabilities, fund balances and deferred inflows of resources	\$ 198,444	\$ -	\$ 9,159,286	\$ 8,172,015

Concluded

City of Rocklin

**Statement of Revenues, Expenditures, and
Changes in Fund Balances
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)**

	Gas Tax	SBI Road Maintenance & Rehab. Act	Bicycle and Pedestrian Facilities	Prop 1B	Low Carbon Transit Operations Program Fund
REVENUES					
Taxes and assessments	\$ 1,373,946	\$ 296,940	\$ -	\$ -	\$ -
License and permits	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	-	-	544,912	29,012
Charges for services	-	-	-	-	-
Use of money and property	19,298	-	-	-	-
Other revenues	-	-	-	-	-
Total Revenues	1,393,244	296,940	-	544,912	29,012
EXPENDITURES					
Current:					
General government	185,900	-	-	-	-
Public safety	-	-	-	-	-
General services	1,230,681	-	-	-	29,012
Culture and recreation	-	-	-	-	-
Community development	-	-	-	-	-
Capital outlay	-	-	130,000	350,508	-
Total Expenditures	1,416,581	-	130,000	350,508	29,012
Excess (Deficiency) of Revenues over Expenditures	(23,337)	296,940	(130,000)	194,404	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(188,415)	-	-	-	-
Total Other Financing Sources (Uses)	(188,415)	-	-	-	-
Net Change in Fund Balances	(211,752)	296,940	(130,000)	194,404	-
Fund Balances Beginning	1,794,408	-	-	(194,404)	-
Fund Balances Ending	\$ 1,582,656	\$ 296,940	\$ (130,000)	\$ -	\$ -

Continued

City of Rocklin

**Statement of Revenues, Expenditures, and
Changes in Fund Balances
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)**

	Recreation Facilities Contributions	Lighting Maintenance District #1	Landscaping and Lighting Maintenance District #2	Park Development and Maintenance Tax Fund
REVENUES				
Taxes and assessments	\$ 2,000	\$ 250,152	\$ 2,001,225	\$ 578,800
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	4,740	2,370	-
Charges for services	-	-	-	-
Use of money and property	382	-	15,041	-
Other revenues	-	-	1,900	-
Total Revenues	2,382	254,892	2,020,536	578,800
EXPENDITURES				
Current:				
General government	-	20,302	254,122	-
Public safety	-	-	-	-
General services	-	232,890	1,609,245	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	95,585	-
Total Expenditures	-	253,192	1,958,952	-
Excess (Deficiency) of Revenues over Expenditures	2,382	1,700	61,584	578,800
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(1,700)	(24,090)	(578,800)
Total Other Financing Sources (Uses)	-	(1,700)	(24,090)	(578,800)
Net Change in Fund Balances	2,382	-	37,494	-
Fund Balances Beginning	35,019	-	1,648,849	-
Fund Balances Ending	\$ 37,401	\$ -	\$ 1,686,343	\$ -

Continued

City of Rocklin

Statement of Revenues, Expenditures, and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the year ended June 30, 2018 (With comparative totals for June 30, 2017)

	Community Facilities District #1	Community Facilities District #5	Community Facilities District #6	Housing Rehabilitation
REVENUES				
Taxes and assessments	\$ 1,531,484	\$ 4,027,009	\$ 285,536	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	2,370	-	-
Charges for services	-	-	-	-
Use of money and property	-	35,087	2,314	10,721
Other revenues	-	2,000	-	-
Total Revenues	1,531,484	4,066,466	287,850	10,721
EXPENDITURES				
Current:				
General government	-	470,481	36,173	800
Public safety	15,293	-	-	-
General services	-	2,137,761	244,840	-
Culture and recreation	-	1,457,248	-	-
Community development	-	-	-	-
Capital outlay	-	43,164	-	-
Total Expenditures	15,293	4,108,654	281,013	800
Excess (Deficiency) of Revenues over Expenditures	1,516,191	(42,188)	6,837	9,921
OTHER FINANCING SOURCES (USES)				
Transfers in	-	4,766	-	-
Transfers out	(1,516,191)	(65,895)	(7,863)	-
Total Other Financing Sources (Uses)	(1,516,191)	(61,129)	(7,863)	-
Net Change in Fund Balances	-	(103,317)	(1,026)	9,921
Fund Balances Beginning	-	2,470,459	244,684	768,633
Fund Balances Ending	\$ -	\$ 2,367,142	\$ 243,658	\$ 778,554

Continued

City of Rocklin

**Statement of Revenues, Expenditures, and
Changes in Fund Balances
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018
(With comparative totals for June 30, 2017)**

	Streets Grants	Asset Forfeiture	Traffic Safety/PD Grants	CASp Certification and Training Fund
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	15,447
Fines and forfeitures	-	161,573	-	-
Intergovernmental	922,845	-	3,201	-
Charges for services	-	-	-	-
Use of money and property	-	-	-	-
Other revenues	2,050	-	-	-
Total Revenues	924,895	161,573	3,201	15,447
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	36,243	17,862	-
General services	35,758	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	250
Capital outlay	1,028,029	142,193	-	-
Total Expenditures	1,063,787	178,436	17,862	250
Excess (Deficiency) of Revenues over Expenditures	(138,892)	(16,863)	(14,661)	15,197
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,001)	-	-	-
Total Other Financing Sources (Uses)	(1,001)	-	-	-
Net Change in Fund Balances	(139,893)	(16,863)	(14,661)	15,197
Fund Balances Beginning	(294,424)	141,590	(3,201)	-
Fund Balances Ending	\$ (434,317)	\$ 124,727	\$ (17,862)	\$ 15,197

Continued

City of Rocklin

Statement of Revenues, Expenditures, and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the year ended June 30, 2018 (With comparative totals for June 30, 2017)

	CDBG HUD Entitlement	Supplemental Law Enforcement Grant	Total Special Revenue Nonmajor Governmental Funds	
			2018	2017
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 10,347,092	\$ 9,454,243
License and permits	-	-	15,447	-
Fines and forfeitures	-	-	161,573	66,824
Intergovernmental	218,337	139,416	1,867,203	1,876,031
Charges for services	-	-	-	500
Use of money and property	-	-	82,843	33,522
Other revenues	-	-	5,950	16,900
Total Revenues	218,337	139,416	12,480,108	11,448,020
EXPENDITURES				
Current:				
General government	1,000	-	968,778	764,830
Public safety	-	-	69,398	17,622
General services	159,994	-	5,680,181	6,834,190
Culture and recreation	-	-	1,457,248	-
Community development	37,343	-	37,593	50,907
Capital outlay	-	-	1,789,479	918,418
Total Expenditures	198,337	-	10,002,677	8,585,967
Excess (Deficiency) of Revenues over Expenditures	20,000	139,416	2,477,431	2,862,053
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	4,766	2,985
Transfers out	(19,494)	(139,416)	(2,542,865)	(1,889,502)
Total Other Financing Sources (Uses)	(19,494)	(139,416)	(2,538,099)	(1,886,517)
Net Change in Fund Balances	506	-	(60,668)	975,536
Fund Balances Beginning	(6,727)	-	6,604,886	5,629,350
Fund Balances Ending	\$ (6,221)	\$ -	\$ 6,544,218	\$ 6,604,886

Concluded

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Gas Tax			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 1,269,700	\$ 1,269,700	\$ 1,373,946	\$ 104,246
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	12,200	12,200	19,298	7,098
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>1,281,900</u>	<u>1,281,900</u>	<u>1,393,244</u>	<u>111,344</u>
EXPENDITURES				
Current:				
General government	216,200	216,200	185,900	30,300
Public safety	-	-	-	-
General services	1,024,200	1,046,800	1,230,681	(183,881)
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>1,240,400</u>	<u>1,263,000</u>	<u>1,416,581</u>	<u>(153,581)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>41,500</u>	<u>18,900</u>	<u>(23,337)</u>	<u>(42,237)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(191,200)	(191,200)	(188,415)	2,785
Total Other Financing Sources (Uses)	<u>(191,200)</u>	<u>(191,200)</u>	<u>(188,415)</u>	<u>2,785</u>
Net Change in Fund Balances	(149,700)	(172,300)	(211,752)	(39,452)
Fund Balances Beginning	1,794,408	1,794,408	1,794,408	-
Fund Balances Ending	<u>\$ 1,644,708</u>	<u>\$ 1,622,108</u>	<u>\$ 1,582,656</u>	<u>\$ (39,452)</u>

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	SB1 Road Maintenance & Rehab. Act			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 296,940	\$ 296,940
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>296,940</u>	<u>296,940</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	-	-	296,940	296,940
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	296,940	296,940
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 296,940</u>	<u>\$ 296,940</u>

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Bicycle and Pedestrian Facilities			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	243,600	243,600	-	(243,600)
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	243,600	243,600	-	(243,600)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	243,600	243,600	130,000	113,600
Total Expenditures	243,600	243,600	130,000	113,600
Excess (Deficiency) of Revenues over Expenditures	-	-	(130,000)	(130,000)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	(130,000)	(130,000)
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ (130,000)	\$ (130,000)

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Prop 1B			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	530,200	530,200	544,912	14,712
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	530,200	530,200	544,912	14,712
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	70,200	70,200	-	70,200
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	350,000	357,900	350,508	7,392
Total Expenditures	420,200	428,100	350,508	77,592
Excess (Deficiency) of Revenues over Expenditures	110,000	102,100	194,404	92,304
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	110,000	102,100	194,404	92,304
Fund Balances Beginning	(194,404)	(194,404)	(194,404)	-
Fund Balances Ending	\$ (84,404)	\$ (92,304)	\$ -	\$ 92,304

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Low Carbon Transit Operations Program Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	37,900	37,900	29,012	(8,888)
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	37,900	37,900	29,012	(8,888)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	37,900	37,900	29,012	8,888
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	37,900	37,900	29,012	8,888
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ -	\$ -

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Recreation Facilities Contributions			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 2,000	\$ 2,000
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	200	200	382	182
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	200	200	2,382	2,182
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	200	200	2,382	2,182
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	200	200	2,382	2,182
Fund Balances Beginning	35,019	35,019	35,019	-
Fund Balances Ending	\$ 35,219	\$ 35,219	\$ 37,401	\$ 2,182

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Lighting Maintenance District #1			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 250,200	\$ 250,200	\$ 250,152	\$ (48)
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	4,740	4,740
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	250,200	250,200	254,892	4,692
EXPENDITURES				
Current:				
General government	31,500	31,500	20,302	11,198
Public safety	-	-	-	-
General services	216,300	216,400	232,890	(16,490)
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	247,800	247,900	253,192	(5,292)
Excess (Deficiency) of Revenues over Expenditures	2,400	2,300	1,700	(600)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(2,400)	(2,400)	(1,700)	700
Total Other Financing Sources (Uses)	(2,400)	(2,400)	(1,700)	700
Net Change in Fund Balances	-	(100)	-	100
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (100)	\$ -	\$ 100

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

Landscaping and Lighting Maintenance District #2

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 1,893,000	\$ 1,893,000	\$ 2,001,225	\$ 108,225
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	2,370	2,370
Use of money and property	10,500	10,500	15,041	4,541
Charges for services	-	-	-	-
Other revenues	-	-	1,900	1,900
Total Revenues	1,903,500	1,903,500	2,020,536	117,036
EXPENDITURES				
Current:				
General government	187,600	187,600	254,122	(66,522)
Public safety	-	-	-	-
General services	1,629,500	1,635,300	1,609,245	26,055
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	100,000	100,000	95,585	4,415
Total Expenditures	1,917,100	1,922,900	1,958,952	(36,052)
Excess (Deficiency) of Revenues over Expenditures	(13,600)	(19,400)	61,584	80,984
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(24,900)	(24,900)	(24,090)	810
Total Other Financing Sources (Uses)	(24,900)	(24,900)	(24,090)	810
Net Change in Fund Balances	(38,500)	(44,300)	37,494	81,794
Fund Balances Beginning	1,648,849	1,648,849	1,648,849	-
Fund Balances Ending	\$ 1,610,349	\$ 1,604,549	\$ 1,686,343	\$ 81,794

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Park Development and Maintenance Tax Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 578,800	\$ 578,800
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	578,800	578,800
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	578,800	578,800
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(575,000)	(578,800)	(3,800)
Total Other Financing Sources (Uses)	-	(575,000)	(578,800)	(3,800)
Net Change in Fund Balances	-	(575,000)	-	575,000
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (575,000)	\$ -	\$ 575,000

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Community Facilities District #1			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 1,442,200	\$ 1,442,200	\$ 1,531,484	\$ 89,284
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	1,442,200	1,442,200	1,531,484	89,284
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	14,400	14,400	15,293	(893)
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	14,400	14,400	15,293	(893)
Excess (Deficiency) of Revenues over Expenditures	1,427,800	1,427,800	1,516,191	88,391
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,427,800)	(1,488,500)	(1,516,191)	(27,691)
Total Other Financing Sources (Uses)	(1,427,800)	(1,488,500)	(1,516,191)	(27,691)
Net Change in Fund Balances	-	(60,700)	-	60,700
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (60,700)	\$ -	\$ 60,700

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Community Facilities District #5			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 4,000,000	\$ 4,000,000	\$ 4,027,009	\$ 27,009
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	2,370	2,370
Use of money and property	14,900	14,900	35,087	20,187
Charges for services	-	-	-	-
Other revenues	-	-	2,000	2,000
Total Revenues	4,014,900	4,014,900	4,066,466	51,566
EXPENDITURES				
Current:				
General government	336,100	336,100	470,481	(134,381)
Public safety	-	-	-	-
General services	2,129,700	2,196,900	2,137,761	59,139
Culture and recreation	1,484,200	1,484,200	1,457,248	26,952
Community development	-	-	-	-
Capital outlay	6,300	43,300	43,164	136
Total Expenditures	3,956,300	4,060,500	4,108,654	(48,154)
Excess (Deficiency) of Revenues over Expenditures	58,600	(45,600)	(42,188)	3,412
OTHER FINANCING SOURCES (USES)				
Transfers in	3,200	3,200	4,766	1,566
Transfers out	(78,300)	(78,300)	(65,895)	12,405
Total Other Financing Sources (Uses)	(75,100)	(75,100)	(61,129)	13,971
Net Change in Fund Balances	(16,500)	(120,700)	(103,317)	17,383
Fund Balances Beginning	2,470,459	2,470,459	2,470,459	-
Fund Balances Ending	\$ 2,453,959	\$ 2,349,759	\$ 2,367,142	\$ 17,383

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Community Facilities District #6			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 276,400	\$ 276,400	\$ 285,536	\$ 9,136
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	1,700	1,700	2,314	614
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	278,100	278,100	287,850	9,750
EXPENDITURES				
Current:				
General government	34,200	34,200	36,173	(1,973)
Public safety	-	-	-	-
General services	262,200	262,200	244,840	17,360
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	296,400	296,400	281,013	15,387
Excess (Deficiency) of Revenues over Expenditures	(18,300)	(18,300)	6,837	25,137
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(7,300)	(7,300)	(7,863)	(563)
Total Other Financing Sources (Uses)	(7,300)	(7,300)	(7,863)	(563)
Net Change in Fund Balances	(25,600)	(25,600)	(1,026)	24,574
Fund Balances Beginning	244,684	244,684	244,684	-
Fund Balances Ending	\$ 219,084	\$ 219,084	\$ 243,658	\$ 24,574

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Housing Rehabilitation			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	10,721	10,721
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	10,721	10,721
EXPENDITURES				
Current:				
General government	800	800	800	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	800	800	800	-
Excess (Deficiency) of Revenues over Expenditures	(800)	(800)	9,921	10,721
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(800)	(800)	9,921	10,721
Fund Balances Beginning	768,633	768,633	768,633	-
Fund Balances Ending	\$ 767,833	\$ 767,833	\$ 778,554	\$ 10,721

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Streets Grants			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	2,410,000	2,410,000	922,845	(1,487,155)
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	2,050	2,050
Total Revenues	2,410,000	2,410,000	924,895	(1,485,105)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	35,758	(35,758)
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	2,410,000	2,410,000	1,028,029	1,381,971
Total Expenditures	2,410,000	2,410,000	1,063,787	1,346,213
Excess (Deficiency) of Revenues over Expenditures	-	-	(138,892)	(138,892)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(1,001)	(1,001)
Total Other Financing Sources (Uses)	-	-	(1,001)	(1,001)
Net Change in Fund Balances	-	-	(139,893)	(139,893)
Fund Balances Beginning	(294,424)	(294,424)	(294,424)	-
Fund Balances Ending	\$ (294,424)	\$ (294,424)	\$ (434,317)	\$ (139,893)

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Asset Forfeiture			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	161,573	161,573
Intergovernmental	-	-	-	-
Use of money and property	100	100	-	(100)
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	100	100	161,573	161,473
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	36,243	(36,243)
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	139,800	142,193	(2,393)
Total Expenditures	-	139,800	178,436	(38,636)
Excess (Deficiency) of Revenues over Expenditures	100	(139,700)	(16,863)	122,837
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	100	(139,700)	(16,863)	122,837
Fund Balances Beginning	141,590	141,590	141,590	-
Fund Balances Ending	\$ 141,690	\$ 1,890	\$ 124,727	\$ 122,837

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Traffic Safety/PD Grants			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	3,201	3,201
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	3,201	3,201
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	5,200	17,862	(12,662)
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	5,200	17,862	(12,662)
Excess (Deficiency) of Revenues over Expenditures	-	(5,200)	(14,661)	(9,461)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(5,200)	(14,661)	(9,461)
Fund Balances Beginning	(3,201)	(3,201)	(3,201)	-
Fund Balances Ending	\$ (3,201)	\$ (8,401)	\$ (17,862)	\$ (9,461)

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	CASp Certification and Training Fund			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	15,447	15,447
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	15,447	15,447
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	7,000	250	6,750
Capital outlay	-	-	-	-
Total Expenditures	-	7,000	250	6,750
Excess (Deficiency) of Revenues over Expenditures	-	(7,000)	15,197	22,197
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(7,000)	15,197	22,197
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (7,000)	\$ 15,197	\$ 22,197

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	CDBG HUD Entitlement			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	264,400	264,400	218,337	(46,063)
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	264,400	264,400	218,337	(46,063)
EXPENDITURES				
Current:				
General government	3,300	3,300	1,000	2,300
Public safety	-	-	-	-
General services	160,500	160,500	159,994	506
Culture and recreation	-	-	-	-
Community development	53,100	53,100	37,343	15,757
Capital outlay	-	-	-	-
Total Expenditures	216,900	216,900	198,337	18,563
Excess (Deficiency) of Revenues over Expenditures	47,500	47,500	20,000	(27,500)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(47,500)	(47,500)	(19,494)	28,006
Total Other Financing Sources (Uses)	(47,500)	(47,500)	(19,494)	28,006
Net Change in Fund Balances	-	-	506	506
Fund Balances Beginning	(6,727)	(6,727)	(6,727)	-
Fund Balances Ending	\$ (6,727)	\$ (6,727)	\$ (6,221)	\$ 506

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Special Revenue Nonmajor Governmental Funds
For the year ended June 30, 2018

	Supplemental Law Enforcement Grant			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	100,000	100,000	139,416	39,416
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>100,000</u>	<u>100,000</u>	<u>139,416</u>	<u>39,416</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>100,000</u>	<u>100,000</u>	<u>139,416</u>	<u>39,416</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(100,000)	(130,000)	(139,416)	(9,416)
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>(130,000)</u>	<u>(139,416)</u>	<u>(9,416)</u>
Net Change in Fund Balances	-	(30,000)	-	30,000
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	<u>\$ -</u>	<u>\$ (30,000)</u>	<u>\$ -</u>	<u>\$ 30,000</u>

Concluded

NONMAJOR CAPITAL PROJECTS FUNDS

Fund Title	Fund Description
Park Development Fees	Accounts for funds expended on City park projects and improvements.
Community Park Fees	Accounts for funds collected and expended for City park land and improvements.
Capital Construction Tax	Accounts for the capital construction tax that is used for the expansion of facilities to serve new developments within the City.
Oak Tree Mitigation Fees	Accounts for funds collected for Oak Tree preservation activities including land acquisition and oak tree planting, acquisition, and maintenance.
Whitney Ranch Trunk Sewer Project	Accounts for impact fees to fund the sewer trunk line upgrade.
North West Rocklin Community Park Fee	Developers in the North West Rocklin area are required to pay Impact Fees which can only be used to fund community parks in the North West Rocklin area (Whitney Ranch Park).
Public Facilities Impact Fees	This fund accounts for impact fees used to fund expansion of public facilities to serve new development within the City.
Rocklin Public Finance Authority Capital Projects	Accounts for Rocklin Finance Authority capital projects funded by bond proceeds.
Community Facilities District #10	Accounts for projects related to the respective community facilities district.
Whitney Ranch Interchange Fees	This fund accounts for fees used to develop Highway 65 interchanges in the Whitney Ranch area.

City of Rocklin
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Park Development Fees	Community Park Fees	Capital Construction Tax	Oak Tree Mitigation Fees
ASSETS				
Cash and investments	527,434	\$ -	\$ 2,254,385	\$ 1,134,115
Restricted cash and investments	-	-	-	-
Receivables:				
Other receivables	-	-	-	-
Total assets	\$ 527,434	\$ -	\$ 2,254,385	\$ 1,134,115
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 380,726	\$ -	\$ -
Due to other funds	-	520,296	-	-
Total liabilities	-	901,022	-	-
Fund Balances:				
Restricted	\$ -	\$ -	\$ -	\$ -
Committed	527,434	-	2,254,385	1,134,115
Unassigned (Deficit)	-	(901,022)	-	-
Total fund balances	527,434	(901,022)	2,254,385	1,134,115
Total liabilities and fund balances	\$ 527,434	\$ -	\$ 2,254,385	\$ 1,134,115

Continued

City of Rocklin
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Whitney Ranch Trunk Sewer Project	North West Rocklin Community Park Fees	Public Facilities Impact Fees	Rocklin Public Finance Authority Capital Projects
ASSETS				
Cash and investments	\$ 318,475	\$ 573,756	\$ 2,704,364	\$ -
Restricted cash and investments	-	-	-	3,980,153
Receivables:				
Other receivables	-	-	-	3,350
Total assets	\$ 318,475	\$ 573,756	\$ 2,704,364	\$ 3,983,503
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ -	\$ 64,607
Due to other funds	-	-	-	-
Total liabilities	-	-	-	64,607
Fund Balances:				
Restricted	\$ -	\$ -	\$ -	\$ 3,918,896
Committed	318,475	573,756	2,704,364	-
Unassigned (Deficit)	-	-	-	-
Total fund balances	318,475	573,756	2,704,364	3,918,896
Total liabilities and fund balances	\$ 318,475	\$ 573,756	\$ 2,704,364	\$ 3,983,503

Continued

City of Rocklin
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Community Facilities District #10 Projects	Whitney Ranch Interchange Fees	Total Capital Projects Nonmajor Governmental Funds	
			2018	2017
ASSETS				
Cash and investments	\$ -	\$ 350,570	\$ 7,863,099	\$ 5,050,902
Restricted cash and investments	-	-	3,980,153	10,417,416
Receivables:				
Other receivables	-	-	3,350	-
Total assets	\$ -	\$ 350,570	\$ 11,846,602	\$ 15,468,318
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 445,333	\$ 111,349
Due to other funds	-	-	520,296	424,081
Total liabilities	-	-	965,629	535,430
Fund Balances:				
Restricted	\$ -	\$ -	\$ 3,918,896	\$ 10,113,205
Committed	-	350,570	7,863,099	5,050,480
Unassigned (Deficit)	-	-	(901,022)	(230,797)
Total fund balances	-	350,570	10,880,973	14,932,888
Total liabilities and fund balances	\$ -	\$ 350,570	\$ 11,846,602	\$ 15,468,318

Concluded

City of Rocklin

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

Capital Projects Nonmajor Governmental Funds

For the year ended June 30, 2018

(With comparative totals for June 30, 2017)

	Park Development Fees	Community Park Fees	Capital Construction Tax	Oak Tree Mitigation Fees
REVENUES				
Taxes and assessments	\$ 538,684	\$ 258,714	\$ -	\$ 371,731
License and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	3,030	-	44,281	11,499
Contributions from developers and homeowners	-	-	2,861,773	-
Other revenue	-	-	652,512	-
Total Revenues	541,714	258,714	3,558,566	383,230
EXPENDITURES				
Current:				
General government	-	2,866	3,025	-
General services	-	-	-	74,048
Culture and recreation	62,513	-	-	65,567
Capital outlay	-	1,880,564	1,213,700	1,666,598
Debt service:				
Principal	-	-	-	468,110
Interest and fiscal charges	-	-	-	31,890
Total Expenditures	62,513	1,883,430	1,216,725	2,306,213
Excess (Deficiency) of Revenues over Expenditures	479,201	(1,624,716)	2,341,841	(1,922,983)
OTHER FINANCING SOURCES (USES)				
Proceeds from debt issuance	-	1,334,802	-	1,665,198
Transfers in	-	-	-	-
Transfers out	(7,500)	(380,311)	(3,514,257)	(17,271)
Total Other Financing Sources (Uses)	(7,500)	954,491	(3,514,257)	1,647,927
Net Change in Fund Balances	471,701	(670,225)	(1,172,416)	(275,056)
Fund Balances Beginning	55,733	(230,797)	3,426,801	1,409,171
Fund Balances Ending	\$ 527,434	\$ (901,022)	\$ 2,254,385	\$ 1,134,115

Continued

City of Rocklin

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

Capital Projects Nonmajor Governmental Funds

For the year ended June 30, 2018

(With comparative totals for June 30, 2017)

	Whitney Ranch Trunk Sewer Project	North West Rocklin Community Park Fees	Public Facilities Impact Fees	Rocklin Public Finance Authority Capital Projects
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	157,048	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	255,167	-	-
Use of money and property	2,652	3,378	4,611	71,495
Contributions from developers and homeowners	-	-	-	-
Other revenue	-	-	-	-
Total Revenues	159,700	258,545	4,611	71,495
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	20,000
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	3,120,087
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	3,140,087
Excess (Deficiency) of Revenues over Expenditures	159,700	258,545	4,611	(3,068,592)
OTHER FINANCING SOURCES (USES)				
Proceeds from debt issuance	-	-	-	-
Transfers in	-	315,211	2,699,753	155,664
Transfers out	-	-	-	(71,467)
Total Other Financing Sources (Uses)	-	315,211	2,699,753	84,197
Net Change in Fund Balances	159,700	573,756	2,704,364	(2,984,395)
Fund Balances Beginning	158,775	-	-	6,903,291
Fund Balances Ending	\$ 318,475	\$ 573,756	\$ 2,704,364	\$ 3,918,896

Continued

City of Rocklin

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

Capital Projects Nonmajor Governmental Funds

For the year ended June 30, 2018

(With comparative totals for June 30, 2017)

	Community Facilities District #10 Projects	Whitney Ranch Interchange Fees	Total Capital Projects Nonmajor Governmental Funds	
			2018	2017
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 1,169,129	\$ 641,172
License and permits	-	-	157,048	90,584
Intergovernmental revenues	-	-	-	14,061
Charges for services	-	-	255,167	147,428
Use of money and property	5,008	1,985	147,939	55,696
Contributions from developers and homeowners	-	-	2,861,773	2,017,824
Other revenue	-	-	652,512	891,460
Total Revenues	5,008	1,985	5,243,568	3,858,225
EXPENDITURES				
Current:				
General government	-	-	5,891	2,595
General services	-	-	94,048	138,858
Culture and recreation	-	-	128,080	-
Capital outlay	3,214,922	-	11,095,871	1,231,835
Debt service:				
Principal	-	-	468,110	-
Interest and fiscal charges	-	-	31,890	-
Total Expenditures	3,214,922	-	11,823,890	1,373,288
Excess (Deficiency) of Revenues over Expenditures	(3,209,914)	1,985	(6,580,322)	2,484,937
OTHER FINANCING SOURCES (USES)				
Proceeds from debt issuance	-	-	3,000,000	8,000,000
Transfers in	-	348,585	3,519,213	-
Transfers out	-	-	(3,990,806)	(585,223)
Total Other Financing Sources (Uses)	-	348,585	2,528,407	7,414,777
Net Change in Fund Balances	(3,209,914)	350,570	(4,051,915)	9,899,714
Fund Balances Beginning	3,209,914	-	14,932,888	5,033,174
Fund Balances Ending	\$ -	\$ 350,570	\$ 10,880,973	\$ 14,932,888

Concluded

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Park Development Fees			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 450,000	\$ 450,000	\$ 538,684	\$ 88,684
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	2,300	2,300	3,030	730
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>452,300</u>	<u>452,300</u>	<u>541,714</u>	<u>89,414</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	-
Culture and recreation	60,000	60,000	62,513	(2,513)
Capital outlay	60,000	60,000	-	60,000
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	<u>120,000</u>	<u>120,000</u>	<u>62,513</u>	<u>57,487</u>
Excess (Deficiency) of Revenues over Expenditures	<u>332,300</u>	<u>332,300</u>	<u>479,201</u>	<u>146,901</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(22,700)	(22,700)	(7,500)	15,200
Total Other Financing Sources (Uses)	<u>(22,700)</u>	<u>(22,700)</u>	<u>(7,500)</u>	<u>15,200</u>
Net Change in Fund Balances	309,600	309,600	471,701	162,101
Fund Balances Beginning	<u>55,733</u>	<u>55,733</u>	<u>55,733</u>	<u>-</u>
Fund Balances Ending	<u>\$ 365,333</u>	<u>\$ 365,333</u>	<u>\$ 527,434</u>	<u>\$ 162,101</u>

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Community Park Fees			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 169,800	\$ 169,800	\$ 258,714	\$ 88,914
License and permits	-	-	-	-
Charges for services	90,000	90,000	-	(90,000)
Use of money and property	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	259,800	259,800	258,714	(1,086)
EXPENDITURES				
Current:				
General government	51,300	51,300	2,866	48,434
General services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	690,000	1,880,564	(1,190,564)
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	51,300	741,300	1,883,430	(1,142,130)
Excess (Deficiency) of Revenues over Expenditures	208,500	(481,500)	(1,624,716)	(1,143,216)
OTHER FINANCING SOURCES (USES)				
Proceeds from debt issuance	-	-	1,334,802	1,334,802
Transfers in	-	-	-	-
Transfers out	(7,900)	(396,300)	(380,311)	15,989
Total Other Financing Sources (Uses)	(7,900)	(396,300)	954,491	1,350,791
Net Change in Fund Balances	200,600	(877,800)	(670,225)	207,575
Fund Balances Beginning	(230,797)	(230,797)	(230,797)	-
Fund Balances Ending	\$ (30,197)	\$ (1,108,597)	\$ (901,022)	\$ 207,575

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Capital Construction Tax			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	25,200	25,200	44,281	19,081
Contributions from developers and homeowners	1,500,000	1,500,000	2,861,773	1,361,773
Other revenues	471,700	471,700	652,512	180,812
Total Revenues	1,996,900	1,996,900	3,558,566	1,561,666
EXPENDITURES				
Current:				
General government	-	-	3,025	(3,025)
General services	2,000	2,000	-	2,000
Culture and recreation	-	-	-	-
Capital outlay	39,900	1,411,300	1,213,700	197,600
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	41,900	1,413,300	1,216,725	196,575
Excess (Deficiency) of Revenues over Expenditures	1,955,000	583,600	2,341,841	1,758,241
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(501,600)	(3,348,900)	(3,514,257)	(165,357)
Total Other Financing Sources (Uses)	(501,600)	(3,348,900)	(3,514,257)	(165,357)
Net Change in Fund Balances	1,453,400	(2,765,300)	(1,172,416)	1,592,884
Fund Balances Beginning	3,426,801	3,426,801	3,426,801	-
Fund Balances Ending	\$ 4,880,201	\$ 661,501	\$ 2,254,385	\$ 1,592,884

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Oak Tree Mitigation Fees			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ 113,200	\$ 371,731	\$ 258,531
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	9,400	9,400	-	(9,400)
Contributions from developers and homeowners	-	-	11,499	11,499
Other revenues	-	-	-	-
Total Revenues	9,400	122,600	383,230	260,630
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	101,700	101,700	74,048	27,652
Culture and recreation	47,800	47,800	65,567	(17,767)
Capital outlay	1,400	31,300	1,666,598	(1,635,298)
Debt service:				
Principal	-	468,100	468,110	(10)
Interest and fiscal charges	-	31,900	31,890	10
Total Expenditures	150,900	680,800	2,306,213	(1,625,413)
Excess (Deficiency) of Revenues over Expenditures	(141,500)	(558,200)	(1,922,983)	(1,364,783)
OTHER FINANCING SOURCES (USES)				
Proceeds from debt issuance	-	-	1,665,198	1,665,198
Transfers in	-	-	-	-
Transfers out	(24,700)	(24,700)	(17,271)	7,429
Total Other Financing Sources (Uses)	(24,700)	(24,700)	1,647,927	1,672,627
Net Change in Fund Balances	(166,200)	(582,900)	(275,056)	307,844
Fund Balances Beginning	1,409,171	1,409,171	1,409,171	-
Fund Balances Ending	\$ 1,242,971	\$ 826,271	\$ 1,134,115	\$ 307,844

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Whitney Ranch Trunk Sewer Project			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	30,000	30,000	157,048	127,048
Charges for services	-	-	-	-
Use of money and property	1,000	1,000	2,652	1,652
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	31,000	31,000	159,700	128,700
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	31,000	31,000	159,700	128,700
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	31,000	31,000	159,700	128,700
Fund Balances Beginning	158,775	158,775	158,775	-
Fund Balances Ending	\$ 189,775	\$ 189,775	\$ 318,475	\$ 128,700

Continued

City of Rocklin

Schedule of Revenues, Expenditures, and

Changes in Fund Balances

Budget and Actual (GAAP Basis)

Capital Projects Nonmajor Governmental Funds

For the year ended June 30, 2018

	North West Rocklin Community Park Fees			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Charges for services	-	-	255,167	255,167
Use of money and property	-	-	3,378	3,378
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	258,545	258,545
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	258,545	258,545
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	315,211	315,211
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	315,211	315,211
Net Change in Fund Balances	-	-	573,756	573,756
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ 573,756	\$ 573,756

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Public Facilities Impact Fees			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	-	4,611	4,611
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	4,611	4,611
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	4,611	4,611
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	2,699,753	2,699,753
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	2,699,753	2,699,753
Net Change in Fund Balances	-	-	2,704,364	2,704,364
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ 2,704,364	\$ 2,704,364

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

<u>Rocklin Public Finance Authority Capital Projects</u>				
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	15,000	15,000	71,495	56,495
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>71,495</u>	<u>56,495</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	21,500	21,500	20,000	1,500
Culture and recreation	-	-	-	-
Capital outlay	5,154,200	8,103,000	3,120,087	4,982,913
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	<u>5,175,700</u>	<u>8,124,500</u>	<u>3,140,087</u>	<u>4,984,413</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(5,160,700)</u>	<u>(8,109,500)</u>	<u>(3,068,592)</u>	<u>5,040,908</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	155,664	155,664
Transfers out	(15,000)	(15,000)	(71,467)	(56,467)
Total Other Financing Sources (Uses)	<u>(15,000)</u>	<u>(15,000)</u>	<u>84,197</u>	<u>99,197</u>
Net Change in Fund Balances	(5,175,700)	(8,124,500)	(2,984,395)	5,140,105
Fund Balances Beginning	<u>6,903,291</u>	<u>6,903,291</u>	<u>6,903,291</u>	<u>-</u>
Fund Balances Ending	<u>\$ 1,727,591</u>	<u>\$ (1,221,209)</u>	<u>\$ 3,918,896</u>	<u>\$ 5,140,105</u>

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Community Facilities District #10 Projects			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	-	5,008	5,008
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	5,008	5,008
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	3,214,922	(3,214,922)
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	3,214,922	(3,214,922)
Excess (Deficiency) of Revenues over Expenditures	-	-	(3,209,914)	(3,209,914)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	(3,209,914)	(3,209,914)
Fund Balances Beginning	3,209,914	3,209,914	3,209,914	-
Fund Balances Ending	\$ 3,209,914	\$ 3,209,914	\$ -	\$ (3,209,914)

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Nonmajor Governmental Funds
For the year ended June 30, 2018

	Whitney Ranch Interchange Fees			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
License and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	-	1,985	1,985
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>1,985</u>	<u>1,985</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>1,985</u>	<u>1,985</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	348,585	348,585
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>348,585</u>	<u>348,585</u>
Net Change in Fund Balances	-	-	350,570	350,570
Fund Balances Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 350,570</u>	<u>\$ 350,570</u>

Concluded

NONMAJOR PERMANENT FUNDS

Fund Title	Fund Description
Wetlands Maintenance	Accounts for a \$38,000 required endowment from which the income will fund ongoing maintenance of the wetlands on a single lot parcel in Stanford Ranch Phase III.
Conservation Easement Endowment	Accounts for a \$453,455 required endowment from which the income will fund initial Preserve Area maintenance and operations.

City of Rocklin
Combining Balance Sheet
Permanent Nonmajor Governmental Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Wetlands Maintenance	Conservation Easement Endowment	Total Permanent Nonmajor Governmental Funds	
			2018	2017
ASSETS				
Restricted cash and investments	\$ 62,216	\$ 453,455	\$ 515,671	\$ 516,997
Total assets	\$ 62,216	\$ 453,455	\$ 515,671	\$ 516,997
FUND BALANCES				
Nonspendable endowments	\$ 38,000	\$ 453,455	\$ 491,455	\$ 491,455
Restricted	24,216	-	24,216	25,542
Total fund balances	\$ 62,216	\$ 453,455	\$ 515,671	\$ 516,997

City of Rocklin

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

Permanent Nonmajor Governmental Funds

For the year ended June 30, 2018

(With comparative totals for June 30, 2017)

	Wetlands Maintenance	Conservation Easement Endowment	Total Permanent Nonmajor Governmental Funds	
			2018	2017
REVENUES				
Use of money and property	\$ 789	\$ 4,766	\$ 5,555	\$ 3,392
Total Revenues	<u>789</u>	<u>4,766</u>	<u>5,555</u>	<u>3,392</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>789</u>	<u>4,766</u>	<u>5,555</u>	<u>3,392</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(2,115)	(4,766)	(6,881)	(5,009)
Total Other Financing Sources (Uses)	<u>(2,115)</u>	<u>(4,766)</u>	<u>(6,881)</u>	<u>(5,009)</u>
Net Change in Fund Balances	(1,326)	-	(1,326)	(1,617)
Fund Balances Beginning	<u>63,542</u>	<u>453,455</u>	<u>516,997</u>	<u>518,614</u>
Fund Balances Ending	<u>\$ 62,216</u>	<u>\$ 453,455</u>	<u>\$ 515,671</u>	<u>\$ 516,997</u>

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Permanent Nonmajor Governmental Funds
For the year ended June 30, 2018

	Wetlands Maintenance			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	4,400	4,400	789	(3,611)
Total Revenues	4,400	4,400	789	(3,611)
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	4,400	4,400	789	(3,611)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(2,100)	(2,100)	(2,115)	(15)
Total Other Financing Sources (Uses)	(2,100)	(2,100)	(2,115)	(15)
Net Change in Fund Balances	2,300	2,300	(1,326)	(3,626)
Fund Balances Beginning	63,542	63,542	63,542	-
Fund Balances Ending	\$ 65,842	\$ 65,842	\$ 62,216	\$ (3,626)

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Permanent Nonmajor Governmental Funds
For the year ended June 30, 2018

	<u>Conservation Easement Endowment</u>			
	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Use of money and property	3,200	3,200	4,766	1,566
Total Revenues	<u>3,200</u>	<u>3,200</u>	<u>4,766</u>	<u>1,566</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,200</u>	<u>3,200</u>	<u>4,766</u>	<u>1,566</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(3,200)	(3,200)	(4,766)	(1,566)
Total Other Financing Sources (Uses)	<u>(3,200)</u>	<u>(3,200)</u>	<u>(4,766)</u>	<u>(1,566)</u>
Net Change in Fund Balances	-	-	-	-
Fund Balances Beginning	453,455	453,455	453,455	-
Fund Balances Ending	<u>\$ 453,455</u>	<u>\$ 453,455</u>	<u>\$ 453,455</u>	<u>\$ -</u>

Concluded

AGENCY FUNDS

Fund Title	Fund Description
Community Facilities District #3	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District #6	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District #7	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District #8	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District #9	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District #10	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District #11	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Borowski Landfill Monitoring Trust	Accounts for amounts collected to monitor the Borowski Landfill.
North West Rocklin Annexation Area	Accounts for amounts collected to reimburse developers for constructing backbone infrastructure in the respective area.

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Community Facilities District #3	Community Facilities District #6	Community Facilities District #7
ASSETS			
Current assets:			
Cash and investments	\$ -	\$ 91,694	\$ -
Cash and investments held by trustee	1,700,422	-	391,843
Receivables	3,002	543	19,863
Total assets	<u>\$ 1,703,424</u>	<u>\$ 92,237</u>	<u>\$ 411,706</u>
LIABILITIES			
Current liabilities:			
Due to other agencies	\$ 1,703,424	\$ 92,237	\$ 411,706
Total liabilities	<u>\$ 1,703,424</u>	<u>\$ 92,237</u>	<u>\$ 411,706</u>

Continued

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Community Facilities District #8	Community Facilities District #9	Community Facilities District #10
ASSETS			
Current assets:			
Cash and investments	\$ 228,601	\$ 273,944	\$ -
Cash and investments held by trustee	-	-	4,415,568
Receivables	1,925	7,610	20,497
Total assets	\$ 230,526	\$ 281,554	\$ 4,436,065
LIABILITIES			
Current liabilities:			
Due to other agencies	\$ 230,526	\$ 281,554	\$ 4,436,065
Total liabilities	\$ 230,526	\$ 281,554	\$ 4,436,065

Continued

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Community Facilities District #11	Borowski Landfill Monitoring Trust	Northwest Rocklin Annexation Area Trust
ASSETS			
Current assets:			
Cash and investments	\$ 1,474,924	\$ 3,249	\$ 113,686
Cash and investments held by trustee	-	-	-
Receivables	6,181	-	-
Total assets	\$ 1,481,105	\$ 3,249	\$ 113,686
LIABILITIES			
Current liabilities:			
Due to other agencies	\$ 1,481,105	\$ 3,249	\$ 113,686
Total liabilities	\$ 1,481,105	\$ 3,249	\$ 113,686

Continued

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2018
(With comparative totals for June 30, 2017)

	Totals	
	2018	2017
ASSETS		
Current assets:		
Cash and investments	\$ 2,186,098	\$ 1,562,174
Cash and investments held by trustee	6,507,833	6,551,368
Receivables	59,621	56,413
Total assets	<u>\$ 8,753,552</u>	<u>\$ 8,169,955</u>
LIABILITIES		
Current liabilities:		
Due to other agencies	\$ 8,753,552	\$ 8,169,955
Total liabilities	<u>\$ 8,753,552</u>	<u>\$ 8,169,955</u>

Concluded

City of Rocklin
Combining Schedule of Changes in Assets and Liabilities
Agency Funds
For the year ended June 30, 2018

	Balance July 01, 2017	Additions	Deductions	Balance June 30, 2018
COMMUNITY FACILITIES DISTRICT #3				
ASSETS				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Cash and investments held by trustee	1,629,360	806,514	735,452	1,700,422
Receivables	10,372	3,002	10,372	3,002
Total assets	\$ 1,639,732	\$ 809,516	\$ 745,824	\$ 1,703,424
LIABILITIES				
Due to other agencies	\$ 1,639,732	\$ 809,516	\$ 745,824	\$ 1,703,424
Total liabilities	\$ 1,639,732	\$ 809,516	\$ 745,824	\$ 1,703,424
COMMUNITY FACILITIES DISTRICT #6				
ASSETS				
Cash and investments	\$ -	\$ 91,694	\$ -	\$ 91,694
Cash and investments held by trustee	162,832	816,589	979,421	-
Receivables	3,102	543	3,102	543
Total assets	\$ 165,934	\$ 908,826	\$ 982,523	\$ 92,237
LIABILITIES				
Due to other agencies	\$ 165,934	\$ 908,826	\$ 982,523	\$ 92,237
Total liabilities	\$ 165,934	\$ 908,826	\$ 982,523	\$ 92,237
COMMUNITY FACILITIES DISTRICT #7				
ASSETS				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Cash and investments held by trustee	403,321	251,865	263,343	391,843
Receivables	1,675	19,863	1,675	19,863
Total assets	\$ 404,996	\$ 271,728	\$ 265,018	\$ 411,706
LIABILITIES				
Due to other agencies	\$ 404,996	\$ 271,728	\$ 265,018	\$ 411,706
Total liabilities	\$ 404,996	\$ 271,728	\$ 265,018	\$ 411,706

Cont'd

City of Rocklin
Combining Schedule of Changes in Assets and Liabilities
Agency Funds
For the year ended June 30, 2018

	Balance July 01, 2017	Additions	Deductions	Balance June 30, 2018
COMMUNITY FACILITIES DISTRICT #8				
ASSETS				
Cash and investments	\$ -	\$ 228,601	\$ -	\$ 228,601
Cash and investments held by trustee	431,390	2,126,170	2,557,560	-
Receivables	8,894	1,925	8,894	1,925
Total assets	\$ 440,284	\$ 2,356,696	\$ 2,566,454	\$ 230,526
LIABILITIES				
Due to other agencies	\$ 440,284	\$ 2,356,696	\$ 2,566,454	\$ 230,526
Total liabilities	\$ 440,284	\$ 2,356,696	\$ 2,566,454	\$ 230,526
	Balance July 01, 2017	Additions	Deductions	Balance June 30, 2018
COMMUNITY FACILITIES DISTRICT #9				
ASSETS				
Cash and investments	\$ -	\$ 273,944	\$ -	\$ 273,944
Cash and investments held by trustee	442,348	2,531,874	2,974,222	-
Receivables	6,117	7,610	6,117	7,610
Total assets	\$ 448,465	\$ 2,813,428	\$ 2,980,339	\$ 281,554
LIABILITIES				
Due to other agencies	\$ 448,465	\$ 2,813,428	\$ 2,980,339	\$ 281,554
Total liabilities	\$ 448,465	\$ 2,813,428	\$ 2,980,339	\$ 281,554
	Balance July 01, 2017	Additions	Deductions	Balance June 30, 2018
COMMUNITY FACILITIES DISTRICT #10				
ASSETS				
Cash and investments	\$ 17,441	\$ -	\$ 17,441	\$ -
Cash and investments held by trustee	3,482,117	2,869,921	1,936,470	4,415,568
Receivables	25,259	20,497	25,259	20,497
Total assets	\$ 3,524,817	\$ 2,890,418	\$ 1,979,170	\$ 4,436,065
LIABILITIES				
Due to other agencies	\$ 3,524,817	\$ 2,890,418	\$ 1,979,170	\$ 4,436,065
Total liabilities	\$ 3,524,817	\$ 2,890,418	\$ 1,979,170	\$ 4,436,065

Cont'd

City of Rocklin
Combining Schedule of Changes in Assets and Liabilities
Agency Funds
For the year ended June 30, 2018

	Balance July 01, 2017	Additions	Deductions	Balance June 30, 2018
COMMUNITY FACILITIES DISTRICT #11				
ASSETS				
Cash and investments	\$ 1,466,336	\$ 745,549	\$ 736,961	\$ 1,474,924
Cash and investments held by trustee	-	-	-	-
Receivables	994	6,181	994	6,181
Total assets	\$ 1,467,330	\$ 751,730	\$ 737,955	\$ 1,481,105
LIABILITIES				
Due to other agencies	\$ 1,467,330	\$ 751,730	\$ 737,955	\$ 1,481,105
Total liabilities	\$ 1,467,330	\$ 751,730	\$ 737,955	\$ 1,481,105
BOROWSKI LANDFILL MONITORING TRUST				
ASSETS				
Cash and investments	\$ 7,925	\$ 27,143	\$ 31,819	\$ 3,249
Cash and investments held by trustee	-	-	-	-
Receivables	-	-	-	-
Total assets	\$ 7,925	\$ 27,143	\$ 31,819	\$ 3,249
LIABILITIES				
Due to other agencies	\$ 7,925	\$ 27,143	\$ 31,819	\$ 3,249
Total liabilities	\$ 7,925	\$ 27,143	\$ 31,819	\$ 3,249
Northwest Rocklin Annexation Area Trust				
ASSETS				
Cash and investments	\$ 70,472	\$ 113,686	\$ 70,472	\$ 113,686
Cash and investments held by trustee	-	-	-	-
Receivables	-	-	-	-
Total assets	\$ 70,472	\$ 113,686	\$ 70,472	\$ 113,686
LIABILITIES				
Due to other agencies	\$ 70,472	\$ 113,686	\$ 70,472	\$ 113,686
Total liabilities	\$ 70,472	\$ 113,686	\$ 70,472	\$ 113,686
Totals				
ASSETS				
Cash and investments	\$ 1,562,174	\$ 1,480,617	\$ 856,693	\$ 2,186,098
Cash and investments held by trustee	6,551,368	9,402,933	9,446,468	6,507,833
Receivables	56,413	59,621	56,413	59,621
Total assets	\$ 8,169,955	\$ 10,943,171	\$ 10,359,574	\$ 8,753,552
LIABILITIES				
Due to other agencies	\$ 8,169,955	\$ 10,943,171	\$ 10,359,574	\$ 8,753,552
Total liabilities	\$ 8,169,955	\$ 10,943,171	\$ 10,359,574	\$ 8,753,552

Concluded



ROCKLIN

CALIFORNIA

STASTICAL INFORMATION

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	164-173
Revenue Capacity	
These schedules contain information to help the reader assess the City's property tax.	174-177
Debt Capacity	
These schedules contain information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	178-182
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	183-186

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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

	2009	2010	2011	2012	2013
Governmental activities:					
Net investment in capital assets	\$ 340,423,304	\$ 336,857,846	\$ 299,354,604	\$ 311,848,181	\$ 305,672,758
Restricted	17,858,485	16,013,886	18,109,568	15,572,366	15,031,994
Unrestricted	60,361,488	51,212,204	43,464,022	30,663,690	27,181,118
Total Governmental Activities Net Position	<u>\$ 418,643,277</u>	<u>\$ 404,083,936</u>	<u>\$ 360,928,194</u>	<u>\$ 358,084,237</u>	<u>\$ 347,885,870</u>

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

	2014	2015	2016	2017	2018
Governmental activities:					
Net investment in capital assets	\$ 303,473,919	\$ 302,623,713	\$ 312,465,313	\$ 305,878,169	\$ 314,115,482
Restricted	24,905,118	22,509,945	26,651,163	28,671,195	15,238,984
Unrestricted	26,568,355	(7,435,357)	(2,310,614)	4,165,814	5,318,242
Total Governmental Activities Net Position	<u>\$ 354,947,392</u>	<u>\$ 317,698,301</u>	<u>\$ 336,805,862</u>	<u>\$ 338,715,178</u>	<u>\$ 334,672,708</u>

Page 2 of 2 (concluded)

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

	2009	2010	2011	2012	2013
Expenses					
Governmental Activities:					
General Government	\$ 12,168,677	\$ 11,502,017	\$ 12,368,561	\$ 19,941,499	\$ 11,213,621
Public Safety	21,767,874	20,187,996	19,676,954	19,500,808	19,848,065
Public Works	11,875,302	13,203,578	-	-	-
General Services	-	-	21,459,947	21,000,764	26,624,188
Culture and Recreation	11,199,237	8,630,297	-	-	-
Community Development	3,825,794	6,975,124	39,474,367	2,388,154	2,488,541
Interest Expense	2,193,456	2,225,218	2,185,827	1,801,574	709,181
Total Governmental Activities Expenses	<u>63,030,340</u>	<u>62,724,230</u>	<u>95,165,656</u>	<u>64,632,799</u>	<u>60,883,596</u>
Total Primary Government Expenses	<u>63,030,340</u>	<u>62,724,230</u>	<u>95,165,656</u>	<u>64,632,799</u>	<u>60,883,596</u>
Program Revenues					
Governmental Activities:					
Charges For Services:					
General Government	5,409,343	878,576	1,975,872	1,936,755	717,177
Public Safety	598,746	698,784	929,151	918,751	986,980
Public Works	262,526	27,097	-	-	-
General Services	-	-	3,096,172	2,926,972	2,867,552
Culture and Recreation	211,128	2,974,885	-	-	-
Community Development	1,451,804	1,061,768	1,359,902	1,408,754	2,838,162
Operating Grants and Contributions	3,898,104	2,891,635	8,514,569	7,875,912	7,023,612
Capital Grants and Contributions	2,701,074	3,845,572	1,061,788	110,327	387,952
Total Governmental Activities Program Revenues	<u>14,532,725</u>	<u>12,378,317</u>	<u>16,937,454</u>	<u>15,177,471</u>	<u>14,821,435</u>
Total Primary Government Program Revenues	<u>14,532,725</u>	<u>12,378,317</u>	<u>16,937,454</u>	<u>15,177,471</u>	<u>14,821,435</u>
Net (Expense)/Revenue					
Governmental activities	<u>(48,497,615)</u>	<u>(50,345,913)</u>	<u>(78,228,202)</u>	<u>(49,455,328)</u>	<u>(46,062,161)</u>
Total Primary Government Net Expense	<u>(48,497,615)</u>	<u>(50,345,913)</u>	<u>(78,228,202)</u>	<u>(49,455,328)</u>	<u>(46,062,161)</u>

Page 1 of 4 (continued)

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

	2014	2015	2016	2017	2018
Expenses					
Governmental Activities:					
General Government	\$ 12,616,551	\$ 12,774,913	\$ 18,001,976	\$ 15,594,154	\$ 13,624,066
Public Safety	20,157,508	18,646,375	18,957,624	23,573,244	25,317,294
Public Works	-	-	-	-	-
General Services	26,870,694	29,624,287	21,964,264	24,091,079	25,484,445
Culture and Recreation	-	-	2,623,712	1,680,297	5,156,203
Community Development	2,111,334	2,070,085	2,892,219	3,648,661	5,324,033
Interest Expense	521,835	570,731	423,478	997,448	871,020
Total Governmental Activities Expenses	<u>62,277,922</u>	<u>63,686,391</u>	<u>64,863,273</u>	<u>69,584,883</u>	<u>75,777,061</u>
Total Primary Government Expenses	<u>62,277,922</u>	<u>63,686,391</u>	<u>64,863,273</u>	<u>69,584,883</u>	<u>75,777,061</u>
Program Revenues					
Governmental Activities:					
Charges For Services:					
General Government	1,488,847	1,530,256	1,754,860	1,546,035	2,033,211
Public Safety	1,002,360	1,057,928	1,053,903	1,175,654	1,443,940
Public Works	-	-	-	-	-
General Services	5,164,288	4,805,284	3,176,280	1,123,692	112,424
Culture and Recreation	-	-	817,342	817,551	1,884,019
Community Development	3,663,216	3,821,613	5,562,685	6,166,673	8,351,454
Operating Grants and Contributions	5,027,116	5,280,395	11,304,860	8,407,506	5,630,734
Capital Grants and Contributions	3,031,936	185,434	12,126,192	1,979,083	1,502,079
Total Governmental Activities Program Revenues	<u>19,377,763</u>	<u>16,680,910</u>	<u>35,796,122</u>	<u>21,216,194</u>	<u>20,957,861</u>
Total Primary Government Program Revenues	<u>19,377,763</u>	<u>16,680,910</u>	<u>35,796,122</u>	<u>21,216,194</u>	<u>20,957,861</u>
Net (Expense)/Revenue					
Governmental activities	<u>(42,900,159)</u>	<u>(47,005,481)</u>	<u>(29,067,151)</u>	<u>(48,368,689)</u>	<u>(54,819,200)</u>
Total Primary Government Net Expense	<u>(42,900,159)</u>	<u>(47,005,481)</u>	<u>(29,067,151)</u>	<u>(48,368,689)</u>	<u>(54,819,200)</u>

Page 2 of 4 (continued) of 4 (continued)

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

	2009	2010	2011	2012	2013
General Revenues and Other					
Changes In Net Position					
Governmental Activities:					
Taxes:					
Property Taxes	16,384,305	14,743,382	13,935,181	11,146,605	9,551,975
Sales and Use Taxes	8,071,160	6,378,150	5,040,007	5,786,761	6,212,703
Gas Tax	907,958	1,449,281	4,292,227	3,210,518	3,506,863
Transient Occupancy Tax	362,686	344,792	383,641	395,656	403,176
Other Taxes	4,972,089	4,201,280	4,248,516	7,811,538	6,890,260
Motor Vehicle Fees	3,953,712	3,935,363	3,760,265	3,404,120	3,367,965
Franchise Fees	1,588,179	1,594,426	1,762,153	1,887,441	1,904,499
Impact Fees	2,421,430	1,203,166	445,885	541,592	2,011,105
Investment Earnings	4,088,256	1,936,732	1,543,512	1,263,775	1,588,595
Other Revenues	-	-	-	-	426,653
Gain (Loss) on Sale of Assets	-	-	-	-	-
Extraordinary Gain on Dissolution of RDA	-	-	-	10,471,411	-
Transfers	-	-	-	-	-
Total Governmental Activities	<u>42,749,775</u>	<u>35,786,572</u>	<u>35,411,387</u>	<u>45,919,417</u>	<u>35,863,794</u>
Total Primary Government	<u>42,749,775</u>	<u>35,786,572</u>	<u>35,411,387</u>	<u>45,919,417</u>	<u>35,863,794</u>
Change In Net Position					
Governmental activities	<u>(5,747,840)</u>	<u>(14,559,341)</u>	<u>(42,816,815)</u>	<u>(3,535,911)</u>	<u>(10,198,367)</u>
Total Primary Government	<u>\$ (5,747,840)</u>	<u>\$ (14,559,341)</u>	<u>\$ (42,816,815)</u>	<u>\$ (3,535,911)</u>	<u>\$ (10,198,367)</u>

Page 3 of 4 (continued)

Note: In 2010-11 the City combined Culture and Recreation and Public Works into General Services.

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

	2014	2015	2016	2017	2018
General Revenues and Other					
Changes In Net Position					
Governmental Activities:					
Taxes:					
Property Taxes	10,347,611	10,921,437	9,833,055	10,641,721	11,412,312
Sales and Use Taxes	6,329,277	7,576,526	12,868,331	12,951,595	14,142,141
Gas Tax	4,645,010	4,709,456	4,634,924	4,532,443	5,007,488
Transient Occupancy Tax	474,424	539,796	572,498	730,719	871,468
Other Taxes	6,791,713	8,402,248	8,959,418	9,510,931	9,643,071
Motor Vehicle Fees	3,610,829	3,891,452	4,218,989	4,505,705	4,783,848
Franchise Fees	1,957,384	2,059,195	2,123,205	2,119,222	2,174,681
Impact Fees	2,636,172	3,124,079	3,045,750	3,682,003	4,444,008
Investment Earnings	1,531,756	1,789,996	1,879,887	1,453,126	1,273,404
Other Revenues	156,152	868,893	727,498	128,143	1,128,526
Gain (Loss) on Sale of Assets	-	(189,630)	(767,147)	22,397	15,608
Extraordinary Gain on Dissolution of RDA	11,481,353	-	-	-	-
Transfers	-	-	-	-	(4,605,013)
Total Governmental Activities	<u>49,961,681</u>	<u>43,693,448</u>	<u>48,096,408</u>	<u>50,278,005</u>	<u>50,291,542</u>
Total Primary Government	<u>49,961,681</u>	<u>43,693,448</u>	<u>48,096,408</u>	<u>50,278,005</u>	<u>50,291,542</u>
Change In Net Position					
Governmental activities	<u>7,061,522</u>	<u>(3,312,033)</u>	<u>19,029,257</u>	<u>1,909,316</u>	<u>(4,527,658)</u>
Total Primary Government	<u>\$ 7,061,522</u>	<u>\$ (3,312,033)</u>	<u>\$ 19,029,257</u>	<u>\$ 1,909,316</u>	<u>\$ (4,527,658)</u>

Page 4 of 4 (concluded)

Note: In 2010-11 the City combined Culture and Recreation and Public Works into General Services.

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

	2009	2010	2011	2012	2013
General Fund:					
Nonspendable	\$ 1,867,628	\$ 1,823,650	\$ 6,048,708	\$ 948,708	\$ 1,408,708
Restricted	-	-	-	-	-
Committed	18,576,558	18,063,861	14,161,064	12,982,200	23,465,316
Assigned	-	-	-	-	-
Unassigned	14,718,374	13,358,257	13,534,025	15,019,151	6,525,014
Total General Fund	<u>35,162,560</u>	<u>33,245,768</u>	<u>33,743,797</u>	<u>28,950,059</u>	<u>31,399,038</u>
All Other Governmental Funds:					
Nonspendable	10,141,531	11,752,089	12,870,770	1,003,014	2,569,610
Restricted	40,652,117	35,839,982	17,618,113	15,080,911	14,539,426
Committed	-	-	-	-	-
Assigned	3,674,164	3,658,407	18,464,493	19,665,360	20,538,696
Unassigned	(6,749,516)	(8,573,488)	(8,674,542)	(5,865,220)	(5,617,610)
Total All Other Governmental Funds	<u>47,718,296</u>	<u>42,676,990</u>	<u>40,278,834</u>	<u>29,884,065</u>	<u>32,030,122</u>
Total All Governmental Funds	<u>\$ 82,880,856</u>	<u>\$ 75,922,758</u>	<u>\$ 74,022,631</u>	<u>\$ 58,834,124</u>	<u>\$ 63,429,160</u>

Page 1 of 2 (continued)

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

	2014	2015	2016	2017	2018
General Fund:					
Nonspendable	\$ 1,408,708	\$ 1,408,708	\$ 1,408,708	\$ 1,408,708	\$ 1,057,689
Restricted	-	-	-	-	-
Committed	24,933,009	26,094,211	23,292,378	23,788,872	24,928,400
Assigned	-	-	-	-	-
Unassigned	7,085,097	6,667,356	8,360,590	8,277,801	8,528,815
Total General Fund	<u>33,426,814</u>	<u>34,170,275</u>	<u>33,061,676</u>	<u>33,475,381</u>	<u>34,514,904</u>
All Other Governmental Funds:					
Nonspendable	13,648,993	13,043,086	13,757,503	15,437,725	11,398,703
Restricted	24,412,499	21,804,777	23,287,775	35,084,069	19,018,164
Committed	2,326,197	3,645,358	2,664,534	5,050,480	11,660,760
Assigned	5,162,428	-	-	-	-
Unassigned	(3,963,333)	(2,613,160)	(3,836,388)	(3,714,759)	(1,489,422)
Total All Other Governmental Funds	<u>41,586,784</u>	<u>35,880,061</u>	<u>35,873,424</u>	<u>51,857,515</u>	<u>40,588,205</u>
Total All Governmental Funds	<u>\$ 75,013,598</u>	<u>\$ 70,050,336</u>	<u>\$ 68,935,100</u>	<u>\$ 85,332,896</u>	<u>\$ 75,103,109</u>

Page 2 of 2 (concluded)

City of Rocklin

Changes in Fund Balances of Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2009	2010	2011	2012	2013
Revenues					
Taxes and Assessments	\$ 38,661,519	\$ 28,990,898	\$ 31,194,723	\$ 31,273,388	\$ 32,533,333
Licenses and Permits	1,988,941	1,877,390	2,051,659	978,892	1,234,248
Fines and Forfeitures	355,926	322,076	290,302	200,457	155,846
Intergovernmental	3,999,483	7,330,605	8,012,591	4,495,057	6,381,554
Charges for Services	3,576,100	3,763,720	3,670,824	3,971,307	4,739,901
Use of Money and Property	4,088,256	1,937,512	1,939,533	1,726,567	2,245,163
Contributions from Dev. And Homeowners	1,532,596	867,288	391,375	449,309	770,016
Other Revenues	3,079,679	3,073,887	5,300,613	4,595,282	2,568,058
Total Revenues	57,282,500	48,163,376	52,851,620	47,690,259	50,628,119
Expenditures					
General Government	9,038,183	7,250,768	7,407,257	7,882,485	6,816,545
Public Safety	20,193,534	18,833,510	18,322,468	18,158,522	18,326,323
Public Works	3,875,990	4,699,101	-	-	-
General Services	-	-	12,173,194	10,075,239	16,953,922
Culture and Recreation	9,855,464	7,557,599	-	-	-
Community Development	7,633,718	6,975,124	3,817,974	2,388,154	2,488,541
Capital Outlay	15,454,132	6,736,882	8,347,901	2,757,092	3,457,179
Debt Service:					
Principal	1,630,000	2,020,000	2,497,869	2,075,000	1,000,000
Interest and Fiscal Charges	2,207,710	2,292,870	2,185,827	1,458,496	720,659
Total Expenditures	69,888,731	56,365,854	54,752,490	44,794,988	49,763,169
Excess of Revenues Over(Under) Expenditures	(12,606,231)	(8,202,478)	(1,900,870)	2,895,271	864,950
Other Financing Sources(Uses)					
PERS Side-Fund Payoff	-	-	-	(4,517,258)	-
Extraordinary Loss on Dissolution of RDA	-	-	-	(13,566,520)	-
Gain (Loss) on Sale of Assets	-	1,513	750	-	5,000
Transfers from (to) Agency Funds	-	-	-	-	-
Transfer from Successor Agency	-	-	-	-	-
Transfers from (to) Internal Service Funds	-	242,867	(8)	-	-
Defeasance of Debt	-	-	-	-	-
Long-Term Debt Proceeds	3,482,837	1,000,000	-	-	-
Total Other Financing Sources(Uses)	3,482,837	1,244,380	742	(18,083,778)	5,000
Net Change In Fund Balances	\$ (9,123,394)	\$ (6,958,098)	\$ (1,900,128)	\$ (15,188,507)	\$ 869,950
Debt Service as Percentage of Noncapital Expenditures	7.6%	9.5%	11.2%	9.2%	3.9%

City of Rocklin

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

	2014	2015	2016	2017	2018
Revenues					
Taxes and Assessments	\$ 35,251,049	\$ 37,896,309	\$ 40,369,523	\$ 46,579,731	\$ 47,254,480
Licenses and Permits	2,078,971	2,310,009	3,004,681	3,206,481	3,819,110
Fines and Forfeitures	160,913	564,913	227,817	378,658	428,674
Intergovernmental	8,599,289	5,412,142	9,666,864	8,077,195	8,450,768
Charges for Services	5,233,861	4,345,836	2,629,221	2,861,823	4,071,862
Use of Money and Property	2,428,172	2,685,218	2,778,659	2,407,423	2,232,378
Contributions from Dev. And Homeowners	1,695,692	2,850,688	4,744,217	2,017,824	2,861,773
Other Revenues	2,422,566	4,237,970	6,151,550	5,499,670	6,403,899
Total Revenues	57,870,513	60,303,085	69,572,532	71,028,805	75,522,944
Expenditures					
General Government	10,437,917	13,705,937	18,233,061	16,261,455	12,924,203
Public Safety	18,746,706	19,489,176	20,460,097	20,758,713	22,357,043
Public Works	-	-	-	-	-
General Services	16,707,672	19,237,232	14,272,425	13,960,714	13,654,648
Culture and Recreation	-	-	1,584,662	1,695,318	4,862,875
Community Development	2,111,334	2,228,394	2,963,265	4,041,210	4,941,424
Capital Outlay	8,239,277	9,313,759	17,525,161	4,863,869	22,961,872
Debt Service:					
Principal	1,030,000	1,070,000	1,110,000	1,160,000	1,811,481
Interest and Fiscal Charges	534,222	584,681	438,478	683,729	691,572
Total Expenditures	57,807,128	65,629,179	76,587,149	63,425,008	84,205,118
Excess of Revenues Over(Under) Expenditures	63,385	(5,326,094)	(7,014,617)	7,603,797	(8,682,174)
Other Financing Sources(Uses)					
PERS Side-Fund Payoff	-	-	-	-	-
Extraordinary Loss on Dissolution of RDA	-	-	-	-	-
Gain (Loss) on Sale of Assets	-	-	-	-	-
Transfers from (to) Agency Funds	-	-	-	-	(4,605,013)
Transfer from Successor Agency	11,481,353	-	-	-	-
Transfers from (to) Internal Service Funds	39,700	362,832	46,600	51,500	57,400
Defeasance of Debt	-	-	-	(1,401,322)	(5,000,077)
Long-Term Debt Proceeds	-	-	5,852,781	10,143,821	8,000,077
Total Other Financing Sources(Uses)	11,521,053	362,832	5,899,381	8,793,999	(1,547,613)
Net Change In Fund Balances	\$ 11,584,438	\$ (4,963,262)	\$ (1,115,236)	\$ 16,397,796	\$ (10,229,787)
Debt Service as Percentage of Noncapital Expenditures	3.3%	3.0%	2.7%	3.3%	4.3%

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

Fiscal Year	City of Rocklin			Taxable Assessed Value	Total Direct Tax Rate
	Secured	Public Utility	Unsecured		
2009	\$ 7,262,312,429	\$ 6,351,556	\$ 167,996,712	\$ 7,436,660,697	1.00
2010	6,937,855,555	8,476,688	151,986,395	7,098,318,638	1.00
2011	6,437,055,124	8,476,688	149,331,796	6,594,863,608	1.00
2012	6,213,199,580	8,476,688	124,161,157	6,345,837,425	1.00
2013	6,143,416,610	8,476,688	124,062,108	6,275,955,406	1.00
2014	6,603,652,182	9,515,170	130,907,829	6,744,075,181	1.00
2015	7,140,101,337	9,515,170	123,619,076	7,273,235,583	1.00
2016	7,732,821,234	9,209,410	148,270,416	7,890,301,060	1.00
2017	8,254,665,596	9,209,410	159,873,122	8,423,748,128	1.00
2018	8,864,135,830	9,121,300	163,939,388	9,037,196,518	1.00

All above are Full Value (100%)

Source: Placer County Assessor's Office

City of Rocklin

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(Rate per \$100 of assessed valuation)

Fiscal Year	Direct Rates		Overlapping Rates					Total Tax Rate
	Basic Rate	Total Direct	Loomis Elementary	Placer Union High	Rocklin Unified School District	Roseville Elementary	Roseville High	
2009	1.000	1.000	0.021	0.020	0.075	0.029	0.032	1.178
2010	1.000	1.000	0.021	0.022	0.084	0.033	0.036	1.195
2011	1.000	1.000	0.027	0.027	0.111	0.042	0.043	1.250
2012	1.000	1.000	0.018	0.026	0.129	0.047	0.042	1.263
2013	1.000	1.000	0.024	0.029	0.136	0.054	0.045	1.286
2014	1.000	1.000	0.022	0.028	0.136	0.044	0.051	1.281
2015	1.000	1.000	0.020	0.019	0.136	0.046	0.048	1.270
2016	1.000	1.000	0.020	0.015	0.134	0.043	0.045	1.258
2017	1.000	1.000	0.016	0.024	0.039	0.044	0.050	1.173
2018	1.000	1.000	0.016	0.026	0.142	0.012	0.052	1.247

Source: Placer County Assessor Tax Rate Table

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

Taxpayer	Primary Land Use	2018			2009		
		Taxable Assessed Valuation ⁽¹⁾	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Meridian Apartments LP	Residential	\$ 74,766,172	1	0.83%			
MGP X Properties LLC	Commercial	73,390,345	2	0.79%			
Evergreen SR 1011 LP	Commercial	41,148,571	3	0.46%			
Walmart Real Estate Business Trust	Commercial	38,170,584	4	0.42%			
Winsted Apartments LLC	Residential	37,262,493	5	0.41%			
Demmon Rocklin Ranch Partners LP	Residential	36,661,681	6	0.41%			
Oracle Systems Corporation	Commercial	35,288,580	7	0.39%			
AHST 39	Commercial	35,262,977	8	0.39%			
Williams Portfolio 8	Residential	34,986,184	9	0.39%			
Sunset Court at Stanford Ranch-344 LLC	Residential	33,924,353	10	0.38%	30,029,857	9	0.40%
Demmon Meridian Partners LP	Residential				88,161,670	1	1.19%
Sunset Ranchos Investors LLC	Vacant				66,077,464	2	0.89%
Rocklin Retail LLC	Commercial				52,713,848	3	0.71%
Sierrapine	Industrial				41,034,437	4	0.55%
The GAP Inc.	Industrial				32,120,610	5	0.43%
United Natural Foods Inc.	Industrial				31,384,458	6	0.42%
Lakha Properties Rocklin LLC	Commercial				31,148,427	7	0.42%
Dunmore Croftwood LLC	Vacant				30,236,625	8	0.41%
Evergreen Rocklin Land Joint Venture	Vacant				28,314,180	10	0.38%
Totals		<u>\$ 440,861,940</u>		<u>4.87%</u>	<u>\$ 431,221,576</u>		<u>5.80%</u>

Source(s): HdL Coren and Cone and Placer County Assessor Combined Tax Rolls and the SBE Non Unitary Tax Roll and Placer County Assessor 2006/07 Combined Tax Rolls and the SBE Non Unitary Tax Roll.

⁽¹⁾ Estimated calculations are performed on a parcel level, county/controllers' office neither calculates nor apportions revenues at a parcel level.

City of Rocklin**Property Tax Levies and Collections
Last Ten Fiscal Years**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percent of Levy		Amount	As Percent Of Tax Levy
2009	\$ 16,384,305	\$ 16,384,305	100.00%	\$ -	\$ 16,384,305	100.00%
2010	14,743,382	14,743,382	100.00%	-	14,743,382	100.00%
2011	13,935,181	13,935,181	100.00%	-	13,935,181	100.00%
2012	11,146,605	11,146,605	100.00%	-	11,146,605	100.00%
2013	9,551,975	9,551,975	100.00%	-	9,551,975	100.00%
2014	10,347,611	10,347,611	100.00%	-	10,347,611	100.00%
2015	10,921,437	10,921,437	100.00%	-	10,921,437	100.00%
2016	9,833,055	9,833,055	100.00%	-	9,833,055	100.00%
2017	10,641,721	10,641,721	100.00%	-	10,641,721	100.00%
2018	11,412,312	11,412,312	100.00%	-	11,412,312	100.00%

Source: City financial records

Note: Amounts reported and collected under the Teeter Plan in which all taxes are distributed to the City in the year of the levy with the County of Placer retaining any interest or penalties on uncollected balances.

City of Rocklin**Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Promissory Notes/Loans	Certificates of Participation	Refunding Revenue Bonds	Tax Allocation Bonds	Total Governmental Activities			
2009	250,000	4,635,000	11,760,000	29,065,000	45,710,000	45,710,000	2.0%	831
2010	-	4,165,000	11,225,000	28,500,000	43,890,000	43,890,000	3.0%	783
2011	-	3,680,000	10,680,000	27,915,000	42,275,000	42,275,000	2.0%	725
2012	-	3,275,000	10,115,000	-	13,390,000	13,390,000	2.0%	229
2013	-	2,860,000	9,530,000	-	12,390,000	12,390,000	1.0%	208
2014	-	2,430,000	8,930,000	-	11,360,000	11,360,000	0.6%	190
2015	-	1,980,000	8,310,000	-	10,290,000	10,290,000	0.5%	172
2016	-	1,515,000	7,665,000	-	9,180,000	9,180,000	0.4%	152
2017	-	-	16,445,000	-	16,445,000	16,445,000	0.8%	255
2018	6,683,596	-	8,960,000	-	15,643,596	15,643,596	0.7%	234

Source: City financial records, California State Dept of Finance, ESRI

City of Rocklin
Direct and Overlapping Debt
June 30, 2017

2017/2018 Assessed Valuation:	\$	9,037,499,702		
				City's Share
Overlapping Tax and Assessment Debt:		Total Debt	% Applicable (1)	of Debt
Rocklin Unified School District	\$	59,232,339	99.048%	\$ 58,668,447
Placer Union High School District		24,411,873	2.370%	578,561
Roseville Joint Union High School District		111,408,296	0.057%	63,503
Loomis Union School District		4,165,000	8.912%	371,185
Roseville City School District		15,563,924	0.099%	15,408
Rocklin Unified School District Community Facilities District Nos. 1 and 2		32,087,433	100%	32,087,433
City of Rocklin Community Facilities District No. 3		2,171,157	100%	2,171,157
City of Rocklin Community Facilities District No. 6		622,489	100%	622,489
City of Rocklin Community Facilities District No. 7		1,111,861	100%	1,111,861
City of Rocklin Community Facilities District No. 8		1,610,990	100%	1,610,990
City of Rocklin Community Facilities District No. 9		1,918,227	100%	1,918,227
City of Rocklin Community Facilities District No. 10		25,665,000	100%	25,665,000
City of Rocklin Community Facilities District No. 11		6,951,867	100%	6,951,867
California Statewide Community Development Authority 1915 Act Bonds		15,220,430	100%	15,220,430
Total overlapping tax and assessment debt				\$ 147,056,558
Direct and Overlapping General Fund Debt:				
Placer County Certificates of Participation	\$	28,395,000	12.694%	\$ 3,604,461
Placer County Office of Education Certificates of Participation		1,110,000	12.694%	140,903
Sierra Joint Community College District Certificates of Participation		4,770,000	9.605%	458,159
Rocklin Unified School District Certificates of Participation		13,880,000	98.048%	13,609,062
Placer Union High School District Certificates of Participation		1,845,000	2.370%	43,727
Loomis Union School District Certificates of Participation		1,945,000	7.344%	142,841
Roseville City School District Certificates of Participation		6,770,000	0.099%	6,702
City of Rocklin Lease Revenue Bonds		8,960,000	100%	8,960,000
South Placer Fire Protection District Certificates of Participation		5,145,000	1.172%	60,299
Placer Mosquito & Vector Control District Certificates of Participation		3,270,000	12.694%	415,094
Total direct and overlapping general fund debt				\$ 27,441,248
Overlapping Tax Increment Debt (Successor Agency)	\$	<u>23,175,000</u>	100%	<u>\$ 23,175,000</u>
Total direct debt				\$ 8,960,000
Total overlapping debt				\$ 188,712,806
Combined Total Debt				\$ 197,672,806 ⁽²⁾
Ratios to Assessed Valuation:				
Total Overlapping Tax and Assessment Debt			1.63%	
Total Direct Debt			0.10%	
Combined Total Debt			2.19%	
Ratios to Redevelopment Successor Agency Incremental Valuation (\$631,824,540):				
Total Overlapping Tax Increment Debt			3.22%	

(1) The percentage of overlapping debt applicable to the city is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed value that is within the boundaries of the city divided by the district's total taxable assessed value.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue, and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.

City of Rocklin
Legal Debt Margin Information
Last Ten Fiscal Years

	2009	2010	2011	2012	2013
Debt limit	\$ 1,089,346,864	\$ 1,040,678,333	\$ 965,558,269	\$ 931,979,937	\$ 921,512,492
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	\$ 1,089,346,864	\$ 1,040,678,333	\$ 965,558,269	\$ 931,979,937	\$ 921,512,492
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Page 1 of 2 (continued)

City of Rocklin
Legal Debt Margin Information
Last Ten Fiscal Years

	2014	2015	2016	2017	2018
Debt limit	\$ 990,547,827	\$ 1,071,015,201	\$ 1,226,867,673	\$ 1,309,781,510	\$ 1,329,620,375
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	\$ 990,547,827	\$ 1,071,015,201	\$ 1,226,867,673	\$ 1,309,781,510	\$ 1,329,620,375
Total debt applicable to the limit as a percentage of debt limit	0.0%	0.0%	0.0%	0.0%	0.0%

Legal Debt Margin Calculation for Fiscal Year 2017:

Assessed value - based on secured roll	\$ 8,864,135,830
Debt limit (15% of assessed value)	1,329,620,375
Debt applicable to limit:	
None	-
Legal Debt Margin	<u>\$ 1,329,620,375</u>

Page 2 of 2 (concluded)

City of Rocklin
Pledged-Revenue Coverage
Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Lease Revenue Bonds										
Police Department Building										
Lease Revenue	-	-	-	-	-	-	-	-	\$ -	\$ 513,939
Debt service:										
Principal	-	-	-	-	-	-	-	-	-	495,000
Interest	-	-	-	-	-	-	-	-	180,973	328,725
Total	-	-	-	-	-	-	-	-	180,973	823,725
Coverage	-	-	-	-	-	-	-	-	-	0.62
Certificates of Participation										
Police Department Building										
Lease Revenue	\$ 584,978	\$ 632,361	\$ 633,930	\$ 539,973	\$ 536,027	\$ 535,807	\$ 539,302	\$ 536,454	\$ 516,077	n/a
Debt service:										
Principal	460,000	470,000	485,000	405,000	415,000	430,000	450,000	465,000	485,000	n/a
Interest	173,715	162,315	148,930	134,973	121,028	105,810	89,305	71,455	31,078	n/a
Total	633,715	632,315	633,930	539,973	536,028	535,810	539,305	536,455	516,078	n/a
Coverage	0.92	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	n/a

Notes:
Certificates of Participation were refunded with Lease Revenue Bonds on 11/1/2016. Lease Revenue Bonds have cash from refunding to apply towards interest.
Details regarding the city's outstanding debt can be found in the notes to the financial statements.

Source: City of Rocklin Finance Division

City of Rocklin
Demographic and Economic Statistics
Last Ten Fiscal Years

Calendar Year	Population	Per Capita Personal Income	Personal Income (in thousands)	Unemployment Rate
2009	54,077	39,252	2,122,650	4.6%
2010	54,991	37,592	2,067,201	7.6%
2011	56,019	30,865	1,729,026	8.3%
2012	58,295	31,842	1,856,229	7.8%
2013	58,484	33,015	1,930,849	5.2%
2014	59,672	32,299	1,927,346	4.3%
2015	59,746	33,299	1,989,482	6.3%
2016	60,351	34,412	2,076,853	5.1%
2017	64,417	32,546	2,096,573	4.5%
2018	66,830	33,767	2,256,661	4.0%

Source: Population: California State Department of Finance. Unemployment Data: California Employment Development Department Income, Age, and Education Data: ESRI - Demographic Estimates are based on the last available Census. Projections are developed by incorporating all of the prior census data released to date. Demographic Data is totaled from Census Block Groups that overlap the City's boundaries 2010 and later - Income, Age and Education Data - US Census Bureau, most recent American Community Survey

City of Rocklin**Principal Employers - Top 10****Current Year and Nine Years Ago**

Employer	2018			2009		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percent of Total Employment
Sierra Joint Community College District	1,500	1	23.98%	497	3	12.42%
Rocklin Unified School District	1,434	2	22.92%	943	1	23.56%
Oracle America, Inc.	819	3	13.09%	448	4	11.19%
United Natural Foods, Inc. (UNFI)	474	4	7.58%	592	2	14.79%
Purple Communications, Inc.	428	5	6.84%			
Wal-Mart Stores, Inc.	422	6	6.75%			
United Parcel Service (UPS)	353	7	5.64%	356	5	8.90%
Educational Media Foundation (K-LOVE Radio)	325	8	5.20%	240	8	6.00%
Rocklin Academy Charter Schools	273	9	4.36%			
City of Rocklin	228	10	3.64%	287	7	7.17%
Hands on Services				300	6	7.50%
Sierra Pine				189	9	4.72%
R.C. Willey				150	10	3.75%
Total	6,256		100%	4,002		100%

Source: City of Rocklin

Note: Number of Employees are self-reported by Employers.

City of Rocklin
Operating Indicators By Function
Last Ten Fiscal Years

Function:	For Fiscal Year Ended June 30									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Public Safety										
911 Calls processed	11,272	11,256	11,026	12,221	13,015	13,950	13,810	15,322	18,638	Note 3
Officer initiated activity	19,234	19,676	14,595	20,857	25,273	20,626	25,048	21,008	21,221	Note 3
Felony arrests	432	398	376	399	472	498	310	291	306	Note 3
Misdemeanor arrests	1,084	1,006	925	822	775	710	838	782	740	Note 3
Citations issued	4,996	5,832	3,671	3,094	2,639	3,037	3,607	3,317	2,704	Note 3
Community Development										
Building Permits Issued- SFR ¹	128	107	77	74	125	286	389	536	68	530
Building Permits Issued- MFR Units ²	210	31	28	55	3	111	310	178	319	-
Building Permits Issued- Commercial	33	27	36	50	45	86	69	65	58	36
Building Permits Issued- Pools	52	63	41	58	59	77	138	163	142	154

Notes:

- (1) SFR-Single Family Residences
- (2) Multi-Family Residences by number of housing units
- (3) Statistics not available at time of report. Police Annual Report available online in the Spring after year end.

Source: City of Rocklin Annual Police Report, City of Rocklin Building Activity Reports

City of Rocklin
Capital Asset Statistics By Function
Last Ten Fiscal Years

	For Fiscal Year Ended June 30									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Function:										
General Government										
Number of buildings	2	2	2	2	2	2	2	2	2	2
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire stations	3	3	3	3	3	3	3	3	3	3
General Services										
Miles of streets	178	179	179	179	181	183	190	196	197	198
Number of street lights	4,834	4,834	4,834	4,834	4,880	4,926	5,133	5,301	5,317	5,339
Miles of off-street bikeways	16	16	16	19	19	21	24	26	26	26
Recreation										
Parks	32	32	32	32	32	32	32	33	34	36
Community centers	2	2	2	2	2	2	2	2	2	2

Source City of Rocklin Finance Division