



AMENDED AGENDA

***Addition of (1) Closed Session Item Post Publishing
See "Post Agenda Items" for Full Title**

REGULAR MEETING OF THE ROCKLIN CITY COUNCIL

**March 24, 2020 at 6:00 PM
Council Chambers
3970 Rocklin Road, Rocklin, CA 95677
www.rocklin.ca.us**

MEETING PROCEDURES AND STANDARDS OF DECORUM

For items listed on the agenda, any person may address the City Council at the time the item is considered. Speakers are requested to restrict their comments to the item as it appears on the agenda and stay within the required five minute time limit, unless the time is adjusted by the Mayor.

For items not listed on the agenda, any person may do so under Citizens Addressing the City Council. Speakers are limited to five minutes and the item must be under the jurisdiction of the Rocklin City Council. As a reminder, the Brown Act does not permit the Council to take action on items brought up under Citizens Addressing the City Council.

Whenever any group of persons wishes to address the Council on the same subject matter, it shall be proper for the Mayor to request that a spokesperson be chosen.

Although not required, speakers are requested to identify themselves by stating their name and city of residence for the official record. Time will be monitored on the lectern. When the time reaches zero, please be seated.

Any person who disrupts the meeting of the Council, may be barred by the Mayor from further audience before the Council during that meeting.

All remarks shall be addressed to the Council as a body and not to any member thereof, or to staff, or to the public. No person, other than a member of the Council, the City Manager or the City Attorney and the person having the floor, shall be permitted to enter into any discussion without the permission of the presiding officer.

WRITINGS RECEIVED AFTER AGENDA POSTING

Any writing related to an agenda item for the open session of this meeting distributed to the City Council, Public Financing Authority or Successor Agency less than 72 hours before this meeting is available for inspection at City Hall, 3970 Rocklin Road, Rocklin, during normal business hours. These writings will also be available for review at the council meeting in the public access binder located on the table at the back of the Council Chambers. If you have questions related to this agenda, please call (916) 625-5560.

AMERICANS WITH DISABILITIES ACT

In compliance with the Americans with Disabilities Act, the City of Rocklin encourages those with disabilities to participate fully in the public hearing process. If you have a special need in order to allow you to attend or participate in our public meeting and public hearing processes, including receiving notices, agendas, and other writings in appropriate alternative formats, please contact our office at (916) 625-5588 well in advance of the public meeting or public hearing you wish to attend so that we may make every reasonable effort to accommodate you.

ELECTRONIC PRESENTATIONS

All persons with electronic presentations for public meetings will be required to bring their own laptop or other form of standalone device that is HDMI or VGA compatible. It is further recommended that presenters arrive early to test their presentations. The City is not responsible for the compatibility or operation of non-city devices or the functionality of non-city presentations.

POSTING OF AGENDA

In accordance with Government Code Section 54954.2(a) this agenda was posted on the City's bulletin board at City Hall, 3970 Rocklin Road, Rocklin, and City of Rocklin website at www.rocklin.ca.us.

AGENDA

6:00 P.M. - INTRODUCTION

1. Meeting called to order
2. Pledge of Allegiance
3. Roll Call

AGENDA REVIEW

4. Agenda Modifications

CITIZENS ADDRESSING THE CITY COUNCIL

Members of the public may address the City Council at this time on any item of business of interest to the public that is not on the agenda. Speakers are limited to five minutes unless the time is extended by the presiding officer. Councilmembers may briefly respond to statements made or questions asked by a speaker, but may not make any decisions or take action on any item not on the agenda.

5. Public Comment

CONSENT CALENDAR

The following routine matters can be acted upon by one motion. Individual items may be removed by the Council for separate discussion. The title is deemed to be read and further reading waived of any ordinance listed on the Consent Calendar for introduction or adoption.

6. Minutes of the Regular Meeting of the Rocklin City Council, February 25, 2020
Staff Presentation by Hope Ithurburn, City Clerk

7. Minutes of the Regular Meeting of the Rocklin City Council, March 10, 2020
Staff Presentation by Hope Ithurnburn, City Clerk
8. Waive the Full Reading and Adopt an Ordinance of the City Council of the City of Rocklin Amending the Stanford Ranch General Development Plan (Sunset Station / PDG2019-0002)
Staff Presentation by Bret Finning, Manager of Planning Services
9. Waive the Full Reading and Adopt an Ordinance of the City Council of the City of Rocklin Enacting Chapter 3.36 and Amending Chapter 3.32 of Title 3 of the Rocklin Municipal Code to Implement a Fee to Recover Costs for Providing Medical Emergency First Responder Services
Staff Presentation by Bill Hack, Fire Chief
10. Resolution of the City Council of the City of Rocklin Authorizing the City Manager to Execute a Maintenance Agreement with Tyler Technologies, Inc.
Staff Presentation by Marc Mondell, Assistant City Manager
11. Resolution of the City Council of the City of Rocklin Approving a Waiver of the Public Display of Fireworks Fee for the Celebrate America 2020 Event
Staff Presentation by Steven Rudolph, City Manager
12. Resolution of the City Council of the City of Rocklin Accepting the Comprehensive Annual Financial Report (CAFR) and Gann Appropriations Limit Schedule for the Fiscal Year Ended June 30, 2019
Staff Presentation by Mary Rister, Finance Manager
13. Resolution of the City Council of the City of Rocklin Declaring March 2020 as Women's History Month

RESOLUTIONS

14. Resolution of the City Council of the City of Rocklin Ratifying the Proclamation of a Local Emergency by the Director of Emergency Services
Staff Presentation by Steven Rudolph, City Manager, Director of Emergency Services
15. Resolution of the City Council of the City of Rocklin Appointing Micheal Despain as Interim Fire Chief
Staff Presentation by Steven Rudolph, City Manager
16. Resolution of the City Council of the City of Rocklin Declaring Locations within the City to be a Public Nuisance, Ordering Weed Abatement, and Setting Date for Protest Hearing
Staff Presentation by Rick Lawrence, Streets & Traffic Operations Manager
17. Resolution of the City Council of the City of Rocklin Accepting the 2019 Housing Element Annual Progress Report and Directing the Submittal to the State Department of Housing and Community Development (HCD) and the State Office of Planning and Research (OPR)
Staff Presentation by Laura Webster, Director of Long Range Planning and Housing
18. Resolution of the City Council of the City of Rocklin Approving the Agreement with the Rocklin Unified School District for Joint Use of the Rocklin High School Aquatic Complex and Authorizing the City Manager to Execute the Agreement

REPORTS FROM CITY OFFICIALS

19. Fiscal Year 2019-20 Mid Year Report
Staff Presentation by Ted Williams, Financial Analyst
20. City Council Reports

COUNCIL REQUESTS FOR FUTURE AGENDA ITEMS

PUBLIC FINANCING AUTHORITY

21. Resolution of the Rocklin Public Financing Authority Accepting the Audited Basic Financial Statements for the Fiscal Year Ended June 30, 2019
Staff Presentation by Mary Rister, Finance Manager

CLOSED SESSION (Read Closed Session Items - Ask for Public Comment)

22. Conference with Legal Counsel - Existing Litigation Pursuant to Government Code Section 54956.9(d)(1): In re: Nicholas Doane, WCAB Claim No. ADJ12495959
23. Threat to Public Services or Facilities, Consultation with City Manager, City Attorney, and Chief of Police, Pursuant to Government Code Section 54957
24. Conference with Labor Negotiators pursuant to Government Code section 54957.6, Agency Representatives: City Manager Steven Rudolph and City Attorney Sheri Chapman, Employee organizations: AFSCME Council 57, Local 146 AFL-CIO representing the Public Service Employee Unit; Rocklin Police Officers' Association representing the Police Employee Unit and the Police Safety Managers' Unit; Rocklin Firefighters' Union Local 3847 representing the Fire Employee Unit; Unrepresented employees in the Management and Confidential Employee Unit

ADJOURNMENT



**REGULAR MEETING OF THE
ROCKLIN CITY COUNCIL**

February 25, 2020

**5:00 PM – Closed Session
6:00 PM – General Session**

**Council Chambers
3970 Rocklin Road, Rocklin, CA 95677**

www.rocklin.ca.us

**MEETING MINUTES
-DRAFT-**

5:00 p.m. – CLOSED SESSION

1. Pursuant to Government Code Section 54957: Public Employment/Public Employee Appointment – City Clerk
2. Pursuant to Government Code Section 54957.6: Conference with Labor Negotiators. Agency designated representative: Steven Rudolph. Unrepresented employee: City Clerk

Mayor Janda called for the Closed Session at 5:01 p.m.

Roll Call:

Councilmembers: Bill Halldin, Jill Gayaldo, Joe Patterson, Ken Broadway, Mayor Greg Janda

The Closed Session ended at 6:00 p.m. with no report.

6:00 p.m. – REGULAR SESSION

3. Mayor Janda called the meeting to order at 6:00 p.m.
4. Mayor Janda led the Pledge of Allegiance.
5. Roll Call:
Councilmembers: Bill Halldin, Jill Gayaldo, Joe Patterson, Ken Broadway, Mayor Greg Janda

AGENDA REVIEW

6. None.

CITIZENS ADDRESSING THE CITY COUNCIL

7. None.

CONSENT CALENDAR

8. City Council Special Meeting Minutes of January 24, 2020
9. City Council Regular Meeting Minutes of January 28, 2020
10. City Council Regular Meeting Minutes of February 11, 2020
11. Accounts Paid List October 1, 2019 – December 31, 2019
12. Resolutions of Intention to Annex West Oaks Townhomes into CFD #1 and CFD #5
 - A. Resolution No. 2020-30 of the City Council of the City of Rocklin of Intention to Annex Territory into Rocklin Community Facilities District No. 1 (Annexation No. 72) and to Authorize the Levy of Special Taxes Therein (West Oaks Townhomes)
 - B. Resolution No. 2020-31 of the City Council of the City of Rocklin of Intention to Annex Territory into Rocklin Community Facilities District No. 5 (Annexation No. 60) and Authorize the Levy of Special Taxes Therein (West Oaks Townhomes)
13. Resolution No. 2020-32 Approving Change Order No. 1 for Concrete Services (CDBG) and Budget Appropriation
14. Appointment of Melissa Ross to the Community Recognition Commission

Motion to approve Item No. 8-14 on the Consent Calendar by Councilmember Patterson, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

At Mayor Janda's request, Melissa Ross introduced herself to Council and provided a brief personal background.

RESOLUTIONS

15. Resolution No. 2020-33 of the City Council of the City of Rocklin Authorizing the City Manager to Submit Claims for Transportation Development Funds.

Mary Rister, Finance Manager presented.

Motion to approve Item No. 15 by Councilmember Patterson, seconded by Councilmember Broadway. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None
Absent: None
Abstain: None

16. Resolution No. 2020-34 of the City Council of the City of Rocklin Reallocating a Senior Human Resources Technician Position in the Human Resources Department to Human Resources Analyst I/II, Updating the Management Unit and Management Salary Schedule.

Steven Rudolph, City Manager presented the staff report.

Motion to approve Item No. 16 by Councilmember Broadway, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

17. Resolution No. 2020-35 of the City Council of the City of Rocklin Approving and Authorizing the City Manager to Execute a Contract for Services Agreement for Pavement Condition Data Collection with Nichols Consulting Engineers.

Justin Nartker, Public Services Director presented the staff report.

Motion to approve Item No. 17 by Councilmember Broadway, seconded by Vice Mayor Gayaldo. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

18. Resolution No. 2020-36 of the City Council of the City of Rocklin Awarding the Contract for 2020-2022 L&L 2 Pocket Parks, Streets, and Rights of Way Landscape Services.

Rick Lawrence, Streets and Traffic Operations Manager presented the staff report.

Motion to approve Item No. 18 by Councilmember Broadway, seconded by Vice Mayor Gayaldo. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None

Absent: None

Abstain: None

19. Award the Contract for the Johnson Springview Splash Pad and Pavilions Project

A. Resolution No. 2020-37 of the City Council of the City of Rocklin Approving a Notice of Exemption for the Johnson Springview Splash Pad and Pavilions Project.

B. Resolution No. 2020-38 of the City Council of the City of Rocklin Approving and Awarding the Contract for the Johnson Springview Splash Pad and Pavilions Project to PBM Construction, Inc. and Authorizing the City Manager to Execute a Construction Agreement with PBM Construction, Inc.

Matt McClure, Public Services Manager presented the staff report.

Motion to approve Item No. 19.A by Vice Mayor Gayaldo, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

Motion to approve Item No. 19.B by Vice Mayor Gayaldo, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

PUBLIC HEARINGS

20. Accessory Dwelling Units Zoning Ordinance Amendment

A. Resolution No. 2020-39 of the City Council of the City of Rocklin Approving a Notice of Exemption (Accessory Dwelling Units Zoning Ordinance Amendment/ZOA2017-0007).

B. Introduced an Ordinance of the City Council of the City of Rocklin and Waived the Full Reading and Read by Title Only, Repeal and Re-Enact, and Enact Certain Sections of Title 17 of the Rocklin Municipal Code to Update Regulations for Accessory Dwelling Units and Junior Accessory Dwelling Units (Accessory Dwelling Units Zoning Ordinance Amendment/ZOA2017-0007)

Dara Dungworth, Senior Planner presented the staff report.

Public input:

- Jeff Short, North State BIA Legislative Advocate

Motion to approve Item No. 20.A by Councilmember Broadway, seconded by Councilmember Patterson. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

Motion to approve Item No. 20.B by Councilmember Broadway, seconded by Vice Mayor Gayaldo. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

Council voiced support of Scenario No.2 as outlined in the staff report.

REPORTS FROM CITY OFFICIALS

21. Quarry Park Amphitheater Programming Update for the 2020 Concern Season

Kevin Huntzinger, Deputy Deputy of Parks and Recreation presented the staff report.

Todd Speelman and Skip Maggiora of ST Productions also presented.

22. Residential Overlay Zone

Bret Finning, Manager of Planning Services presented the staff report.

23. City Council Reports

Councilmember Halldin reported a visit to the Sunset Whitney Recreation Area (SWRA), Quarry Park Adventures, as well as local business, Impact Axe.

Vice Mayor Gayaldo reported attendance at a Community Recognition Commission (CRC) meeting, the Fire Department Badge Pinning Ceremony, and a (SACOG) Sacramento Area Council of Governments Board meeting.

Councilmember Broadway reported attendance at a Western Placer Waste Management Authority Board meeting.

24. City Manager Report
None.

COUNCIL REQUESTS FOR FUTURE AGENDA ITEMS

None.

ADJOURNMENT

Meeting adjourned at 8:20 p.m.

Greg Janda, Mayor

Hope Ithurnburn, Interim City Clerk



**REGULAR MEETING OF THE
ROCKLIN CITY COUNCIL**

March 10, 2020

6:00 PM – General Session

Council Chambers
3970 Rocklin Road, Rocklin, CA 95677
www.rocklin.ca.us

**MEETING MINUTES
-DRAFT-**

6:00 p.m. – REGULAR SESSION

1. Mayor Janda called the meeting to order at 6:00 p.m.
2. Mayor Janda led the Pledge of Allegiance.
3. Roll Call:
Councilmembers: Bill Halldin, Jill Gayaldo, Joe Patterson, Ken Broadway, Mayor Greg Janda

AGENDA REVIEW

4. None.

CITIZENS ADDRESSING THE CITY COUNCIL

5. None.

CONSENT CALENDAR

6. Police Department Annual Report *Pulled for discussion.
7. Resolution No. 2020-40 of the City Council of the City of Rocklin Readopting the City of Rocklin Conflict of Interest Code and Amending the Titles of Designated Employees
8. Ordinance No. 1124 of the City Council of the City of Rocklin to Repeal and Re-Enact, and Enact Certain Sections of Title 17 of the Rocklin Municipal Code to Update Regulations for Accessory Dwelling Units and Junior Accessory Dwelling Units (Accessory Dwelling Units Zoning Ordinance Amendment/ZOA2017-0007)
9. Resolution No. 2020-41 of the City Council of the City of Rocklin Accepting the Public Work Known as Whitney Ranch Landscape Lot II and Open Space Lots CC, DD and HH; Approving a Notice of Completion Thereof; and Authorizing and Directing the Execution and Recordation of Said Notice on Behalf of the City (Sunset Ranchos Investors, LLC)
10. Resolution No. 2020-42 of the City Council of the City of Rocklin Authorizing the City Manager to Execute Amendment No. 1 to the Professional Services Agreement with a

Licensed Design Professional, GHD, Inc., for Plan Review Services and Approving Additional Appropriation of Funds or Professional Services

Motion to approve Item No. 7-10 on the Consent Calendar by Councilmember Broadway, seconded by Vice Mayor Gayaldo. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

Police Chief Chad Butler presented the Police Department Annual Report.

Motion to approve Item No. 6 by Councilmember Broadway, seconded by Councilmember Patterson. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

RESOLUTIONS

11. Resolution No. 2020-43 of the City Council of the City of Rocklin Appointing the City Clerk and Authorizing the Mayor to Execute the Employment Agreement with the City Clerk

Steven Rudolph presented the staff report.

Motion to approve Item No. 11 by Councilmember Broadway, seconded by Councilmember Patterson. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

12. Resolution No. 2020-44 of the City Council of the City of Rocklin Awarding the Contract for the Ranch View Drive Road Resurfacing Project and Authorizing the City Manager to Execute an Agreement with American Pavement System, Inc.

Matt McClure, Public Services Manager presented the staff report.

Motion to approve Item No. 12 by Councilmember Broadway, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

13. Rocklin Road Bike/Pedestrian Road Realignment Project

A. Resolution No. 2020-45 of the City Council of the City of Rocklin Approving a Notice of Exemption for the Rocklin Road Bike/Pedestrian Road Realignment Project

B. Resolution No. 2020-46 of the City Council of the City of Rocklin Awarding the Contract for the Rocklin Road Bike/Pedestrian Realignment Project and Authorizing the City Manager to Execute an Agreement with Central Valley Engineering & Asphalt, Inc.

Matt McClure, Public Services Manager presented the staff report.

Motion to approve Item No. 13.A by Councilmember Broadway, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

Motion to approve Item No. 13.B by Councilmember Broadway, seconded by Councilmember Patterson. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

14. Resolution of the City Council of the City of Rocklin Authorizing the Manager to Negotiate a Purchase and Sale Agreement for a City-Owned Parcel on Front Street (APN 010-144-003)

David Mohlenbrok, Director of Community Development presented the staff report.

Council directed staff to look into the process of negotiating a sale agreement for the parcel.

15. Resolution No. 2020-48 of the City Council of the City of Rocklin Authorizing the City Manager to Execute an Agreement with Wave Broadband LLC for Wi-Fi in the City's Community Parks

Kevin Huntzinger, Deputy Director of Parks and Recreation presented the staff report.

Public Input:

- Tony Ponzo

Motion to approve Item No. 15 by Councilmember Broadway, seconded by Councilmember Patterson. Passed by the following vote:

Ayes: Broadway, Gayaldo, Janda, Patterson

Noes: Halldin

Absent: None

Abstain: None

PUBLIC HEARINGS

16. First Responder Fees

A. Re-Introduced an Ordinance of the City Council of the City of Rocklin, Enacting Chapter 3.36 and Amending Chapter 3.32 of Title 3 of the Rocklin Municipal Code to Implement a Fee to Recover Costs for Providing Medical Emergency First Responder Services.

B. Resolution No. 2020-49 of the City Council of the City of Rocklin Amending the Schedule of Fees for City Services to Include First Responder Fees

Bill Hack, Fire Chief presented the staff report.

Motion to introduce the revised ordinance, Item No. 16.A to made by Councilmember Broadway, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

Motion to approve Item No. 16.B by Councilmember Broadway, seconded by Vice Mayor Gayaldo. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

17. Sunset Station

- A. Resolution No. 2020-50 of the City Council of the City of Rocklin Approving a Notice of Exemption of Environmental Impacts (Sunset Station/PDG2019-0002, DR2019-0009, TRE2020-0001)
- B. Introduced an Ordinance of the City Council of the City of Rocklin and Waive the Full Reading, Amending the Stanford Ranch General Development Plan to Remove the Floor Area Maximum on Offices and Clinics, including Financial Institutions, within the Planned Development Commercial Zoning District (Sunset Statoin/PDG2019-0002)
- C. Resolution No. 2020-51 of the City Council of the City of Rocklin Approving a Design Review and an Oak Tree Preservation Plan Permit (Sunset Station/DR2019-0009, TRE2020-0001)

Nathan Anderson, Senior Planner presented the staff report.

Mayor Janda opened the Public Hearing.

Seeing no public comment Mayor Janda closed the Public Hearing.

Councilmember Patterson disclosed ex parte discussions with the applicant.

Motion to approve Item No. 17.A by Councilmember Broadway, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

Motion to approve Item No. 17.B by Councilmember Broadway, seconded by Councilmember Halldin. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson
Noes: None
Absent: None
Abstain: None

Motion to approve Item No. 17.C by Councilmember Broadway, seconded by Vice Mayor Gayaldo. Passed by the following vote:

Ayes: Broadway, Gayaldo, Halldin, Janda, Patterson

Noes: None

Absent: None

Abstain: None

REPORTS FROM CITY OFFICIALS

18. Community Recognition Commission Ruhkala Award Recommendations

Warren Jorgenson, Acting Chair of the Community Recognition Commission presented the staff report.

The Council approved the nominations as presented in the staff report.

19. Rocklin Strategic Communications Plan and www.rocklin.ca.us Homepage Update

Michael Young, Management Analyst presented.

20. Economic Development – Business Retention and Expansion Program

Marc Mondell, Assistant City Manager presented the staff report.

Public Input:

- Greg Roberson, Rocklin Chamber of Commerce Board Member

Council selected Councilmembers Bill Halldin and Ken Broadway to serve on the task force.

21. Traffic Committee Town Hall Meetings

Steven Rudolph, City Manager presented the staff report.

Public Input:

- Tony Ponzo

22. City Council Reports

Councilmember Halldin reported attendance at the Rocklin Girls' Fastpitch Opening Ceremonies.

Vice Mayor Gayaldo reported attendance at the Soroptomist fundraiser event, Dr. Nona De Fuentes' funeral service, the Freedom Foundation Awards, a Placer Mosquito Vector & District Control assembly at a local school, the Tri-City Little League Opening Ceremonies, Rocklin Girls' Fastpitch Opening Ceremonies, and a Sacramento Area Council of Governments (SACOG) meeting.

Councilmember Broadway reported attendance at a Placer County Transportation Planning Agency (PCTPA) meeting and the Rocklin Girls' Fastpitch Opening Ceremonies.

Mayor Janda reported attendance at a Pioneer Community Energy Board meeting.

COUNCIL REQUESTS FOR FUTURE AGENDA ITEMS

None.

ADJOURNMENT

Meeting adjourned at 8:52 p.m.

Greg Janda, Mayor

Hope Ithurnburn, City Clerk



City Council Staff Report

Subject: Sunset Station General Development Plan Amendment, PDG2019-0002

Date: March 24, 2020

Submitted By: David Mohlenbrok, Community Development Director
Bret Finning, Planning Services Manager
Nathan Anderson, Senior Planner

Department: Economic and Community Development

Staff Recommendation:

Adopt an ordinance amending the Stanford Ranch General Development Plan to remove the floor area maximum on offices and clinics, including financial institutions, within the Planned Development Commercial Zoning District ([Sunset Station / PDG2019-0002](#)).

ATTACHMENTS:

Description

- ▣ **Staff Report**
- ▣ **Ordinance**
- ▣ **Ordinance - Exhibit A**

City Council Report

Subject: Sunset Station
General Development Plan Amendment, PDG2019-0002

Date: March 24, 2020

Submitted by: David Mohlenbrok, Community Development Director
Bret Finning, Manager Planning Services
Nathan Anderson, Senior Planner

Department: Community Development Department

Recommendation

ADOPT AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF ROCKLIN AMENDING THE STANFORD RANCH GENERAL DEVELOPMENT PLAN TO REMOVE THE FLOOR AREA MAXIMUM ON OFFICES AND CLINICS, INCLUDING FINANCIAL INSTITUTIONS, WITHIN THE PLANNED DEVELOPMENT COMMERCIAL ZONING DISTRICT (Sunset Station / PDG2019-0002)

Background

On March 10, 2020, the City Council considered the proposed Ordinance. After a public hearing and deliberations, the Council voted 5-0 to approve a Notice of Exemption, a Design Review, and introduce, waive the full reading and read by title only, an Ordinance of the City Council of the City of Rocklin amending the Stanford Ranch General Development plan to remove the floor area maximum on offices and clinics, including financial institutions, within the Planned Development Commercial zoning district. A second reading (title only) is necessary for the adoption and passage of the Ordinance.

ORDINANCE No.

ORDINANCE OF THE CITY COUNCIL OF THE CITY OF ROCKLIN
AMENDING THE STANFORD RANCH GENERAL DEVELOPMENT PLAN TO REMOVE THE FLOOR
AREA MAXIMUM ON OFFICE AND CLINICS, INCLUDING FINANCIAL INSTITUTIONS WITHIN THE
PLANNED DEVELOPMENT COMMERCIAL ZONING DISTRICT

(Sunset Station / PDG2019-0002)

The City Council of the City of Rocklin does ordain as follows:

Section 1. Findings.

A. The proposed General Development Plan Amendment would amend the Stanford Ranch General Development Plan to modify the “Permitted Uses” section to remove the floor area limitation on “offices and clinics, including financial institutions” within the Planned Development - Commercial (PD-C) zoning district, as indicated in Exhibit A of Attachment 1.

B. A Notice of Exemption prepared for this project has been approved via City Council Resolution No. 2020-50.

C. The proposed General Development Plan Amendment is consistent with and implement the policies of the City of Rocklin's General Plan, including the Housing Element.

D. The land use, and its density and intensity, allowed in the proposed General Development Plan Amendment is not likely to create serious health problems or create nuisances on properties in the vicinity.

E. The City Council has considered the effect of the proposed General Development Plan Amendment on the housing needs of the region and has balanced those needs against the public service needs of its residents and available fiscal and environmental resources.

F. The area is physically suited to the uses authorized in the proposed general development plan amendment.

G. The proposed General Development Plan Amendment is compatible with the land uses existing and permitted on the properties in the vicinity.

Section 2. Authority. The City Council enacts this ordinance under the authority granted to cities by Article XI, Section 7 of the California Constitution and Government Code section 31700.

Section 3. Amendment to Code. The Stanford Ranch General Development Plan is hereby amended to modify the “Permitted Uses” section to remove the floor area limitation on “offices and clinics, including financial institutions” within the Planned Development - Commercial (PD-C) zoning district, as set forth in “Exhibit A”, attached hereto and incorporated herein by such reference.

Section 4. Severability. If any section, sub-section, sentence, clause, phrase or portion of this Ordinance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of the Ordinance. City Council hereby declares that it would have adopted the Ordinance and each section, sub-section, sentence, clause, phrase or portion thereof, irrespective of the fact that any one or more sections, sub-sections, sentences, clauses, phrases or portions to be declared invalid or unconstitutional.

Section 5. Environmental. A Notice of Exemption prepared for this project has been approved via City Council Resolution No. 2020-50.

Section 6. Effective Date. This ordinance shall take effect thirty (30) days after the day of its adoption.

Section 7. Publication. Within 15 days of the passage of this ordinance, the City Clerk shall cause the full text of the ordinance, with the names of those City Council members voting for and against the ordinance, to be published in the Placer Herald. In lieu of publishing the full text of the ordinance, the City Clerk, if so directed by the City Attorney and within 15 days, shall cause a summary of the ordinance, prepared by the City Attorney and with the names of the City Council members voting for and against the ordinance, to be published in the Placer Herald, and shall post in the office of the City Clerk a certified copy of the full text of the ordinance, along with the names of those City Council members voting for and against the ordinance. The publication of a summary of the ordinance in lieu of the full text of the ordinance is authorized only where the requirements of Government Code section 36933(c)(1) are met.

INTRODUCED at a regular meeting of the City Council of the City of Rocklin held on March 10, 2020, by the following vote:

AYES:	Councilmembers:	Patterson, Broadway, Janda, Gayaldo, Halldin
NOES:	Councilmembers:	None
ABSENT:	Councilmembers:	None
ABSTAIN:	Councilmembers:	None

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Rocklin held on March 24, 2020, by the following vote:

AYES: Councilmembers:

NOES: Councilmembers:

ABSENT: Councilmembers:

ABSTAIN: Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

First Reading: March 10, 2020

Second Reading:

Effective Date:

EXHIBIT A
STANFORD RANCH GENERAL DEVELOPMENT PLAN AMENDMENT

EXHIBIT A

AMENDMENT TO STANFORD RANCH GENERAL DEVELOPMENT PLAN, XI. GENERAL DEVELOPMENT PLAN STANDARDS, SECTIONS A AND B (PDG-2000-05)

XI. General Development Plan Standards

A. Authority

In accordance with the provisions of Stanford Ranch General Development Plan Standards Section III and Chapter 17.60 of the Rocklin Municipal Code, a land use zone is hereby established for Commercial uses and shall be identified by the designation Commercial (C) use zone.

B. Commercial (C) Use Zone Regulations

1. Purpose.

To ensure the proper development and use of land and improvements to provide retail shopping and service commercial activities that meet the day-to-day needs of the residents of Stanford Ranch.

2. Permitted Uses.

- a. Book Store and Periodical Store, except that adult/sex oriented book and periodical stores shall be regulated by Section 17.79.020 of the Rocklin Municipal Code;
- b. Churches;
- c. Coin-operated Laundry;
- d. Laundry or Dry Cleaners;
- e. Liquor Store;
- f. Personal Services, including but not limited to, beauty salons, barber shops, and dry cleaners;
- g. Pet Shop/Grooming Services;
- h. Plant Nursery Indoor Only;
- i. Offices and clinics, including financial institutions, ~~provided that no more than 30% of the floor area of any individual building is used for office or clinic purposes except as provided for in XI.B.7.~~
- j. Radio and/or Television Repair;
- k. Restaurants, Coffee Shop, Restaurant-Bar combination;

- l. Retail Sales;
- m. Theaters, adult/sex-oriented theaters shall be regulated by Section 17.79.020 of the Rocklin Municipal Code; and
- n. The Community Development Director may determine certain uses or activities which are not explicitly stated above to be permitted uses, provided the use or activity has characteristics which are similar to one of the uses listed above.

3. Conditionally Permitted Uses.

- a. Any permitted use with outside sales, display or outdoor storage;
- b. Arcade;
- c. Auto and marine related sales and services;
- d. Automotive service station;
- e. Billiard Rooms;
- f. Bowling Alleys;
- g. Car washes;
- h. Commercial Cluster;
- i. Athletic and exercise clubs, including but not limited to, swimming pools, gymnasiums, tennis, racquet, paddle, basketball or handball courts.
- j. Convenience Stores;
- k. Day care facilities;
- l. Gasoline Station;
- m. Home Improvement Centers such as, a retail service engaged in providing retail sale, rental, service, or related repair and installation of home improvement products, including building materials, paint, wallpaper, carpeting and floor covering, decorating, heating, air conditioning, electrical, plumbing, and mechanical equipment, roofing supplies, yard and garden supplies, home appliances and similar home improvement products;
- n. Hotels / motels / lodging;
- o. Outdoor Plant Nursery;
- p. Outdoor restaurant seating of more than 2 tables or 8 chairs;
- q. Schools;
- r. Shopping Center;
- s. Veterinary clinic; and
- t. The Community Development Director may determine certain uses or activities which are not explicitly stated above to be conditionally permitted uses, provided the use or activity has characteristics which are similar to one of the uses listed above.

4. Enclosed Building Requirements.

All permitted uses shall be conducted entirely within a building with no outside storage or display permitted, unless a valid conditional use permit has been issued for the outside storage, display, activity, or use.

5. Loading Facilities.

Loading facilities shall be designed as an integral part of the building which they serve, and shall be obscured from public-view-by-fencing, landscaping, or other suitable methods.

6. Signs.

All signs erected or maintained within the C zone shall conform with the City of Rocklin Sign Ordinance.

7. Exception for Stanford Ranch Retail Center Phase II.

Subject to approval of a conditional use permit by the Planning Commission, the Stanford Ranch Retail Center Phase II may deviate from the standard set forth in XI.B.2.i. Provided that:

- i) This exception shall only apply to the site of the Stanford Ranch Retail Center Phase II, Parcels 2 and 3 created by the recording of tentative parcel map, DL-2000-05 and modified by boundary line adjustment, LLA-2000-36 and as shown on Exhibit 1, attached herein.
- ii) Office or clinic uses, including financial institutions, may not comprise more than 30% of the total building square footage of the shopping center as a whole.
- iii) The use permit, to insure compliance with ii above, shall specifically establish the total square footage of each individual structure within the commercial cluster complex that may be devoted to office or clinic purposes, including financial institutions, as the primary use.



City Council Staff Report

Subject: First Responder Fee Ordinance

Date: March 24, 2020

Submitted By: Bill Hack, Fire Chief

Department: Fire Department

Staff Recommendation:

Waive the full reading and adopt an Ordinance of the City Council of the City of Rocklin Enacting Chapter 3.36 and Amending Chapter 3.32 of Title 3 of the Rocklin Municipal Code to Implement a Fee to Recover Costs for Providing Medical Emergency First Responder Services.

BACKGROUND:

The proposed Ordinance was introduced at the March 10, 2010 City Council Meeting and was approved to present for adoption subject to modifications to **Chapter 3.36.030 Fee Collection and Administration, Section D**. In addition to allowing a reduction or waiver of the first responder fee due to a demonstrated financial hardship, language was added to provide that the City will not pursue recovery of first responder fees if the Fire Chief or designee become aware that the recipient of care is deceased.

The Ordinance presented today incorporates the above modifications.

Consistent with the practices of a majority of Fire Departments in the region, the proposed First Responder Fee Ordinance is designed to recover first responder fees from a patient's insurance company (including Medicare and Medicaid Services) if a patient is treated and transported to the hospital. Patients who do not have medical insurance will be billed directly, however, they may apply for a waiver of all or a portion of

the first responder fee due to financial hardship.

The First Responder Fee of \$297 was established by Resolution of the City Council adopted on March 10, 2020. This fee is commensurate with fees charged by surrounding comparable agencies. The fees from comparable agencies range from \$156-283, but also charge additional EMS fees. These can include additional equipment costs, mileage, and the fees can apply to patients who are treated at scene and not transported. The fee for the City of Rocklin would include all EMS costs, with no additional add-ons, and would not be applicable to patients who are treated but not transported.

Further background supporting the adoption of this Ordinance can be found in the Staff Report presented to the City Council on March 10, 2020.

ATTACHMENTS:

Description

▣ **ORDINANCE**

ORDINANCE NO.

ORDINANCE OF THE CITY COUNCIL OF THE CITY OF ROCKLIN ENACTING
CHAPTER 3.36 AND AMENDING CHAPTER 3.32 OF TITLE 3 OF THE
ROCKLIN MUNICIPAL CODE TO IMPLEMENT A FEE TO RECOVER COSTS
FOR PROVIDING MEDICAL EMERGENCY FIRST RESPONDER SERVICES

WHEREAS, the City of Rocklin Fire Department responds to many emergency incidents, and provides basic and advanced emergency medical services to individuals during those incidents; and

WHEREAS, the costs to provide medical emergency first responder services may be defrayed by charging a service fee; and

WHEREAS, the City Council of the City of Rocklin wishes to establish a fee to recover the costs for providing medical emergency first responder services to individuals; and

WHEREAS, the first responder fee will not exceed the estimated reasonable costs of providing the services.

NOW THEREFORE, THE CITY COUNCIL OF THE CITY OF ROCKLIN DOES ORDAIN AS FOLLOWS:

Section 1. Purpose. The purpose of this ordinance is to enact Chapter 3.36 and amend Chapter 3.32 of the Rocklin Municipal Code to allow for the collection of fees related to the recovery of the costs for providing medical emergency first responder services.

Section 2. Authority. This ordinance is enacted under the authority granted to cities by Article XI, Section 7 of the California Constitution and Government Code section 37100.

Section 3. Enact. Chapter 3.36 of Title 3 of the Rocklin Municipal Code authorizing a fee to recover costs for providing medical emergency first responder services is hereby enacted as follows:

3.36 Medical Emergency First Responder Services

Sections:

3.36.010 Purpose.

3.36.020 Establishment of fees.

3.36.030 Fee collection and administration

3.36.040 Definitions of terms used in this Chapter.

3.36.050 No effect on medical emergency first responder services

3.36.060 No waiver of other means of cost recovery.

3.36.010 Purpose.

The purpose of this chapter is to establish a fee related to the cost of providing medical emergency first responder services.

3.36.020 Establishment of Fees.

A. For each emergency incident where the city provides medical first responder services and the recipient is transported to a hospital, the city may charge a first responder fee to the recipient of the services. The city council shall establish the amount of the first responder fee by resolution. The cost charged under this chapter shall be calculated using the cost reasonably borne to provide the service determined under Chapter 3.32.

B. The fee charged shall be deemed a debt to the city of the recipient, or in the case of a minor, of his or her parent or legal guardian. Any person owing money shall be liable in an action brought in the name of the city for recovery of such amount, including reasonable attorney fees.

3.36.030 Fee Collection and Administration.

A. The Fire Chief, or designee, will develop policies and procedures for the administration and collection of the first responder fee.

B. The policies and procedures will include discharging accounts that are not collectible, and will include a process for contesting an invoice issued under this chapter. If an invoice is contested, the Fire Chief, or his or her designee, may grant a reduction or waiver of the fee where the level of response or services provided do not justify application of the charges incurred.

C. The policies and procedures will require the city to bill the recipient and the insurer, if any, for payment of the first responder fee. In the case of a minor, the city will bill the parent or guardian of the recipient who received the services and the insurer, if any.

D. The Fire Chief, or designee, may establish a compassionate billing policy. Such policy will allow a reduction or waiver of the first responder fee due to a demonstrated financial hardship, and may include a payment plan. A determination of a financial hardship shall be based on the most recent Federal Poverty Level chart provided by the Department of Health and Human Services. The policy will allow the City to accept payment from insurer(s) as the full payment for the recipient's fee obligation, based upon the recipient's financial hardship. In addition, should the Fire Chief or designee become aware that a recipient is deceased, the City will not pursue recovery of the first responder fee.

E. The Fire Chief, or designee, may delegate some or all of the tasks required for the administration of the first responder fee.

3.36.040 Definition of terms used in this Chapter.

For purposes of this chapter, the following definitions apply:

- A. "Fire Chief" means the Chief of the City of Rocklin Fire Department or his or her designee.
- B. "First responder fee" means the fee established pursuant to this chapter and charged to each person to whom the city provides medical emergency first responder services to recover the costs for providing such services. This fee is a separate billable item than an ambulance transport fee.
- C. "Insurer" means the recipient's medical insurance provider, including a state or federal public health insurance program, or automobile insurer.
- D. "Recipient" means the person to whom the city provides medical emergency first responder services and is transported to a hospital.
- E. "Services" means medical emergency first responder services, including medical assessment provided by first responders on emergency medical calls, automobile collisions with injuries, or other such injuries.

3.36.050 No effect on medical emergency first responder services.

This chapter neither expands nor limits the city's provision of medical emergency first responder services. Services will be provided without regard to whether a person is insured, has the ability to pay the first responder fee, or has or has not paid the fee in the past.

3.36.060 No waiver of other means of cost recovery.

This chapter does not preclude the city from recovering its emergency response costs in any other manner authorized by law.

Section 4. Amend. Chapter 3.32 of Title 3 of the Rocklin Municipal Code, Section 3.32.050, subsection "D" is hereby amended to add the First Responder Fee, as follows:

3.32.050 – Service fees established.

D. Public Safety: Fire

Fire Construction Permits

Fire alarms

Commercial Fire sprinkler systems

Fire stand pipe system

Fire pump system

Special suppression system

Hood and duct system

Compressed gas systems inspection
Smoke management systems
Radio amplification systems
Spray booths
Underground water systems
Fire Code Board of Appeals
Special consultation services
Project plan revision review per hour
Off-hours inspections
Re-inspection
Open space & EVA
Electric gate inspection
Above ground tank
Underground tank

Fire Code Operational Permits & Inspections

Amusement building
Carnivals and Fairs
Combustible dust operations
Covered mall buildings
Exhibits and trade shows
Explosives or blasting agents
Theatrical fire performance
High pile storage
Hot work operations
Industrial ovens
Lumber yards
Miscellaneous combustible storage
Places of assembly
Commercial day care facility
Institutional
Apartments/Hotels/Motels
Large family day care
Residential care facilities
Temporary membrane structures
Aerosol products
Candles/open flames
Combustible storage
Compressed gases
Cryogenics
Dry cleaning
Dust producing operations/storage
Flammable/combustible liquids
Garage repairs/motor vehicle fuel
Hazardous materials
Hazardous production facilities

Hot food vendor-annual
Liquid petroleum gas
Organic coating application
Radioactive materials
Refrigeration equipment
Spraying or dipping
Tire storage
Wood products
Other fire code permits
Annual business general fire & life safety inspections
Other required inspections not specifically listed
Construction expedited plan review
Off hours inspection

Fire Services and Inspections

False alarm response
Vegetation management/grazing/nuisance abatement activities
Weed abatement
Emergency responses (spilled load, hazmat, DUI, etc.)
Fireworks sales permits (booths)
Public display of fireworks
Special pyrotechnic effects/entertainment (not fireworks)
Ambulance assistance
Will serve letters/special requests
Fire flow hydrant test
Fire board up contractor permit application
Fire board up use/evaluation
Knox box servicing

First Responder Services

Section 5. Effective Date. This ordinance shall take effect 30 days after the date of its adoption.

Section 6. Environmental. The City Council hereby finds that this ordinance is not subject to review under the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines sections 15060, subdivision (c)(2) (the activity will not result in a direct or reasonably foreseeable indirect physical change in the environment) and 15061, subdivision (b)(3) (there is no possibility the activity in question may have a significant effect on the environment).

Section 7. Severability. If any section, subsection, sentence, clause, phrase or portion of this ordinance is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this ordinance. City Council hereby declares that it would have adopted this ordinance and each section, subsection, sentence, clause, phrase or portion thereof, irrespective of the fact that any one or more sections, subsections, sentences, clauses, phrases or portions to be declared invalid or unconstitutional.

Section 7. Publication. Within 15 days of passage of this ordinance, the City Clerk shall cause the full text of the ordinance, with the names of those City Councilmembers voting for and against the ordinance, to be published in the *Placer Herald*. In lieu of publishing the full text of the ordinance, the City Clerk, if so directed by the City Attorney and within 15 days, shall cause a summary of the ordinance, prepared by the City Attorney and with the names of the City Councilmembers voting for and against the ordinance, to be published in the *Placer Herald*, and shall post in the office of the City Clerk a certified copy of the City Councilmembers voting for and against the ordinance. The publication of a summary of the ordinance in lieu of the full text of the ordinance is authorized only where the requirements of Government Code section 36933(c)(1) are met.

INTRODUCED at a regular meeting of the City Council of the City of Rocklin held on March 10, 2020, by the following vote:

AYES:	Councilmembers:	Broadway, Gayaldo, Halldin, Janda, Patterson
NOES:	Councilmembers:	NONE
ABSENT:	Councilmembers:	NONE
ABSTAIN:	Councilmembers:	NONE

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Rocklin held on March 24, 2020, by the following vote:

AYES:	Councilmembers:
NOES:	Councilmembers:
ABSENT:	Councilmembers:
ABSTAIN:	Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

First Reading: March 10, 2020
Second Reading:
Effective Date:



City Council Staff Report

Subject: Maintenance Agreement with Tyler Technologies, Inc. (Munis Software)

Date: March 24, 2020

Submitted By: Marc Mondell, Assistant City Manager
Brian Graves, IT Manager

Department: City Manager's Office

Staff Recommendation:

Adopt a resolution authorizing the City Manager to execute a maintenance agreement with Tyler Technologies, Inc.

BACKGROUND:

The City of Rocklin (City) has contracted with Tyler Technologies, Inc. since December of 2004 to provide and maintain the City's Finance/Payroll/Human Resources software system (Munis). Munis is a vital component of the City's operations providing staff with the ability to manage the citywide budget, track expenditures and revenues, pay and create invoices, process payroll and payroll-related items for all employees, and produce financial and operational reports. The annual maintenance agreement is due for renewal and is necessary to obtain support and keep Munis functioning.

Tyler Technologies has built in a 5% annual fee increase to their maintenance program. The City has negotiated to have this fee increase waived for the first two years of the 5 year agreement.

This agreement locks in pricing for the maintenance program, but still allows the City to terminate the agreement with or without cause before the 5 year term expires. As stated

in Section G item 4, “Either party may terminate this Agreement for any reason by providing the other party with written notice of termination by January 15 of any contract year.” Since the City pays the annual maintenance fee up front, the City will be refunded pro-rated maintenance fees if service is canceled mid-year for cause.

Fiscal Impact:

The total cost of this software maintenance agreement for the 5 year term will not exceed \$443,000.

A breakdown of the software maintenance annual payments is below for reference:

Year 1 (FY 20/21): \$83,403.14 (Standard 5% annual fee increase waived)

Year 2 (FY 21/22): \$83,403.14 (Standard 5% annual fee increase waived)

Year 3 (FY 22/23): \$83,403.14 + 5% = \$87,573.30

Year 4 (FY 23/24): \$87,573.30 + 5% = \$91,951.97

Year 5 (FY 24/25): \$91,951.97 + 5% = \$96,549.57

Total Maintenance Agreement: \$443,000 (rounded up from \$442,881.12)

If this item is approved by Council, the City Manager will also be authorized to approve up to \$5,000 annually for training related travel expenses. Therefore, the total fiscal impact of this Contract is \$468,000 over the 5 year term.

The FY 2019/20 expense associated with entering this agreement is within the current budget and the ongoing expenses will be included in future budgets presented to Council for approval.

ATTACHMENTS:

Description

- ▣ **RESOLUTION**
- ▣ **RESOLUTION - EXHIBIT A (Agreement)**

The ACM/CFO has reviewed this staff report and certifies that budgeted funds are available, unless a budget amendment is being requested as part of this action item.

RESOLUTION No. 2020-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ROCKLIN
AUTHORIZING THE CITY MANAGER TO EXECUTE A MAINTENANCE
AGREEMENT WITH TYLER TECHNOLOGIES, INC.

The City Council of the City of Rocklin does resolve as follows:

Section 1. The City Council of the City of Rocklin hereby authorizes the City Manager to execute an agreement with Tyler Technologies, Inc. for the maintenance of the City's Finance/Payroll/Human Resources system (Munis) and related training in the total not to exceed amount of \$443,000, in substantially the form attached hereto as Exhibit A.

Section 2. The City Manager is authorized to approve up to an additional \$5,000 annually under the Agreement with Tyler Technologies, Inc. for vendor travel-related expenses pertaining to on-site training of City employees.

PASSED AND ADOPTED this 24th day of March, 2020, by the following vote:

AYES: Councilmembers:
NOES: Councilmembers:
ABSENT: Councilmembers:
ABSTAIN: Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

MAINTENANCE AGREEMENT

This Maintenance Agreement ("Agreement") is made between Tyler Technologies, Inc. ("TYLER") and City of Rocklin ("CITY" or "Client").

WHEREAS, CITY selected TYLER to perform the services set forth in the Investment Summary attached hereto as Exhibit A and incorporated herewith by reference, and TYLER desires to perform such services under the terms of this Agreement.

NOW THEREFORE, in consideration of the foregoing and of the mutual covenants and promises set forth in this Agreement, TYLER and CITY agree as follows:

SECTION A – DEFINITIONS

- **"Defect"** means a failure of the Tyler Software to substantially conform to the Documentation. Future functionality may be updated, modified, or otherwise enhanced through our maintenance and support services, and the governing functional descriptions for such future functionality will be set forth in our then-current Documentation.
- **"Developer"** means a third party who owns the intellectual property rights to Third Party Software.
- **"Documentation"** means any online or written documentation related to the use or functionality of the Tyler Software that TYLER provides or otherwise makes available to CITY, including instructions, user guides, manuals and other training or self-help documentation.
- **"Effective Date"** means the date on which the CITY authorized representative signs the Agreement.
- **"Force Majeure"** means an event beyond the reasonable control of CITY or TYLER, including, without limitation, governmental action, war, riot or civil commotion, fire, natural disaster, or any other cause that could not with reasonable diligence be foreseen or prevented by CITY or TYLER.
- **"Investment Summary"** means the agreed upon cost proposal for the software, products, and services attached as Exhibit A.
- **"Invoicing and Payment Policy"** means the invoicing and payment policy. A copy of our current Invoicing and Payment Policy is attached as Exhibit B.
- **"Maintenance and Support Agreement"** means the terms and conditions governing the provision of maintenance and support services to all of our customers. A copy of our current Maintenance and Support Agreement is attached as Exhibit C.
- **"Support Call Process"** means the support call process applicable to all of our customers who have licensed the Tyler Software. A copy of our current Support Call Process is attached as Schedule 1 to Exhibit C.
- **"Third Party Hardware"** means the third party hardware, if any, identified in the Investment Summary.
- **"Third Party Products"** means the Third Party Software and Third Party Hardware.
- **"Third Party Software"** means the third party software, if any, identified in the Investment Summary.
- **"Third Party Services"** means the third party services, if any, identified in the Investment Summary.

- **“Tyler Software”** means TYLER’s proprietary software, including any integrations, custom modifications, and/or other related interfaces identified in the Investment Summary.

SECTION B – SOFTWARE LICENSE

1. By separate agreement, TYLER previously granted CITY a license “in perpetuity” to certain TYLER software products. With this Agreement, TYLER and CITY agree TYLER will perform maintenance and related services pertaining to such software.
2. TYLER warrants that the Tyler Software will be without Defect(s) as long as CITY has a Maintenance and Support Agreement in effect. If the Tyler Software does not perform as warranted, TYLER will use all reasonable efforts, consistent with industry standards, to cure the Defect as set forth in the Maintenance and Support Agreement. TYLER warrants that at the time of delivery, the software updates do not contain any virus or other malicious code that would cause the software to become inoperable or incapable of being used.

SECTION C – PROFESSIONAL SERVICES

1. Services. TYLER will provide CITY the various implementation-related services itemized in the Investment Summary attached hereto as Exhibit A, incorporated herewith by reference.
2. Professional Services Fees. CITY agrees to pay TYLER the professional services fees in the amounts set forth in the Investment Summary (Exhibit A). Those amounts are payable in accordance with the Invoicing and Payment Policy, attached hereto as Exhibit B.
3. Additional Services. The Investment Summary (Exhibit A) contains the scope of services and related costs (including programming and/or interface estimates) required for the project based on TYLER’s understanding of the specifications CITY supplied. If additional work is required, or if CITY requests additional services, TYLER will provide CITY with an addendum or change order, as applicable, outlining the costs for the additional work. The price quotes in the addendum or change order will be valid for thirty (30) days from the date of the quote. No additional services shall be performed by TYLER without the express written consent by the CITY.
4. Cancellation. TYLER will make all reasonable efforts to schedule personnel for travel, including arranging travel reservations, at least two (2) weeks in advance of commitments. Therefore, if CITY cancels services less than two (2) weeks in advance (other than for Force Majeure or breach by TYLER), CITY will be liable for all (a) non-refundable expenses incurred by TYLER on CITY’s behalf, and (b) daily fees associated with cancelled professional services if TYLER is unable to reassign personnel. TYLER will make all reasonable efforts to reassign personnel in the event CITY cancels within two (2) weeks of scheduled commitments.
5. Services Warranty. TYLER will perform the services set forth in the Investment Summary (Exhibit A) in a professional, workmanlike manner, consistent with industry standards. In the event TYLER provides services that do not conform to this warranty, TYLER will, at TYLER’s option, promptly re-perform such services at no additional cost to CITY, or refund the fees paid for the services.
6. Site Access and Requirements. At no cost to TYLER, CITY agrees to provide TYLER with access to CITY personnel, facilities, and equipment as may be reasonably necessary for TYLER to provide implementation services, subject to any reasonable security protocols or other written policies provided to TYLER as of the

Effective Date, and thereafter as mutually agreed to by the Parties. CITY further agrees to provide a reasonably suitable environment, location, and space for the installation of the Tyler Software and any Third Party Products, including, without limitation, sufficient electrical circuits, cables, and other reasonably necessary items required for the installation and operation of the Tyler Software and any Third Party Products.

7. CITY Assistance. CITY acknowledges that the implementation of the Tyler Software is a cooperative process requiring the time and resources of CITY personnel. CITY agrees to use all reasonable efforts to cooperate with and assist TYLER as may be reasonably required to meet the agreed upon project deadlines and other milestones for implementation. This cooperation includes at least working with TYLER to schedule the implementation-related services outlined in this Agreement. TYLER will not be liable for failure to meet any deadlines and milestones when such failure is due to Force Majeure or to the failure by CITY personnel to provide such reasonable cooperation and assistance (either through action or omission).

SECTION D – MAINTENANCE AND SUPPORT

TYLER will provide CITY with maintenance and support services for the Tyler Software under the terms of TYLER's standard Maintenance and Support Agreement, attached hereto as Exhibit C and incorporated herewith by reference.

SECTION E – THIRD PARTY PRODUCTS

To the extent there are any Third Party Products set forth in the Investment Summary, the following terms and conditions will apply:

1. Third Party Software. If the Developer charges a fee for future updates, releases, or other enhancements to the Third Party Software, CITY may opt to pay such additional future fee or discontinue use of the Third Party Software.
2. Third Party Products Warranties. CITY acknowledges that TYLER is not the manufacturer of the Third Party Products. TYLER does not warrant or guarantee the performance of the Third Party Products. However, TYLER grants and passes through to CITY any warranty that TYLER may receive from the Developer or supplier of the Third Party Products.
3. Maintenance. CITY may report defects and other issues related to the Third Party Software directly to TYLER, and TYLER will (a) directly address the defect or issue, to the extent it relates to TYLER's interface with the Third Party Software; and/or (b) facilitate resolution with the Developer, unless that Developer requires that CITY have a separate, direct maintenance agreement in effect with that Developer.

SECTION F – INVOICING AND PAYMENT; INVOICE DISPUTES

1. Invoicing and Payment. TYLER will invoice CITY for all fees set forth in the Investment Summary per our Invoicing and Payment Policy as set forth in Exhibit B incorporated herewith by reference, subject to Section F(2), below.
2. Invoice Disputes. If CITY believes any delivered software update or service does not conform to the warranties in this Agreement, CITY will provide TYLER with written notice within thirty (30) days of CITY's receipt of the

applicable invoice. The written notice must contain reasonable detail of the issues CITY contend are in dispute so that TYLER can confirm the issue and respond to CITY's notice with either a justification of the invoice, an adjustment to the invoice, or a proposal addressing the issues presented in CITY's notice. TYLER will work with CITY as may be necessary to develop an action plan that outlines reasonable steps to be taken by the Parties to resolve any issues presented in CITY's notice. CITY may withhold payment of the amount(s) actually in dispute, and only those amounts, until TYLER completes the action items outlined in the agreed upon action plan. If TYLER is unable to complete the action items outlined in the action plan because of CITY's failure to complete the action items agreed to be done by CITY, then CITY will remit full payment of the invoice. TYLER reserves the right to suspend delivery of all services, including maintenance and support services, if CITY fails to pay an invoice not disputed as described above within fifteen (15) days of receipt of TYLER's notice of intent to suspend delivery of services for non-payment.

SECTION G – TERMINATION

1. For Cause. If CITY believes TYLER has materially breached this Agreement, CITY will invoke the Dispute Resolution clause set forth in Section I(3). CITY may terminate this Agreement for cause in the event TYLER does not cure, or create a mutually agreeable action plan to address, a material breach of this Agreement within the thirty (30) day window set forth in Section I(3). In the event of termination for cause, CITY will only pay TYLER for all undisputed fees and expenses related to the software updates, and services CITY received, or TYLER incurred or delivered, prior to the effective date of termination.
2. Lack of Appropriations. If CITY should not appropriate or otherwise receive funds sufficient to purchase, lease, operate, or maintain the software or services set forth in this Agreement, CITY may unilaterally terminate this Agreement effective on the final day of the fiscal year through which CITY has funding. CITY will make every effort to give TYLER at least thirty (30) days written notice prior to a termination for lack of appropriations. In the event of termination due to a lack of appropriations, CITY will pay TYLER for all undisputed fees and expenses related to the software and/or services CITY have received, or TYLER have incurred or delivered, prior to the effective date of termination. Any disputed fees and expenses must have been submitted to the Invoice Dispute process set forth in Section F(2) at the time of termination in order to be withheld at termination. CITY will not be entitled to a refund or offset of previously paid license and other fees.
3. Force Majeure. CITY or TYLER may terminate this Agreement if a Force Majeure event suspends performance of scheduled tasks for a period of forty-five (45) days or more. In the event of termination due to Force Majeure, CITY will pay TYLER for all undisputed fees and expenses related to the software and/or services CITY received, or TYLER incurred or delivered, prior to the effective date of termination. Any disputed fees and expenses must have been submitted to the Invoice Dispute process set forth in Section F(2) at the time of termination in order to be withheld at termination. CITY will not be entitled to a refund or offset of previously paid license and other fees.
4. Termination without Cause. Either party may terminate this Agreement for any reason by providing the other party with written notice of termination by January 15 of any contract year.
5. Effect of Expiration or Termination. Within seven (7) business days after the effective date of any expiration or termination of the Agreement, TYLER will provide reasonable cooperation and assistance to CITY [upon CITY's written request and at CITY's expense] in transitioning the terminated services to an alternate service provider. In the event of termination for cause, TYLER will refund to CITY on a pro-rata basis, fees pre-paid by the CITY for the current contract year for services not rendered. Such refund shall be remitted to CITY within 60 days of the effective date of termination.

SECTION H – INDEMNIFICATION, LIMITATION OF LIABILITY AND INSURANCE

1. Intellectual Property Infringement Indemnification.

- 1.1 TYLER will indemnify, defend, and hold harmless CITY, its officers, agents and employees, from and against any third party claim(s) that the Tyler Software or Documentation infringes that third party's patent, copyright, or trademark, or misappropriates its trade secrets, and TYLER will pay the amount of any resulting adverse final judgment (or settlement to which TYLER consents). CITY must notify TYLER promptly in writing of the claim and if TYLER accepts tender of defense, give TYLER sole control over its defense or settlement. CITY agrees to provide TYLER with reasonable assistance, cooperation, and information in defending the claim at TYLER's expense.
- 1.2 TYLER's obligations under this Section H(1) will not apply to the extent the claim or adverse final judgment is based on CITY's: (a) use of a previous version of the Tyler Software and the claim would have been avoided had you installed and used the current version of the Tyler Software, and we provided notice of that requirement to you; (b) combining the Tyler Software with any product or device not provided, contemplated, or approved by TYLER; (c) altering or modifying the Tyler Software, including any modification by third parties at CITY's direction or otherwise permitted by CITY; (d) use of the Tyler Software in contradiction of this Agreement, including with non-licensed third parties; or (e) willful infringement, including use of the Tyler Software after TYLER notifies CITY to discontinue use due to such a claim.
- 1.3 If TYLER receives information concerning an infringement or misappropriation claim related to the Tyler Software, TYLER will, at its sole expense, either: (a) procure for CITY the right to continue its use; (b) modify it to make it non-infringing; or (c) replace it with a functional equivalent, in which case CITY will stop running the allegedly infringing Tyler Software immediately. Alternatively, TYLER may decide to litigate the claim to judgment, in which case CITY may continue to use the Tyler Software consistent with the terms of this Agreement.
- 1.4 If an infringement or misappropriation claim is fully litigated and CITY's use of the Tyler Software is enjoined by a court of competent jurisdiction, in addition to paying any adverse final judgment (or settlement to which TYLER consents), TYLER will, at TYLER's option, either: (a) procure the right to continue its use; (b) modify it to make it non-infringing; or (c) replace it with a functional equivalent.. TYLER will pursue those options in the order listed herein. This section provides CITY's exclusive remedy for third party copyright, patent, or trademark infringement and trade secret misappropriation claims.

2. General Indemnification.

- 2.1 TYLER will defend, indemnify and hold harmless CITY and CITY's agents, officials, and employees from and against any and all third-party claims, losses, liabilities, damages, costs, and expenses (including reasonable attorney's fees and costs) for (a) personal injury or property damage to the extent caused by TYLER's negligence or willful misconduct; or (b) TYLER's violation of PCI DSS requirements or a law applicable to our performance under this Agreement. CITY must notify TYLER promptly in writing of the claim and if TYLER accepts the tender of defense, give TYLER sole control over its defense or settlement. CITY agrees to provide TYLER with reasonable assistance, cooperation, and information in defending the claim at TYLER's expense.
- 2.2 To the extent permitted by applicable law, CITY will indemnify and hold harmless TYLER and TYLER's agents, officials, and employees from and against any and all third-party claims, losses, liabilities, damages, costs, and expenses (including reasonable attorney's fees and costs) for personal injury or property damage to the extent caused by CITY's negligence or willful misconduct. TYLER will notify CITY promptly in writing of the claim and will give CITY sole control over its defense or settlement. TYLER agrees to provide CITY with reasonable assistance, cooperation, and information in defending the claim at CITY's expense.

3. **DISCLAIMER.** EXCEPT FOR THE EXPRESS WARRANTIES PROVIDED IN THIS AGREEMENT AND TO THE MAXIMUM EXTENT PERMITTED BY CALIFORNIA LAW, TYLER HEREBY DISCLAIMS ALL OTHER WARRANTIES AND CONDITIONS, WHETHER EXPRESS, IMPLIED, OR STATUTORY, INCLUDING, BUT NOT LIMITED TO, ANY IMPLIED WARRANTIES, DUTIES, OR CONDITIONS OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.
4. **LIMITATION OF LIABILITY.** EXCEPT AS OTHERWISE EXPRESSLY SET FORTH IN THIS AGREEMENT, A PARTY'S LIABILITY FOR DAMAGES ARISING OUT OF THIS AGREEMENT, WHETHER BASED ON A THEORY OF CONTRACT OR TORT, INCLUDING NEGLIGENCE AND STRICT LIABILITY, SHALL BE LIMITED TO ACTUAL DIRECT DAMAGES, NOT TO EXCEED THE THEN-CURRENT ANNUAL MAINTENANCE AND SUPPORT FEE. THE PARTIES ACKNOWLEDGE AND AGREE THAT THE PRICES SET FORTH IN THIS AGREEMENT ARE SET IN RELIANCE UPON THIS LIMITATION OF LIABILITY AND TO THE MAXIMUM EXTENT ALLOWED UNDER CALIFORNIA LAW, THE EXCLUSION OF CERTAIN DAMAGES, AND EACH SHALL APPLY REGARDLESS OF THE FAILURE OF AN ESSENTIAL PURPOSE OF ANY REMEDY. THE FOREGOING LIMITATION OF LIABILITY SHALL NOT APPLY TO CLAIMS THAT ARE SUBJECT TO SECTIONS H(1) AND H(2).
5. **EXCLUSION OF CERTAIN DAMAGES.** TO THE MAXIMUM EXTENT PERMITTED BY CALIFORNIA LAW, IN NO EVENT SHALL EITHER PARTY BE LIABLE FOR ANY SPECIAL, INCIDENTAL, PUNITIVE, INDIRECT, OR CONSEQUENTIAL DAMAGES WHATSOEVER, EVEN IF ADVISED OF THE POSSIBILITY OF SUCH DAMAGES.
6. **Insurance.** During the course of performing services under this Agreement, TYLER agrees to maintain the following levels of insurance: (a) Commercial General Liability of at least \$1,000,000; (b) Automobile Liability of at least \$1,000,000; (c) Professional Liability of at least \$1,000,000; (d) Workers Compensation complying with applicable statutory requirements; and (e) Excess/Umbrella Liability of at least \$5,000,000. TYLER will add CITY as an additional insured to its Commercial General Liability and Automobile Liability policies, which will automatically add CITY as an additional insured to its Excess/Umbrella Liability policy as well. TYLER will provide CITY with copies of certificates of insurance prior to execution of this Agreement.

SECTION I – GENERAL TERMS AND CONDITIONS

1. **Additional Products and Services.** CITY may purchase additional products and services at the rates set forth in the Investment Summary attached hereto as Exhibit A and incorporated herein by reference, for twelve (12) months from the Effective Date.
2. **Optional Items.** Pricing for any listed optional products and services in the Investment Summary will be valid for twelve (12) months from the Effective Date.
3. **Dispute Resolution.** Each Party agrees to provide the other Party with written notice within thirty (30) days of becoming aware of a dispute between them. Parties agree to try to reasonably resolve all disputes, including, if requested by either party, appointing a senior representative to meet and engage in good faith negotiations with our appointed senior representative. Senior representatives will convene within thirty (30) days of the written dispute notice, unless otherwise agreed. If the Parties do not resolve the dispute, then the parties may participate in non-binding mediation in an effort to resolve the dispute. If both Parties agree to mediation, the Parties shall select a mutually agreeable mediator, the costs of mediation will be shared equally, each Party to bear their own legal costs, and mediation will be scheduled to occur within thirty (30) days of the Parties' last dispute resolution meeting, unless otherwise agreed by the Parties. If the dispute

remains unresolved after mediation, then either Party may assert its respective rights and remedies in a court of competent jurisdiction in Placer County, California. Nothing in this section shall prevent a Party from seeking necessary injunctive relief during the dispute resolution procedures.

4. Taxes. The fees in the Investment Summary do not include any taxes, including, without limitation, sales, use, or excise tax. If CITY is a tax-exempt entity, CITY agrees to provide TYLER with a tax-exempt certificate. Otherwise, TYLER will pay all applicable taxes to the proper authorities and CITY will reimburse TYLER for such taxes. If you have a valid direct-pay permit, CITY agrees to provide TYLER with a copy. For clarity, TYLER is responsible for paying income taxes, both federal and state, as applicable, arising from its performance of this Agreement. CITY is responsible for paying sales, use, or excise tax, as may be applicable.
5. Nondiscrimination. TYLER will not discriminate against any person employed or applying for employment concerning the performance of its responsibilities under this Agreement. This discrimination prohibition will apply to all matters of initial employment, tenure, and terms of employment, or otherwise with respect to any matter directly or indirectly relating to employment concerning race, color, religion, national origin, age, sex, sexual orientation, ancestry, disability that is unrelated to the individual's ability to perform the duties of a particular job or position, height, weight, marital status, or political affiliation. TYLER will post, where appropriate, all notices related to nondiscrimination as may be required by applicable law.
6. E-Verify. TYLER has complied, and will comply, with the E-Verify procedures administered by the U.S. Citizenship and Immigration Services Verification Division for all of TYLER's employees assigned to CITY's project.
7. Subcontractors. TYLER will not subcontract any services under this Agreement without CITY's prior written consent, not to be unreasonably withheld.
8. Binding Effect; No Assignment. This Agreement shall be binding on, and shall be for the benefit of, either CITY or TYLER's successor(s) or permitted assign(s). Neither party may assign this Agreement without the prior written consent of the other party; provided, however, CITY's consent is not required for an assignment by TYLER as a result of a corporate reorganization, merger, acquisition, or purchase of substantially all of its assets.
9. Force Majeure. Neither party will be liable for delays in performing its obligations under this Agreement to the extent that the delay is caused by Force Majeure; provided, however, that within ten (10) business days of the Force Majeure event, the party whose performance is delayed provides the other party with written notice explaining the cause and extent thereof, as well as a request for a reasonable time extension equal to the estimated duration of the Force Majeure event.
10. No Intended Third Party Beneficiaries. This Agreement is entered into solely for the benefit of CITY and TYLER. No third party will be deemed a beneficiary of this Agreement, and no third party will have the right to make any claim or assert any right under this Agreement. This provision does not affect the rights of third parties under any Third Party Terms.
11. Entire Agreement; Amendment. This Agreement represents the entire agreement between CITY and TYLER with respect to the subject matter hereof, and supersedes any prior agreements, understandings, and representations, whether written, oral, expressed, implied, or statutory. Purchase orders submitted by CITY, if any, are for CITY's internal administrative purposes only, and the terms and conditions contained in those purchase orders will have no force or effect. This Agreement may only be modified by a written amendment signed by an authorized representative of each party.

12. Severability. If any term or provision of this Agreement is held invalid or unenforceable, the remainder of this Agreement will be considered valid and enforceable to the fullest extent permitted by law.
13. No Waiver. In the event that the terms and conditions of this Agreement are not strictly enforced by either party, such non-enforcement will not act as or be deemed to act as a waiver or modification of this Agreement, nor will such non-enforcement prevent such party from enforcing each and every term of this Agreement thereafter.
14. Independent Contractor. TYLER is an independent contractor for all purposes under this Agreement.
15. Notices. All notices or communications required or permitted as a part of this Agreement, such as notice of an alleged material breach for a termination for cause or a dispute that must be submitted to dispute resolution, must be in writing and will be deemed delivered upon the earlier of the following: (a) actual receipt by the receiving party; (b) upon receipt by sender of a certified mail, return receipt signed by an employee or agent of the receiving party; (c) upon receipt by sender of proof of email delivery; or (d) if not actually received, five (5) days after deposit with the United States Postal Service authorized mail center with proper postage (certified mail, return receipt requested) affixed and addressed to the other party at the address set forth on the signature page hereto or such other address as the party may have designated by proper notice. The consequences for the failure to receive a notice due to improper notification by the intended receiving party of a change in address will be borne by the intended receiving party.
16. Confidentiality. Both parties recognize that their respective employees and agents, in the course of performance of this Agreement, may be exposed to confidential information and that disclosure of such information could violate rights to private individuals and entities, including the parties. Confidential information is non-public information that a reasonable person would believe to be confidential and includes, without limitation, personal identifying information (e.g., social security numbers) and trade secrets, each as defined by California law. Each party agrees that it will not disclose any confidential information of the other party and further agrees to take all reasonable and appropriate action to prevent such disclosure by its employees or agents. The confidentiality covenants contained herein will survive the termination or cancellation of this Agreement. This obligation of confidentiality will not apply to information that:
 - (a) is in the public domain, either at the time of disclosure or afterwards, except by breach of this Agreement by a party or its employees or agents;
 - (b) a party can establish by reasonable proof was in that party's possession at the time of initial disclosure;
 - (c) a party receives from a third party who has a right to disclose it to the receiving party; or
 - (d) is the subject of a legitimate disclosure request under the open records laws or similar applicable public disclosure laws governing this Agreement; provided, however, that in the event CITY receives an open records or other similar applicable request, CITY will give TYLER prompt notice and otherwise perform the functions required by applicable law.

Notwithstanding the foregoing, each Party may disclose confidential information to the limited extent required to (1) comply with a subpoena, order of the court or other governmental body, provided the Party making the disclosure shall first have given written notice to the other Party; and (2) to establish a Party's rights under this Agreement, including to make required court filings.

17. Business License. In the event a local business license is required for TYLER to perform services hereunder, CITY will promptly notify TYLER and provide TYLER with the necessary paperwork and/or contact information

so that TYLER may timely obtain such license.

18. Governing Law. This Agreement will be governed by and construed in accordance with the laws of the State of California.

19. Multiple Originals and Authorized Signatures. This Agreement may be executed in multiple originals, any of which will be independently treated as an original document. Any electronic, faxed, scanned, photocopied, or similarly reproduced signature on this Agreement or any amendment hereto will be deemed an original signature and will be fully enforceable as if an original signature. Each party represents to the other that the signatory set forth below is duly authorized to bind that party to this Agreement.

20. Contract Documents. This Agreement includes the following exhibits which are incorporated herein by reference:

Exhibit A	Investment Summary
Exhibit B	Invoicing and Payment Policy Schedule 1: Business Travel Policy
Exhibit C	Maintenance and Support Agreement Schedule 1: Support Call Process

IN WITNESS WHEREOF, a duly authorized representative of each party has executed this Agreement as of the date(s) set forth below.

Tyler Technologies, Inc.

City of Rocklin

By: _____

By: _____

Name: _____

Name: _____

Title: _____

Title: _____

Date: _____

Date: _____

Address for Notices:

Tyler Technologies, Inc.
One Tyler Drive
Yarmouth, ME 04096
Attention: Chief Legal Officer

Address for Notices:

City of Rocklin
3970 Rocklin Road
Rocklin, CA 95677
Attention: City Attorney

Exhibit A Investment Summary

The following Investment Summary details the software, products, and services to be delivered by TYLER to CITY under the Agreement. This Investment Summary is effective as of the Effective Date. Capitalized terms not otherwise defined will have the meaning assigned to such terms in the Agreement.

**SEE ATTACHED INVOICE LISTING SOFTWARE,
PRODUCTS, AND SERVICES**

**Remittance:**

Tyler Technologies, Inc.
(FEIN 75-2303920)
P.O. Box 203556
Dallas, TX 75320-3556

Invoice

Invoice No	Date	Page
045-250459	02/01/2019	1 of 2

Questions:

Tyler Technologies - ERP & Schools
Phone: 1-800-772-2260 Press 2, then 1
Email: ar@tylertech.com



Bill To: CITY OF ROCKLIN
ATTN: ACCOUNTS PAYABLE
3970 ROCKLIN ROAD
ROCKLIN, CA 95677

Ship To: CITY OF ROCKLIN
ATTN: ACCOUNTS PAYABLE
3970 ROCKLIN ROAD
ROCKLIN, CA 95677

INVOICE WITH UPDATED TERM PENDING EXECUTION OF AGREEMENT

Cust No.-BillTo-ShipTo	Ord No	PO Number	Currency	Terms	Due Date
4875 - MAIN - MAIN	118222		USD	NET30	03/03/2019

Date	Description	Units	Rate	Extended Price
Contract No.: ROCKLIN, CA				
	DISASTER RECOVERY CONTRACT	1	13,400.51	13,400.51
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - ACCTG/GL/BUDGET/AP	1	16,890.27	16,890.27
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - ACCOUNTS RECEIVABLE	1	3,556.25	3,556.25
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - EMPLOYEE SELF SERVICE	1	1,939.91	1,939.91
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - GENERAL BILLING	1	1,616.34	1,616.34
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - HUMAN RESOURCES MANAGEMENT	1	3,717.27	3,717.27
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - CRYSTAL REPORTS	1	4,198.94	4,198.94
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - MUNIS OFFICE	1	2,748.06	2,748.06
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - PAYROLL	1	5,333.62	5,333.62
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - PURCHASE ORDERS	1	3,878.32	3,878.32
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - REQUISITIONS	1	3,232.68	3,232.68
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	SUPPORT & UPDATE LICENSING - TREASURY MANAGEMENT	1	3,232.68	3,232.68
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	TYLER FORM PROCESSING SUPPORT	1	3,257.78	3,257.78
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	GUI SUPPORT	50	60.00	3,000.00
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			
	TYLER SYSTEM MANAGEMENT SERVICES SUPPORT	1	13,400.51	13,400.51
	Maintenance: Start: 16/Mar/2019, End: 15/Mar/2020			

**Remittance:**

Tyler Technologies, Inc.
(FEIN 75-2303920)
P.O. Box 203556
Dallas, TX 75320-3556

Invoice

Invoice No	Date	Page
045-250459	02/01/2019	2 of 2

Questions:

Tyler Technologies - ERP & Schools
Phone: 1-800-772-2260 Press 2, then 1
Email: ar@tylertech.com

Bill To: CITY OF ROCKLIN
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3970 ROCKLIN ROAD
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Cust No.-BillTo-ShipTo	Ord No	PO Number	Currency	Terms	Due Date
4875 - MAIN - MAIN	118222		USD	NET30	03/03/2019

Date	Description	Units	Rate	Extended Price
------	-------------	-------	------	----------------

****ATTENTION****

Order your checks and forms from
Tyler Business Forms at 877-749-2090 or
tylerbusinessforms.com to guarantee
100% compliance with your software.

Subtotal	83,403.14
Sales Tax	0.00
Invoice Total	83,403.14

Exhibit B

Invoicing and Payment Policy

TYLER will provide CITY with the software updates and services set forth in the Investment Summary (Exhibit A). Capitalized terms not otherwise defined will have the meaning assigned to such terms in the Agreement.

Invoicing: TYLER will invoice CITY for the applicable services fees in the Investment Summary (Exhibit A) as set forth below. CITY's rights to dispute any invoice are set forth in the Agreement.

1. Tyler Software.

1.1 *Maintenance and Support Fees:* Maintenance and support fees for Years 1-5 are as set forth below. Such fees are due on March 3 of every year this Agreement is in effect. Fees beyond Year 5 shall be at our then-current rates.

Year 1 (FY 20/21): \$83,403.14 (standard 5% annual fee increase waived)

Year 2 (FY 21/22): \$83,403.14 (standard 5% annual fee increase waived)

Year 3 (FY 22/23): 5% increase over Year 2

Year 4 (FY 23/24): 5% increase over Year 3

Year 5 (FY 24/25): 5% increase over Year 4

2. Expenses. The service rates in the Investment Summary do not include travel expenses. Expenses for TYLER delivered services will be billed as incurred and only in accordance with the Business Travel Policy attached hereto as Exhibit B, Schedule 1, plus up to a 10% travel agency processing fee. Copies of receipts will be provided upon CITY's request at no charge. Receipts for miscellaneous items less than twenty-five dollars and mileage logs are not available because those items are paid on a fixed fee basis, and mileage is calculated using the GSA rate.

Payment. Payment for undisputed invoices is due within forty-five (45) days of the invoice date. TYLER prefers to receive payments electronically. Our electronic payment information is:

Bank:	Wells Fargo Bank, N.A. 420 Montgomery San Francisco, CA 94104
ABA:	121000248
Account:	4124302472
Beneficiary:	Tyler Technologies, Inc. – Operating

Exhibit B
Schedule 1
TYLER's Business Travel Policy

1. Air Travel

A. Reservations & Tickets

The Travel Management Company (TMC) used by Tyler will provide an employee with a direct flight within two hours before or after the requested departure time, assuming that flight does not add more than three hours to the employee's total trip duration and the fare is within \$100 (each way) of the lowest logical fare. If a net savings of \$200 or more (each way) is possible through a connecting flight that is within two hours before or after the requested departure time and that does not add more than three hours to the employee's total trip duration, the connecting flight should be accepted.

Employees are encouraged to make advanced reservations to take full advantage of discount opportunities. Employees should use all reasonable efforts to make travel arrangements at least two (2) weeks in advance of commitments. A seven (7) day advance booking requirement is mandatory. When booking less than seven (7) days in advance, management approval will be required.

Except in the case of international travel where a segment of continuous air travel is six (6) or more consecutive hours in length, only economy or coach class seating is reimbursable. Employees shall not be reimbursed for "Basic Economy Fares" because these fares are non-refundable and have many restrictions that outweigh the cost-savings.

B. Baggage Fees

Reimbursement of personal baggage charges are based on trip duration as follows:

- Up to five (5) days = one (1) checked bag
- Six (6) or more days = two (2) checked bags. Baggage fees for sports equipment are not reimbursable.

2. Ground Transportation

A. Private Automobile

Mileage Allowance – Business use of an employee's private automobile will be reimbursed at the current IRS allowable rate, plus out of pocket costs for tolls and parking. Mileage will be calculated by using the employee's office as the starting and ending point, in compliance with IRS regulations. Employees who have been designated a home office should calculate miles from their home.

B. Rental Car

Employees are authorized to rent cars only in conjunction with air travel when cost, convenience, and the specific situation reasonably require their use. When renting a car for Tyler business, employees should select a "mid-size" or "intermediate" car. "Full" size cars may be rented when three or more employees are traveling together. Tyler carries leased vehicle coverage for business car rentals; except for employees traveling to Alaska and internationally (excluding Canada), additional insurance on the rental agreement should be declined.

C. Public Transportation

Taxi or airport limousine services may be considered when traveling in and around cities or to and from airports when less expensive means of transportation are unavailable or impractical. The actual fare plus a reasonable tip (15-18%) are reimbursable. In the case of a free hotel shuttle to the airport, tips are included in the per diem rates and will not be reimbursed separately.

D. Parking & Tolls

When parking at the airport, employees must use longer term parking areas that are measured in days as opposed to hours. Park and fly options located near some airports may also be used. For extended trips that would result in excessive parking charges, public transportation to/from the airport should be considered. Tolls will be reimbursed when receipts are presented.

3. Lodging

Tyler's TMC will select hotel chains that are well established, reasonable in price, and conveniently located in relation to the traveler's work assignment. Typical hotel chains include Courtyard, Fairfield Inn, Hampton Inn, and Holiday Inn Express. If the employee has a discount rate with a local hotel, the hotel reservation should note that discount and the employee should confirm the lower rate with the hotel upon arrival. Employee memberships in travel clubs such as AAA should be noted in their travel profiles so that the employee can take advantage of any lower club rates.

"No shows" or cancellation fees are not reimbursable if the employee does not comply with the hotel's cancellation policy.

Tips for maids and other hotel staff are included in the per diem rate and are not reimbursed separately.

Employees are not authorized to reserve non-traditional short-term lodging, such as Airbnb, VRBO, and HomeAway. Employees who elect to make such reservations shall not be reimbursed.

4. Meals and Incidental Expenses

Employee meals and incidental expenses while on travel status within the continental U.S. are in accordance with the federal per diem rates published by the General Services Administration. Incidental expenses include tips to maids, hotel staff, and shuttle drivers and other minor travel expenses. Per diem rates are available at www.gsa.gov/perdiem.

Per diem for Alaska, Hawaii, U.S. protectorates and international destinations are provided separately by the Department of Defense and will be determined as required.

A. Overnight Travel

For each full day of travel, all three meals are reimbursable. Per diems on the first and last day of a trip are governed as set forth below.

Departure Day

Depart before 12:00 noon	Lunch and dinner
Depart after 12:00 noon	Dinner

Return Day

Return before 12:00 noon	Breakfast
Return between 12:00 noon & 7:00 p.m.	Breakfast and lunch
Return after 7:00 p.m.*	Breakfast, lunch and dinner

*7:00 p.m. is defined as direct travel time and does not include time taken to stop for dinner.

The reimbursement rates for individual meals are calculated as a percentage of the full day per diem as follows:

Breakfast	15%
Lunch	25%
Dinner	60%

B. Same Day Travel

Employees traveling at least 100 miles to a site and returning in the same day are eligible to claim lunch on an expense report. Employees on same day travel status are eligible to claim dinner in the event they return home after 7:00 p.m.*

*7:00 p.m. is defined as direct travel time and does not include time taken to stop for dinner.

5. Internet Access – Hotels and Airports

Employees who travel may need to access their e-mail at night. Many hotels provide free high speed internet access and Tyler employees are encouraged to use such hotels whenever possible. If an employee's hotel charges for internet access it is reimbursable up to \$10.00 per day. Charges for internet access at airports are not reimbursable.

6. International Travel

All international flights with the exception of flights between the U.S. and Canada should be reserved through TMC using the "lowest practical coach fare" with the exception of flights that are six (6) or more consecutive hours in length. In such event, the next available seating class above coach shall be reimbursed.

When required to travel internationally for business, employees shall be reimbursed for photo fees, application fees, and execution fees when obtaining a new passport book, but fees related to passport renewals are not reimbursable. Visa application and legal fees, entry taxes and departure taxes are reimbursable.

The cost of vaccinations that are either required for travel to specific countries or suggested by the U.S. Department of Health & Human Services for travel to specific countries, is reimbursable. Section

4, Meals & Incidental Expenses, and Section 2.b., Rental Car, shall apply to this section.

Exhibit C

Maintenance and Support Agreement

TYLER will provide CITY with the following maintenance and support services for the Tyler Software. Capitalized terms not otherwise defined will have the meaning assigned to such terms in the Agreement.

1. Term. TYLER will provide maintenance and support services on an annual basis, for five years. The term of this Agreement commences on March 16, 2020 and remains in effect through March 15, 2025, unless earlier terminated in accordance with the provisions of this Agreement.
2. Maintenance and Support Fees. CITY's maintenance and support fees for the Tyler Software are listed in the Investment Summary attached as Exhibit A and incorporated herewith by reference, and CITY's payment obligations are set forth in the Invoicing and Payment Policy, attached as Exhibit B. TYLER reserves the right to suspend maintenance and support services if CITY fails to pay undisputed maintenance and support fees within thirty (30) days of our written notice. TYLER will reinstate maintenance and support services if CITY pays all past due maintenance and support fees, including all fees for the periods during which services were suspended.
3. Maintenance and Support Services. CITY agrees not to use the Help Desk as a substitute for TYLER's training services on the Tyler Software. TYLER will, consistent with the Support Call Process:
 - 3.1 perform our maintenance and support obligations in a professional, good, and workmanlike manner, consistent with industry standards, to resolve Defects in the Tyler Software (limited to the then-current version and the immediately prior version) to include any virus or malware caused by TYLER or the Tyler Software; provided, however, that if CITY modifies the Tyler Software without TYLER's consent, TYLER's obligation to provide maintenance and support services on and warrant the Tyler Software will be void;
 - 3.2 provide telephone support during our established support hours;
 - 3.3 maintain personnel that are sufficiently trained to be familiar with the Tyler Software and Third Party Software, if any, in order to provide maintenance and support services;
 - 3.4 provide CITY with a copy of all major and minor releases to the Tyler Software (including updates and enhancements) that TYLER makes generally available without additional charge to customers who have a maintenance and support agreement in effect; and
 - 3.5 provide non-Defect resolution support of prior releases of the Tyler Software in accordance with TYLER's then-current release life cycle policy.
4. CITY Responsibilities. TYLER will use all reasonable efforts to perform any maintenance and support services remotely. Currently, TYLER uses a third-party secure unattended connectivity tool called Bomgar, as well as GoToAssist by Citrix. Therefore, CITY agrees to maintain a high-speed internet connection capable of connecting TYLER to CITY's PCs and server(s). **TYLER agrees to obtain verbal or written approval from CITY staff prior to initiating remote support sessions. The remote support software used by TYLER should not permit or be configured to allow remote support sessions or remote control of CITY servers or PCs without CITY staff acceptance of each individual session.** CITY agrees to provide TYLER with a login account and local

administrative privileges as TYLER may reasonably require to perform remote services. **TYLER will limit activities on CITY Servers and PCs to only those activities required to install, administer, maintain, and support the TYLER software solution and data. TYLER will not share any information related to their remote access including usernames and passwords with any third party. The CITY maintains the right to revoke remote access at any time and for any reason.** TYLER will use the secure connection to assist with proper diagnosis and resolution, subject to any reasonably applicable security protocols. If TYLER cannot resolve a support issue remotely, TYLER may be required to provide onsite services. In such event, TYLER will be responsible for its travel expenses, unless it is determined that the reason onsite support was required was a reason outside of TYLER's control. CITY agrees to provide TYLER with full and free access to the Tyler Software, working space, adequate facilities within a reasonable distance from the equipment, and use of machines, attachments, features, or other equipment reasonably necessary for TYLER to provide the maintenance and support services, all at no charge to TYLER. TYLER strongly recommends that CITY also maintain a VPN for backup connectivity purposes.

5. Hardware and Other Systems. If CITY is a self-hosted customer and, in the process of diagnosing a software support issue, it is discovered that one of CITY's peripheral systems or other software is the cause of the issue, TYLER will notify CITY so that CITY may contact the support agency for that peripheral system. TYLER cannot support or maintain Third Party Products except as expressly set forth in the Agreement.

In order for TYLER to provide the highest level of software support, CITY bears the following responsibility related to hardware and software:

- (a) All infrastructure executing Tyler Software shall be managed by CITY;
 - (b) CITY will maintain support contracts for all non-Tyler software associated with Tyler Software (including operating systems and database management systems, but excluding Third-Party Software, if any); and
 - (c) CITY will perform daily database backups and verify that those backups are successful.
6. Other Excluded Services. Maintenance and support fees do not include fees for the following services: (a) onsite maintenance and support (unless Tyler cannot remotely correct a Defect in the Tyler Software, as set forth above); (b) application design; (c) consulting services not related to the software updates, maintenance, and training described in the Agreement; (e) maintenance and support of an operating system or hardware, unless CITY is a hosted customer; (f) support outside our normal business hours as listed in the Support Call Process; or (g) training services or third party product costs related to a new release.
7. Support Call Process. The Support Call Process for the Tyler Software is attached to this Exhibit C at Schedule 1. The Parties understand the support call process may be adjusted by TYLER, but the level of service provided to CITY shall not be less than is described in Exhibit C Schedule 1.

Exhibit C

Schedule 1

Support Call Process

Support Channels

Tyler Technologies, Inc. provides the following channels of software support:

- (1) Tyler Community – an on-line resource, Tyler Community provides a venue for all Tyler clients with current maintenance agreements to collaborate with one another, share best practices and resources, and access documentation.
- (2) On-line submission (portal) – for less urgent and functionality-based questions, users may create unlimited support incidents through the customer relationship management portal available at the Tyler Technologies website.
- (3) Email – for less urgent situations, users may submit unlimited emails directly to the software support group.
- (4) Telephone – for urgent or complex questions, users receive toll-free, unlimited telephone software support.

Support Resources

A number of additional resources are available to provide a comprehensive and complete support experience:

- (1) Tyler Website – www.tylertech.com – for accessing client tools and other information including support contact information.
- (2) Tyler Community – available through login, Tyler Community provides a venue for clients to support one another and share best practices and resources.
- (3) Knowledgebase – A fully searchable depository of thousands of documents related to procedures, best practices, release information, and job aides.
- (4) Program Updates – where development activity is made available for client consumption

Support Availability

Tyler Technologies support is available during the local business hours of 8 AM to 5 PM (Monday – Friday) across four US time zones (Pacific, Mountain, Central and Eastern). Clients may receive coverage across these time zones. Tyler's holiday schedule is outlined below. There will be no support coverage on these days.

New Year's Day	Thanksgiving Day
Memorial Day	Day after Thanksgiving
Independence Day	Christmas Day
Labor Day	



Issue Handling

Incident Tracking

Every support incident is logged into Tyler's Customer Relationship Management System and given a unique incident number. This system tracks the history of each incident. The incident tracking number is used to track and reference open issues when clients contact support. Clients may track incidents, using the incident number, through the portal at Tyler's website or by calling software support directly.

Incident Priority

Each incident is assigned a priority number, which corresponds to the client's needs and deadlines. The client is responsible for reasonably setting the priority of the incident per the chart below. This chart is not intended to address every type of support incident, and certain "characteristics" may or may not apply depending on whether the Tyler software has been deployed on customer infrastructure or the Tyler cloud. The goal is to help guide the client towards clearly understanding and communicating the importance of the issue and to describe generally expected responses and resolutions.

Priority Level	Characteristics of Support Incident	Resolution Targets
1 Critical	Support incident that causes (a) complete application failure or application unavailability; (b) application failure or unavailability in one or more of the client's remote location; or (c) systemic loss of multiple essential system functions.	Tyler shall provide an initial response to Priority Level 1 incidents within one (1) business hour of receipt of the support incident. Tyler shall use commercially reasonable efforts to resolve such support incidents or provide a circumvention procedure within one (1) business day. For non-hosted customers, Tyler's responsibility for lost or corrupted data is limited to assisting the client in restoring its last available database.
2 High	Support incident that causes (a) repeated, consistent failure of essential functionality affecting more than one user or (b) loss or corruption of data.	Tyler shall provide an initial response to Priority Level 2 incidents within four (4) business hours of receipt of the support incident. Tyler shall use commercially reasonable efforts to resolve such support incidents or provide a circumvention procedure within ten (10) business days. For non-hosted customers, Tyler's responsibility for loss or corrupted data is limited to assisting the client in restoring its last available database.
3 Medium	Priority Level 1 incident with an existing circumvention procedure, or a Priority Level 2 incident that affects only one user or for which there is an existing circumvention procedure.	Tyler shall provide an initial response to Priority Level 3 incidents within one (1) business day of receipt of the support incident. Tyler shall use commercially reasonable efforts to resolve such support incidents without the need for a circumvention procedure with the next published maintenance update or service pack. For non-hosted customers, Tyler's responsibility for lost or corrupted data is limited to assisting the client in restoring its last available database.

Priority Level	Characteristics of Support Incident	Resolution Targets
4 Non-critical	Support incident that causes failure of non-essential functionality or a cosmetic or other issue that does not qualify as any other Priority Level.	Tyler shall provide an initial response to Priority Level 4 incidents within two (2) business days. Tyler shall use commercially reasonable efforts to resolve such support incidents, as well as cosmetic issues, with a future version release.

Incident Escalation

Tyler Technology's software support consists of four levels of personnel:

- (1) Level 1: front-line representatives
- (2) Level 2: more senior in their support role, they assist front-line representatives and take on escalated issues
- (3) Level 3: assist in incident escalations and specialized client issues
- (4) Level 4: responsible for the management of support teams for either a single product or a product group

If a client feels they are not receiving the service needed, they may contact the appropriate Software Support Manager. After receiving the incident tracking number, the manager will follow up on the open issue and determine the necessary action to meet the client's needs.

On occasion, the priority or immediacy of a software support incident may change after initiation. Tyler encourages clients to communicate the level of urgency or priority of software support issues so that we can respond appropriately. A software support incident can be escalated by any of the following methods:

- (1) Telephone – for immediate response, call toll-free to either escalate an incident's priority or to escalate an issue through management channels as described above.
- (2) Email – clients can send an email to software support in order to escalate the priority of an issue
- (3) On-line Support Incident Portal – clients can also escalate the priority of an issue by logging into the client incident portal and referencing the appropriate incident tracking number.

Remote Support Tool

Some support calls require further analysis of the client's database, process or setup to diagnose a problem or to assist with a question. Tyler will, at its discretion, use an industry-standard remote support tool. Support is able to quickly connect to the client's desktop and view the site's setup, diagnose problems, or assist with screen navigation. More information about the remote support tool Tyler uses is available upon request.



City Council Staff Report

Subject: Celebrate America 2020 - Fireworks Display Fee Waiver

Date: March 24, 2020

Submitted By: Steven Rudolph, City Manager

Department: City Manager's Office

Staff Recommendation:

Adopt a Resolution of the City Council of the City of Rocklin Approving a Waiver of the Public Display of Fireworks Fee for the Celebrate America 2020 Event

BACKGROUND:

Prior to 2009, the City of Rocklin held an annual Jubilee event, which provided the community with a fireworks display and an opportunity to gather with neighbors to celebrate Independence Day. When the economic downturn occurred, the City was not able to continue funding the annual Jubilee and Destiny stepped up to organize and produce this annual event for the community.

Destiny has presented Celebrate America at Twin Oaks Community Park for 11 years, which has become a two-day event normally held on the weekend preceding the 4th of July each year. The event is open to the public at no charge and features family friendly activities and entertainment such as bounce houses, local food trucks and business vendors, musical performances, presentations recognizing Veterans, Military helicopter tours, and a fireworks display set to music at the end of both evenings.

Destiny has shouldered the majority of the financial burden associated with providing this event to the community. However, recognizing the community benefits to Rocklin residents and business owners, the City has also supported the event by discounting

Parks & Recreation fees and providing a variety of event support at no charge. The estimated value for the City's annual support of this event is \$20,000.

In 2019, the Fire Department charged \$2,448 total for fireworks display permit fees. Due to optimal weather conditions last year, there was no need to require an additional Fire engine and crew, or additional standby hours. Had such add-ons been required, the cost would have been \$1,102 per day for an extra Fire engine and \$277/hour for additional standby time.

Due to the adoption of an amended Schedule of Fees for City Services effective December 1, 2019, the Public Display of Fireworks fees and related Fire Department expenses have increased. The projected fees for Celebrate America 2020 fireworks will range from a minimum of \$3,672 up to \$6,168 (not including additional standby time at the hourly rate of \$301). Destiny has expressed concerns about this fee increase and has requested relief from the City.

2020 Fireworks Display Fee Schedule

PUBLIC DISPLAY OF FIREWORKS FEES	Day 1	Day 2	MAX TOTAL
Fire Display Permit Fee (Includes 1 engine and crew for 3 hours)	\$1,836	\$1,836	\$3,672
Additional Engine, if needed (for 3 hours)	\$1,248	\$1,248	\$2,496
Additional standby time (\$301/hour)	TBD	TBD	
	\$3,084	\$3,084	\$6,168

After considering the substantial annual support provided by the City through the Parks & Recreation Department and the broad community benefits of the event, staff recommends waiving 50% of the Public Display of Fireworks fees for Celebrate America 2020.

Fiscal Impact:

The purpose of the public display of fireworks fee is to recover the costs associated with providing extraordinary services to the community. If 50% of the fireworks fees are waived for this event, 50% of the City's costs associated with event's fireworks display will not be recovered.

ATTACHMENTS:

Description

RESOLUTION

The ACM/CFO has reviewed this staff report and certifies that budgeted funds are available, unless a budget amendment is being requested as part of this action item.

RESOLUTION No. 2020-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ROCKLIN
APPROVING A WAIVER OF THE PUBLIC DISPLAY OF FIREWORKS FEES
FOR THE CELEBRATE AMERICA 2020 EVENT

WHEREAS, prior to 2009 the City of Rocklin held an annual Jubilee event, which provided the Rocklin Community with a fireworks display celebrating Independence Day among other activities; and

WHEREAS, when funding became unavailable to continue holding the event, Destiny Community Center and Destiny Christian Church began producing the event for the Rocklin community, with substantial support provided by the City of Rocklin Parks & Recreation Department; and

WHEREAS, the City Council of the City of Rocklin adopted Resolution No. 2019-219 amending the Schedule of Fees for City Services effective December 1, 2019, which included an increase in Public Display of Fireworks Fees; and

WHEREAS, Destiny Community Center has requested a discount in the City's Public Display of Fireworks fees for the Celebrate America 2020 event; and

WHEREAS, the City Council recognizes the community interest in and the public benefit from the Celebrate America 2020 event, and wishes to support the community event by waiving 50 percent of the Public Display of Fireworks fees for the event.

NOW, THEREFORE, the City Council of the City of Rocklin does hereby resolve as follows:

Section 1: The City Council of the City of Rocklin approves a waiver of 50 percent of the Rocklin Fire Department's Public Display of Fireworks service fees for the Celebrate America 2020 event.

PASSED AND ADOPTED this 24th day of March, 2020, by the following vote:

AYES:	Councilmembers:
NOES:	Councilmembers:
ABSENT:	Councilmembers:
ABSTAIN:	Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk



City Council Staff Report

Subject: Comprehensive Annual Financial Report (CAFR) and Gann Appropriations Limit Schedule for the fiscal year ended June 30, 2019

Date: March 24, 2020

Submitted By: Mary Rister, Finance Manager
Angela Doyle, Accountant II
Kim Sarkovich, ACM/CFO

Department: Finance

Staff Recommendation:

Adopt a resolution accepting the Comprehensive Annual Financial Report (CAFR) and Gann Appropriations Limit Schedule for the fiscal year ended June 30, 2019.

BACKGROUND:

Rocklin Ordinance No. 465 requires an annual audit of all City financial transactions by an independent auditor and the submission of an audit report to the City Council. The California Constitution Article 13B Section 1.5 requires a review of the annual appropriations limit (Gann) as part of an annual financial audit. In an effort to maintain full disclosure, it is the practice of the Finance Department to provide to the City Council the audit report (Comprehensive Annual Financial Report -CAFR) as well as the auditor review of the Gann Appropriations Limit Schedule.

The audit was performed by Chavan & Associates LLP, and is the fifth year of audit services under a five-year contract. The following are City financial highlights for the fiscal year ending June 30, 2019, reported in the CAFR document.

Highlights:

- Chavan & Associates, LLP has issued an unqualified (“clean”) auditor’s opinion. There were no reported material weaknesses or significant deficiencies.
- Chavan & Associates, LLP has reviewed the (GANN) appropriations limit for the fiscal year ended June 30, 2018, per established procedures, and no exceptions were noted.
- Total Assets increased by \$8.610 million from \$417.994 million in 17/18 to \$426.604 in 18/19. This increase is primarily due to \$15.007 million in proceeds received from the issuance of special tax bonds by Community Facilities District No. 10 (CFD No. 10) for the purpose of financing public facilities infrastructure.
- The Government-Wide Net Position may serve over time as an indicator of the City’s financial position. The City’s Total Net Position increased \$13.568 million, from \$334.673 million in 17/18 to \$348.241 million in fiscal year 18/19. This increase is mainly a result of the CFD No. 10 bond proceeds received.
- The City’s Government-Wide General Revenues increased by approximately 8.14% from \$54.881 million in 17/18 to \$59.350 million in 18/19 due to an overall increase in revenues, most notably from property taxes and sales taxes collected as a result of increased residential and commercial development activity.
- The City’s Government-wide expenses increased by approximately 4.47% from \$75.777 million in the prior year to \$79.162 million, This increase was due to a number of factors including the other post employment benefits (OPEB) expense and public safety compensation, which included filling prior year vacant positions.
- The City issued special tax bonds through CFD No. 10 resulting in \$15.005 million in proceeds for financing of public infrastructure in the Whitney Ranch area.
- The City acting as the Successor Agency issued 2018 Tax Refunding Bonds totaling \$21.283 million to refund the former Redevelopment Agency Bonds.
- The City continues towards 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 \$4.343 million.

Also, attached to this staff report are the Management Letter and the Communication with those charged with Governance Letter from the auditors, identified as Attachment A and B.

ATTACHMENTS:

Description

- ▢ **Attachment A - Management Letter**
- ▢ **Attachment B - Communication Letter**

- ▢ **Resolution**
- ▢ **Exhibit A - CAFR document**
- ▢ **Exhibit B - Gann Report**



CHAVAN & ASSOCIATES, LLP
CERTIFIED PUBLIC ACCOUNTANTS

To the City Council and Management of the
City of Rocklin

In planning and performing our audit of the basic financial statements of City of Rocklin, as of and for the year ended June 30, 2019, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, we considered City of Rocklin's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Rocklin's internal control over financial reporting.

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

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this communication, which is an integral part of our audit, is to describe, for management and those charged with governance, the scope of our testing of internal control and the results of that testing. Accordingly, this communication is not intended to be and should not be used for any other purpose.

C & A LLP

December 19, 2019
San Jose, California



CHAVAN & ASSOCIATES, LLP
CERTIFIED PUBLIC ACCOUNTANTS

To the City Council of the
 City of Rocklin

We have audited the basic financial statements of the City of Rocklin as of and for the year ended June 30, 2019, and have issued our report thereon dated December 19, 2019. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility under Generally Accepted Auditing Standards and *Government Auditing Standards*

As communicated in our engagement letter, our responsibility, as described by professional standards, is to form and express an opinion(s) about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the City of Rocklin solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Other Information in Documents Containing Audited Financial Statements

Pursuant to professional standards, our responsibility as auditors for other information in documents containing City of Rocklin's audited financial statements does not extend beyond the financial information identified in the audit report, and we are not required to perform any procedures to corroborate such other information.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated with management.



Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the City of Rocklin is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during June 30, 2019, other than the implementation of GASB Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements*, which did not have a significant impact on the District's financial statements. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements include unfunded liabilities and related expenses based on assumptions in actuarial studies performed on defined benefit plans.

We evaluated the key factors and assumptions used to develop the identified estimates and determined that it is reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting City of Rocklin's financial statements relate to: cash and investments, capital assets, long-term obligations and defined benefit plans.

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.



Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. None of the misstatements identified by us as a result of our audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole or applicable opinion units. In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. There were no material, corrected misstatements noted during the audit.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the City of Rocklin's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated December 19, 2019.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Findings or Issues

In the normal course of our professional association with the City of Rocklin, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the City of Rocklin's auditors.

This report is intended solely for the information and use of the Board and management of the City of Rocklin and is not intended to be and should not be used by anyone other than these specified parties.

C & A LLP

December 19, 2019
San Jose, California

RESOLUTION No. 2020-XX

RESOLUTION OF THE CITY COUNCIL
OF THE CITY OF ROCKLIN
ACCEPTING THE COMPREHENSIVE ANNUAL FINANCIAL STATEMENTS
AND GANN APPROPRIATIONS LIMIT SCHEDULE
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

The City Council of the City of Rocklin does resolve as follows:

Section 1. The City Council of the City of Rocklin hereby accepts the Comprehensive Annual Financial Statements and Gann Appropriations Limit Schedule for the fiscal year ended June 30, 2019, attached hereto as Exhibit A and Exhibit B and by this reference incorporated herein.

PASSED AND ADOPTED this 24th day of March, 2020, by the following vote:

AYES: Members:
NOES: Members:
ABSENT: Members:
ABSTAIN: Members:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk



City of Rocklin, California

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2019

Prepared by:

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



City of Rocklin, California

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2019

Prepared by:

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

CITY OF ROCKLIN
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

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INTRODUCTORY SECTION

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**CITY OF ROCKLIN**

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

March 24, 2020

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, 2019 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, 2019. 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, 2019.

The CAFR is published to provide financial information about the City to its citizens, the investment community, the general public, and others who may have an interest. 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 was incorporated in 1893. 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, encompassing 20 square miles, and as of January, 2019, had a population of 69,249. In 2019, Money Magazine ranked the City of Rocklin in the top 100 Best Places to Live in America. Rocklin was one of four California cities to make the list. Additionally, Niche.com named the City of Rocklin the Best Place to Raise a Family in Placer County 2019. The City is 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 and a high quality of life.

The City, with 251 full-time employees, 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 of Rocklin is a General Law City and operates according to the City Council/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. The City Council also appoints the City Attorney, City Treasurer, City Clerk, 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 (RPFA). The RPFA 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 RPFA 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 dissolved in 2012. The Successor Agency is not a component unit of the City and is, instead, a separate legal entity overseen by the Placer County 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. Department Heads incorporate the meeting results along with analysis of current activities, and future projects into detailed department budget requests to the City Manager. After the City Manager reviews these budget requests, 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. The concept of reasonable assurance recognizes 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 continued to show economic improvements during the 2018/2019 fiscal year. Residential and commercial development activity increased both population and job growth. City

population for January 2019 increased 3.6% over January 2018. The City's unemployment rate decreased to 2.6% for September 2019, from 2.9% for September 2018. The City anticipates continued economic improvements in the next fiscal year and has budgeted conservative property tax and sales tax revenue increases of 10% and 8% respectively for the 2019/2020 fiscal year.

LONG TERM FINANCIAL PLANNING

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, along with pension and retiree health funding policies proactively hedge against future increases in legacy costs. The City's strategic plan is a living document with action plans for each department. An update to the City's Strategic Plan was approved August 2019, which includes promoting economic vitality and a sustainable community.

ACKNOWLEDGMENTS

The preparation of this Comprehensive Annual Financial Report could not have been accomplished without the efficient and dedicated services of staff from the Finance Department, 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

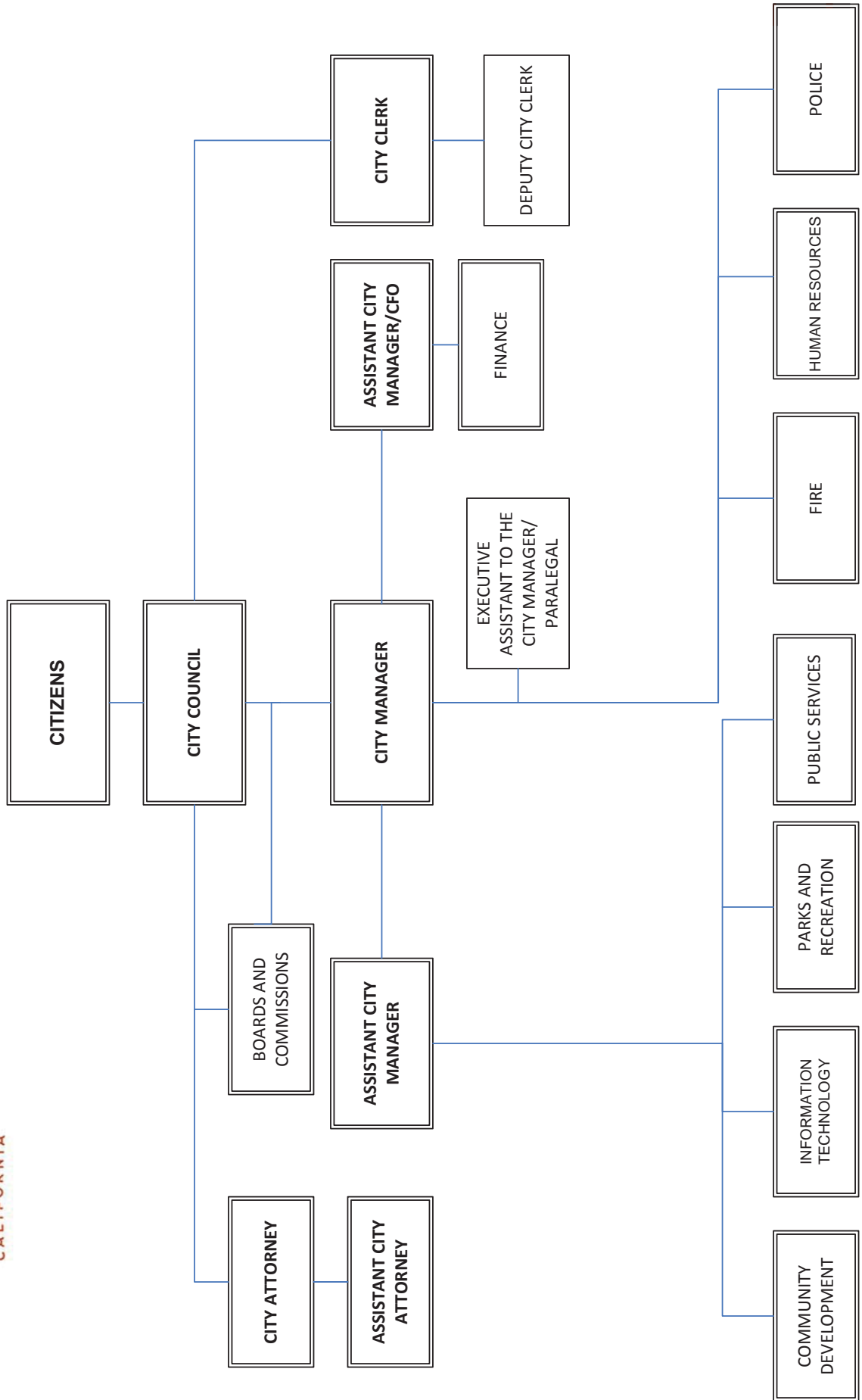


Mary Rister

Finance Manager



CITY OF ROCKLIN Organizational Chart – FY 2018-19



City of Rocklin
Comprehensive Annual Financial Report
Current

Directory of City Officials

City Council

Name

Term Expires

Greg Janda, Mayor

December 2020

Jill Gayaldo, Vice Mayor

December 2022

Ken Broadway, Councilmember

December 2020

Bill Halldin, Councilmember

December 2022

Joe Patterson, Councilmember

December 2020

City Officials

Name

Position

Steven Rudolph

City Manager

Chad Butler

Chief of Police

William Hack

Fire Chief

Kim Sarkovich

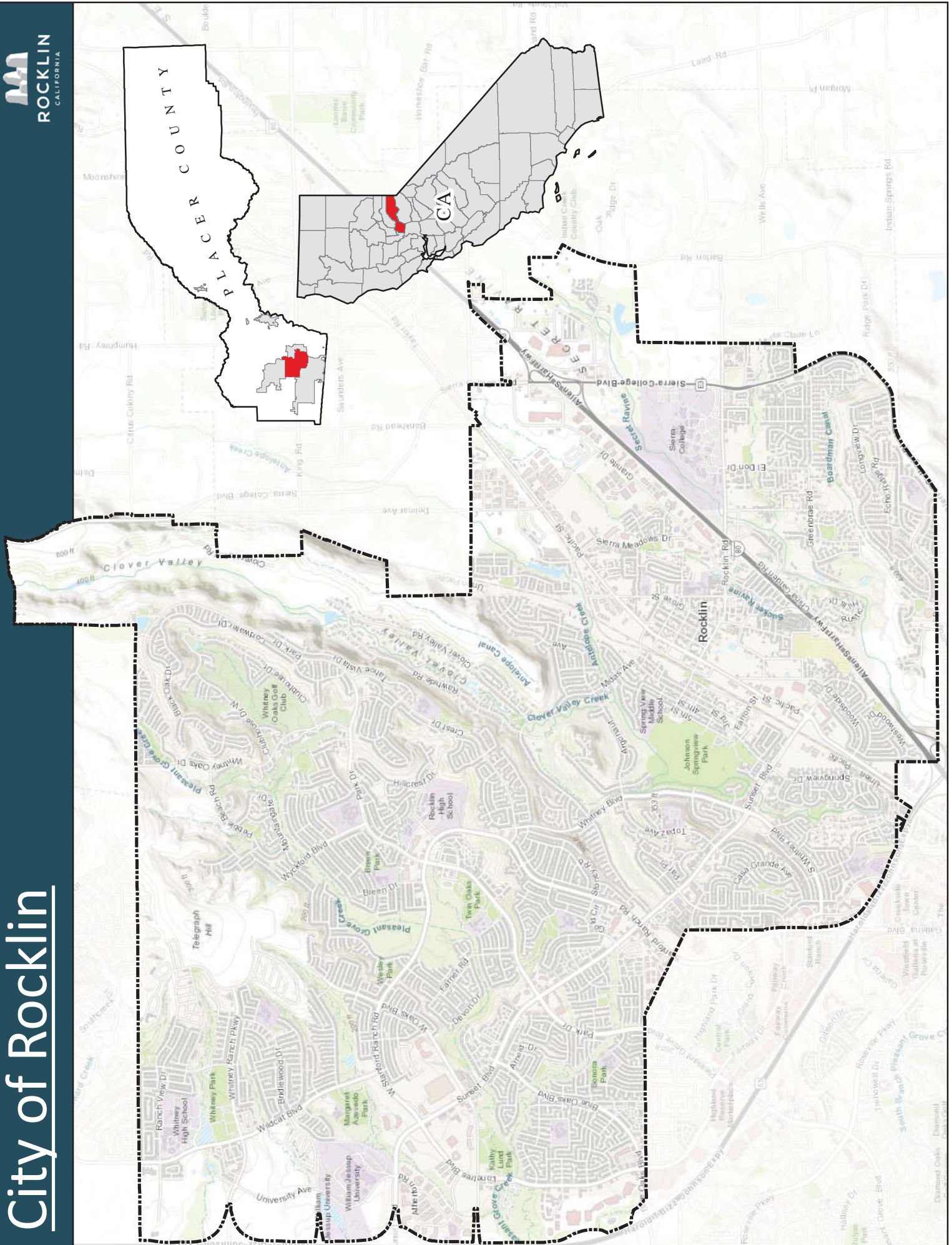
Assistant City Manager/Chief
Financial Officer/City Treasurer

Sheri Chapman

City Attorney

Hope Ithurnburn

City Clerk





ROCKLIN

CALIFORNIA

FINANCIAL SECTION

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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, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

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 introductory section, combining individual non-major fund schedules, supplemental budgetary 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.

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



Prior-Year Comparative Information

We have previously audited the City's June 30, 2018 financial statements, and we expressed unmodified audit opinions on the respective financial statements in our report dated November 19, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2019 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

C & A LLP

December 15, 2019
San Jose, California

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ROCKLIN

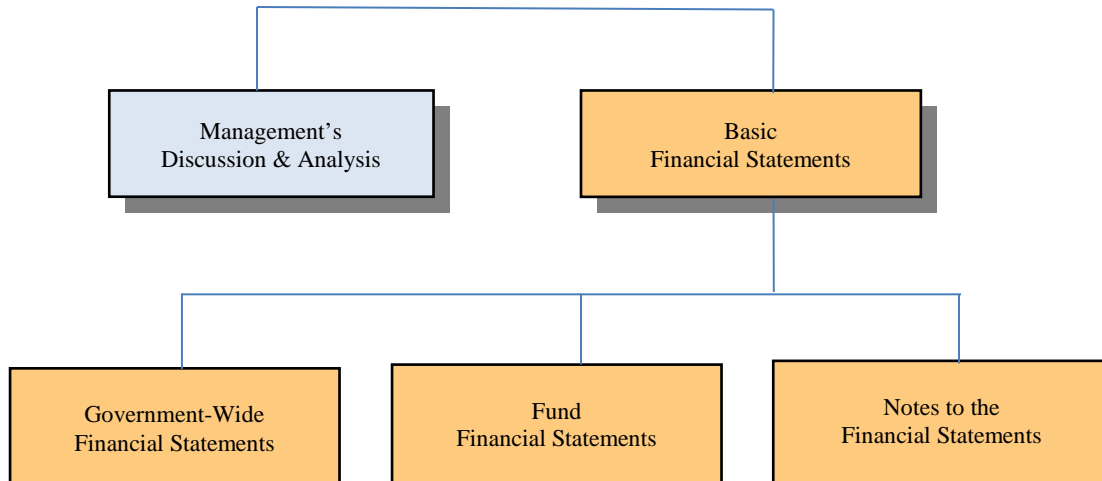
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MANAGEMENT'S DISCUSSION AND ANALYSIS

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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, 2019. 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 2018/2019, the assets and deferred outflows of the City exceeded liabilities and deferred inflows by \$348.241 million (government-wide net position). This is an increase of 4.05% (or 13.568 million) over the prior year \$334.673 million.

The City's government-wide general revenues increased approximately 8.14% from \$54.881 million to \$59.350 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 2018/2019, the largest increases were property and sales taxes.

The City's government-wide expenses increased approximately 4.47% from \$75.777 million to \$79.162 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 filling prior year vacant positions.

- **Fund Highlights:**

General Fund revenues totaled \$53.626 million, expenditures were \$53.916 million. Transfers-in from other funds totaled \$5.436 million; transfers-out totaled \$1.446 million, resulting in a net increase in General Fund balance of \$3.700 million.

During the year, the City issued special tax bonds through Community Facilities District (CFD) No. 10 totaling \$17.828 million to finance a portion of the costs of acquiring and constructing certain public infrastructure improvements in that district. \$15.005 million is reported in the CFD No. 10 capital projects fund. The remaining was used to fund the debt service reserve in the CFD No. 10 agency fund and pay issuance costs.

During the year, the City acting as the Successor Agency issued 2018 Tax Allocation Bonds totaling \$21.283 million to refund the former Redevelopment Agency 2002, 2005 and 2007 Tax Allocation Bonds.

- 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 \$4.343 million to fund OPEB.

The City has been proactively addressing the OPEB liability and the pension obligation. In 2018/2019, the City made additional pension contributions totaling \$335,300 to pay down the unfunded pension liability with General Fund surplus under a key management practice.

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 broad overview of the City's activities as a whole, similar to private sector business, and are comprised of 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. 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).

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.

Business-Type Activities – The City does not have any business-type activities.

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 financial 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 – Governmental Funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. 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 financial 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 2018/2019, the City had five major funds, 18 non-major special revenue funds, nine non-major capital projects funds, two non-major debt service funds, and two 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 2018/2019, 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 special revenue funds as presented in the governmental fund financial statements. Information regarding the City's pension liabilities and the City's progress in funding its OPEB obligation 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 major capital, major debt service funds, non-major governmental funds including special revenue, debt service, capital project funds, proprietary internal service fund, and agency funds. An unaudited statistical section provides historical and current data on financial trends, revenue and debt capacity, demographic and economic statistics, and operating information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS*Assets*

In the *Statement of Net Position* schedule shown on the next page, total assets increased by \$8.610 million.

Current and other assets increased by \$15.479 million from the prior fiscal year. This increase was caused mainly by proceeds from the issuance of special tax bonds for CFD No. 10 for finance of capital projects.

Capital Assets decreased by \$6.869 million from the prior fiscal year mainly due to depreciation expense.

Deferred Outflows of Resources

In the *Statement of Net Position* schedule shown on the next page, Deferred Outflows of Resources increased by \$1.361 million. This is a direct result of changes in OPEB and pension assumptions, proportions and timing differences between plan contributions and actual contributions.

Liabilities

In the *Statement of Net Position* schedule shown on the next page, total liabilities decreased by \$3.609 million.

Current and other liabilities decreased by \$3.802 million from the prior fiscal year. The decrease was caused mainly by a decrease in Accounts Payable of \$4.034 million due to timing of prior year payments.

Noncurrent liabilities increased by \$191,844 from the prior fiscal year. This increase is mainly due to an increase in the net OPEB liability of \$1.373 million and a decrease of \$1.269 in long-term debt reductions from payments.

Deferred Inflows of Resources

In the *Statement of Net Position* schedule shown on the next page, Deferred Inflows of Resources increased by \$12,767. This increase is a direct result of changes in OPEB and pension assumptions, proportions and timing differences between plan contributions and actual contributions.

Net Position

In the *Statement of Net Position* schedule shown on the next page, the City's Total Net Position increased \$13.568 million (or 4.05%) over the prior year amount of \$334.673 million. A significant portion of the City's net position (\$305.852 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. There was an \$8.263 million decrease in net investment in capital assets mainly due to depreciation. An increase of \$25.109 million in Restricted Net Position is due mainly to a reclass of \$9.345 million in loan receivables from non-spendable to restricted and CFD No. 10 contributions to Capital projects.

Table 1 - Statement of Net Position

	Governmental Activities		Dollar	Percent
	2019	2018	Change	Change
Assets				
Current and other assets	\$ 107,351,387	\$ 91,872,086	\$ 15,479,301	16.8%
Capital assets - net	319,253,158	326,122,110	(6,868,952)	-2.1%
Total Assets	<u>\$ 426,604,545</u>	<u>\$ 417,994,196</u>	<u>\$ 8,610,349</u>	2.1%
Deferred Outflows of Resources	<u>\$ 19,236,906</u>	<u>\$ 17,875,928</u>	<u>\$ 1,360,978</u>	7.6%
Liabilities				
Current and other liabilities	\$ 7,648,398	\$ 11,450,097	\$ (3,801,699)	-33.2%
Noncurrent liabilities	85,956,450	85,764,606	191,844	0.2%
Total Liabilities	<u>\$ 93,604,848</u>	<u>\$ 97,214,703</u>	<u>\$ (3,609,855)</u>	-3.7%
Deferred Inflows of Resources	<u>\$ 3,995,480</u>	<u>\$ 3,982,713</u>	<u>\$ 12,767</u>	0.3%
Net Position				
Net investment in capital assets	\$ 305,852,202	\$ 314,115,482	\$ (8,263,280)	-2.6%
Restricted	40,348,047	15,238,984	25,109,063	164.8%
Unrestricted	2,040,874	5,318,242	(3,277,368)	-61.6%
Total Net Position	<u>\$ 348,241,123</u>	<u>\$ 334,672,708</u>	<u>\$ 13,568,415</u>	4.1%

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 of \$16.889 million.

Program revenues increased \$12.42 million from the prior fiscal year.

- Charges for services decreased by \$2.518 million as a result of decreased development activities.
- Capital and Operating grants and contributions increased by \$15.16 million primarily as a result of the contribution from CFD #10 totaling \$15.005 million.

General revenues increased \$4.469 million from the prior fiscal year.

- Sales tax increased by \$2.839 million as a result of an increase in economic activity and one-time adjustments from the state due to implementation of a new software program and the fulfillment of an order backlog from a major business. The transient occupancy tax revenue increased by \$138,759 as a result of increased economic activity and the re-opening of a hotel closed during part of the previous year. Property tax revenue increased by \$6.378 million as a result of a \$4.752 million reclassification of Property Tax in Lieu of Vehicle License Fee revenue, and by increases in assessed property values, along with new development.

Expenses

In the *Statement of Activities* schedule shown on the next page, total expenses increased \$3.385 million.

- General government expenses increased by \$3.506 million as a result of additional contributions made to the CERBT and Pension, and a reorganization that moved the Information Technology Division from General Services to General Government.
- Public Safety expenses increased by \$1.334 million as a result of increases in payroll for additional staff hired, and overtime and pension expenses.
- General services expenses decreased by \$1.325 million as a result of the reorganization mentioned above and a decrease in maintenance contract expenses.
- Culture and Recreation expenses increased by \$571,338 mainly due to increases in utilities and maintenance related to park sites.
- Community Development expenses decreased by \$240,582 due to movement of a portion of Business and Neighborhood Services division activity to General government.

With total program revenues, general revenues, and special items for fiscal year 2018/2019 at \$92.730 million and total expenses at \$79.162 million, the change in net position for current activity for the year was an increase of \$13.568 million.

Table 2 - Statement of Activities

Functions/Programs	Governmental Activities		Dollar Change	Percent Change
	2019	2018		
Program Revenues				
Charges for services	\$ 11,307,039	\$ 13,825,048	\$ (2,518,009)	-18.21%
Operating grants and contributions	5,409,336	5,630,734	(221,398)	-3.93%
Capital grants and contributions	16,661,798	1,502,079	15,159,719	1009.25%
Total Program Revenues	33,378,173	20,957,861	12,420,312	59.26%
General Revenues				
Taxes and assessments	56,369,135	52,479,017	3,890,118	7.41%
Investment earnings	1,920,980	1,273,404	647,576	50.85%
Other revenues	1,059,860	1,128,526	(68,666)	-6.08%
Total General Revenues	59,349,975	54,880,947	4,469,028	8.14%
Expenses				
General government	17,129,907	13,624,066	3,505,841	25.73%
Public safety	26,650,923	25,317,294	1,333,629	5.27%
General services	24,158,972	25,484,445	(1,325,473)	-5.20%
Culture and recreation	5,727,541	5,156,203	571,338	11.08%
Community development	5,083,451	5,324,033	(240,582)	-4.52%
Interest on fiscal charges	411,670	871,020	(459,350)	-52.74%
Total Expenses	79,162,464	75,777,061	3,385,403	4.47%
Excess (Deficiency) of Revenues over Expenses	13,565,684	61,747	13,503,937	21869.79%
Special item payments agency funds for debt defeasance	-	(4,605,013)	4,605,013	-100.00%
Special item gain (loss) disposal capital assets	2,731	15,608	(12,877)	-82.50%
Increase / (Decrease) in Net Position	13,568,415	(4,527,658)	18,096,073	133.37%
Prior Period Adjustment - GASB 75 OPEB	-	485,188	(485,188)	-100.00%
Net Position, Beginning of Year	334,672,708	338,715,178	(4,042,470)	-1.19%
Net Position, End of Year	\$ 348,241,123	\$ 334,672,708	\$ 13,568,415	4.05%

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 balances during the year, including Major Funds and Other Governmental Funds, was an increase of \$20.170 million. Total ending fund balance was \$95.273 million.

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

	Major Funds						Total
	General Fund	Community Facilities District No. 10 Capital Projects	SB325 Sales Tax Fund	Low and Moderate Income Housing Asset Fund	Traffic Circulation Impact Fee Fund	Nonmajor Governmental Funds	
Total Revenues	\$ 53,626,344	\$ 15,027,005	\$ 4,143,088	\$ 171,231	\$ 2,642,835	\$ 17,852,955	\$ 93,463,458
Total Expenditures	(53,915,936)	-	(3,416,786)	(60,000)	(106,624)	(15,859,188)	(73,358,534)
Revenues Over (Under) Expenditures	(289,592)	15,027,005	726,302	111,231	2,536,211	1,993,767	20,104,924
Transfers In	5,435,789	-	214	-	-	540,907	5,976,910
Transfers Out	(1,446,461)	-	(479,560)	(150,000)	(123,462)	(3,711,991)	(5,911,474)
Net Change in Fund Balances	3,699,736	15,027,005	246,956	(38,769)	2,412,749	(1,177,317)	20,170,360
Beginning of Year	34,514,904	-	828,509	12,112,355	5,128,443	22,518,898	75,103,109
End of Year	\$ 38,214,640	\$ 15,027,005	\$ 1,075,465	\$ 12,073,586	\$ 7,541,192	\$ 21,341,581	\$ 95,273,469

- The General Fund's net change in fund balance was an increase of \$3.7 million due to increases in Taxes and Assessments collected including property tax and sales tax revenues. Property tax revenue increased \$1.070 million as a result of increases in assessed property values and new development within the City. Sales taxes increased \$2.839 million as a result of increased economic activity and one-time adjustments from the state. Overall, expenditures remained stable with an increase of 2.3% over the prior year.
- Community Facilities District No. 10 Capital Projects net change in fund balance was an increase of \$15.027 million. This increase is the result of the issuance of special tax bonds by the CFD to finance public infrastructure improvements which are contributed to the City.
- The SB325 Sales Tax Fund's net change in fund balance was an increase of \$246,956 due to a decrease in indirect cost allocation transfers as a result of a decrease in expenditures.
- The Traffic Circulation Impact Fee Fund increased by \$2.413 million due to revenues collected for residential and commercial development impacts. A Traffic Circulation Element Study followed by a Traffic Impact Fee study will determine appropriate project expenditures for the impact fees collected.
- Non-major Governmental Fund's Net Change in Fund Balances decreased \$1.177 million primarily due to Debt Service Funds being used to make scheduled debt service payments for Lease Revenue Bonds and the Rocklin Public Finance Authority loan. Additionally, the decrease in fund balance is a result of the purchase of two new fire engines from the Public Facilities Impact Fee Funds.
- The Total Governmental fund balance increased \$20.170 million, approximately 27% from the prior year amount of \$75.103 million to \$95.273 million.

CAPITAL ASSETS

The capital assets of the City are the assets used in the performance of the City's functions, including infrastructure assets. At June 30, 2019, net capital assets of the governmental activities totaled \$319.253 million, a decrease of \$6.869 million. Depreciation on capital assets is recognized in the Government-Wide Financial Statements and totaled \$13.305 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	
	2019	2018	Change	% Change
Land	\$ 7,576,038	\$ 7,566,038	\$ 10,000.0	0.13%
Land improvements	108,402	108,402	-	0.00%
Park Land	60,293,635	60,293,635	-	0.00%
Construction in Progress	8,201,125	15,631,968	(7,430,843)	-47.54%
Buildings	15,944,745	17,027,443	(1,082,698)	-6.36%
Facilities & other improvements	1,260,398	1,006,934	253,464	25.17%
Machinery & equipment	706,915	711,650	(4,735)	-0.67%
Fleet machinery & equipment	3,987,797	2,984,943	1,002,854	33.60%
Park Buildings	1,926,662	483,205	1,443,457	298.73%
Park Equipment	62,056	92,705	(30,649)	-33.06%
Park Improvements	9,081,977	5,212,213	3,869,764	74.24%
Infrastructure	210,103,408	215,002,974	(4,899,566)	-2.28%
Total Capital Assets, Net	<u>\$ 319,253,158</u>	<u>\$ 326,122,110</u>	<u>\$ (6,868,952)</u>	-2.11%

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

- Construction in Progress decreased \$7.431 million primarily due to the following completed projects being transferred to Park Improvements, Park Buildings and Infrastructure: Quarry Park Adventures Elements, Guest Service Building, Restrooms and Park Site Work, Adventure Way and related intersection projects.
- Park Improvements increased \$3.870 due to the completion of Quarry Park Adventures projects discussed above, partially offset by depreciation.
- Decreases of \$4.9 million in Infrastructure was due to \$9.654 in depreciation, offset by \$4.754 in completed infrastructure projects transferred from Construction in Progress.

DEBT ADMINISTRATION

During the year, Long-Term Debt from governmental activities increased by \$450,248. The City's net pension obligation increased \$96,971 and the City's net other post-employment benefit obligation increased \$1.373 million. These increases were partially offset by reductions in debt from debt service payments on Lease Revenue Bonds, OPUS Bank Loan, and Sunset Whitney Recreation Area note.

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

Table 5 - Long-Term Debt				
	Governmental Activities			
	2019	2018	Dollar Change	% Change
2016 Lease Revenue Bonds	\$ 9,046,116	\$ 9,593,667	(547,551)	-5.71%
OPUS Bank Loan - RPFA Refunding	3,634,290	4,151,706	(517,416)	-12.46%
Sunset Whitney Recreation Area Note	2,499,629	2,531,890	(32,261)	-1.27%
Claims Payable	1,370,659	1,458,913	(88,254)	-6.05%
Net Pension Liability	47,802,127	47,705,156	96,971	0.20%
Net OPEB Liability	20,755,223	19,382,000	1,373,223	7.09%
Compensated Absences	3,732,144	3,566,608	165,536	4.64%
Total Long-Term Debt	<u>\$ 88,840,188</u>	<u>\$ 88,389,940</u>	<u>\$ 450,248</u>	0.51%

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 2018/2019 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 appropriations in a fund must be approved by a resolution of the City Council. For 2018/2019, budget amendments were approved by Council on June 25, 2019. The Budget amendments increased the General Fund Final Budget total expenditures by \$4.383 million to provide: \$335 thousand to pay down unfunded pension liability, \$2.147 million in additional payments towards the OPEB liability, \$301 thousand for legislative legal services, \$546 thousand for Fire overtime of which \$396 thousand is reimbursable Strike Team overtime, \$102 thousand for RHNA Committee and Land Use Study, \$504 thousand for Quarry Park Adventures, and \$448 thousand for other items including payroll payouts and utilities increases. The Final Budget for General Fund Transfers increased \$1.444 million 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 2019/2020. Factors that were considered in the development of the Fiscal Year 2019/2020 Budget include:

- Property tax values are anticipated to remain strong. General fund revenue projections include a 10% increase in property taxes.
- Projected increases of 8% 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.



BASIC FINANCIAL STATEMENTS

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City of Rocklin
Statement of Net Position
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Governmental Activities	
	2019	2018
ASSETS		
Current Assets:		
Cash and investments	\$ 63,469,637	\$ 60,884,188
Restricted cash and investments	22,972,188	9,224,865
Receivables - net	6,966,065	6,572,220
Inventory and other assets	26,471	23,134
Total Current Assets	<u>93,434,361</u>	<u>76,704,407</u>
Noncurrent Assets:		
Loans receivable	13,811,378	14,292,053
Advances to fiduciary activities	105,648	875,626
Capital assets - net	<u>319,253,158</u>	<u>326,122,110</u>
Total Noncurrent Assets	<u>333,170,184</u>	<u>341,289,789</u>
Total Assets	<u><u>\$ 426,604,545</u></u>	<u><u>\$ 417,994,196</u></u>
DEFERRED OUTFLOWS OF RESOURCES		
OPEB Adjustments	\$ 7,210,345	\$ 2,122,778
Pension Adjustments	<u>12,026,561</u>	<u>15,753,150</u>
Total Deferred Outflows of Resources	<u><u>\$ 19,236,906</u></u>	<u><u>\$ 17,875,928</u></u>
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 3,862,166	\$ 7,896,486
Deposits	777,169	714,053
Interest payable	119,000	83,000
Other liabilities	6,325	131,224
Compensated absences - current portion	1,642,484	1,555,656
Long-term debt - due within one year	<u>1,241,254</u>	<u>1,069,678</u>
Total Current Liabilities	<u>7,648,398</u>	<u>11,450,097</u>
Noncurrent Liabilities:		
Long-term debt - due after one year	13,938,781	15,207,585
Claims payable	1,370,659	1,458,913
Compensated absences	2,089,660	2,010,952
Net pension liability	47,802,127	47,705,156
Net OPEB liability	<u>20,755,223</u>	<u>19,382,000</u>
Total Noncurrent Liabilities	<u>85,956,450</u>	<u>85,764,606</u>
Total Liabilities	<u><u>\$ 93,604,848</u></u>	<u><u>\$ 97,214,703</u></u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Gain on Early Defeasance of Long-Term Debt	\$ 1,768,820	\$ 1,989,923
OPEB Adjustments	700,171	248,000
Pension Adjustments	<u>1,526,489</u>	<u>1,744,790</u>
Total Deferred Inflows of Resources	<u><u>\$ 3,995,480</u></u>	<u><u>\$ 3,982,713</u></u>
NET POSITION		
Net investment in capital assets	\$ 305,852,202	\$ 314,115,482
Restricted for:		
CFD Capital projects	15,027,006	-
CFD operations and maintenance	2,291,273	2,610,800
Housing rehabilitation	12,872,321	3,314,443
Lighting and landscape operations and maintenance	1,817,886	1,686,343
Police services programs	229,401	124,727
Street maintenance and construction	3,817,508	2,708,105
Expendable endowments	24,667	24,216
Nonexpendable endowments	491,455	491,455
Debt service	3,708,603	4,226,297
Other	<u>67,927</u>	<u>52,598</u>
Total restricted	<u>40,348,047</u>	<u>15,238,984</u>
Unrestricted	<u>2,040,874</u>	<u>5,318,242</u>
Total Net Position	<u><u>\$ 348,241,123</u></u>	<u><u>\$ 334,672,708</u></u>

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

City of Rocklin
Statement of Activities
For the Year Ended June 30, 2019
(With Comparative Totals for June 30, 2018)

Functions/Programs	Program Revenues					Net (Expense) Revenue and Change in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total	2019	2018
Primary Government:							
Governmental Activities:							
General government	\$ 17,129,907	\$ 1,617,348	\$ 3,758,219	\$ -	\$ 5,375,567	\$ (11,754,340)	\$ (7,801,290)
Public safety	26,650,923	1,472,824	962,821	-	2,435,645	(24,215,278)	(22,969,222)
General services	24,158,972	111,789	557,598	16,619,379	17,288,766	(6,870,206)	(23,220,087)
Culture and recreation	5,727,541	1,262,352	86,779	-	1,349,131	(4,378,410)	(3,053,652)
Community development	5,083,451	6,842,726	43,919	42,419	6,929,064	1,845,613	3,096,071
Interest and fiscal charges	411,670	-	-	-	-	(411,670)	(871,020)
Total Governmental Activities	\$ 79,162,464	\$ 11,307,039	\$ 5,409,336	\$ 16,661,798	\$ 33,378,173	(45,784,291)	(54,819,200)
General Revenues, Transfers and Special Items:							
Taxes:							
Property taxes						17,790,239	11,412,312
Sales and use taxes						16,980,818	14,142,141
Gas tax						4,997,713	5,007,488
Transient occupancy taxes						1,010,227	871,468
Other taxes						10,398,211	9,643,071
Total taxes						51,177,208	41,076,480
Motor vehicle fees						32,079	4,783,848
Franchise fees						2,227,304	2,174,681
Impact fees						2,932,544	4,444,008
Investment earnings						1,920,980	1,273,404
Other revenues						1,059,860	1,128,526
Total General Revenues						59,349,975	54,880,947
Special item - payments to agency funds for debt defeasance						-	(4,605,013)
Special item - gain (loss) on disposal of capital assets						2,731	15,608
Total General Revenues, Transfers and Special Items						59,352,706	50,291,542
Change in Net Position						13,568,415	(4,527,658)
Net Position - Beginning of Year						334,672,708	338,715,178
Prior Period Adjustments GASB 75 (OPEB)						-	485,188
Net Position - Beginning of Year, As Adjusted						334,672,708	339,200,366
Net Position - End of Year						\$ 348,241,123	\$ 334,672,708

In 2019, there was a classification change of revenue received for Property Tax in Lieu of Vehicle License Fees out of Motor vehicle fees and over to Property taxes.

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.
Community Facilities District No. 10	Accounts for projects related to the respective community facilities district.
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, 2019

(With Comparative Totals for June 30, 2018)

	Major Funds				
	General Fund	Community Facilities District No. 10 Capital Projects	SB325 Sales Tax	Low and Moderate Income Housing Asset Fund	Traffic Circulation Impact Fee Fund
ASSETS					
Cash and investments	\$ 36,851,244	\$ -	\$ 1,146,196	\$ 3,093,011	\$ 5,919,238
Restricted cash and investments	-	15,027,005	-	-	-
Receivables:					
Taxes	5,032,580	-	-	-	-
Interest receivable	345,585	-	-	-	-
Intergovernmental	20,070	-	-	20,803	-
Other receivables	875,492	-	-	-	-
Due from other funds	648,680	-	-	-	-
Loans receivable	120,969	-	-	8,990,575	4,345,848
Advances to fiduciary activities	105,648	-	-	-	-
Total assets	\$ 44,000,268	\$ 15,027,005	\$ 1,146,196	\$ 12,104,389	\$ 10,265,086
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES					
Liabilities:					
Accounts payable and accrued liabilities	\$ 2,747,754	\$ -	\$ 70,731	\$ 10,000	\$ 16,338
Deposits	582,168	-	-	-	195,001
Due to other funds	-	-	-	-	-
Unearned revenues	822,163	-	-	20,803	-
Other liabilities	6,325	-	-	-	-
Compensated absences	1,627,218	-	-	-	-
Total liabilities	5,785,628	-	70,731	30,803	211,339
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	-	-	-	-	2,512,555
Fund Balances:					
Nonspendable:					
Endowments	-	-	-	-	-
Advances to fiduciary activities	105,648	-	-	-	-
Long-term receivables	120,969	-	-	-	-
Restricted	-	15,027,005	1,075,465	12,073,586	1,330,782
Committed	24,830,167	-	-	-	6,210,410
Unassigned (Deficit)	13,157,856	-	-	-	-
Total fund balances	38,214,640	15,027,005	1,075,465	12,073,586	7,541,192
Total liabilities, fund balances and deferred inflows of resources	\$ 44,000,268	\$ 15,027,005	\$ 1,146,196	\$ 12,104,389	\$ 10,265,086

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

Continued

City of Rocklin

Balance Sheet

Governmental Funds

June 30, 2019

(With Comparative Totals for June 30, 2018)

	Nonmajor Governmental Funds	Total Governmental Funds	
		2019	2018
ASSETS			
Cash and investments	\$ 13,967,083	\$ 60,976,772	\$ 58,812,382
Restricted cash and investments	7,945,183	22,972,188	9,224,865
Receivables:			
Taxes	433,661	5,466,241	3,940,910
Interest receivable	-	345,585	336,641
Intergovernmental	235,248	276,121	920,649
Other receivables	2,626	878,118	1,374,020
Due from other funds	-	648,680	1,981,408
Loans receivable	353,986	13,811,378	14,292,053
Advances to fiduciary activities	-	105,648	875,626
Total assets	\$ 22,937,787	\$ 105,480,731	\$ 91,758,554
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ 934,764	\$ 3,779,587	\$ 7,827,146
Deposits	-	777,169	714,053
Due to other funds	648,680	648,680	1,981,408
Unearned revenues	1,340	844,306	1,243,666
Other liabilities	-	6,325	131,224
Compensated absences	-	1,627,218	1,537,344
Total liabilities	1,584,784	7,683,285	13,434,841
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	11,422	2,523,977	3,220,604
Fund Balances:			
Nonspendable:			
Endowments	491,455	491,455	491,455
Advances to fiduciary activities	-	105,648	875,626
Long-term receivables	-	120,969	182,063
Restricted	13,897,653	43,404,491	29,925,412
Committed	7,352,140	38,392,717	36,589,160
Unassigned (Deficit)	(399,667)	12,758,189	7,039,393
Total fund balances	21,341,581	95,273,469	75,103,109
Total liabilities, fund balances and deferred inflows of resources	\$ 22,937,787	\$ 105,480,731	\$ 91,758,554

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, 2019

Total Fund Balances - Total Governmental Funds	\$ 95,273,469
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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	530,904,142
Less: accumulated depreciation	(215,638,781)
Total Capital Assets	315,265,361

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.	(119,000)
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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.	6,374,017
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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.	19,236,906
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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.	(2,226,660)
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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.	2,523,977
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Liabilities were reported for certain revenues that were not available to pay current period expenditures and were reported as unearned in the fund statements.	844,306
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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.	(1,768,820)
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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	(15,180,035)
Compensated absences	(2,054,389)
Claims payable	(1,370,659)
Net pension liability	(47,802,127)
Net OPEB liability	(20,755,223)
Total Long-Term Obligations	(87,162,433)

Net Position of Governmental Activities	\$ 348,241,123
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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, 2019
(With Comparative Totals for June 30, 2018)

	Major Funds				
	General Fund	Community Facilities District No. 10 Capital Projects	SB325 Sales Tax	Low and Moderate Income Housing Asset Fund	Traffic Circulation Impact Fee Fund
REVENUES					
Taxes and assessments	\$ 38,988,237	\$ -	\$ 3,688,242	\$ -	\$ 1,904,809
Licenses and permits	3,356,424	-	-	-	-
Fines and forfeitures	251,493	-	-	-	-
Intergovernmental	1,102,402	-	443,715	-	644,250
Charges for services	2,617,508	-	-	-	-
Use of money and property	2,197,096	22,420	11,131	171,231	93,776
Contributions from Community Facilities Districts	-	15,004,585	-	-	-
Contributions from developers and homeowners	-	-	-	-	-
Other revenues	5,113,184	-	-	-	-
Total Revenues	53,626,344	15,027,005	4,143,088	171,231	2,642,835
EXPENDITURES					
Current:					
General government	15,648,246	-	53,228	-	8,335
Public safety	24,215,532	-	-	-	-
General services	4,641,076	-	2,578,189	-	34,312
Culture and recreation	3,736,359	-	-	-	-
Community development	4,694,128	-	-	50,000	63,977
Capital outlay	980,595	-	785,369	10,000	-
Debt service:					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Total Expenditures	53,915,936	-	3,416,786	60,000	106,624
Excess (Deficiency) of Revenues over Expenditures	(289,592)	15,027,005	726,302	111,231	2,536,211
OTHER FINANCING SOURCES (USES)					
Issuance of debt	-	-	-	-	-
Defeasance of debt	-	-	-	-	-
Transfers in	5,435,789	-	214	-	-
Transfers out	(1,446,461)	-	(479,560)	(150,000)	(123,462)
Total Other Financing Sources (Uses)	3,989,328	-	(479,346)	(150,000)	(123,462)
SPECIAL ITEM					
Payments to agency funds for debt defeasance	-	-	-	-	-
Net Change in Fund Balances	3,699,736	15,027,005	246,956	(38,769)	2,412,749
Fund Balances Beginning	34,514,904	-	828,509	12,112,355	5,128,443
Fund Balances Ending	<u>\$ 38,214,640</u>	<u>\$ 15,027,005</u>	<u>\$ 1,075,465</u>	<u>\$ 12,073,586</u>	<u>\$ 7,541,192</u>

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, 2019
(With Comparative Totals for June 30, 2018)

	Nonmajor Governmental Funds	Total Governmental Funds	
		2019	2018
REVENUES			
Taxes and assessments	\$ 12,628,030	\$ 57,209,318	\$ 47,254,480
Licenses and permits	103,197	3,459,621	3,819,110
Fines and forfeitures	183,316	434,809	428,674
Intergovernmental	1,264,446	3,454,813	8,450,768
Charges for services	943,313	3,560,821	4,071,862
Use of money and property	456,167	2,951,821	2,232,378
Contributions from Community Facilities Districts	-	15,004,585	-
Contributions from developers and homeowners	1,785,491	1,785,491	2,861,773
Other revenues	488,995	5,602,179	6,403,899
Total Revenues	17,852,955	93,463,458	75,522,944
EXPENDITURES			
Current:			
General government	1,297,337	17,007,146	12,924,203
Public safety	215,528	24,431,060	22,357,043
General services	6,452,317	13,705,894	13,654,648
Culture and recreation	1,901,847	5,638,206	4,862,875
Community development	43,119	4,851,224	4,941,424
Capital outlay	4,476,141	6,252,105	22,961,872
Debt service:			
Principal	1,069,678	1,069,678	1,811,481
Interest and fiscal charges	403,221	403,221	691,572
Total Expenditures	15,859,188	73,358,534	84,205,118
Excess (Deficiency) of Revenues over Expenditures	1,993,767	20,104,924	(8,682,174)
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	8,000,077
Defeasance of debt	-	-	(5,000,077)
Transfers in	540,907	5,976,910	9,623,525
Transfers out	(3,711,991)	(5,911,474)	(9,566,125)
Total Other Financing Sources (Uses)	(3,171,084)	65,436	3,057,400
SPECIAL ITEM			
Payments to agency funds for debt defeasance	-	-	(4,605,013)
Net Change in Fund Balances	(1,177,317)	20,170,360	(10,229,787)
Fund Balances Beginning	22,518,898	75,103,109	85,332,896
Fund Balances Ending	\$ 21,341,581	\$ 95,273,469	\$ 75,103,109
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, 2019

Net Change in Fund Balances - Total Governmental Funds \$ 20,170,360

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	4,846,562
Depreciation expense	(12,718,368)

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.

1,412,701

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.

(399,360)

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.

(696,628)

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	(74,352)
Claims liabilities	88,254

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.

(3,605,259)

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.

1,318,332

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	3,262,173
---	-----------

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.

(36,000)

Change in Net Position of Governmental Activities	\$ 13,568,415
--	----------------------

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, 2019
(With Comparative Totals for June 30, 2018)

	Totals	
	2019	2018
ASSETS		
Current assets:		
Cash and investments	\$ 2,492,865	\$ 2,071,806
Inventory and other	26,471	23,134
Total current assets	2,519,336	2,094,940
Non-current assets:		
Capital assets - net	3,987,797	2,984,943
Total non-current assets	3,987,797	2,984,943
Total assets	\$ 6,507,133	\$ 5,079,883
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 82,579	\$ 69,340
Compensated absences	15,266	18,311
Total current liabilities	97,845	87,651
Non-current liabilities:		
Compensated absences	35,271	30,916
Total non-current liabilities	35,271	30,916
Total liabilities	\$ 133,116	\$ 118,567
NET POSITION		
Net Investment in capital assets	\$ 3,987,797	\$ 2,984,943
Unrestricted	2,386,220	1,976,373
Total net position	\$ 6,374,017	\$ 4,961,316

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, 2019 (With Comparative Totals for June 30, 2018)

	Totals	
	2019	2018
OPERATING REVENUES		
Fleet management cost allocations	\$ 2,096,724	\$ 1,933,044
Intergovernmental	97,226	108,156
Other revenue	3,153	8,694
Total operating revenues	2,197,103	2,049,894
OPERATING EXPENSES		
Salaries and benefits	550,273	542,157
Services and supplies	1,029,698	958,845
Depreciation	586,462	520,690
Total operating expenses	2,166,433	2,021,692
 Operating income (loss)	 30,670	 28,202
NONOPERATING REVENUES(EXPENSES)		
Gain (loss) on sale of assets	2,731	15,608
Investment earnings	39,196	21,059
Total nonoperating revenues(expenses)	41,927	36,667
 Income (loss) before operating transfers	 72,597	 64,869
 Transfers in	 -	 -
Transfers out	(65,436)	(57,400)
 Income (loss) before capital contributions	 7,161	 7,469
 Capital contributions	 1,405,540	 150,657
 Change in net position	 1,412,701	 158,126
 Total net position - beginning	 4,961,316	 4,803,190
 Total net position - ending	 \$ 6,374,017	 \$ 4,961,316

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, 2019
(With Comparative Totals for June 30, 2018)

	Totals	
	2019	2018
Cash flows from operating activities:		
Receipts from interfund services provided	\$ 2,096,724	\$ 1,934,938
Other receipts	100,379	116,850
Payments to suppliers for goods and services	(1,025,735)	(1,124,992)
Payments to employees for services	(543,024)	(528,815)
Net cash provided (used) by operating activities	628,344	397,981
Cash flows from noncapital financing activities:		
Interfund transactions	(65,436)	(57,400)
Net cash provided (used) by noncapital financing activities	(65,436)	(57,400)
Cash flows from capital financing activities:		
Purchases (sales) of capital assets - net	(1,586,585)	(624,015)
Proceeds from capital contributions	1,405,540	150,657
Net cash provided (used) by capital financing activities	(181,045)	(473,358)
Cash flows from investing activities:		
Investment income received	39,196	21,059
Net cash provided (used) by investing activities	39,196	21,059
Net increase (decrease) in cash and cash equivalents	421,059	(111,718)
Cash and cash equivalents - beginning	2,071,806	2,183,524
Cash and cash equivalents - ending	\$ 2,492,865	\$ 2,071,806
Reconciliation of operating income to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 30,670	\$ 28,202
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	586,462	520,690
Change in operating assets and liabilities:		
Accounts receivable	-	1,894
Inventory	(3,337)	7,169
Accounts payable and accrued liabilities	13,239	(169,948)
Compensated absences	1,310	9,974
Net cash provided (used) by operating activities	\$ 628,344	\$ 397,981

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

City of Rocklin
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2019

	Successor Agency	
	Private-Purpose	
	Trust	Agency
	Funds	Funds
ASSETS		
Current assets:		
Cash and investments	\$ 1,913,401	\$ 2,291,681
Cash and investment with trustee/fiscal agent	17,250	8,186,379
Accounts receivable	-	64,326
Total current assets	1,930,651	10,542,386
Non-current assets:		
Land	1,337,323	-
Total assets	\$ 3,267,974	\$ 10,542,386
LIABILITIES		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 4,062	\$ -
Due to other agencies	-	10,542,386
Interest payable	639,160	-
Due within one year	900,000	-
Total current liabilities	1,543,222	10,542,386
Noncurrent liabilities:		
Advances from City of Rocklin	105,648	-
Bonds payable - net	20,277,418	-
Total noncurrent liabilities	20,383,066	-
Total liabilities	\$ 21,926,288	\$ 10,542,386
NET POSITION		
Held in trust for Redevelopment Dissolution	\$ (18,658,314)	

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, 2019

	Successor Agency Private-Purpose Trust Funds
ADDITIONS	
Property taxes	\$ 2,731,383
Investment earnings	34,026
Total additions	<u>2,765,409</u>
DEDUCTIONS	
General government	266,640
Interest and fees	1,577,111
Total deductions	<u>1,843,751</u>
Change in net position	921,658
Total net position - beginning	<u>(19,579,972)</u>
Total net position - ending	<u><u>\$ (18,658,314)</u></u>

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



NOTES TO FINANCIAL STATEMENTS

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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 Board (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, 2019

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

Fund Financial Statements

Governmental Funds

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

aggregated. An accompanying schedule is provided to reconcile and explain the differences in fund balances 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. The General Fund pays for 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, Quarry Park Adventures Reserve, Streets Maintenance Reserve, Economic Development Reserve, Technology Fee, Retirees Health, ADA and Parks Maintenance Reserve.

Community Facilities District No. 10

This fund was established to account for capital projects related to Community Facilities District No. 10 that 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.

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.

Traffic Circulation Impact Fee Capital Projects Fund

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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.

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, 2019

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 disclosures are required for Deposit and Investment Risks in the following areas, if applicable:

- 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 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, 2019

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 New York Stock Exchange.
- 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 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, 2019

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. Donated works of art and similar items, and capital assets received in a service concession arrangement, are reported at acquisition 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 streets, bridges, curbs and gutters, 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, and GASB 75 for Other Post Retirement Benefit Plans. See note 9 and 10 for additional information.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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 agreed upon with 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 Lease Revenue Bonds and unamortized premiums, direct borrowings, 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. Payments 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, 2019

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 GASB 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 established 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, 2019

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 are also 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 and 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 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 is 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, 2019

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, 2019, based on the City's calculations, 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 unavailable resources.

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. 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.

X. Implemented New GASB 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. As of June 30, 2019, this Statement did not have an impact on the City's financial statements.

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. As of June 30, 2019, this Statement did not have a significant impact on the City's financial statements.

Y. Upcoming New Accounting Pronouncements

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 is in the process of determining the impact this Statement will have on the financial statements.

GASB Statement No. 87, *Leases*

The objective of this statement is to better meet the informational 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 the leased 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 financial statements for periods beginning after December 15, 2019. Earlier application is encouraged. The City is in the process of determining the impact this Statement will have on the financial statements.

City of Rocklin
Notes to the Basic Financial Statements
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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 does not believe this statement will have a significant impact on the City's financial statements.

GASB Statement No. 90, Majority Equity Interests - an Amendment of GASB Statements No. 14 and No. 61

The objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. This Statement also requires that a component unit in which a government has 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2018. The requirements should be applied retroactively, except for the provisions related to (1) reporting a majority equity interest in a component unit and (2) reporting a component unit if the government acquires a 100 percent equity interest. Those provisions should be applied on a prospective basis. The City does not believe this statement will have a significant impact on the City's financial statements.

GASB Statement No. 91, Conduit Debt Obligations

The objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement also clarifies the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitment and voluntary commitments extended by issuers and arrangements associated with the debt obligations; and improving required note disclosures. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2020. Earlier application is encouraged. The City is in the process of determining the impact this Statement will have on the financial statements.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

NOTE 2 - CASH AND INVESTMENTS

As of June 30, 2019, cash and investments were reported in the financial statements as follows:

	Fair Value		Total
	Governmental Activities	Fiduciary Activities	Cash and Investments
Cash and Investments	\$ 63,469,637	\$ 4,205,082	\$ 67,674,719
Restricted Cash and Investments	22,972,188	8,203,629	31,175,817
Total Cash and Investments	<u>\$ 86,441,825</u>	<u>\$ 12,408,711</u>	<u>\$ 98,850,536</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 \$6,053,756 at June 30, 2019 and could be different from carrying amounts due to deposits in transit and outstanding checks. The uninsured amount was \$5,803,756, which was collateralized by securities held by pledging financial institutions.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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, 2019, the fair value was \$46,489,514. 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, 2019, these investments matured in an average of 173 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, 2019, the value of City investment in the fund was \$10,852,193. 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, 2019

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, 2019, the weighted-average maturity was 0.9 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, 2019, 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, 2019, 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, 2019, 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)	\$ 46,489,514	\$ 46,489,514	\$ -	\$ 46,489,514	\$ -	\$ -	Level 1/2
Money Market/Mutual Funds	28,386,177	28,386,177	-	-	28,386,177	-	Level 2
Special Assessment Bonds	9,380,859	-	9,380,859	-	-	9,380,859	Level 1/2
County Treasurer's Investment Portfolio	10,852,193	10,852,193	-	10,852,193	-	-	Level 2
Corporate Notes	26,830	-	26,830	-	-	26,830	Level 1
Cash on Hand	2,100	2,100	-	2,100	-	-	N/A
Cash Deposits	3,712,863	3,712,863	-	3,712,863	-	-	N/A
Total Cash and Investments	<u>\$ 98,850,536</u>	<u>\$ 89,442,847</u>	<u>\$ 9,407,689</u>	<u>\$ 61,056,670</u>	<u>\$ 28,386,177</u>	<u>\$ 9,407,689</u>	

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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, 2019, interfund receivables and payables consisted of the following:

	Due from Other Funds	Due to Other Funds
General Fund	\$ 648,680	\$ -
Bicycle and Pedestrian	-	4,119
Rocklin CFD #1	-	14,620
Park Tax Special Assessment	-	28,455
Streets SR/Grants Fund	-	3,520
Traffic Safety/PD Grants	-	36,082
CDBG Housing Rehabilitation	-	800
CDBG HUD Entitlement	-	172,840
Community Park Fees	-	388,244
Total	\$ 648,680	\$ 648,680

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, 2019, the remaining balance owed is \$105,648. 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, 2019

B. Transfers In/Out

Interfund transfers result from the movement of resources from one fund to another within the governmental unit. At June 30, 2019, interfund transfers consisted of the following:

<u>Fund</u>	<u>Fund Type</u>	<u>Transfer In</u>	<u>Transfer Out</u>
Major Funds:			
General Fund	General	\$ 5,435,789	\$ 1,446,461
Sales Tax SB 325	Special Revenue	214	479,560
Low Mod Income Housing Asset	Capital Projects	-	150,000
Traffic Circulation Impact Fee	Capital Projects	-	123,462
Nonmajor Funds:			
Capital Construction Debt Service	Debt Service	531,956	-
Gas Taxes	Special Revenue	-	322,579
Lighting Maintenance District #1	Special Revenue	-	2,400
Community Facilities District #1	Special Revenue	-	1,662,793
Community Facilities District #5	Special Revenue	8,814	94,169
Community Facilities District #6	Special Revenue	-	7,813
Landscaping and Lighting Maintenance District #2	Special Revenue	-	33,145
Park Development & Maintenance Tax Fund	Special Revenue	-	574,935
Streets SR/Grants	Special Revenue	34	-
CDBG HUD Entitlement	Special Revenue	-	33,932
Supplemental Law Enforcement Grant	Special Revenue	-	150,317
Community Park Fees	Capital Projects	103	6,847
Capital Construction Impact Fees	Capital Projects	-	460,436
Oak Tree Mitigation	Capital Projects	-	45,115
North West Rocklin Community Park Fees	Capital Projects	-	103
Public Facilities Impact Fees	Capital Projects	-	232,820
Rocklin PFA	Capital Projects	-	73,922
Wetlands Maintenance	Permanent	-	2,189
Conservation Easement Endowment Fund	Permanent	-	8,476
Total Nonmajor Funds		540,907	3,711,991
Internal Service Funds:			
Fleet Management	Internal Service	-	65,436
Total Transfers		<u>\$ 5,976,910</u>	<u>\$ 5,976,910</u>

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, 2019

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, 2019:

Loans Receivable	Beginning July 01, 2018	Additions	Deletions	Ending June 30, 2019
Highway 65 Sunset Blvd. Interchange	\$ 1,330,782	\$ -	\$ -	\$ 1,330,782
William Jessup University - Waterline	141,739	-	141,739	-
William Jessup University Ave.	3,015,066	-	-	3,015,066
Audi Rocklin	45,937	-	45,937	-
Community Development Block Grant	380,714	-	35,000	345,714
First time home buyers	1,081,815	-	30,000	1,051,815
Down payment assistance	1,348,895	32,250	118,198	1,262,947
Villa Serena II	924,368	-	71,837	852,531
College Manor	650,000	-	-	650,000
Sunset Blvd	575,000	-	-	575,000
Whitney Rocklin, LP	1,730,000	-	-	1,730,000
HPD Shannon Bay	474,204	-	9,120	465,084
Whitney Rocklin, LP	2,100,000	-	-	2,100,000
Placer West Housing Partners	311,470	-	-	311,470
Placer County Flood Control District	182,063	-	61,094	120,969
Total Loans Receivable	<u>\$ 14,292,053</u>	<u>\$ 32,250</u>	<u>\$ 512,925</u>	<u>\$ 13,811,378</u>

The following is a summary of the loans and notes receivable outstanding as of June 30, 2019:

Highway 65 Sunset Interchange Loan

As members of the "Bizz Johnson Joint Powers Authority" (JPA), Placer County, the 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 provided by the City of Rocklin in May of 2010 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, 2019, a balance of \$1,330,782 was 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, 2019, this loan was completely 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 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, 2019 was \$3,015,066.

City of Rocklin

Notes to the Basic Financial Statements

June 30, 2019

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 was due December 14, 2018. At June 30, 2019, this loan was completely repaid.

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, 2019 was \$345,714.

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. The HOME notes receivable balance at June 30, 2019 was \$1,051,815.

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, 2019 was \$1,262,947.

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, 2019, a balance of \$852,531 was 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, 2019, a balance of \$650,000 was 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 in multifamily revenue bonds by the California Statewide Communities Development Authority. At June 30, 2019, a balance of \$575,000 was outstanding.

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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, 2019, a balance of \$1,730,000 was 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 five 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, 2019, a balance of \$465,084 was 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, 2019, 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, 2019 a balance of \$311,470 was outstanding.

Placer County Flood Control District

During the fiscal year ended June 30, 2018, the City authorized \$182,063 loan with the 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. At June 30, 2019, a balance of \$120,969 was outstanding.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

NOTE 5 - CAPITAL ASSETS

Capital assets consisted of the following as of June 30, 2019:

Governmental activities:	Balance July 01, 2018	Additions	Retirements	Transfers	Balance June 30, 2019
Nondepreciable Capital Assets:					
Land	\$ 7,566,038	\$ 10,000	\$ -	\$ -	\$ 7,576,038
Land Improvements	108,402	-	-	-	108,402
Park Land	60,293,635	-	-	-	60,293,635
Construction In Progress	15,631,968	4,375,591	-	(11,806,434)	8,201,125
Total Nondepreciable Capital Assets	83,600,043	4,385,591	-	(11,806,434)	76,179,200
Depreciable capital assets:					
Buildings	35,262,889	-	-	-	35,262,889
Facilities & Other Improvements	3,910,415	117,752	-	400,030	4,428,197
Machinery & Equipment	3,078,977	343,219	(152,998)	-	3,269,198
Fleet Machinery & Equipment	9,768,858	1,604,278	(152,703)	-	11,220,433
Park Buildings	954,373	-	-	1,526,141	2,480,514
Park Equipment	1,572,146	-	-	-	1,572,146
Park Improvements	18,325,621	-	-	5,126,260	23,451,881
Infrastructure	381,155,365	-	(1,649,251)	4,754,003	384,260,117
Total Depreciable Capital Assets	454,028,644	2,065,249	(1,954,952)	11,806,434	465,945,375
Total Capital Assets	537,628,687	6,450,840	(1,954,952)	-	542,124,575
Accumulated Depreciation:					
Buildings	18,235,446	1,082,698	-	-	19,318,144
Facilities & Other Improvements	2,903,481	264,318	-	-	3,167,799
Machinery & Equipment	2,367,327	347,954	(152,998)	-	2,562,283
Fleet Machinery & Equipment	6,783,915	586,462	(137,741)	-	7,232,636
Park Buildings	471,168	82,684	-	-	553,852
Park Equipment	1,479,441	30,649	-	-	1,510,090
Park Improvements	13,113,408	1,256,496	-	-	14,369,904
Infrastructure	166,152,391	9,653,569	(1,649,251)	-	174,156,709
Total Accumulated Depreciation	211,506,577	13,304,830	(1,939,990)	-	222,871,417
Total Capital Assets - Net	\$ 326,122,110	\$ (6,853,990)	\$ (14,962)	\$ -	\$ 319,253,158

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

General Government	\$ 101,497
Public Safety	1,045,217
Culture and Recreation	124,797
General Services	12,033,319
Total Depreciation Expense	<u>\$ 13,304,830</u>

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

NOTE 6 - NONCURRENT LIABILITIES

The City's noncurrent liabilities consisted of the following as of June 30, 2019:

Description	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Lease Revenue Bonds:					
2016 Lease Revenue Bonds	\$ 8,960,000	\$ -	\$ 520,000	\$ 8,440,000	\$ 245,000
Unamortized Premiums	633,667	-	27,551	606,116	-
Subtotal Lease Revenue Bonds	9,593,667	-	547,551	9,046,116	245,000
Direct Borrowings:					
OPUS Bank Loan - RPFA Refunding	4,151,706	-	517,416	3,634,290	528,461
Sunset Whitney Recreation Area Note	2,531,890	-	32,261	2,499,629	467,793
Subtotal - Direct Borrowings	6,683,596	-	549,677	6,133,919	996,254
Claims Payable	1,458,913	399,681	487,935	1,370,659	-
Net Pension Liability	47,705,156	19,593,625	19,496,654	47,802,127	-
Net OPEB Liability	19,382,000	10,627,374	9,254,151	20,755,223	-
Compensated Absences	3,566,608	3,590,890	3,425,354	3,732,144	1,642,484
Total Noncurrent Liabilities	\$ 88,389,940	\$ 34,211,570	\$ 33,761,322	\$ 88,840,188	\$ 2,883,738

The annual debt service requirements on general long-term debt is as follows:

Year Ending June 30,	Lease Revenue Bonds			Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2020	\$ 245,000	\$ 284,225	\$ 529,225	\$ 996,254	\$ 141,939	\$ 1,138,193
2021	260,000	271,600	531,600	1,035,918	103,014	1,138,932
2022	270,000	258,350	528,350	1,056,650	81,012	1,137,662
2023	285,000	244,475	529,475	1,001,357	59,522	1,060,879
2024	300,000	229,850	529,850	1,014,557	38,426	1,052,983
2025-2029	1,725,000	923,276	2,648,276	1,029,183	22,783	1,051,966
2030-2034	2,005,000	650,126	2,655,126	-	-	-
2035-2039	2,320,000	332,700	2,652,700	-	-	-
2040-2044	1,030,000	31,201	1,061,201	-	-	-
Total	\$ 8,440,000	\$ 3,225,803	\$ 11,665,803	\$ 6,133,919	\$ 446,696	\$ 6,580,615

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 range from 2% to 5%. Principal payments ranging from \$245,000 to \$525,000 are payable annually on November 1st and interest payments ranging from \$7,875 to \$164,363 are payable semi-annually on May 1st and November 1st, through November 1, 2041. The aggregate debt service savings was \$15,000 from this refunding. At June 30, 2019, the City had a Lease Revenue Bond and Unamortized Premium liabilities of \$9,046,116.

Rocklin Public Finance Authority OPUS Bank 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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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 agreed 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 for \$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. The aggregate debt service of the OPUS loan was \$233,844 less than the debt service requirements, of the refunded debt, including cash prepayments during the refunding. At June 30, 2019, the City had an OPUS Bank Loan liability of \$3,634,290.

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. At June 30, 2019, the City had a Sunset Whitney Recreation Area Note liability of \$2,499,629.

Claims Payable

The City has recorded a liability for potential claims in excess of amounts covered by the insurance pool. At June 30, 2019, the City had a claims payable liability of \$1,370,659. See Note 8 for further discussion on the City's risk management activities.

Net Pension Liability

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, 2019, the City had a net pension liability of \$47,802,127. See Note 9 for further discussion on the pension liability.

Net OPEB Liability

A net OPEB liability is the cumulative difference between annual OPEB cost and an employer's contributions to a plan. At June 30, 2019, the City had a net OPEB obligation of \$20,755,223. See Note 10 for further discussion on OPEB.

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 \$3,732,144 at June 30, 2019; of that amount, \$1,642,484 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, 2019, there were no arbitrage liabilities.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

NOTE 7 - NET POSITION/FUND BALANCE

Fund balances consisted of the following at June 30, 2019:

	Nonspendable	Restricted	Committed	Unassigned	Total
Endowments	\$ 491,455	\$ -	\$ -	\$ -	\$ 491,455
Advances to Fiduciary Activities	105,648	-	-	-	105,648
Long-term Receivables	120,969	-	-	-	120,969
Debt Service	-	3,708,603	-	-	3,708,603
Capital Construction Debt Service	-	65,523	-	-	65,523
Low and Moderate Income Housing	-	12,073,586	-	-	12,073,586
SB325 Sales Tax	-	1,075,465	-	-	1,075,465
SB1 Road Maintenance & Rehab Act	-	571,345	-	-	571,345
Wetlands Maintenance	-	24,667	-	-	24,667
Gas Tax	-	839,916	-	-	839,916
Rocklin PFA Capital Projects	-	3,482,377	-	-	3,482,377
Lighting Districts	-	1,817,886	-	-	1,817,886
Community Facilities Districts	-	17,318,279	-	-	17,318,279
Housing Rehabilitation	-	798,735	-	-	798,735
Asset Forfeiture	-	229,401	-	-	229,401
CASp Certification and Training	-	29,323	-	-	29,323
Recreation Facilities Contributions	-	38,603	-	-	38,603
Capital Construction Tax	-	-	3,202,667	-	3,202,667
Oak Tree Mitigation Fees	-	-	1,372,110	-	1,372,110
Whitney Ranch Trunk Sewer Project	-	-	412,847	-	412,847
North West Area Comm Park Fees	-	-	735,344	-	735,344
Public Facilities Impact Fees	-	-	233,555	-	233,555
Whitney Ranch Interchange Fee	-	-	852,286	-	852,286
Traffic Circulation Impact Fees	-	1,330,782	6,210,410	-	7,541,192
Park Development Capital Projects	-	-	543,331	-	543,331
General Fund:					
Unassigned	-	-	-	13,157,856	13,157,856
Operating Reserve	-	-	12,462,376	-	12,462,376
Disaster Contingency	-	-	1,000,000	-	1,000,000
Self-Insured Losses	-	-	2,000,000	-	2,000,000
Streets Maintenance	-	-	1,159,212	-	1,159,212
Quarry Park Adventures	-	-	140,000	-	140,000
Economic Development	-	-	308,613	-	308,613
Technology Fee	-	-	1,293,587	-	1,293,587
Retiree's Health	-	-	5,987,154	-	5,987,154
Parks Repair and Maintenance	-	-	60,905	-	60,905
ADA Improvements	-	-	38,491	-	38,491
Building Repair Reserve	-	-	379,829	-	379,829
Traffic Safety/PD Grants	-	-	-	(3,784)	(3,784)
Streets Grants	-	-	-	(3,520)	(3,520)
Bicycle and Pedestrian Facilities	-	-	-	(4,119)	(4,119)
Community Parks Fund	-	-	-	(388,244)	(388,244)
Total	\$ 718,072	\$ 43,404,491	\$ 38,392,717	\$ 12,758,189	\$ 95,273,469

Nonspendable fund balances included the following as of June 30, 2019:

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, 2019

Restricted fund balances included the following as of June 30, 2019:

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. **SB1 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** include amounts set aside for recreation facilities construction and improvements.
15. **Traffic Circulation Impact Fees** include long-term receivables related to street improvements needed to reduce the impact caused by new development within the City.

Committed fund balances included the following as of June 30, 2019:

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** include 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. **Adventure Park Reserve** includes amounts set aside for Adventure Park operations, as required by the Management & Operating Agreement.
 - f. **Economic Development** includes amounts set aside to promote economic development within the City.
 - g. **Technology Fee** includes a 6% fee assessed on certain program revenues to fund the cost of technology systems.
 - h. **Retiree's Health** represent amounts set aside to fund future retiree health insurance premiums.
 - i. **Park Repair and Maintenance** includes amounts set aside for park repair and maintenance.
 - j. **ADA improvements** includes amounts set aside for ADA compliance.
 - k. **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, 2019

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** include 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** include amounts used for street improvements to reduce the impacts caused by new development within the City.
9. **Park Development Capital Projects** include amounts used for community park and city-wide recreational facilities improvements to reduce the impacts of increased use by new development within the City.

The following funds had deficit fund balances as of June 30, 2019:

1. The **Traffic Safety/PD Grants** fund had a deficit fund balance of \$3,784 as of June 30, 2019 that is to be funded through deferred and unearned grants.
2. The **Streets Grants** fund had a deficit fund balance of \$3,520 as of June 30, 2019 that is to be funded through deferred and unearned grants.
3. The **Bicycle and Pedestrian Facilities** fund had a deficit fund balance of \$4,119 as of June 30, 2019 that is to be funded through deferred and unearned revenues.
4. The **Community Park Fees Capital Projects** fund had a deficit fund balance of \$388,244 as of June 30, 2019 that is to be funded through future community park fees.

Net position consisted of the following at June 30, 2019:

	Net Investment in Capital Assets	Restricted	Unrestricted	Total
Capital Assets - Net	\$ 319,253,158	\$ -	\$ -	\$ 319,253,158
Associated Long-term Debt	(15,180,035)	-	-	(15,180,035)
Deferred Gain on Refunding	(1,768,820)	-	-	(1,768,820)
Unspent Proceeds from Debt	3,547,899	-	-	3,547,899
Fund Balance Restrictions	-	43,404,491	-	43,404,491
Nonexpendable endowments	-	491,455	-	491,455
Capital Projects Fund Assets from Debt	-	(3,547,899)	-	(3,547,899)
Total Net Position	-	-	348,241,123	348,241,123
Net Investment in Capital Assets	-	-	(305,852,202)	(305,852,202)
Restricted Net Position	-	-	(40,348,047)	(40,348,047)
Total	\$ 305,852,202	\$ 40,348,047	\$ 2,040,874	\$ 348,241,123

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

NOTE 8 - RISK MANAGEMENT

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

<u>Amount</u>	<u>Coverage Provider</u>	<u>Payment Source</u>
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

The City is a member of the Northern California Cities Self Insurance Fund (NCCSIF) along with twenty-one 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 \$1,607,026 is recorded in the general fund. The audited financial statements of the JPA are available at the NCCSIF's office.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

The following is a summary of the claims liabilities for the last three fiscal years:

	Year Ended June 30, 2019	Year Ended June 30, 2018	Year Ended June 30, 2017
Claims payable, beginning of year	\$ 1,458,913	\$ 1,408,937	\$ 1,778,925
Fiscal year claims and changes in estimates	399,681	659,109	179,650
Claims payments	(487,935)	(609,133)	(549,638)
Claims payable, end of year	<u>\$ 1,370,659</u>	<u>\$ 1,458,913</u>	<u>\$ 1,408,937</u>

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 (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, 2019, 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	5 Years	5 Years	5 Years	5 Years	5 Years
Benefit payments	Monthly for Life	Monthly for Life	Monthly for Life	Monthly for Life	Monthly for Life	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	6.83%	6.25%	8.99%	12.00%	8.99%	12.00%
Required employer contribution rates	21.98%	6.25%	33.73%	12.88%	32.86%	12.26%

Employees Covered

At June 30, 2019, the following employees were covered by the benefit terms for the Plans:

	Miscellaneous	Safety
Active	144	86
Transferred	98	63
Separated	165	19
Retired	142	71
Total	<u>549</u>	<u>239</u>

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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, 2019, the City's contributions were as follows:

	Miscellaneous	Safety
Employer contributions	\$ 2,863,892	\$ 3,089,436

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

Pension Liability

As of June 30, 2019, the City reported net pension liabilities for each plan as follows:

	Net Pension Liability
Miscellaneous	\$ 24,024,090
Safety - Proportionate	23,778,037
Total Net Pension Liability	<u>\$ 47,802,127</u>

The following summarizes the changes in the total pension liability, fiduciary net position and net pension liability of the City's Miscellaneous agent multiple employer plan:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Balance at June 30, 2018	<u>\$ 80,901,702</u>	<u>\$ 56,782,822</u>	<u>\$ 24,118,880</u>
Service cost	1,838,731	-	1,838,731
Interest in Total Pension Liability	5,748,392	-	5,748,392
Changes in benefit terms	-	-	-
Changes in assumptions	(507,928)	-	(507,928)
Difference between actual and expected experience	764,300	-	764,300
Net Plan to Plan resource movement	-	(141)	141
Employer contributions	-	2,523,306	(2,523,306)
Employee contributions	-	867,085	(867,085)
Net investment income	-	4,804,549	(4,804,549)
Benefit payments	(3,360,693)	(3,360,693)	-
Administrative expenses	-	(88,483)	88,483
Other misc. income (expense)	-	(168,031)	168,031
Net changes	<u>4,482,802</u>	<u>4,577,592</u>	<u>(94,790)</u>
Balance at June 30, 2019	<u>\$ 85,384,504</u>	<u>\$ 61,360,414</u>	<u>\$ 24,024,090</u>

The City's net pension liability for the Fire and Police Safety 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, 2018, 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, 2017 rolled forward to June 30, 2018 using standard update procedures. The City's proportion of the net pension liability for the Fire and

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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, 2018 and 2019 was as follows:

	Safety
June 30, 2018	0.2378%
June 30, 2019	0.2468%
Change in Proportions	0.0089%

For the year ended June 30, 2019, the City recognized pension expense of \$9,778,654. The following summarizes the pension expense components by plan:

	Miscellaneous	Safety	Total
Pension expense per plans	\$ 3,024,279	\$ 3,149,116	\$ 6,173,395
GASB 68 adjustments	1,734,336	1,870,923	3,605,259
Pension expense per government-wide statements	<u>\$ 4,758,615</u>	<u>\$ 5,020,039</u>	<u>\$ 9,778,654</u>

At June 30, 2019, 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	\$ 2,863,892	\$ -	\$ 3,089,436	\$ -
Changes in assumptions	1,089,979	312,571	2,333,040	314,769
Differences between expected and actual experiences	500,433	-	510,909	1,938
Changes in proportions	-	-	1,303,733	544,402
Differences between the employer's contributions and the employer's proportionate share of contributions	-	-	92,201	352,809
Net differences between projected and actual on plan investments	81,950	-	160,988	-
Total	<u>\$ 4,536,254</u>	<u>\$ 312,571</u>	<u>\$ 7,490,307</u>	<u>\$ 1,213,918</u>

The City reported \$5,953,328 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, 2020.

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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
2020	\$ 1,873,994	\$ 2,086,926
2021	199,096	1,690,367
2022	(557,312)	(425,640)
2023	(155,987)	(164,699)
2024	-	-
Thereafter	-	-
Total	<u>\$ 1,359,791</u>	<u>\$ 3,186,954</u>

Actuarial Assumptions

The total pension liabilities in the June 30, 2017 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2017
Measurement Date	June 30, 2018
Actuarial Cost Method	Entry-Age Normal
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	(1)
Investment Rate of Return	7.5% (2)
Retirement Age	(3)
Mortality	(3)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.15 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

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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.

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	\$ 35,961,253	\$ 37,893,283
Current Discount Rate	7.15%	7.15%
Net Pension Liability	\$ 24,024,090	\$ 23,778,037
1% Increase	8.15%	8.15%
Net Pension Liability	\$ 14,182,582	\$ 12,213,121

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 (OPEB)

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 (PEMHCA). This is a 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.

Benefits Provided

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

Benefits Provided:	<i>City monthly cap:</i>
	2019 Misc \$1,200
	2019 Safety \$1,200
	Unrepresented/Hourly employees receive PEMHCA minimum (\$133/month for 2018); (\$136/month for 2019); one Fire retiree receives the higher existing benefit of \$1,766/month, and two Police retirees receive the higher existing benefit of \$1,377/month
Eligibility:	Full-time employees retiring directly from City under CalPERS age 50 and 5 years, or disability
	Miscellaneous PEPRA 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

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Employees Covered by Benefit Terms

At June 30, 2019, the benefit terms covered the following employees:

Active employees	234
Inactive employees	151
Total employees	385

Contributions

The City makes contributions, based on an actuarially determined rate, which are approved by the authority of City Council. Total contributions during the year were \$6,431,202. Total contributions included in the measurement period were \$2,122,778. The actuarially determined contribution for the measurement period was \$3,026,000. The City's contributions were 25.03% of covered employee payroll during the fiscal year ended June 30, 2019. Employees are not required to contribute to the plan.

Actuarial Assumptions

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

Valuation Date:	June 30, 2018
Measurement Date:	June 30, 2018
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%
Medical Trend	Non-Medicare - 7.5% for 2020, decreasing to an ultimate rate of 4.0% in 2076 Medicare - 6.5% for 2020, decreasing to an ultimate rate of 4.0% in 2076
Investment Rate of Return	6.75%, Net of OPEB plan investment expenses, including inflation
Mortality	CalPERS 1997-2011 experience study Actives and Retirees currently covered: 100%
Retirement	Actives currently waived: 80% Retirees currently waived: 10% elect at 65 Unrepresented & Hourly: 60%
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)

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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.

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%

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Net OPEB Liability

The City's net OPEB liability was measured as of June 30, 2018 (measurement date), and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018 (valuation date) for the fiscal year ended June 30, 2019 (reporting date). The following summarizes the changes in the net OPEB liability for the year ended June 30, 2019:

Fiscal Year Ended June 30, 2019	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
Balance at June 30, 2018	\$ 31,712,000	\$ 12,330,000	\$ 19,382,000
Service cost	1,130,000	-	1,130,000
Interest in Total OPEB Liability	2,162,000	-	2,162,000
Employer contributions	-	2,122,778	(2,122,778)
Change in benefit terms	713,000	-	713,000
Difference between actual and expected experience	(458,000)	-	(458,000)
Changes in assumptions	909,000	-	909,000
Actual investment income	-	983,000	(983,000)
Administrative expenses	-	(23,000)	23,000
Benefit payments	(1,617,000)	(1,617,000)	-
Net changes	2,839,000	1,465,778	1,373,222
Balance at June 30, 2019	\$ 34,551,000	\$ 13,795,778	\$ 20,755,222

Covered Employee Payroll	\$ 25,692,000
Total OPEB Liability as a % of Covered Employee Payroll	134.48%
Plan Fiduciary Net Position as a % of Total OPEB Liability	39.93%
Service Cost as a % of Covered Employee Payroll	4.40%
Net OPEB Liability as a Percentage of Covered Employee Payroll	80.78%

As of June 30, 2019, the City had total assets of \$5,990,113 in a City Retirees Health Fund and \$5,746,569 of these funds were invested in long-term bonds. As these investments mature, funds will be transferred to CERBT.

Deferred Inflows and Outflows of Resources

At June 30, 2019, 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 experience	\$ -	\$ 392,571
Difference between actual and expected earnings	-	307,600
Change in assumptions	779,143	-
OPEB contribution subsequent to measurement date	6,431,202	-
Totals	\$ 7,210,345	\$ 700,171

Of the total amount reported as deferred outflows of resources related to OPEB, \$6,431,202 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, 2020.

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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,	
2020	\$ (27,971)
2021	(27,971)
2022	(27,971)
2023	34,027
2024	64,429
Thereafter	64,429
Total	\$ 78,972

OPEB Expense

The following summarizes the OPEB expense by source during the year ended June 30, 2019:

Service cost	\$ 1,130,000
Interest in total OPEB liability	2,162,000
Expected investment income	(831,000)
Changes in benefit terms	713,000
Difference between actual and expected experience	(65,428)
Difference between actual and expected earnings	(92,400)
Change in assumptions	129,857
Administrative expenses	23,000
OPEB Expense	\$ 3,169,029

The following summarizes changes in the net OPEB liability as reconciled to OPEB expense during the year ended June 30, 2019:

Net OPEB liability ending	\$ 20,755,222
Net OPEB liability beginning	(19,382,000)
Change in net OPEB liability	1,373,222
Changes in deferred outflows	(779,143)
Changes in deferred inflows	452,172
Employer contributions	2,122,778
OPEB Expense	\$ 3,169,029

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 have been if calculated using a discount rate with one percentage point lower and one percentage point higher, is as follows:

	Discount Rate		
	1% Decrease	6.75%	1% Increase
Net OPEB Liability (Asset)	\$ 25,120,000	\$ 20,755,222	\$ 17,139,000

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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 have been if it were calculated using healthcare cost trend rates one percentage point lower and one percentage point higher than current healthcare cost trend rates, is as follows:

		Trend Rate		
		1% Decrease	Current	1% Increase
Net OPEB Liability (Asset)	\$	18,697,000	\$ 20,755,222	\$ 22,675,000

NOTE 11 - COMMITMENTS AND CONTINGENCIES

A. Commitments

The City had the following significant unexpended contractual commitments as of June 30, 2019:

Project Name	Original Commitment	Commitment Remaining
Adventure Park Design	\$ 3,038,300	\$ 110,969
Adventure Park Guest Services Bldg.	1,066,526	63,751
City Hall Remodel	8,170	2,828
Citywide Dig Outs	652,615	103,136
Fire Station #23 Remodel	1,341,171	548,196
Fire Station #24 Dorm/EOC Remodel	96,350	27,040
JS Lift Station - Construction	320,000	168,356
Quarry Park Phase II	49,400	28,413
Rocklin Rd @ Pacific St. Roundabout	553,377	114,198
Stormwater Pipe Replacement Sunset & Springview Intersection	582,110	17,544
	395,969	19,798
Totals	<u>\$ 8,103,988</u>	<u>\$ 1,204,229</u>

B. Lawsuits

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. Based upon consultation with the City Attorney, 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, 2019, 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.

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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 CFDs to provide services such as police and fire protection, and to finance infrastructure improvements. The City of Rocklin has established CFDs 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 CFDs #1, #5, and #6. The activities of these CFDs 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, 2019.

<u>Community Facilities District Bonds</u>	<u>Balance June 30, 2019</u>
CFD No. 3 - 2014 Stanford Ranch Refunding	\$ 1,512,458
CFD No. 6 - Sunset West Drainage	544,910
CFD No. 7 - Sunset West Interchange/Major St	901,776
CFD No. 8 - Sunset West Park Drive	1,410,217
CFD No. 9 - Sunset West/Blue Oaks	1,679,164
CFD No. 10 - 2015 Whitney Ranch	23,955,000
CFD No. 10 - 2019 Whitney Ranch	16,000,000
CFD No. 11 - Sierra College Interchange	5,746,569
Total CFD Bonds	<u>\$ 51,750,094</u>

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 2019, revenues were \$1,679,626 and reimbursement expenditures were \$1,679,626. 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 2019, revenues were \$776,202 and expenditures were \$732,335.

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The primary source of revenues is special taxes; 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 2019, revenues were \$4,438,217 and expenditures were \$4,779,655. The primary source of revenues is special taxes; 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 2019, revenues were \$130,913 and expenditures were \$98,519. The primary source of revenues is special taxes; 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 fiscal year 2018, \$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 2019, revenues were \$313,172 and expenditures were \$291,261. The primary source of revenue is special taxes; 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 2019, revenues were \$271,170 and expenditures were \$260,897. The primary source of revenues is special taxes; 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. 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 2019, revenues were \$274,087 and expenditures were \$258,225. The primary source of revenues is special taxes; 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 fiscal year 2018, \$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

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control lights. The district's improvements and projects have been completed. For fiscal year 2019, revenues were \$317,556 and expenditures were \$304,033. The primary source of revenues is special taxes; 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 fiscal year 2018, \$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. During fiscal year 2016, \$27.090 million in special tax bonds were issued to refund the original bonds and provide \$5.853 million for additional improvements. During fiscal year 2019, \$17,828 million in special tax bonds were issued to finance the acquisition of public facilities. For fiscal year 2019, revenues were \$2,097,680 and expenditures were \$2,802,984.

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 2019, revenues were \$741,775 and expenditures were \$738,314. The primary source of revenues is special taxes; 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 2017, \$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, three flashing lights, and safety lighting were maintained. For fiscal year 2019, revenues were \$249,391 and expenditures were \$249,391. The primary source of revenues is special assessments; 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, 2,900 streetlights, 59 traffic signals, 63 irrigation timers for roadway landscaping and safety lighting were maintained. For fiscal year 2019, revenues were \$2,243,032 and expenditures were \$2,111,489. The primary source of revenues is special assessments; expenditures are primarily 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, reenacted in 2009 and 2018, to provide development, installation, servicing, maintenance, repair and operation of parks in the City of Rocklin. From fiscal year 2010 through 2019, 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.

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

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
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)
2019	581,089	1,969,053	(1,387,964)
Total	<u>\$ 2,782,059</u>	<u>\$ 7,477,642</u>	<u>\$ (4,695,583)</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, 2019

Successor Agency Noncurrent Liabilities

The following is a summary of changes in long-term liabilities for governmental activities for the year ended June 30, 2019:

Description	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
General Long-Term Debt:					
2002 Refunding Tax Allocation Bonds	\$ 1,805,000	\$ -	\$ 1,805,000	\$ -	\$ -
2005 Refunding Tax Allocation Bonds	8,870,000	-	8,870,000	-	-
2007 Refunding Tax Allocation Bonds	12,500,000	-	12,500,000	-	-
2018 Refunding Tax Allocation Bonds	-	19,175,000	-	19,175,000	900,000
Subtotal General Long-Term Debt	23,175,000	19,175,000	23,175,000	19,175,000	900,000
Unamortized Discounts:					
2002 Refunding Tax Allocation Bonds	(35,560)	-	(35,560)	-	-
2005 Refunding Tax Allocation Bonds	(66,484)	-	(66,484)	-	-
2007 Refunding Tax Allocation Bonds	(180,684)	-	(180,684)	-	-
Subtotal Unamortized Discounts	(282,728)	-	(282,728)	-	-
Amortized Premium:					
2018 Refunding Tax Allocation Bonds	-	2,107,808	105,390	2,002,418	-
Subtotal General Long-Term Debt - Net	22,892,272	21,282,808	22,997,662	21,177,418	900,000
Other Noncurrent Liabilities:					
Placer County Loan Payable (Direct Borrowing)	292,349	-	292,349	-	-
Total Noncurrent Liabilities	\$ 23,184,621	\$ 21,282,808	\$ 23,290,011	\$ 21,177,418	\$ 900,000

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. This bond was entirely defeased through the issuance of Series 2018 Tax Allocation Bonds.

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. This bond was entirely defeased through the issuance of Series 2018 Tax Allocation Bonds.

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 Redevelopment 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 Agency. This bond was entirely defeased through the issuance of Series 2018 Tax Allocation Bonds.

Placer County Loan Payable (Direct Borrowing)

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

City of Rocklin
Notes to the Basic Financial Statements
June 30, 2019

1.75% for five years. The final loan payment for this loan was made during fiscal year 2019.

2018 Tax Allocation Refunding Bonds

During fiscal year 2019, the Successor Agency issued the Series 2018 Tax Allocation Bonds totaling \$19,175,000, at a premium of \$2,107,808, to defease and redeem all amounts under the 2002 Tax Allocation Bonds, 2005 Tax Allocation Bonds, and 2007 Tax Allocation Bonds. The bonds are secured by a pledge of, and lien on, and repaid from property tax revenues deposited with respect to the Project Area from time to time in the Redevelopment Property Tax Trust Fund established and held by the Placer County Auditor-Controller. If an event of default has occurred under the Indenture and is continuing, the Trustee may, or, if requested in writing by the owners of a majority in aggregate principal amount of the Bonds then outstanding, the Trustee shall, (a) declare the principal of the Bonds, together with the accrued interest thereon, to be due and payable immediately, and upon any such declaration the same shall become immediately due and payable, anything in the Indenture or in the Bonds to the contrary notwithstanding, and (b) the Trustee shall, subject to the provisions of the Indenture, exercise any other remedies available to the Trustee and the Bond Owners in law or at equity. The term of the bonds is 19 years. Interest rates on the bonds range from 3% to 5%. Principal payments ranging from \$630,000 to \$1,470,000 are payable annually on September 1st and interest payments ranging from \$11,813 to \$440,363 are payable semi-annually on March 1st and September 1st, through September 1, 2037. The aggregate debt service savings were \$4,742,243 from this refunding and the loss on defeasance was \$289,857. The following summarizes the Successor Agency's future debt service obligations:

Year Ending June 30,	Principal	Interest	Total
2020	\$ 900,000	\$ 867,225	\$ 1,767,225
2021	700,000	839,725	1,539,725
2022	725,000	811,225	1,536,225
2023	750,000	777,975	1,527,975
2024	790,000	739,475	1,529,475
2025-2029	4,585,000	3,047,251	7,632,251
2030-2034	5,850,000	1,749,126	7,599,126
2035-2039	4,875,000	331,585	5,206,585
Total	<u>\$ 19,175,000</u>	<u>\$ 9,163,587</u>	<u>\$ 28,338,587</u>

NOTE 14 - SUBSEQUENT EVENT DISCLOSURE

Subsequent to year-end but prior to the issuance of the audited financial statements on December 15, 2019, the City purchased 1.83 acres of vacant land from the Successor Agency to the Redevelopment Agency of the City of Rocklin for \$560,000. The City intends to use the land for the solicitation of private partners to develop multi-family or mixed-use housing. The net gain on sale to be reported in the Successor Agency trust fund will be \$53,400.

The City of Rocklin Community Facilities District No. 11 will be issuing Special Tax Refunding Bonds on December 12, 2019 of approximately \$6,000,000, to refund, in full, the City of Rocklin Community Facilities District No. 11 (Sierra College Interchange) Special Tax Bonds, Series 2012 (the "Prior Bonds") which are outstanding in the principal amount of \$5,483,169, make a deposit to a debt service reserve fund for the Bonds, and pay costs of issuance of the Bonds. Interest on the Bonds is payable semiannually on March 1 and September 1 of each year, commencing March 1, 2020. The term of the bonds will be 12 years. Interest rates are estimated at 3.26%.

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REQUIRED SUPPLEMENTARY INFORMATION

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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, 2019

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 34,575,300	\$ 34,575,300	\$ 38,988,237	\$ 4,412,937
Licenses and permits	3,521,000	3,521,000	3,356,424	(164,576)
Fines and forfeitures	185,700	185,700	251,493	65,793
Intergovernmental	382,700	382,700	1,102,402	719,702
Charges for services	2,502,000	2,502,000	2,617,508	115,508
Use of money and property	1,799,400	1,799,400	2,197,096	397,696
Other revenues	4,870,100	4,870,100	5,113,184	243,084
Total Revenues	<u>47,836,200</u>	<u>47,836,200</u>	<u>53,626,344</u>	<u>5,790,144</u>
EXPENDITURES				
Current:				
General government	12,606,800	16,937,100	15,648,246	1,288,854
Public safety	24,588,900	25,135,400	24,215,532	919,868
General services	5,623,900	4,667,400	4,641,076	26,324
Culture and recreation	3,650,800	3,807,700	3,736,359	71,341
Community development	4,966,800	4,915,400	4,694,128	221,272
Capital outlay	875,500	1,232,200	980,595	251,605
Total Expenditures	<u>52,312,700</u>	<u>56,695,200</u>	<u>53,915,936</u>	<u>2,779,264</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,476,500)</u>	<u>(8,859,000)</u>	<u>(289,592)</u>	<u>8,569,408</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	3,993,000	3,993,000	5,435,789	1,442,789
Transfers out	(297,900)	(1,741,600)	(1,446,461)	295,139
Total Other Financing Sources (Uses)	<u>3,695,100</u>	<u>2,251,400</u>	<u>3,989,328</u>	<u>1,737,928</u>
Net Change in Fund Balances	(781,400)	(6,607,600)	3,699,736	10,307,336
Fund Balances Beginning	<u>34,514,904</u>	<u>34,514,904</u>	<u>34,514,904</u>	<u>-</u>
Fund Balances Ending	<u>\$ 33,733,504</u>	<u>\$ 27,907,304</u>	<u>\$ 38,214,640</u>	<u>\$ 10,307,336</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, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 3,770,200	\$ 3,770,200	\$ 3,688,242	\$ (81,958)
Intergovernmental	350,700	350,700	443,715	93,015
Use of money and property	2,600	2,600	11,131	8,531
Total Revenues	4,123,500	4,123,500	4,143,088	19,588
EXPENDITURES				
Current:				
General government	9,500	57,500	53,228	4,272
General services	3,001,000	2,955,300	2,578,189	377,111
Capital outlay	995,000	995,000	785,369	209,631
Total Expenditures	4,005,500	4,007,800	3,416,786	591,014
Excess (Deficiency) of Revenues over Expenditures	118,000	115,700	726,302	610,602
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	214	214
Transfers out	(516,600)	(589,800)	(479,560)	110,240
Total Other Financing Sources (Uses)	(516,600)	(589,800)	(479,346)	110,454
Net Change in Fund Balances	(398,600)	(474,100)	246,956	721,056
Fund Balances Beginning	828,509	828,509	828,509	-
Fund Balances Ending	\$ 429,909	\$ 354,409	\$ 1,075,465	\$ 721,056

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, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Use of money and property	\$ 27,500	\$ 27,500	\$ 171,231	\$ 143,731
Total Revenues	<u>27,500</u>	<u>27,500</u>	<u>171,231</u>	<u>143,731</u>
EXPENDITURES				
Current:				
Community development	50,000	50,000	50,000	-
Capital outlay	-	-	10,000	(10,000)
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>60,000</u>	<u>(10,000)</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(22,500)</u>	<u>(22,500)</u>	<u>111,231</u>	<u>133,731</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	(172,500)	(172,500)	(38,769)	133,731
Fund Balances Beginning	<u>12,112,355</u>	<u>12,112,355</u>	<u>12,112,355</u>	<u>-</u>
Fund Balances Ending	<u>\$ 11,939,855</u>	<u>\$ 11,939,855</u>	<u>\$ 12,073,586</u>	<u>\$ 133,731</u>

City of Rocklin

Schedule of Pension Contributions (GASB 68)

June 30, 2019

Miscellaneous Plan	2015	2016	2017	2018	2019
Contractually Required Contributions (Actuarially Determined)	\$ 1,733,315	\$ 1,796,306	\$ 2,019,082	\$ 2,128,089	\$ 2,863,892
Contributions in Relation to Actuarially Determined Contributions	2,685,315	1,796,306	3,691,282	2,523,306	2,863,892
Contribution Deficiency (Excess)	(952,000)	-	(1,672,200)	(395,217)	-
Covered Employee Payroll	\$ 9,856,574	\$ 10,608,255	\$ 10,273,081	\$ 11,211,773	\$ 11,663,465
Contributions as a Percentage of Covered Payroll	27.24%	16.93%	35.93%	22.51%	24.55%
Safety Plan	2015	2016	2017	2018	2019
Contractually Required Contributions (Actuarially Determined)	\$ 2,228,200	\$ 2,561,660	\$ 2,623,619	\$ 2,825,491	\$ 3,012,461
Contributions in Relation to Actuarially Determined Contributions	2,228,200	2,561,660	2,623,619	2,837,597	3,089,436
Contribution Deficiency (Excess)	-	-	-	(12,106)	(76,975)
Covered Employee Payroll	\$ 8,344,457	\$ 9,191,925	\$ 9,200,222	\$ 10,029,811	\$ 10,838,835
Contributions as a Percentage of Covered Payroll	26.70%	27.87%	28.52%	28.29%	28.50%

Notes to Schedule:

Valuation Date: June 30, 2017

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% to 3%
 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 five 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 Changes in Net Pension Liabilities, Net Pension Liabilities and Proportionate Shares (GASB 68) June 30, 2019

Miscellaneous Plan (Agent-Multi Employer)	2015	2016	2017	2018	2019
Total Pension liability					
Service cost	\$ 1,502,398	\$ 1,453,844	\$ 1,558,565	\$ 1,668,040	\$ 1,838,731
Interest	4,540,630	4,835,092	5,163,328	5,444,560	5,748,392
Diff. bet. expected and actual exper.	-	(1,262,496)	-	4,723,245	(507,928)
Changes of assumptions	-	251,382	655,412	130,415	764,300
Benefit payments	(2,184,035)	(2,507,060)	(2,905,028)	(3,049,139)	(3,360,693)
Net change in Total Pension Liability	3,858,993	2,770,762	4,472,277	8,917,121	4,482,802
Total Pension Liability - beginning	60,882,549	64,741,542	67,512,304	71,984,581	80,901,702
Total Pension Liability - ending	\$ 64,741,542	\$ 67,512,304	\$ 71,984,581	\$ 80,901,702	\$ 85,384,504
Plan fiduciary net position					
Employer contributions	\$ 1,521,604	\$ 2,685,315	\$ 1,796,306	\$ 3,691,282	\$ 2,523,306
Employee contributions	714,896	729,001	739,091	759,805	867,085
Net investment income	7,102,833	1,095,538	289,358	5,590,957	4,804,549
Benefit payments	(2,184,035)	(2,507,060)	(2,905,028)	(3,049,139)	(3,360,693)
Net plan to plan resource movement	-	49	-	-	(141)
Administrative expense	-	(56,265)	(30,457)	(73,620)	(88,483)
Other misc income (expense)	-	-	-	-	(168,031)
Net change in plan fiduciary net position	7,155,298	1,946,578	(110,730)	6,919,285	4,577,592
Plan fiduciary net position - beginning	40,872,391	48,027,689	49,974,267	49,863,537	56,782,822
Plan fiduciary net position - ending	\$ 48,027,689	\$ 49,974,267	\$ 49,863,537	\$ 56,782,822	\$ 61,360,414
Net Pension Liability (NPL)	\$ 16,713,853	\$ 17,538,037	\$ 22,121,044	\$ 24,118,880	\$ 24,024,090
Plan fiduciary net position as a percentage of the total Pension liability	74.18%	74.02%	69.27%	70.19%	71.86%
Covered payroll	\$ 9,826,020	\$ 9,856,574	\$ 10,608,255	\$ 10,273,081	\$ 11,211,773
NPL as a percentage of covered payroll	170.10%	177.93%	208.53%	234.78%	214.28%
Safety Plan (Cost Sharing)	2015	2016	2017	2018	2019
Proportion of Net Pension Liability	0.21478%	0.22348%	0.23212%	0.23783%	0.24676%
Proportionate Share of Net Pension Liability	\$ 13,364,737	\$ 15,339,447	\$ 20,085,433	\$ 23,586,276	\$ 23,778,037
Covered Payroll	\$ 8,397,700	\$ 8,344,457	\$ 9,191,925	\$ 9,200,222	\$ 10,029,811
Proportionate Share of Net Pension Liability as a % of Covered Payroll	159.15%	183.83%	218.51%	256.37%	237.07%
Plan Fiduciary's Net Position as a % of the Total Pension Liability	81.42%	80.28%	74.06%	73.31%	75.26%

Notes to Schedule:

Fiscal year 2015 was the first year of implementation of GASB 68, therefore only five 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, 2019

<u>Fiscal Year Ended</u>	2018	2019
Actuarially determined contribution (ADC)	\$ 3,621,000	\$ 3,026,000
Less: actual contribution in relation to ADC	(2,122,778)	(6,431,202)
Contribution deficiency (excess)	<u>\$ 1,498,222</u>	<u>\$ (3,405,202)</u>
Covered employee payroll	\$ 21,465,000	25,692,000
Contrib. as a % of covered employee	9.89%	25.03%

Notes to Schedule:

Assumptions and Methods

Valuation Date:	June 30, 2018
Measurement Date:	June 30, 2018
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%
Medical Trend	Non-Medicare - 7.5% for 2020, decreasing to an ultimate rate of 4.0% in 2076 Medicare - 6.5% for 2020, decreasing to an ultimate rate of 4.0% in 2076
Investment Rate of Return	6.75%, Net of OPEB plan investment expenses, including inflation
Mortality	CalPERS 1997-2011 experience study
Retirement	Actives and Retirees currently covered: 100% Actives currently waived: 80% Retirees currently Waived: 10% elect at 65 Unrepresented & Hourly: 60%

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.

Changes in benefit terms: change of Miscellaneous Monthly City Cap from \$1,093 to \$1,200.

Changes of assumptions: mortality improvement scale was updated to Scale MP-2018; Medical Plan at Retirement; Dependent Participation.

There were no changes in discount rates or trend rates

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Contributions were not based on a measure of pay.

City of Rocklin
Retiree Healthcare Plan
Schedule of Changes in Net OPEB Liability
June 30, 2019

Fiscal Year Ended	2018	2019
Total OPEB liability		
Service cost	\$ 1,097,000	\$ 1,130,000
Interest	2,054,000	2,162,000
Changes of benefit terms	-	713,000
Differences between expected and actual experience	-	(458,000)
Changes of assumptions	-	909,000
Benefit payments	(1,550,000)	(1,617,000)
Net change in Total OPEB Liability	1,601,000	2,839,000
Total OPEB Liability - beginning	30,111,000	31,712,000
Total OPEB Liability - ending	<u>\$ 31,712,000</u>	<u>\$ 34,551,000</u>
Plan fiduciary net position		
Employer contributions	\$ 4,704,600	\$ 2,122,778
Net investment income	836,000	983,000
Benefit payments	(1,550,000)	(1,617,000)
Administrative expense	(4,000)	(23,000)
Net change in plan fiduciary net position	3,986,600	1,465,778
Plan fiduciary net position - beginning	8,343,400	12,330,000
Plan fiduciary net position - ending	<u>\$ 12,330,000</u>	<u>\$ 13,795,778</u>
Net OPEB liability	\$ 19,382,000	\$ 20,755,222
Plan fiduciary net position as a percentage of the total OPEB liability	38.88%	39.93%
Covered employee payroll	\$ 21,865,000	\$ 21,465,000
Net OPEB Liability as a percentage of covered employee payroll	88.64%	96.69%
Total OPEB Liability as a percentage of covered employee payroll	145.04%	160.96%

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.

Changes in benefit terms: change of Miscellaneous Monthly City Cap from \$1,093 to \$1,200.

Changes of assumptions: mortality improvement scale was updated to Scale MP-2018;

Medical Plan at Retirement; Dependent Participation.

There were no changes in discount rates or trend rates

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Contributions were not based on a measure of pay.

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ROCKLIN

CALIFORNIA

SUPPLEMENTARY INFORMATION

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City of Rocklin

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2019

(With Comparative Totals for June 30, 2018)

	Total Special Revenue Funds	Total Capital Projects Funds	Debt Service Funds	Total Permanent Funds	Total Nonmajor Governmental Funds	
					2019	2018
ASSETS						
Cash and investments	\$ 6,522,484	\$ 7,437,084	\$ 7,515	\$ -	\$ 13,967,083	\$ 14,699,792
Restricted cash and investments	157,937	3,503,863	3,767,261	516,122	7,945,183	5,005,946
Receivables:						
Taxes	433,661	-	-	-	433,661	213,017
Intergovernmental	235,248	-	-	-	235,248	905,045
Other receivables	2,626	-	-	-	2,626	660,512
Loans receivable	353,986	-	-	-	353,986	388,986
Total assets	\$ 7,705,942	\$ 10,940,947	\$ 3,774,776	\$ 516,122	\$ 22,937,787	\$ 21,873,298
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES						
Liabilities:						
Accounts payable and accrued liabilities	\$ 827,683	\$ 106,431	\$ 650	\$ -	\$ 934,764	\$ 1,010,888
Due to other funds	260,436	388,244	-	-	648,680	1,981,408
Unearned revenues	1,340	-	-	-	1,340	570,539
Total liabilities	1,089,459	494,675	650	-	1,584,784	3,562,835
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	11,422	-	-	-	11,422	17,862
Fund Balances:						
Nonspendable:						
Endowments	-	-	-	491,455	491,455	491,455
Restricted	6,616,484	3,482,376	3,774,126	24,667	13,897,653	11,427,469
Committed	-	7,352,140	-	-	7,352,140	7,863,099
Unassigned (Deficit)	(11,423)	(388,244)	-	-	(399,667)	(1,489,422)
Total fund balances	6,605,061	10,446,272	3,774,126	516,122	21,341,581	18,292,601
Total liabilities, fund balances and deferred inflows of resources	\$ 7,705,942	\$ 10,940,947	\$ 3,774,776	\$ 516,122	\$ 22,937,787	\$ 21,873,298

City of Rocklin

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

Nonmajor Governmental Funds

For the Year Ended June 30, 2019

(With Comparative Totals for June 30, 2018)

	Total Special Revenue Funds	Total Capital Projects Funds	Debt Service Funds	Total Permanent Funds	Total Nonmajor Governmental Funds	
					2019	2018
REVENUES						
Taxes and assessments	\$ 12,108,617	\$ 519,413	\$ -	\$ -	\$ 12,628,030	\$ 11,516,221
License and permits	15,561	87,636	-	-	103,197	172,495
Fines and forfeitures	183,316	-	-	-	183,316	161,573
Intergovernmental	1,264,446	-	-	-	1,264,446	1,867,203
Charges for services	3,214	940,099	-	-	943,313	255,167
Use of money and property	136,311	217,544	91,196	11,116	456,167	242,004
Contributions from developers and homeowners	-	1,785,491	-	-	1,785,491	2,861,773
Other revenues	-	488,995	-	-	488,995	658,462
Total Revenues	13,711,465	4,039,178	91,196	11,116	17,852,955	17,734,898
EXPENDITURES						
Current:						
General government	1,295,687	1,000	650	-	1,297,337	974,669
Public safety	215,528	-	-	-	215,528	69,398
General services	6,240,626	211,691	-	-	6,452,317	5,774,229
Culture and recreation	1,835,842	66,005	-	-	1,901,847	1,585,328
Community development	43,119	-	-	-	43,119	37,593
Capital outlay	1,146,585	3,329,556	-	-	4,476,141	12,885,350
Debt service:						
Principal	-	32,262	1,037,416	-	1,069,678	963,110
Interest, fiscal charges and fees	-	14,225	388,996	-	403,221	360,615
Total Expenditures	10,777,387	3,654,739	1,427,062	-	15,859,188	22,650,292
Excess (Deficiency) of Revenues over Expenditures	2,934,078	384,439	(1,335,866)	11,116	1,993,767	(4,915,394)
OTHER FINANCING SOURCES (USES)						
Issuance of debt	-	-	-	-	-	3,000,000
Transfers in	8,848	103	531,956	-	540,907	4,109,385
Transfers out	(2,882,083)	(819,243)	-	(10,665)	(3,711,991)	(6,540,552)
Total Other Financing Sources (Uses)	(2,873,235)	(819,140)	531,956	(10,665)	(3,171,084)	568,833
Net Change in Fund Balances	60,843	(434,701)	(803,910)	451	(1,177,317)	(4,346,561)
Fund Balances Beginning	6,544,218	10,880,973	4,578,036	515,671	22,518,898	22,639,162
Fund Balances Ending	<u>\$ 6,605,061</u>	<u>\$ 10,446,272</u>	<u>\$ 3,774,126</u>	<u>\$ 516,122</u>	<u>\$ 21,341,581</u>	<u>\$ 18,292,601</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.
SB1 Road Maintenance and Rehab. Act	Accounts for funds received and expended for City road maintenance projects in accordance with Senate Bill 1, Chapter 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.
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 & 2018, to provide development, installation, servicing, maintenance, repair and operation of parks in the City of Rocklin.
Community Facilities District No. 1	Accounts for revenues to be used for respective community facilities district's operations for fire protection services.
Community Facilities District No. 5	Accounts for revenues to be used for respective community facilities district's operations and maintenance.
Community Facilities District No. 6	Accounts for revenues to be used for 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, 2019

(With Comparative Totals for June 30, 2018)

	Gas Tax	SB1 Road Maintenance & Rehab. Act	Bicycle and Pedestrian Facilities	Prop 1B
ASSETS				
Cash and investments	\$ 879,662	\$ 549,222	\$ -	\$ -
Restricted cash and investments	-	-	-	-
Receivables:				
Taxes	-	218,723	-	-
Intergovernmental	-	-	4,119	-
Other receivables	-	-	-	-
Loans receivable	-	-	-	-
Total assets	\$ 879,662	\$ 767,945	\$ 4,119	\$ -
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 39,745	\$ 196,600	\$ -	\$ -
Due to other funds	-	-	4,119	-
Unearned revenues	-	-	-	-
Total liabilities	39,745	196,600	4,119	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	4,119	-
Fund Balances:				
Restricted	839,917	571,345	-	-
Unassigned (Deficit)	-	-	(4,119)	-
Total fund balances	839,917	571,345	(4,119)	-
Total liabilities, fund balances and deferred inflows of resources	\$ 879,662	\$ 767,945	\$ 4,119	\$ -

City of Rocklin

Combining Balance Sheet

Special Revenue Nonmajor Governmental Funds

June 30, 2019

(With Comparative Totals for June 30, 2018)

	Recreation Facilities Contributions	Lighting Maintenance District #1	Landscaping and Lighting Maintenance District #2	Park Development and Maintenance Tax Fund
ASSETS				
Cash and investments	\$ 38,603	\$ 21,433	\$ 1,870,699	\$ -
Restricted cash and investments	-	-	-	-
Receivables:				
Taxes	-	12,456	108,204	28,455
Intergovernmental	-	-	-	-
Other receivables	-	-	1,340	-
Loans receivable	-	-	-	-
Total assets	\$ 38,603	\$ 33,889	\$ 1,980,243	\$ 28,455
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 33,889	\$ 161,017	\$ -
Due to other funds	-	-	-	28,455
Unearned revenues	-	-	1,340	-
Total liabilities	-	33,889	162,357	28,455
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	-	-
Fund Balances:				
Restricted	38,603	-	1,817,886	-
Unassigned (Deficit)	-	-	-	-
Total fund balances	38,603	-	1,817,886	-
Total liabilities, fund balances and deferred inflows of resources	\$ 38,603	\$ 33,889	\$ 1,980,243	\$ 28,455

Continued

City of Rocklin

Combining Balance Sheet

Special Revenue Nonmajor Governmental Funds

June 30, 2019

(With Comparative Totals for June 30, 2018)

	Community Facilities District No. 1	Community Facilities District No. 5	Community Facilities District No. 6	Housing Rehabilitation
ASSETS				
Cash and investments	\$ -	\$ 2,274,720	\$ 279,489	\$ 287,612
Restricted cash and investments	-	-	-	157,937
Receivables:				
Taxes	14,620	49,391	1,812	-
Intergovernmental	-	-	-	-
Other receivables	-	-	-	-
Loans receivable	-	-	-	353,986
Total assets	\$ 14,620	\$ 2,324,111	\$ 281,301	\$ 799,535
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 298,407	\$ 15,732	\$ -
Due to other funds	14,620	-	-	800
Unearned revenues	-	-	-	-
Total liabilities	14,620	298,407	15,732	800
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	-	-
Fund Balances:				
Restricted	-	2,025,704	265,569	798,735
Unassigned (Deficit)	-	-	-	-
Total fund balances	-	2,025,704	265,569	798,735
Total liabilities, fund balances and deferred inflows of resources	\$ 14,620	\$ 2,324,111	\$ 281,301	\$ 799,535

Continued

City of Rocklin

Combining Balance Sheet

Special Revenue Nonmajor Governmental Funds

June 30, 2019

(With Comparative Totals for June 30, 2018)

	Streets Grants	Asset Forfeiture	Traffic Safety/PD Grants	CASp Certification and Training Fund
ASSETS				
Cash and investments	\$ -	\$ 291,094	\$ -	\$ 29,950
Restricted cash and investments	-	-	-	-
Receivables:				
Taxes	-	-	-	-
Intergovernmental	3,520	-	38,952	-
Other receivables	-	1,286	-	-
Loans receivable	-	-	-	-
Total assets	\$ 3,520	\$ 292,380	\$ 38,952	\$ 29,950
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 62,978	2,871	\$ 627
Due to other funds	3,520	-	36,082	-
Unearned revenues	-	-	-	-
Total liabilities	3,520	62,978	38,953	627
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	3,520	-	3,783	-
Fund Balances:				
Restricted	-	229,402	-	29,323
Unassigned (Deficit)	(3,520)	-	(3,784)	-
Total fund balances	(3,520)	229,402	(3,784)	29,323
Total liabilities, fund balances and deferred inflows of resources	\$ 3,520	\$ 292,380	\$ 38,952	\$ 29,950

Continued

City of Rocklin

Combining Balance Sheet

Special Revenue Nonmajor Governmental Funds

June 30, 2019

(With Comparative Totals for June 30, 2018)

	CDBG HUD Entitlement	Supplemental Law Enforcement Grant	Total Special Revenue Nonmajor Governmental Funds	
			2019	2018
ASSETS				
Cash and investments	\$ -	\$ -	\$ 6,522,484	\$ 6,836,693
Restricted cash and investments	-	-	157,937	158,383
Receivables:				
Taxes	-	-	433,661	213,017
Intergovernmental	188,657	-	235,248	905,045
Other receivables	-	-	2,626	657,162
Loans receivable	-	-	353,986	388,986
Total assets	\$ 188,657	\$ -	\$ 7,705,942	\$ 9,159,286
LIABILITIES, FUND BALANCES AND DEFERRED INFLOWS OF RESOURCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ 15,817	\$ -	\$ 827,683	\$ 565,555
Due to other funds	172,840	-	260,436	1,461,112
Unearned revenues	-	-	1,340	570,539
Total liabilities	188,657	-	1,089,459	2,597,206
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	11,422	17,862
Fund Balances:				
Restricted	-	-	6,616,484	7,132,618
Unassigned (Deficit)	-	-	(11,423)	(588,400)
Total fund balances	-	-	6,605,061	6,544,218
Total liabilities, fund balances and deferred inflows of resources	\$ 188,657	\$ -	\$ 7,705,942	\$ 9,159,286

Concluded

City of Rocklin

Statement of Revenues, Expenditures, and

Changes in Fund Balances

Special Revenue Nonmajor Governmental Funds

For the Year Ended June 30, 2019

(With Comparative Totals for June 30, 2018)

	Gas Tax	SB1 Road Maintenance & Rehab. Act	Bicycle and Pedestrian Facilities	Prop 1B
REVENUES				
Taxes and assessments	\$ 1,384,835	\$ 1,306,057	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	166,146	98,563
Charges for services	-	-	-	-
Use of money and property	25,633	13,721	-	-
Other revenues	-	-	-	-
Total Revenues	1,410,468	1,319,778	166,146	98,563
EXPENDITURES				
Current:				
General government	208,998	-	-	-
Public safety	-	-	-	-
General services	1,621,630	14,467	40,265	98,563
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	1,030,906	-	-
Total Expenditures	1,830,628	1,045,373	40,265	98,563
Excess (Deficiency) of Revenues over Expenditures	(420,160)	274,405	125,881	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(322,579)	-	-	-
Total Other Financing Sources (Uses)	(322,579)	-	-	-
Net Change in Fund Balances	(742,739)	274,405	125,881	-
Fund Balances Beginning	1,582,656	296,940	(130,000)	-
Fund Balances Ending	\$ 839,917	\$ 571,345	\$ (4,119)	\$ -

City of Rocklin

Statement of Revenues, Expenditures, and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2019 (With Comparative Totals for June 30, 2018)

	Recreation Facilities Contributions	Lighting Maintenance District #1	Landscaping and Lighting Maintenance District #2	Park Development and Maintenance Tax Fund
REVENUES				
Taxes and assessments	\$ 500	\$ 249,391	\$ 2,215,951	\$ 581,089
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	702	-	27,081	-
Other revenues	-	-	-	-
Total Revenues	1,202	249,391	2,243,032	581,089
EXPENDITURES				
Current:				
General government	-	20,519	378,094	-
Public safety	-	-	-	-
General services	-	226,472	1,658,249	-
Culture and recreation	-	-	-	6,154
Community development	-	-	-	-
Capital outlay	-	-	42,001	-
Total Expenditures	-	246,991	2,078,344	6,154
Excess (Deficiency) of Revenues over Expenditures	1,202	2,400	164,688	574,935
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	(2,400)	(33,145)	(574,935)
Total Other Financing Sources (Uses)	-	(2,400)	(33,145)	(574,935)
Net Change in Fund Balances	1,202	-	131,543	-
Fund Balances Beginning	37,401	-	1,686,343	-
Fund Balances Ending	\$ 38,603	\$ -	\$ 1,817,886	\$ -

Continued

City of Rocklin

Statement of Revenues, Expenditures, and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2019 (With Comparative Totals for June 30, 2018)

	Community Facilities District No. 1	Community Facilities District No. 5	Community Facilities District No. 6	Housing Rehabilitation
REVENUES				
Taxes and assessments	\$ 1,676,412	\$ 4,385,313	\$ 309,069	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	3,214	-	-	-
Use of money and property	-	44,090	4,103	20,981
Other revenues	-	-	-	-
Total Revenues	1,679,626	4,429,403	313,172	20,981
EXPENDITURES				
Current:				
General government	-	657,497	28,844	800
Public safety	16,833	-	-	-
General services	-	2,198,301	254,604	-
Culture and recreation	-	1,829,688	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	16,833	4,685,486	283,448	800
Excess (Deficiency) of Revenues over Expenditures	1,662,793	(256,083)	29,724	20,181
OTHER FINANCING SOURCES (USES)				
Transfers in	-	8,814	-	-
Transfers out	(1,662,793)	(94,169)	(7,813)	-
Total Other Financing Sources (Uses)	(1,662,793)	(85,355)	(7,813)	-
Net Change in Fund Balances	-	(341,438)	21,911	20,181
Fund Balances Beginning	-	2,367,142	243,658	778,554
Fund Balances Ending	\$ -	\$ 2,025,704	\$ 265,569	\$ 798,735

Continued

City of Rocklin

Statement of Revenues, Expenditures, and Changes in Fund Balances Special Revenue Nonmajor Governmental Funds For the Year Ended June 30, 2019 (With Comparative Totals for June 30, 2018)

	Streets Grants	Asset Forfeiture	Traffic Safety/PD Grants	CASp Certification and Training Fund
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	15,561
Fines and forfeitures	-	183,316	-	-
Intergovernmental	504,441	-	134,132	-
Charges for services	-	-	-	-
Use of money and property	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	504,441	183,316	134,132	15,561
EXPENDITURES				
Current:				
General government	-	-	-	735
Public safety	-	78,641	120,054	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	700
Capital outlay	73,678	-	-	-
Total Expenditures	73,678	78,641	120,054	1,435
Excess (Deficiency) of Revenues over Expenditures	430,763	104,675	14,078	14,126
OTHER FINANCING SOURCES (USES)				
Transfers in	34	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	34	-	-	-
Net Change in Fund Balances	430,797	104,675	14,078	14,126
Fund Balances Beginning	(434,317)	124,727	(17,862)	15,197
Fund Balances Ending	\$ (3,520)	\$ 229,402	\$ (3,784)	\$ 29,323

Continued

City of Rocklin

Statement of Revenues, Expenditures, and

Changes in Fund Balances

Special Revenue Nonmajor Governmental Funds

For the Year Ended June 30, 2019

(With Comparative Totals for June 30, 2018)

	CDBG HUD Entitlement	Supplemental Law Enforcement Grant	Total Special Revenue Nonmajor Governmental Funds	
			2019	2018
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 12,108,617	\$ 10,347,092
Licenses and permits	-	-	15,561	15,447
Fines and forfeitures	-	-	183,316	161,573
Intergovernmental	210,847	150,317	1,264,446	1,867,203
Charges for services	-	-	3,214	-
Use of money and property	-	-	136,311	82,843
Other revenues	-	-	-	5,950
Total Revenues	210,847	150,317	13,711,465	12,480,108
EXPENDITURES				
Current:				
General government	200	-	1,295,687	968,778
Public safety	-	-	215,528	69,398
General services	128,075	-	6,240,626	5,680,181
Culture and recreation	-	-	1,835,842	1,457,248
Community development	42,419	-	43,119	37,593
Capital outlay	-	-	1,146,585	1,789,479
Total Expenditures	170,694	-	10,777,387	10,002,677
Excess (Deficiency) of Revenues over Expenditures	40,153	150,317	2,934,078	2,477,431
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	8,848	4,766
Transfers out	(33,932)	(150,317)	(2,882,083)	(2,542,865)
Total Other Financing Sources (Uses)	(33,932)	(150,317)	(2,873,235)	(2,538,099)
Net Change in Fund Balances	6,221	-	60,843	(60,668)
Fund Balances Beginning	(6,221)	-	6,544,218	6,604,886
Fund Balances Ending	\$ -	\$ -	\$ 6,605,061	\$ 6,544,218
				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, 2019

	Gas Tax			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 1,646,800	\$ 1,646,800	\$ 1,384,835	\$ (261,965)
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	14,100	14,100	25,633	11,533
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	1,660,900	1,660,900	1,410,468	(250,432)
EXPENDITURES				
Current:				
General government	184,300	232,800	208,998	23,802
Public safety	-	-	-	-
General services	1,639,300	1,629,200	1,621,630	7,570
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	345,000	345,000	-	345,000
Total Expenditures	2,168,600	2,207,000	1,830,628	376,372
Excess (Deficiency) of Revenues over Expenditures	(507,700)	(546,100)	(420,160)	125,940
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(347,300)	(360,500)	(322,579)	37,921
Total Other Financing Sources (Uses)	(347,300)	(360,500)	(322,579)	37,921
Net Change in Fund Balances	(855,000)	(906,600)	(742,739)	163,861
Fund Balances Beginning	1,582,656	1,582,656	1,582,656	-
Fund Balances Ending	\$ 727,656	\$ 676,056	\$ 839,917	\$ 163,861

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, 2019

	SB1 Road Maintenance & Rehab. Act			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 1,069,700	\$ 1,069,700	\$ 1,306,057	\$ 236,357
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	1,600	1,600	13,721	12,121
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	1,071,300	1,071,300	1,319,778	248,478
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	14,467	(14,467)
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	1,339,000	1,339,000	1,030,906	308,094
Total Expenditures	1,339,000	1,339,000	1,045,373	293,627
Excess (Deficiency) of Revenues over Expenditures	(267,700)	(267,700)	274,405	542,105
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(267,700)	(267,700)	274,405	542,105
Fund Balances Beginning	296,940	296,940	296,940	-
Fund Balances Ending	\$ 29,240	\$ 29,240	\$ 571,345	\$ 542,105

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, 2019

	Bicycle and Pedestrian Facilities			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	166,146	166,146
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	166,146	166,146
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	40,300	40,265	35
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	40,300	40,265	35
Excess (Deficiency) of Revenues over Expenditures	-	(40,300)	125,881	166,181
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(40,300)	125,881	166,181
Fund Balances Beginning	(130,000)	(130,000)	(130,000)	-
Fund Balances Ending	\$ (130,000)	\$ (170,300)	\$ (4,119)	\$ 166,181

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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, 2019

	Prop 1B			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	27,800	27,800	98,563	70,763
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	27,800	27,800	98,563	70,763
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	27,800	98,300	98,563	(263)
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	27,800	98,300	98,563	(263)
Excess (Deficiency) of Revenues over Expenditures	-	(70,500)	-	70,500
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(70,500)	-	70,500
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (70,500)	\$ -	\$ 70,500

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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, 2019

	Recreation Facilities Contributions			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ 500	\$ 500
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	400	400	702	302
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	400	400	1,202	802
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	400	400	1,202	802
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	400	400	1,202	802
Fund Balances Beginning	37,401	37,401	37,401	-
Fund Balances Ending	\$ 37,801	\$ 37,801	\$ 38,603	\$ 802

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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, 2019

	Lighting Maintenance District #1			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 250,000	\$ 250,000	\$ 249,391	\$ (609)
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	250,000	250,000	249,391	(609)
EXPENDITURES				
Current:				
General government	20,400	20,900	20,519	381
Public safety	-	-	-	-
General services	230,000	230,000	226,472	3,528
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	250,400	250,900	246,991	3,909
Excess (Deficiency) of Revenues over Expenditures	(400)	(900)	2,400	3,300
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(3,200)	(4,000)	(2,400)	1,600
Total Other Financing Sources (Uses)	(3,200)	(4,000)	(2,400)	1,600
Net Change in Fund Balances	(3,600)	(4,900)	-	4,900
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ (3,600)	\$ (4,900)	\$ -	\$ 4,900

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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, 2019

Landscaping and Lighting Maintenance District #2				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 2,303,000	\$ 2,303,000	\$ 2,215,951	\$ (87,049)
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	15,200	15,200	27,081	11,881
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	2,318,200	2,318,200	2,243,032	(75,168)
EXPENDITURES				
Current:				
General government	374,300	386,500	378,094	8,406
Public safety	-	-	-	-
General services	1,716,400	1,704,500	1,658,249	46,251
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	500,000	500,000	42,001	457,999
Total Expenditures	2,590,700	2,591,000	2,078,344	512,656
Excess (Deficiency) of Revenues over Expenditures	(272,500)	(272,800)	164,688	437,488
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(45,900)	(51,000)	(33,145)	17,855
Total Other Financing Sources (Uses)	(45,900)	(51,000)	(33,145)	17,855
Net Change in Fund Balances	(318,400)	(323,800)	131,543	455,343
Fund Balances Beginning	1,686,343	1,686,343	1,686,343	-
Fund Balances Ending	\$ 1,367,943	\$ 1,362,543	\$ 1,817,886	\$ 455,343

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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, 2019

	Park Development and Maintenance Tax Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 575,000	\$ 575,000	\$ 581,089	\$ 6,089
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	575,000	575,000	581,089	6,089
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	6,200	6,154	46
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	6,200	6,154	46
Excess (Deficiency) of Revenues over Expenditures	575,000	568,800	574,935	6,135
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(575,000)	(579,800)	(574,935)	4,865
Total Other Financing Sources (Uses)	(575,000)	(579,800)	(574,935)	4,865
Net Change in Fund Balances	-	(11,000)	-	11,000
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (11,000)	\$ -	\$ 11,000

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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, 2019

	Community Facilities District No. 1			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 1,550,000	\$ 1,550,000	\$ 1,676,412	\$ 126,412
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	3,214	3,214
Other revenues	-	-	-	-
Total Revenues	1,550,000	1,550,000	1,679,626	129,626
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	14,400	16,800	16,833	(33)
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	14,400	16,800	16,833	(33)
Excess (Deficiency) of Revenues over Expenditures	1,535,600	1,533,200	1,662,793	129,593
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,535,600)	(1,634,500)	(1,662,793)	(28,293)
Total Other Financing Sources (Uses)	(1,535,600)	(1,634,500)	(1,662,793)	(28,293)
Net Change in Fund Balances	-	(101,300)	-	101,300
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (101,300)	\$ -	\$ 101,300

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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, 2019

	Community Facilities District No. 5			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 4,200,000	\$ 4,200,000	\$ 4,385,313	\$ 185,313
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	38,500	38,500	44,090	5,590
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	4,238,500	4,238,500	4,429,403	190,903
EXPENDITURES				
Current:				
General government	602,800	654,000	657,497	(3,497)
Public safety	-	-	-	-
General services	2,379,600	2,490,800	2,198,301	292,499
Culture and recreation	1,590,700	1,700,700	1,829,688	(128,988)
Community development	-	-	-	-
Capital outlay	31,700	31,700	-	31,700
Total Expenditures	4,604,800	4,877,200	4,685,486	191,714
Excess (Deficiency) of Revenues over Expenditures	(366,300)	(638,700)	(256,083)	382,617
OTHER FINANCING SOURCES (USES)				
Transfers in	4,800	4,800	8,814	4,014
Transfers out	(83,800)	(93,400)	(94,169)	(769)
Total Other Financing Sources (Uses)	(79,000)	(88,600)	(85,355)	3,245
Net Change in Fund Balances	(445,300)	(727,300)	(341,438)	385,862
Fund Balances Beginning	2,367,142	2,367,142	2,367,142	-
Fund Balances Ending	\$ 1,921,842	\$ 1,639,842	\$ 2,025,704	\$ 385,862

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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, 2019

Community Facilities District No. 6				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Taxes and assessments	\$ 285,000	\$ 285,000	\$ 309,069	\$ 24,069
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	2,700	2,700	4,103	1,403
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	287,700	287,700	313,172	25,472
EXPENDITURES				
Current:				
General government	35,700	35,900	28,844	7,056
Public safety	-	-	-	-
General services	256,800	256,600	254,604	1,996
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	292,500	292,500	283,448	9,052
Excess (Deficiency) of Revenues over Expenditures	(4,800)	(4,800)	29,724	34,524
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(7,500)	(7,500)	(7,813)	(313)
Total Other Financing Sources (Uses)	(7,500)	(7,500)	(7,813)	(313)
Net Change in Fund Balances	(12,300)	(12,300)	21,911	34,211
Fund Balances Beginning	243,658	243,658	243,658	-
Fund Balances Ending	\$ 231,358	\$ 231,358	\$ 265,569	\$ 34,211

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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, 2019

	Housing Rehabilitation			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	20,981	20,981
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	20,981	20,981
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)	20,181	20,981
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	(800)	(800)	20,181	20,981
Fund Balances Beginning	778,554	778,554	778,554	-
Fund Balances Ending	\$ 777,754	\$ 777,754	\$ 798,735	\$ 20,981

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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, 2019

	Streets Grants			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	2,645,000	2,645,000	504,441	(2,140,559)
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	2,645,000	2,645,000	504,441	(2,140,559)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	2,645,000	2,645,000	73,678	2,571,322
Total Expenditures	2,645,000	2,645,000	73,678	2,571,322
Excess (Deficiency) of Revenues over Expenditures	-	-	430,763	430,763
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	34	34
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	34	34
Net Change in Fund Balances	-	-	430,797	430,797
Fund Balances Beginning	(434,317)	(434,317)	(434,317)	-
Fund Balances Ending	\$ (434,317)	\$ (434,317)	\$ (3,520)	\$ 430,797

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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, 2019

	Asset Forfeiture			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	183,316	183,316
Intergovernmental	-	-	-	-
Use of money and property	1,200	1,200	-	(1,200)
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	1,200	1,200	183,316	182,116
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	50,400	78,641	(28,241)
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	50,400	78,641	(28,241)
Excess (Deficiency) of Revenues over Expenditures	1,200	(49,200)	104,675	153,875
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	1,200	(49,200)	104,675	153,875
Fund Balances Beginning	124,727	124,727	124,727	-
Fund Balances Ending	\$ 125,927	\$ 75,527	\$ 229,402	\$ 153,875

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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, 2019

	Traffic Safety/PD Grants			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	134,132	134,132
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	134,132	134,132
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	201,300	120,054	81,246
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	201,300	120,054	81,246
Excess (Deficiency) of Revenues over Expenditures	-	(201,300)	14,078	215,378
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	(201,300)	14,078	215,378
Fund Balances Beginning	(17,862)	(17,862)	(17,862)	-
Fund Balances Ending	\$ (17,862)	\$ (219,162)	\$ (3,784)	\$ 215,378

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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, 2019

	CASp Certification and Training Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	13,000	13,000	15,561	2,561
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	-	-
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	13,000	13,000	15,561	2,561
EXPENDITURES				
Current:				
General government	-	-	735	(735)
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	10,000	10,000	700	9,300
Capital outlay	-	-	-	-
Total Expenditures	10,000	10,000	1,435	8,565
Excess (Deficiency) of Revenues over Expenditures	3,000	3,000	14,126	11,126
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	3,000	3,000	14,126	11,126
Fund Balances Beginning	15,197	15,197	15,197	-
Fund Balances Ending	\$ 18,197	\$ 18,197	\$ 29,323	\$ 11,126

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, 2019

	CDBG HUD Entitlement			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	315,900	315,900	210,847	(105,053)
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	315,900	315,900	210,847	(105,053)
EXPENDITURES				
Current:				
General government	3,300	3,300	200	3,100
Public safety	-	-	-	-
General services	214,400	236,800	128,075	108,725
Culture and recreation	-	-	-	-
Community development	43,500	43,500	42,419	1,081
Capital outlay	-	-	-	-
Total Expenditures	261,200	283,600	170,694	112,906
Excess (Deficiency) of Revenues over Expenditures	54,700	32,300	40,153	7,853
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(54,700)	(57,600)	(33,932)	23,668
Total Other Financing Sources (Uses)	(54,700)	(57,600)	(33,932)	23,668
Net Change in Fund Balances	-	(25,300)	6,221	31,521
Fund Balances Beginning	(6,221)	(6,221)	(6,221)	-
Fund Balances Ending	\$ (6,221)	\$ (31,521)	\$ -	\$ 31,521

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, 2019

	Supplemental Law Enforcement Grant			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	130,000	130,000	150,317	20,317
Use of money and property	-	-	-	-
Charges for services	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	130,000	130,000	150,317	20,317
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	130,000	130,000	150,317	20,317
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(130,000)	(142,100)	(150,317)	(8,217)
Total Other Financing Sources (Uses)	(130,000)	(142,100)	(150,317)	(8,217)
Net Change in Fund Balances	-	(12,100)	-	12,100
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ (12,100)	\$ -	\$ 12,100
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 Financing Authority Capital Projects	Accounts for Rocklin Public Financing Authority capital projects funded by bond proceeds.
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, 2019
(With Comparative Totals for June 30, 2018)

	Park Development Fees	Community Park Fees	Capital Construction Tax	Oak Tree Mitigation Fees
ASSETS				
Cash and investments	\$ 543,331	\$ -	\$ 3,209,384	\$ 1,407,512
Restricted cash and investments	-	-	-	-
Receivables:				
Other receivables	-	-	-	-
Total assets	\$ 543,331	\$ -	\$ 3,209,384	\$ 1,407,512
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 6,717	\$ 35,402
Due to other funds	-	388,244	-	-
Total liabilities	-	388,244	6,717	35,402
Fund Balances:				
Restricted	\$ -	\$ -	\$ -	\$ -
Committed	543,331	-	3,202,667	1,372,110
Unassigned (Deficit)	-	(388,244)	-	-
Total fund balances	543,331	(388,244)	3,202,667	1,372,110
Total liabilities and fund balances	\$ 543,331	\$ -	\$ 3,209,384	\$ 1,407,512

Continued

City of Rocklin
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Whitney Ranch Trunk Sewer Project	North West Rocklin Community Park Fees	Public Facilities Impact Fees	Rocklin Public Financing Authority Capital Projects
ASSETS				
Cash and investments	\$ 412,847	\$ 735,344	\$ 276,380	\$ -
Restricted cash and investments	-	-	-	3,503,863
Receivables:				
Other receivables	-	-	-	-
Total assets	<u>\$ 412,847</u>	<u>\$ 735,344</u>	<u>\$ 276,380</u>	<u>\$ 3,503,863</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ -	\$ 42,825	\$ 21,487
Due to other funds	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>42,825</u>	<u>21,487</u>
Fund Balances:				
Restricted	\$ -	\$ -	\$ -	\$ 3,482,376
Committed	412,847	735,344	233,555	-
Unassigned (Deficit)	-	-	-	-
Total fund balances	<u>412,847</u>	<u>735,344</u>	<u>233,555</u>	<u>3,482,376</u>
Total liabilities and fund balances	<u>\$ 412,847</u>	<u>\$ 735,344</u>	<u>\$ 276,380</u>	<u>\$ 3,503,863</u>

Continued

City of Rocklin
Combining Balance Sheet
Capital Projects Nonmajor Governmental Funds
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Whitney Ranch Interchange Fees	Total Capital Projects Nonmajor Governmental Funds	
		2019	2018
ASSETS			
Cash and investments	\$ 852,286	\$ 7,437,084	\$ 7,863,099
Restricted cash and investments	-	3,503,863	3,980,153
Receivables:			
Other receivables	-	-	3,350
Total assets	\$ 852,286	\$ 10,940,947	\$ 11,846,602
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable and accrued liabilities	\$ -	\$ 106,431	\$ 445,333
Due to other funds	-	388,244	520,296
Total liabilities	-	494,675	965,629
Fund Balances:			
Restricted	\$ -	\$ 3,482,376	\$ 3,918,896
Committed	852,286	7,352,140	7,863,099
Unassigned (Deficit)	-	(388,244)	(901,022)
Total fund balances	852,286	10,446,272	10,880,973
Total liabilities and fund balances	\$ 852,286	\$ 10,940,947	\$ 11,846,602

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, 2019

(With Comparative Totals for June 30, 2018)

	Park Development Fees	Community Park Fees	Capital Construction Tax	Oak Tree Mitigation Fees
REVENUES				
Taxes and assessments	\$ 5,955	\$ 95,986	\$ -	\$ 417,472
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	9,942	-	52,425	24,895
Contributions from developers and homeowners	-	-	1,785,491	-
Other revenue	-	477,431	11,564	-
Total Revenues	15,897	573,417	1,849,480	442,367
EXPENDITURES				
Current:				
General government	-	-	1,000	-
General services	-	-	5,697	72,660
Culture and recreation	-	-	-	51,005
Capital outlay	-	43,000	434,065	-
Debt service:				
Principal	-	-	-	32,262
Interest and fiscal charges	-	10,895	-	3,330
Total Expenditures	-	53,895	440,762	159,257
Excess (Deficiency) of Revenues over Expenditures	15,897	519,522	1,408,718	283,110
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	-	-	-
Transfers in	-	103	-	-
Transfers out	-	(6,847)	(460,436)	(45,115)
Total Other Financing Sources (Uses)	-	(6,744)	(460,436)	(45,115)
Net Change in Fund Balances	15,897	512,778	948,282	237,995
Fund Balances Beginning	527,434	(901,022)	2,254,385	1,134,115
Fund Balances Ending	\$ 543,331	\$ (388,244)	\$ 3,202,667	\$ 1,372,110

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, 2019

(With Comparative Totals for June 30, 2018)

	Whitney Ranch Trunk Sewer Project	North West Rocklin Community Park Fees	Public Facilities Impact Fees	Rocklin Public Financing Authority Capital Projects
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	87,636	-	-	-
Charges for services	-	149,666	298,877	-
Use of money and property	6,736	12,025	19,074	82,287
Contributions from developers and homeowners	-	-	-	-
Other revenue	-	-	-	-
Total Revenues	94,372	161,691	317,951	82,287
EXPENDITURES				
Current:				
General government	-	-	-	-
General services	-	-	133,334	-
Culture and recreation	-	-	15,000	-
Capital outlay	-	-	2,407,606	444,885
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	2,555,940	444,885
Excess (Deficiency) of Revenues over Expenditures	94,372	161,691	(2,237,989)	(362,598)
OTHER FINANCING SOURCES (USES)				
Issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(103)	(232,820)	(73,922)
Total Other Financing Sources (Uses)	-	(103)	(232,820)	(73,922)
Net Change in Fund Balances	94,372	161,588	(2,470,809)	(436,520)
Fund Balances Beginning	318,475	573,756	2,704,364	3,918,896
Fund Balances Ending	\$ 412,847	\$ 735,344	\$ 233,555	\$ 3,482,376

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, 2019

(With Comparative Totals for June 30, 2018)

	Whitney Ranch Interchange Fees	Total Capital Projects Nonmajor Governmental Funds	
		2019	2018
REVENUES			
Taxes and assessments	\$ -	\$ 519,413	\$ 1,169,129
Licenses and permits	-	87,636	157,048
Charges for services	491,556	940,099	255,167
Use of money and property	10,160	217,544	147,939
Contributions from developers and homeowners	-	1,785,491	2,861,773
Other revenue	-	488,995	652,512
Total Revenues	501,716	4,039,178	5,243,568
EXPENDITURES			
Current:			
General government	-	1,000	5,891
General services	-	211,691	94,048
Culture and recreation	-	66,005	128,080
Capital outlay	-	3,329,556	11,095,871
Debt service:			
Principal	-	32,262	468,110
Interest and fiscal charges	-	14,225	31,890
Total Expenditures	-	3,654,739	11,823,890
Excess (Deficiency) of Revenues over Expenditures	501,716	384,439	(6,580,322)
OTHER FINANCING SOURCES (USES)			
Issuance of debt	-	-	3,000,000
Transfers in	-	103	3,519,213
Transfers out	-	(819,243)	(3,990,806)
Total Other Financing Sources (Uses)	-	(819,140)	2,528,407
Net Change in Fund Balances	501,716	(434,701)	(4,051,915)
Fund Balances Beginning	350,570	10,880,973	14,932,888
Fund Balances Ending	\$ 852,286	\$ 10,446,272	\$ 10,880,973
			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, 2019

	Park Development Fees			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 450,000	\$ 450,000	\$ 5,955	\$ (444,045)
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	8,500	8,500	9,942	1,442
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	458,500	458,500	15,897	(442,603)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	458,500	458,500	15,897	(442,603)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	458,500	458,500	15,897	(442,603)
Fund Balances Beginning	527,434	527,434	527,434	-
Fund Balances Ending	\$ 985,934	\$ 985,934	\$ 543,331	\$ (442,603)

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, 2019

	Community Park Fees			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 160,000	\$ 160,000	\$ 95,986	\$ (64,014)
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	-	-	-
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	477,431	477,431
Total Revenues	160,000	160,000	573,417	413,417
EXPENDITURES				
Current:				
General government	40,000	40,000	-	40,000
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	43,000	43,000	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	21,300	21,300	10,895	10,405
Total Expenditures	61,300	104,300	53,895	50,405
Excess (Deficiency) of Revenues over Expenditures	98,700	55,700	519,522	463,822
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	103	103
Transfers out	(9,100)	(9,100)	(6,847)	2,253
Total Other Financing Sources (Uses)	(9,100)	(9,100)	(6,744)	2,356
Net Change in Fund Balances	89,600	46,600	512,778	466,178
Fund Balances Beginning	(901,022)	(901,022)	(901,022)	-
Fund Balances Ending	\$ (811,422)	\$ (854,422)	\$ (388,244)	\$ 466,178

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, 2019

	Capital Construction Tax			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	14,700	14,700	52,425	37,725
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	1,900,000	1,900,000	1,785,491	(114,509)
Other revenues	-	-	11,564	11,564
Total Revenues	1,914,700	1,914,700	1,849,480	(65,220)
EXPENDITURES				
Current:				
General government	3,100	3,100	1,000	2,100
Public safety	-	-	-	-
General services	2,000	2,000	5,697	(3,697)
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	330,200	655,300	434,065	221,235
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	335,300	660,400	440,762	219,638
Excess (Deficiency) of Revenues over Expenditures	1,579,400	1,254,300	1,408,718	154,418
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(533,000)	(555,700)	(460,436)	95,264
Total Other Financing Sources (Uses)	(533,000)	(555,700)	(460,436)	95,264
Net Change in Fund Balances	1,046,400	698,600	948,282	249,682
Fund Balances Beginning	2,254,385	2,254,385	2,254,385	-
Fund Balances Ending	\$ 3,300,785	\$ 2,952,985	\$ 3,202,667	\$ 249,682

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, 2019

	Oak Tree Mitigation Fees			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 100,000	\$ 100,000	\$ 417,472	\$ 317,472
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	11,000	11,000	24,895	13,895
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	111,000	111,000	442,367	331,367
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	105,700	105,700	72,660	33,040
Culture and recreation	63,000	63,000	51,005	11,995
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	533,800	533,800	32,262	501,538
Interest and fiscal charges	1,800	1,800	3,330	(1,530)
Total Expenditures	704,300	704,300	159,257	545,043
Excess (Deficiency) of Revenues over Expenditures	(593,300)	(593,300)	283,110	876,410
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(7,300)	(53,300)	(45,115)	8,185
Total Other Financing Sources (Uses)	(7,300)	(53,300)	(45,115)	8,185
Net Change in Fund Balances	(600,600)	(646,600)	237,995	884,595
Fund Balances Beginning	1,134,115	1,134,115	1,134,115	-
Fund Balances Ending	\$ 533,515	\$ 487,515	\$ 1,372,110	\$ 884,595

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, 2019

	Whitney Ranch Trunk Sewer Project			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	90,000	90,000	87,636	(2,364)
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	3,800	3,800	6,736	2,936
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	93,800	93,800	94,372	572
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	93,800	93,800	94,372	572
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	93,800	93,800	94,372	572
Fund Balances Beginning	318,475	318,475	318,475	-
Fund Balances Ending	\$ 412,275	\$ 412,275	\$ 412,847	\$ 572

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, 2019

	North West Rocklin Community Park Fees			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	200,000	200,000	149,666	(50,334)
Use of money and property	6,700	6,700	12,025	5,325
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	206,700	206,700	161,691	(45,009)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	206,700	206,700	161,691	(45,009)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	(103)	(103)
Total Other Financing Sources (Uses)	-	-	(103)	(103)
Net Change in Fund Balances	206,700	206,700	161,588	(45,112)
Fund Balances Beginning	573,756	573,756	573,756	-
Fund Balances Ending	\$ 780,456	\$ 780,456	\$ 735,344	\$ (45,112)

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, 2019

	Public Facilities Impact Fees			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	500,000	500,000	298,877	(201,123)
Use of money and property	30,200	30,200	19,074	(11,126)
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	530,200	530,200	317,951	(212,249)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	125,700	133,334	(7,634)
Culture and recreation	-	-	15,000	(15,000)
Community development	-	-	-	-
Capital outlay	3,020,100	3,072,500	2,407,606	664,894
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	3,020,100	3,198,200	2,555,940	642,260
Excess (Deficiency) of Revenues over Expenditures	(2,489,900)	(2,668,000)	(2,237,989)	430,011
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(28,300)	(281,800)	(232,820)	48,980
Total Other Financing Sources (Uses)	(28,300)	(281,800)	(232,820)	48,980
Net Change in Fund Balances	(2,518,200)	(2,949,800)	(2,470,809)	478,991
Fund Balances Beginning	2,704,364	2,704,364	2,704,364	-
Fund Balances Ending	\$ 186,164	\$ (245,436)	\$ 233,555	\$ 478,991

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, 2019

Rocklin Public Financing Authority Capital Projects				
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	30,000	30,000	82,287	52,287
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	30,000	30,000	82,287	52,287
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	2,887,400	2,887,400	444,885	2,442,515
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	2,887,400	2,887,400	444,885	2,442,515
Excess (Deficiency) of Revenues over Expenditures	(2,857,400)	(2,857,400)	(362,598)	2,494,802
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(30,000)	(42,000)	(73,922)	(31,922)
Total Other Financing Sources (Uses)	(30,000)	(42,000)	(73,922)	(31,922)
Net Change in Fund Balances	(2,887,400)	(2,899,400)	(436,520)	2,462,880
Fund Balances Beginning	3,918,896	3,918,896	3,918,896	-
Fund Balances Ending	\$ 1,031,496	\$ 1,019,496	\$ 3,482,376	\$ 2,462,880
Continued				

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, 2019

	Whitney Ranch Interchange Fees			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	520,000	520,000	491,556	(28,444)
Use of money and property	-	-	10,160	10,160
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	520,000	520,000	501,716	(18,284)
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	3,700	3,700	-	3,700
Total Expenditures	3,700	3,700	-	3,700
Excess (Deficiency) of Revenues over Expenditures	516,300	516,300	501,716	(14,584)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	516,300	516,300	501,716	(14,584)
Fund Balances Beginning	350,570	350,570	350,570	-
Fund Balances Ending	\$ 866,870	\$ 866,870	\$ 852,286	\$ (14,584)

Continued

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Major Governmental Funds For
the Year Ended June 30, 2019

	Community Facilities District No. 10 Projects			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Use of money and property	-	-	22,420	22,420
Contributions from Community Facilities Districts	-	-	15,004,585	15,004,585
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	-	-	15,027,005	15,027,005
EXPENDITURES				
Current:				
General government	-	-	-	-
Public safety	-	-	-	-
General services	-	-	-	-
Culture and recreation	-	-	-	-
Community development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	-	-	15,027,005	15,027,005
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	15,027,005	15,027,005
Fund Balances Beginning	-	-	-	-
Fund Balances Ending	\$ -	\$ -	\$ 15,027,005	\$ 15,027,005

Continued

This fund is a Major Capital Project Fund. Statement of Revenues, Expenditures, and Changes in Fund Balance are in the Basic Financial Statements Section.

City of Rocklin
Schedule of Revenues, Expenditures, and
Changes in Fund Balances
Budget and Actual (GAAP Basis)
Capital Projects Major Governmental Funds For
the Year Ended June 30, 2019

	Traffic Circulation Impact Fee Fund			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Taxes and assessments	\$ 1,900,000	\$ 1,900,000	\$ 1,904,809	\$ 4,809
Licenses and permits	-	-	-	-
Intergovernmental revenues	644,200	644,200	644,250	50
Charges for services	-	-	-	-
Use of money and property	52,800	52,800	93,776	40,976
Contributions from Community Facilities Districts	-	-	-	-
Contributions from developers and homeowners	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	2,597,000	2,597,000	2,642,835	45,835
EXPENDITURES				
Current:				
General government	-	18,700	8,335	10,365
Public safety	-	-	-	-
General services	310,800	292,100	34,312	257,788
Culture and recreation	-	-	-	-
Community development	66,300	66,300	63,977	2,323
Capital outlay	834,000	834,000	-	834,000
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total Expenditures	1,211,100	1,211,100	106,624	1,104,476
Excess (Deficiency) of Revenues over Expenditures	1,385,900	1,385,900	2,536,211	1,150,311
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(138,400)	(203,800)	(123,462)	80,338
Total Other Financing Sources (Uses)	(138,400)	(203,800)	(123,462)	80,338
Net Change in Fund Balances	1,247,500	1,182,100	2,412,749	1,230,649
Fund Balances Beginning	5,128,443	5,128,443	5,128,443	-
Fund Balances Ending	\$ 6,375,943	\$ 6,310,543	\$ 7,541,192	\$ 1,230,649
				Concluded

This fund is a Major Capital Project Fund. Statement of Revenues, Expenditures, and Changes in Fund Balance are in the Basic Financial Statements Section.

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, 2019
(With Comparative Totals for June 30, 2018)

			Total Permanent Nonmajor Governmental Funds	
	Wetlands Maintenance	Conservation Easement Endowment	2019	2018
ASSETS				
Restricted cash and investments	\$ 62,667	\$ 453,455	\$ 516,122	\$ 515,671
Total assets	<u>\$ 62,667</u>	<u>\$ 453,455</u>	<u>\$ 516,122</u>	<u>\$ 515,671</u>
FUND BALANCES				
Nonspendable endowments	\$ 38,000	\$ 453,455	\$ 491,455	\$ 491,455
Restricted	24,667	-	24,667	24,216
Total fund balances	<u>\$ 62,667</u>	<u>\$ 453,455</u>	<u>\$ 516,122</u>	<u>\$ 515,671</u>

City of Rocklin

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

Permanent Nonmajor Governmental Funds

For the Year Ended June 30, 2019

(With Comparative Totals for June 30, 2018)

			Total Permanent Nonmajor Governmental Funds	
	Wetlands Maintenance	Conservation Easement Endowment	2019	2018
REVENUES				
Use of money and property	\$ 2,640	\$ 8,476	\$ 11,116	\$ 5,555
Total Revenues	<u>2,640</u>	<u>8,476</u>	<u>11,116</u>	<u>5,555</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,640</u>	<u>8,476</u>	<u>11,116</u>	<u>5,555</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(2,189)	(8,476)	(10,665)	(6,881)
Total Other Financing Sources (Uses)	<u>(2,189)</u>	<u>(8,476)</u>	<u>(10,665)</u>	<u>(6,881)</u>
Net Change in Fund Balances	451	-	451	(1,326)
Fund Balances Beginning	<u>62,216</u>	<u>453,455</u>	<u>515,671</u>	<u>516,997</u>
Fund Balances Ending	<u>\$ 62,667</u>	<u>\$ 453,455</u>	<u>\$ 516,122</u>	<u>\$ 515,671</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, 2019

	Wetlands Maintenance			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Use of money and property	\$ 2,100	\$ 2,100	\$ 2,640	\$ 540
Total Revenues	<u>2,100</u>	<u>2,100</u>	<u>2,640</u>	<u>540</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,100</u>	<u>2,100</u>	<u>2,640</u>	<u>540</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(2,200)	(2,200)	(2,189)	11
Total Other Financing Sources (Uses)	<u>(2,200)</u>	<u>(2,200)</u>	<u>(2,189)</u>	<u>11</u>
Net Change in Fund Balances	(100)	(100)	451	551
Fund Balances Beginning	<u>62,216</u>	<u>62,216</u>	<u>62,216</u>	<u>-</u>
Fund Balances Ending	<u>\$ 62,116</u>	<u>\$ 62,116</u>	<u>\$ 62,667</u>	<u>\$ 551</u>

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, 2019

	Conservation Easement Endowment			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES				
Use of money and property	\$ 4,800	\$ 4,800	\$ 8,476	\$ 3,676
Total Revenues	4,800	4,800	8,476	3,676
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	4,800	4,800	8,476	3,676
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(4,800)	(7,600)	(8,476)	(876)
Total Other Financing Sources (Uses)	(4,800)	(7,600)	(8,476)	(876)
Net Change in Fund Balances	-	(2,800)	-	2,800
Fund Balances Beginning	453,455	453,455	453,455	-
Fund Balances Ending	\$ 453,455	\$ 450,655	\$ 453,455	\$ 2,800

Concluded

NONMAJOR DEBT SERVICE FUNDS

Fund Title	Fund Description
Capital Construction Debt Service Fund	Accounts for the debt service related to City capital projects.
Rocklin Public Financing Authority Debt Service Fund	Accounts for the debt service of the Rocklin Public Financing Authority.

City of Rocklin
Combining Balance Sheet
Debt Service Nonmajor Governmental Funds
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Capital Construction Debt Service Fund	Rocklin Public Financing Authority Debt Service Fund	Total Debt Service Funds	
			2019	2018
ASSETS				
Cash and investments	\$ -	\$ 7,515	\$ 7,515	\$ -
Restricted cash and investments	65,523	3,701,738	3,767,261	351,739
Total assets	<u>\$ 65,523</u>	<u>\$ 3,709,253</u>	<u>\$ 3,774,776</u>	<u>\$ 351,739</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 650	\$ 650	\$ -
Fund Balances:				
Restricted	65,523	3,708,603	3,774,126	351,739
Total liabilities and fund balances	<u>\$ 65,523</u>	<u>\$ 3,709,253</u>	<u>\$ 3,774,776</u>	<u>\$ 351,739</u>

City of Rocklin

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

Debt Service Nonmajor Governmental Funds

For the Year Ended June 30, 2019

(With Comparative Totals for June 30, 2018)

	Capital Construction Debt Service Fund	Rocklin Public Financing Authority Debt Service Fund	Total Debt Service Funds	
			2019	2018
REVENUES				
Use of money and property	\$ 5,178	\$ 86,018	\$ 91,196	\$ 5,667
Total Revenues	<u>5,178</u>	<u>86,018</u>	<u>91,196</u>	<u>5,667</u>
EXPENDITURES				
Current:				
General government	-	650	650	-
Debt service:				
Principal	520,000	517,416	1,037,416	495,000
Interest, fiscal charges and fees	303,350	85,646	388,996	328,725
Total Expenditures	<u>823,350</u>	<u>603,712</u>	<u>1,427,062</u>	<u>823,725</u>
Excess (Deficiency) of				
Revenues over Expenditures	<u>(818,172)</u>	<u>(517,694)</u>	<u>(1,335,866)</u>	<u>(818,058)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	531,956	-	531,956	585,406
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>531,956</u>	<u>-</u>	<u>531,956</u>	<u>585,406</u>
Net Change in Fund Balances	(286,216)	(517,694)	(803,910)	(232,652)
Fund Balances Beginning	351,739	4,226,297	4,578,036	584,391
Fund Balances Ending	<u>\$ 65,523</u>	<u>\$ 3,708,603</u>	<u>\$ 3,774,126</u>	<u>\$ 351,739</u>

City of Rocklin
Schedule of Revenues, Expenditures, and
and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Debt Service Nonmajor Governmental Funds
For the Year Ended June 30, 2019

	Capital Construction Debt Service Fund		
	Budgeted Amounts		Variance with
	Original	Final	Final Budget Positive (Negative)
REVENUES			
Use of money and property	\$ 3,000	\$ 3,000	\$ 5,178
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>2,178</u>
EXPENDITURES			
Current:			
General government	-	-	-
Debt service:			
Principal retirement	520,000	520,000	-
Interest and fiscal charges	303,400	303,400	50
Total Expenditures	<u>823,400</u>	<u>823,400</u>	<u>50</u>
Excess (Deficiency) of			
Revenues over Expenditures	<u>(820,400)</u>	<u>(820,400)</u>	<u>2,228</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	563,000	563,000	(31,044)
Transfers out	-	-	-
Total Other Financing Sources (Uses)	<u>563,000</u>	<u>563,000</u>	<u>(31,044)</u>
Net Change in Fund Balances	(257,400)	(257,400)	(28,816)
Fund Balances Beginning	<u>351,739</u>	<u>351,739</u>	<u>-</u>
Fund Balances Ending	<u>\$ 94,339</u>	<u>\$ 94,339</u>	<u>\$ (28,816)</u>

City of Rocklin
Schedule of Revenues, Expenditures, and
and Changes in Fund Balances
Budget and Actual (GAAP Basis)
Debt Service Nonmajor Governmental Funds
For the Year Ended June 30, 2019

	Rocklin Public Financing Authority Debt Service Fund		
	Budgeted Amounts		Variance with
	Original	Final	Final Budget Positive (Negative)
REVENUES			
Use of money and property	\$ 85,600	\$ 85,600	\$ 86,018
Total Revenues	85,600	85,600	86,018
EXPENDITURES			
Current:			
General government	-	-	650
Debt service:			
Principal retirement	517,400	517,400	517,416
Interest and fiscal charges	85,600	85,600	85,646
Total Expenditures	603,000	603,000	603,712
Excess (Deficiency) of			
Revenues over Expenditures	(517,400)	(517,400)	(517,694)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total Other Financing Sources (Uses)	-	-	-
Net Change in Fund Balances	(517,400)	(517,400)	(517,694)
Fund Balances Beginning	4,226,297	4,226,297	4,226,297
Fund Balances Ending	\$ 3,708,897	\$ 3,708,897	\$ 3,708,603

AGENCY FUNDS

Fund Title	Fund Description
Community Facilities District No. 3	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District No. 6	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District No. 7	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District No. 8	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District No. 9	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District No. 10	Accounts for special taxes made on properties to pay for debt issued for infrastructure in the District.
Community Facilities District No. 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 Trust	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, 2019
(With Comparative Totals for June 30, 2018)

	Community Facilities District No. 3	Community Facilities District No. 6	Community Facilities District No. 7
ASSETS			
Current assets:			
Cash and investments	\$ -	\$ 123,694	\$ -
Cash and investments held by trustee	1,741,392	-	421,105
Receivables	5,899	937	875
Total assets	<u>\$ 1,747,291</u>	<u>\$ 124,631</u>	<u>\$ 421,980</u>
LIABILITIES			
Current liabilities:			
Due to other agencies	\$ 1,747,291	\$ 124,631	\$ 421,980
Total liabilities	<u>\$ 1,747,291</u>	<u>\$ 124,631</u>	<u>\$ 421,980</u>

Continued

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Community Facilities District No. 8	Community Facilities District No. 9	Community Facilities District No. 10
ASSETS			
Current assets:			
Cash and investments	\$ 244,642	\$ 293,296	\$ -
Cash and investments held by trustee	-	-	6,023,882
Receivables	1,745	1,781	50,226
Total assets	<u><u>\$ 246,387</u></u>	<u><u>\$ 295,077</u></u>	<u><u>\$ 6,074,108</u></u>
LIABILITIES			
Current liabilities:			
Due to other agencies	\$ 246,387	\$ 295,077	\$ 6,074,108
Total liabilities	<u><u>\$ 246,387</u></u>	<u><u>\$ 295,077</u></u>	<u><u>\$ 6,074,108</u></u>

Continued

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Community Facilities District No. 11	Borowski Landfill Monitoring Trust	Northwest Rocklin Annexation Area Trust
ASSETS			
Current assets:			
Cash and investments	\$ 1,481,701	\$ 2,691	\$ 145,657
Cash and investments held by trustee	-	-	-
Receivables	2,863	-	-
Total assets	\$ 1,484,564	\$ 2,691	\$ 145,657
LIABILITIES			
Current liabilities:			
Due to other agencies	\$ 1,484,564	\$ 2,691	\$ 145,657
Total liabilities	\$ 1,484,564	\$ 2,691	\$ 145,657

Continued

City of Rocklin
Combining Balance Sheet
Agency Funds
June 30, 2019
(With Comparative Totals for June 30, 2018)

	Totals	
	2019	2018
ASSETS		
Current assets:		
Cash and investments	\$ 2,291,681	\$ 2,186,098
Cash and investments held by trustee	8,186,379	6,507,833
Receivables	64,326	59,621
Total assets	<u><u>\$ 10,542,386</u></u>	<u><u>\$ 8,753,552</u></u>
LIABILITIES		
Current liabilities:		
Due to other agencies	\$ 10,542,386	\$ 8,753,552
Total liabilities	<u><u>\$ 10,542,386</u></u>	<u><u>\$ 8,753,552</u></u>
		Concluded

City of Rocklin
Combining Schedule of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2019

	Balance July 01. 2018	Additions	Deductions	Balance June 30. 2019
Community Facilities District No. 3				
ASSETS				
Cash and investments held by trustee	\$ 1,700,422	\$ 773,305	\$ 732,335	\$ 1,741,392
Receivables	3,002	5,899	3,002	5,899
Total assets	<u>\$ 1,703,424</u>	<u>\$ 779,204</u>	<u>\$ 735,337</u>	<u>\$ 1,747,291</u>
LIABILITIES				
Due to other agencies	\$ 1,703,424	\$ 779,204	\$ 735,337	\$ 1,747,291
Total liabilities	<u>\$ 1,703,424</u>	<u>\$ 779,204</u>	<u>\$ 735,337</u>	<u>\$ 1,747,291</u>
Community Facilities District No. 6				
ASSETS				
Cash and investments	\$ 91,694	\$ 130,519	\$ 98,519	\$ 123,694
Receivables	543	937	543	937
Total assets	<u>\$ 92,237</u>	<u>\$ 131,456</u>	<u>\$ 99,062</u>	<u>\$ 124,631</u>
LIABILITIES				
Due to other agencies	\$ 92,237	\$ 131,456	\$ 99,062	\$ 124,631
Total liabilities	<u>\$ 92,237</u>	<u>\$ 131,456</u>	<u>\$ 99,062</u>	<u>\$ 124,631</u>
Community Facilities District No. 7				
ASSETS				
Cash and investments held by trustee	\$ 391,843	\$ 290,159	\$ 260,897	\$ 421,105
Receivables	19,863	875	19,863	875
Total assets	<u>\$ 411,706</u>	<u>\$ 291,034</u>	<u>\$ 280,760</u>	<u>\$ 421,980</u>
LIABILITIES				
Due to other agencies	\$ 411,706	\$ 291,034	\$ 280,760	\$ 421,980
Total liabilities	<u>\$ 411,706</u>	<u>\$ 291,034</u>	<u>\$ 280,760</u>	<u>\$ 421,980</u>

Cont'd

City of Rocklin
Combining Schedule of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2019

Community Facilities District No. 8	Balance July 01. 2018	Additions	Deductions	Balance June 30. 2019
ASSETS				
Cash and investments	\$ 228,601	\$ 274,266	\$ 258,225	\$ 244,642
Receivables	1,925	1,745	1,925	1,745
Total assets	\$ 230,526	\$ 276,011	\$ 260,150	\$ 246,387
LIABILITIES				
Due to other agencies	\$ 230,526	\$ 276,011	\$ 260,150	\$ 246,387
Total liabilities	\$ 230,526	\$ 276,011	\$ 260,150	\$ 246,387
Community Facilities District No. 9	Balance July 01. 2018	Additions	Deductions	Balance June 30. 2019
ASSETS				
Cash and investments	\$ 273,944	\$ 323,385	\$ 304,033	\$ 293,296
Receivables	7,610	1,781	7,610	1,781
Total assets	\$ 281,554	\$ 325,166	\$ 311,643	\$ 295,077
LIABILITIES				
Due to other agencies	\$ 281,554	\$ 325,166	\$ 311,643	\$ 295,077
Total liabilities	\$ 281,554	\$ 325,166	\$ 311,643	\$ 295,077
Community Facilities District No. 10	Balance July 01. 2018	Additions	Deductions	Balance June 30. 2019
ASSETS				
Cash and investments held by trustee	\$ 4,415,568	\$ 2,067,952	\$ 459,638	\$ 6,023,882
Receivables	20,497	50,226	20,497	50,226
Total assets	\$ 4,436,065	\$ 2,118,178	\$ 480,135	\$ 6,074,108
LIABILITIES				
Due to other agencies	\$ 4,436,065	\$ 2,118,178	\$ 480,135	\$ 6,074,108
Total liabilities	\$ 4,436,065	\$ 2,118,178	\$ 480,135	\$ 6,074,108

Cont'd

City of Rocklin
Combining Schedule of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2019

	Balance July 01. 2018	Additions	Deductions	Balance June 30. 2019
Community Facilities District No. 11				
ASSETS				
Cash and investments	\$ 1,474,924	\$ 745,091	\$ 738,314	\$ 1,481,701
Receivables	6,181	2,863	6,181	2,863
Total assets	\$ 1,481,105	\$ 747,954	\$ 744,495	\$ 1,484,564
LIABILITIES				
Due to other agencies	\$ 1,481,105	\$ 747,954	\$ 744,495	\$ 1,484,564
Total liabilities	\$ 1,481,105	\$ 747,954	\$ 744,495	\$ 1,484,564
Borowski Landfill Monitoring Trust				
ASSETS				
Cash and investments	\$ 3,249	\$ 2,691	\$ 3,249	\$ 2,691
Total assets	\$ 3,249	\$ 2,691	\$ 3,249	\$ 2,691
LIABILITIES				
Due to other agencies	\$ 3,249	\$ 2,691	\$ 3,249	\$ 2,691
Total liabilities	\$ 3,249	\$ 2,691	\$ 3,249	\$ 2,691
Northwest Rocklin Annexation Area Trust				
ASSETS				
Cash and investments	\$ 113,686	\$ 145,657	\$ 113,686	\$ 145,657
Total assets	\$ 113,686	\$ 145,657	\$ 113,686	\$ 145,657
LIABILITIES				
Due to other agencies	\$ 113,686	\$ 145,657	\$ 113,686	\$ 145,657
Total liabilities	\$ 113,686	\$ 145,657	\$ 113,686	\$ 145,657
Totals				
ASSETS				
Cash and investments	\$ 2,186,098	\$ 1,621,609	\$ 1,516,026	\$ 2,291,681
Cash and investments held by trustee	6,507,833	3,131,416	1,452,870	8,186,379
Receivables	59,621	64,326	59,621	64,326
Total assets	\$ 8,753,552	\$ 4,817,351	\$ 3,028,517	\$ 10,542,386
LIABILITIES				
Due to other agencies	\$ 8,753,552	\$ 4,817,351	\$ 3,028,517	\$ 10,542,386
Total liabilities	\$ 8,753,552	\$ 4,817,351	\$ 3,028,517	\$ 10,542,386

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STATISTICAL INFORMATION

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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.	174-182
Revenue Capacity	
These schedules contain information to help the reader assess the City's property tax.	184-187
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.	188-192
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.	193-196

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)**

	2010	2011	2012	2013	2014
Governmental activities:					
Net investment in capital assets	\$ 336,857,846	\$ 299,354,604	\$ 311,848,181	\$ 305,672,758	\$ 303,473,919
Restricted	16,013,886	18,109,568	15,572,366	15,031,994	24,905,118
Unrestricted	51,212,204	43,464,022	30,663,690	27,181,118	26,568,355
Total Governmental Activities Net Position	<u>\$ 404,083,936</u>	<u>\$ 360,928,194</u>	<u>\$ 358,084,237</u>	<u>\$ 347,885,870</u>	<u>\$ 354,947,392</u>

Page 1 of 2 (continued)

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

	2015	2016	2017	2018	2019
Governmental activities:					
Net investment in capital assets	\$ 302,623,713	\$ 312,465,313	\$ 305,878,169	\$ 314,115,482	\$ 305,852,202
Restricted	22,509,945	26,651,163	28,671,195	15,238,984	40,348,047
Unrestricted	(7,435,357)	(2,310,614)	4,165,814	5,318,242	2,040,874
Total Governmental Activities Net Position	<u>\$ 317,698,301</u>	<u>\$ 336,805,862</u>	<u>\$ 338,715,178</u>	<u>\$ 334,672,708</u>	<u>\$ 348,241,123</u>

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

	2010	2011	2012	2013	2014
Expenses					
Governmental Activities:					
General Government	\$ 11,502,017	\$ 12,368,561	\$ 19,941,499	\$ 11,213,621	\$ 12,616,551
Public Safety	20,187,996	19,676,954	19,500,808	19,848,065	20,157,508
Public Works	13,203,578	-	-	-	-
General Services	-	21,459,947	21,000,764	26,624,188	26,870,694
Culture and Recreation	8,630,297	-	-	-	-
Community Development	6,975,124	39,474,367	2,388,154	2,488,541	2,111,334
Interest Expense	2,225,218	2,185,827	1,801,574	709,181	521,835
Total Governmental Activities Expenses	62,724,230	95,165,656	64,632,799	60,883,596	62,277,922
Total Primary Government Expenses	62,724,230	95,165,656	64,632,799	60,883,596	62,277,922
Program Revenues					
Governmental Activities:					
Charges For Services:					
General Government	878,576	1,975,872	1,936,755	717,177	1,488,847
Public Safety	698,784	929,151	918,751	986,980	1,002,360
Public Works	27,097	-	-	-	-
General Services	-	3,096,172	2,926,972	2,867,552	5,164,288
Culture and Recreation	2,974,885	-	-	-	-
Community Development	1,061,768	1,359,902	1,408,754	2,838,162	3,663,216
Operating Grants and Contributions	2,891,635	8,514,569	7,875,912	7,023,612	5,027,116
Capital Grants and Contributions	3,845,572	1,061,788	110,327	387,952	3,031,936
Total Governmental Activities Program Revenues	12,378,317	16,937,454	15,177,471	14,821,435	19,377,763
Total Primary Government Program Revenues	12,378,317	16,937,454	15,177,471	14,821,435	19,377,763
Net (Expense)/Revenue					
Governmental activities	(50,345,913)	(78,228,202)	(49,455,328)	(46,062,161)	(42,900,159)
Total Primary Government Net Expense	(50,345,913)	(78,228,202)	(49,455,328)	(46,062,161)	(42,900,159)

Page 1 of 4 (continued)

Note: In 2010-11 the City combined Culture and Recreation and Public Works into General Services. Then in 2015-16, Culture and Recreation separated to a stand alone activity.

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

	2015	2016	2017	2018	2019
Expenses					
Governmental Activities:					
General Government	\$ 12,774,913	\$ 18,001,976	\$ 15,594,154	\$ 13,624,066	\$ 17,129,907
Public Safety	18,646,375	18,957,624	23,573,244	25,317,294	26,650,923
Public Works	-	-	-	-	-
General Services	29,624,287	21,964,264	24,091,079	25,484,445	24,158,972
Culture and Recreation	-	2,623,712	1,680,297	5,156,203	5,727,541
Community Development	2,070,085	2,892,219	3,648,661	5,324,033	5,083,451
Interest Expense	570,731	423,478	997,448	871,020	411,670
Total Governmental Activities Expenses	63,686,391	64,863,273	69,584,883	75,777,061	79,162,464
Total Primary Government Expenses	63,686,391	64,863,273	69,584,883	75,777,061	79,162,464
Program Revenues					
Governmental Activities:					
Charges For Services:					
General Government	1,530,256	1,754,860	1,546,035	2,033,211	1,617,348
Public Safety	1,057,928	1,053,903	1,175,654	1,443,940	1,472,824
Public Works	-	-	-	-	-
General Services	4,805,284	3,176,280	1,123,692	112,424	111,789
Culture and Recreation	-	817,342	817,551	1,884,019	1,262,352
Community Development	3,821,613	5,562,685	6,166,673	8,351,454	6,842,726
Operating Grants and Contributions	5,280,395	11,304,860	8,407,506	5,630,734	5,409,336
Capital Grants and Contributions	185,434	12,126,192	1,979,083	1,502,079	16,661,798
Total Governmental Activities Program Revenues	16,680,910	35,796,122	21,216,194	20,957,861	33,378,173
Total Primary Government Program Revenues	16,680,910	35,796,122	21,216,194	20,957,861	33,378,173
Net (Expense)/Revenue					
Governmental activities	(47,005,481)	(29,067,151)	(48,368,689)	(54,819,200)	(45,784,291)
Total Primary Government Net Expense	(47,005,481)	(29,067,151)	(48,368,689)	(54,819,200)	(45,784,291)

Page 2 of 4 (continued)

Note: In 2010-11 the City combined Culture and Recreation and Public Works into General Services. Then in 2015-16, Culture and Recreation separated to a stand alone activity.

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

	2010	2011	2012	2013	2014
General Revenues and Other					
Changes In Net Position					
Governmental Activities:					
Taxes:					
Property Taxes	14,743,382	13,935,181	11,146,605	9,551,975	10,347,611
Sales and Use Taxes	6,378,150	5,040,007	5,786,761	6,212,703	6,329,277
Gas Tax	1,449,281	4,292,227	3,210,518	3,506,863	4,645,010
Transient Occupancy Tax	344,792	383,641	395,656	403,176	474,424
Other Taxes	4,201,280	4,248,516	7,811,538	6,890,260	6,791,713
Motor Vehicle Fees	3,935,363	3,760,265	3,404,120	3,367,965	3,610,829
Franchise Fees	1,594,426	1,762,153	1,887,441	1,904,499	1,957,384
Impact Fees	1,203,166	445,885	541,592	2,011,105	2,636,172
Investment Earnings	1,936,732	1,543,512	1,263,775	1,588,595	1,531,756
Other Revenues	-	-	-	426,653	156,152
Gain (Loss) on Sale of Assets	-	-	-	-	-
Extraordinary Gain on Dissolution of RDA	-	-	10,471,411	-	11,481,353
Payments to Agency Funds for Debt Defeasance	-	-	-	-	-
Total Governmental Activities	35,786,572	35,411,387	45,919,417	35,863,794	49,961,681
Total Primary Government	35,786,572	35,411,387	45,919,417	35,863,794	49,961,681
Change In Net Position					
Governmental activities	(14,559,341)	(42,816,815)	(3,535,911)	(10,198,367)	7,061,522
Total Primary Government	<u>\$ (14,559,341)</u>	<u>\$ (42,816,815)</u>	<u>\$ (3,535,911)</u>	<u>\$ (10,198,367)</u>	<u>\$ 7,061,522</u>

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

	2015	2016	2017	2018	2019
General Revenues and Other					
Changes In Net Position					
Governmental Activities:					
Taxes:					
Property Taxes	10,921,437	9,833,055	10,641,721	11,412,312	17,790,239
Sales and Use Taxes	7,576,526	12,868,331	12,951,595	14,142,141	16,980,818
Gas Tax	4,709,456	4,634,924	4,532,443	5,007,488	4,997,713
Transient Occupancy Tax	539,796	572,498	730,719	871,468	1,010,227
Other Taxes	8,402,248	8,959,418	9,510,931	9,643,071	10,398,211
Motor Vehicle Fees	3,891,452	4,218,989	4,505,705	4,783,848	32,079
Franchise Fees	2,059,195	2,123,205	2,119,222	2,174,681	2,227,304
Impact Fees	3,124,079	3,045,750	3,682,003	4,444,008	2,932,544
Investment Earnings	1,789,996	1,879,887	1,453,126	1,273,404	1,920,980
Other Revenues	868,893	727,498	128,143	1,128,526	1,059,860
Gain (Loss) on Sale of Assets	(189,630)	(767,147)	22,397	15,608	2,731
Extraordinary Gain on Dissolution of RDA	-	-	-	-	-
Payments to Agency Funds for Debt Defeasance	-	-	-	(4,605,013)	
Total Governmental Activities	43,693,448	48,096,408	50,278,005	50,291,542	59,352,706
Total Primary Government	43,693,448	48,096,408	50,278,005	50,291,542	59,352,706
Change In Net Position					
Governmental activities	(3,312,033)	19,029,257	1,909,316	(4,527,658)	13,568,415
Total Primary Government	<u>\$ (3,312,033)</u>	<u>\$ 19,029,257</u>	<u>\$ 1,909,316</u>	<u>\$ (4,527,658)</u>	<u>\$ 13,568,415</u>

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City of Rocklin

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

	2010	2011	2012	2013	2014
General Fund:					
Nonspendable	\$ 1,823,650	\$ 6,048,708	\$ 948,708	\$ 1,408,708	\$ 1,408,708
Committed	18,063,861	14,161,064	12,982,200	23,465,316	24,933,009
Unassigned	13,358,257	13,534,025	15,019,151	6,525,014	7,085,097
Total General Fund	33,245,768	33,743,797	28,950,059	31,399,038	33,426,814
All Other Governmental Funds:					
Nonspendable	11,752,089	12,870,770	1,003,014	2,569,610	13,648,993
Restricted	35,839,982	17,618,113	15,080,911	14,539,426	24,412,499
Committed	-	-	-	-	2,326,197
Assigned	3,658,407	18,464,493	19,665,360	20,538,696	5,162,428
Unassigned	(8,573,488)	(8,674,542)	(5,865,220)	(5,617,610)	(3,963,333)
Total All Other Governmental Funds	42,676,990	40,278,834	29,884,065	32,030,122	41,586,784
Total All Governmental Funds	\$ 75,922,758	\$ 74,022,631	\$ 58,834,124	\$ 63,429,160	\$ 75,013,598

Page 1 of 2 (continued)

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

	2015	2016	2017	2018	2019
General Fund:					
Nondisposable	\$ 1,408,708	\$ 1,408,708	\$ 1,408,708	\$ 1,057,689	\$ 226,617
Committed	26,094,211	23,292,378	23,788,872	24,928,400	24,830,167
Unassigned	6,667,356	8,360,590	8,277,801	8,528,815	13,157,856
Total General Fund	<u>34,170,275</u>	<u>33,061,676</u>	<u>33,475,381</u>	<u>34,514,904</u>	<u>38,214,640</u>
All Other Governmental Funds:					
Nondisposable	13,043,086	13,757,503	15,437,725	11,398,703	491,455
Restricted	21,804,777	23,287,775	35,084,069	19,018,164	43,404,491
Committed	3,645,358	2,664,534	5,050,480	11,660,760	13,562,550
Assigned	-	-	-	-	-
Unassigned	(2,613,160)	(3,836,388)	(3,714,759)	(1,489,422)	(399,667)
Total All Other Governmental Funds	<u>35,880,061</u>	<u>35,873,424</u>	<u>51,857,515</u>	<u>40,588,205</u>	<u>57,058,829</u>
Total All Governmental Funds	<u>\$ 70,050,336</u>	<u>\$ 68,935,100</u>	<u>\$ 85,332,896</u>	<u>\$ 75,103,109</u>	<u>\$ 95,273,469</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)

	2010	2011	2012	2013	2014
Revenues					
Taxes and assessments	\$ 28,990,898	\$ 31,194,723	\$ 31,273,388	\$ 32,533,333	\$ 35,251,049
Licenses and permits	1,877,390	2,051,659	978,892	1,234,248	2,078,971
Fines and forfeitures	322,076	290,302	200,457	155,846	160,913
Intergovernmental	7,330,605	8,012,591	4,495,057	6,381,554	8,599,289
Charges for services	3,763,720	3,670,824	3,971,307	4,739,901	5,233,861
Use of money and property	1,937,512	1,939,533	1,726,567	2,245,163	2,428,172
Contributions from Community Facilities Districts	-	-	-	-	-
Contributions from developers and homeowners	867,288	391,375	449,309	770,016	1,695,692
Other revenues	3,073,887	5,300,613	4,595,282	2,568,058	2,422,566
Total Revenues	48,163,376	52,851,620	47,690,259	50,628,119	57,870,513
Expenditures					
General government	7,250,768	7,407,257	7,882,485	6,816,545	10,437,917
Public safety	18,833,510	18,322,468	18,158,522	18,326,323	18,746,706
Public works	4,699,101	-	-	-	-
General services	-	12,173,194	10,075,239	16,953,922	16,707,672
Culture and recreation	7,557,599	-	-	-	-
Community development	6,975,124	3,817,974	2,388,154	2,488,541	2,111,334
Capital outlay	6,736,882	8,347,901	2,757,092	3,457,179	8,239,277
Debt service:					
Principal	2,020,000	2,497,869	2,075,000	1,000,000	1,030,000
Interest and fiscal charges	2,292,870	2,185,827	1,458,496	720,659	534,222
Total Expenditures	56,365,854	54,752,490	44,794,988	49,763,169	57,807,128
Excess of Revenues Over(Under) Expenditures	(8,202,478)	(1,900,870)	2,895,271	864,950	63,385
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	-	-	-	-	11,481,353
Transfers from (to) internal service funds	242,867	(8)	-	-	39,700
Defeasance of debt	-	-	-	-	-
Long-term debt proceeds	1,000,000	-	-	-	-
Total Other Financing Sources(Uses)	1,244,380	742	(18,083,778)	5,000	11,521,053
Special Items	-	-	-	-	-
Net Change In Fund Balances	\$ (6,958,098)	\$ (1,900,128)	\$ (15,188,507)	\$ 869,950	\$ 11,584,438
Debt Service as Percentage of Noncapital Expenditures	8.7%	10.1%	8.4%	3.7%	3.2%

Page 1 of 2 (continued)

City of Rocklin

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

	2015	2016	2017	2018	2019
Revenues					
Taxes and assessments	\$ 37,896,309	\$ 40,369,523	\$ 46,579,731	\$ 47,254,480	\$ 57,209,318
Licenses and permits	2,310,009	3,004,681	3,206,481	3,819,110	3,459,621
Fines and forfeitures	564,913	227,817	378,658	428,674	434,809
Intergovernmental	5,412,142	9,666,864	8,077,195	8,450,768	3,454,813
Charges for services	4,345,836	2,629,221	2,861,823	4,071,862	3,560,821
Use of money and property	2,685,218	2,778,659	2,407,423	2,232,378	2,951,821
Contributions from Community Facilities Districts	-	-	-	-	15,004,585
Contributions from developers and homeowners	2,850,688	4,744,217	2,017,824	2,861,773	1,785,491
Other revenues	4,237,970	6,151,550	5,499,670	6,403,899	5,602,179
Total Revenues	60,303,085	69,572,532	71,028,805	75,522,944	93,463,458
Expenditures					
General government	13,705,937	18,233,061	16,261,455	12,924,203	17,007,146
Public safety	19,489,176	20,460,097	20,758,713	22,357,043	24,431,060
Public works	-	-	-	-	-
General services	19,237,232	14,272,425	13,960,714	13,654,648	13,705,894
Culture and recreation	-	1,584,662	1,695,318	4,862,875	5,638,206
Community development	2,228,394	2,963,265	4,041,210	4,941,424	4,851,224
Capital outlay	9,313,759	17,525,161	4,863,869	22,961,872	6,252,105
Debt service:					
Principal	1,070,000	1,110,000	1,160,000	1,811,481	1,069,678
Interest and fiscal charges	584,681	438,478	683,729	691,572	403,221
Total Expenditures	65,629,179	76,587,149	63,425,008	84,205,118	73,358,534
Excess of Revenues Over(Under) Expenditures	(5,326,094)	(7,014,617)	7,603,797	(8,682,174)	20,104,924
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	-	-	-	-	-
Transfer from successor agency	-	-	-	-	-
Transfers from (to) internal service funds	362,832	46,600	51,500	57,400	65,436
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)	362,832	5,899,381	8,793,999	3,057,400	65,436
Special Items	-	-	-	(4,605,013)	-
Net Change In Fund Balances	\$ (4,963,262)	\$ (1,115,236)	\$ 16,397,796	\$ (10,229,787)	\$ 20,170,360
Debt Service as Percentage of Noncapital Expenditures	3.0%	2.6%	3.1%	4.1%	2.1%

Page 2 of 2 (concluded)

City of Rocklin

Assessed 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			
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
2019	9,624,788,062	9,121,300	175,233,065		9,809,142,427	1.00

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	
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
2019	1.000	1.000	0.014	0.024	0.118	0.010	0.044	1.210

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	2019			2010		
		(1)	Rank	Percentage of Total Assessed Valuation	Taxable Assessed Valuation	Rank	Percentage of Total Assessed Valuation
		Taxable Assessed Valuation					
Meridian Apartments LP	Residential	\$ 76,213,648	1	0.78%			
DS Properties 17 LP	Commercial	72,831,258	2	0.74%			
MGP X Properties LLC	Commercial	72,822,136	3	0.74%			
Evergreen SR 1011 LP	Commercial	52,904,282	4	0.54%			
Garnet Creek LLC	Residential	41,297,432	5	0.42%			
Walmart Real Estate Business Trust	Commercial	38,493,137	6	0.39%			
AHST 39	Commercial	38,039,730	7	0.39%			
Winsted Apartments LLC	Residential	37,997,978	8	0.39%			
Brennan James P	Residential	37,441,231	9	0.38%			
Oracle Systems Corporation	Commercial	36,233,590	10	0.37%	28,698,808	9	0.40%
Demmon Meridian Partners LP	Residential				89,769,079	1	1.26%
Sunset Court at Stanford Ranch-344 LLC	Residential				63,708,923	2	0.90%
Rocklin Retail LLC	Commercial				57,384,172	3	0.81%
Evergreen Rocklin Land Joint Venture	Vacant				57,003,383	4	0.80%
Sierrapine	Industrial				41,067,864	5	0.58%
Williams Portfolio 8	Residential				31,590,500	6	0.45%
Sunset Ranchos Investors LLC	Vacant				30,628,766	7	0.43%
United Natural Foods Inc.	Industrial				29,668,665	8	0.42%
Montesa Attached Homes LP	Residential				28,432,817	10	0.40%
Totals		<u>\$ 504,274,422</u>		<u>5.14%</u>	<u>\$ 457,952,977</u>		<u>6.45%</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 Percentage of Tax Levy
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%
2019	17,790,239	17,790,239	100.00%	-	17,790,239	100.00%

Source: City financial records

Note: Amounts are reported and collected under the Teeter Plan. 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.

In 2019, there was a classification change of revenue received for Property Tax in Lieu of Vehicle License Fees out of Motor vehicle fees and over to Property taxes.

City of Rocklin

Table 9

Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Direct Borrowings	Certificates of Participation	Refunding Revenue Bonds	Tax Allocation Bonds	Total Governmental Activities			
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	-	9,593,667	-	16,277,263	16,277,263	0.7%	244
2019	6,133,919	-	9,046,116	-	15,180,035	15,180,035	0.6%	219

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

City of Rocklin
Direct and Overlapping Debt
June 30, 2019

2018/2019 Assessed Valuation:	\$ 9,809,379,394		
			City's Share
Overlapping Tax and Assessment Debt:	Total Debt	% Applicable (1)	of Debt
Rocklin Unified School District	\$ 52,794,483	99.103%	\$ 52,320,916
Placer Union High School District	44,359,138	2.678%/7.567%	2,214,628
Roseville Joint Union High School District	136,440,358	0.061%	83,229
Loomis Union School District	2,870,000	9.940%	285,278
Roseville City School District	14,387,296	0.105%	15,107
Rocklin Unified School District Community Facilities District Nos. 1 and 2	26,859,715	100%	26,859,715
City of Rocklin Community Facilities District No. 3	1,512,458	100%	1,512,458
City of Rocklin Community Facilities District No. 6	544,910	100%	544,910
City of Rocklin Community Facilities District No. 7	901,776	100%	901,776
City of Rocklin Community Facilities District No. 8	1,410,216	100%	1,410,216
City of Rocklin Community Facilities District No. 9	1,679,163	100%	1,679,163
City of Rocklin Community Facilities District No. 10	39,955,000	100%	39,955,000
City of Rocklin Community Facilities District No. 11	5,746,570	100%	5,746,570
California Statewide Community Development Authority 1915 Act Bonds	14,836,275	100%	14,836,275
Total overlapping tax and assessment debt			\$ 148,365,241
Direct and Overlapping General Fund Debt:			
Placer County Certificates of Participation	\$ 25,490,000	12.931%	\$ 3,296,112
Placer County Office of Education Certificates of Participation	910,000	12.931%	117,672
Sierra Joint Community College District Certificates of Participation	3,726,000	9.792%	364,850
Rocklin Unified School District Certificates of Participation	20,630,000	99.103%	20,444,949
Placer Union High School District Certificates of Participation	830,000	2.678%	22,227
Loomis Union School District Certificates of Participation	1,490,000	8.218%	122,448
Roseville City School District Certificates of Participation	5,730,000	0.105%	6,017
City of Rocklin Lease Revenue Bonds	9,046,116	100%	9,046,116
City of Rocklin Direct Borrowings	6,133,919	100%	6,133,919
South Placer Fire Protection District Certificates of Participation	5,050,000	0.938%	47,369
Placer Mosquito & Vector Control District Certificates of Participation	2,925,000	12.931%	378,232
Total direct and overlapping general fund debt			\$ 39,979,911
Overlapping Tax Increment Debt (Successor Agency)	\$ 19,175,000	100%	\$ 19,175,000
Total direct debt			\$ 15,180,035
Total overlapping debt			\$ 192,340,117
Combined Total Debt			\$ 207,520,152 (2)
Ratios to Assessed Valuation:			
Total Overlapping Tax and Assessment Debt		1.51%	
Total Direct Debt		0.15%	
Combined Total Debt		2.12%	
Ratios to Redevelopment Successor Agency Incremental Valuation (\$887,789,656):			
Total Overlapping Tax Increment Debt		2.16%	

(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

	2010	2011	2012	2013	2014
Debt limit	\$ 1,040,678,333	\$ 965,558,269	\$ 931,979,937	\$ 921,512,492	\$ 990,547,827
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	<u>\$ 1,040,678,333</u>	<u>\$ 965,558,269</u>	<u>\$ 931,979,937</u>	<u>\$ 921,512,492</u>	<u>\$ 990,547,827</u>
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

	2015	2016	2017	2018	2019
Debt limit	\$ 1,071,015,201	\$ 1,226,867,673	\$ 1,309,781,510	\$ 1,329,620,375	\$ 1,443,718,209
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	<u>\$ 1,071,015,201</u>	<u>\$ 1,226,867,673</u>	<u>\$ 1,309,781,510</u>	<u>\$ 1,329,620,375</u>	<u>\$ 1,443,718,209</u>
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 2019:

Assessed value - based on secured roll	\$ 9,624,788,062
Debt limit (15% of assessed value)	1,443,718,209
Debt applicable to limit:	
None	-
Legal Debt Margin	<u>\$ 1,443,718,209</u>

Page 2 of 2 (concluded)

City of Rocklin
Pledged-Revenue Coverage
Last Ten Fiscal Years

Table 12

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Lease Revenue Bonds										
Police Department Building										
Lease Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 513,939	\$ 458,034
Debt service:										
Principal	-	-	-	-	-	-	-	-	495,000	520,000
Interest	-	-	-	-	-	-	-	180,973	328,725	303,350
Total	-	-	-	-	-	-	-	180,973	823,725	823,350
Coverage	-	-	-	-	-	-	-	-	0.62	0.56
Certificates of Participation										
Police Department Building										
Lease Revenue	\$ 632,361	\$ 633,930	\$ 539,973	\$ 536,027	\$ 535,807	\$ 539,302	\$ 536,454	\$ 516,077	n/a	n/a
Debt service:										
Principal	470,000	485,000	405,000	415,000	430,000	450,000	465,000	485,000	n/a	n/a
Interest	162,315	148,930	134,973	121,028	105,810	89,305	71,455	31,078	n/a	n/a
Total	632,315	633,930	539,973	536,028	535,810	539,305	536,455	516,078	n/a	n/a
Coverage	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	n/a	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 financial records

City of Rocklin
Demographic and Economic Statistics
Last Ten Fiscal Years

Calendar Year	Population	Per Capita Personal Income	Personal Income (in thousands)	Unemployment Rate
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%
2019	69,249	35,317	2,445,694	3.0%

Sources:

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	2019			2010		
	Number of Employees	Rank	Percent of Total Employment	Number of Employees	Rank	Percentage of Total Employment
Sierra Joint Community College District	1,200	1	20.77%	481	4	13.11%
Rocklin Unified School District	1,056	2	18.28%	861	1	23.47%
Oracle America, Inc.	500	3	8.65%	622	2	16.95%
American Healthcare Administrative Services, Inc.	490	4	8.48%			
United Natural Foods, Inc. (UNFI)	474	5	8.20%	555	3	15.13%
S.E. Scher Corporation	459	6	7.94%			
Purple Communications, Inc.	428	7	7.41%			
Wal-Mart Stores, Inc.	420	8	7.27%			
Chevron Corporation	391	9	6.77%			
Ace Hardware Corporation	360	10	6.23%			
United Parcel Service (UPS)				276	5	7.52%
Educational Media Foundation (K-LOVE Radio)				275	6	7.50%
City of Rocklin				241	7	6.57%
R.C. Willey				133	8	3.62%
Financial Pacific Insurance				113	9	3.08%
Verifone				112	10	3.05%
Total	5,778		100%	3,669		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

Table 15

	For Fiscal Year Ended June 30									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Function:										
Public Safety										
911 Calls processed	11,256	11,026	12,221	13,015	13,950	13,810	15,322	18,638	17,271	Note 3
Officer initiated activity	19,676	14,595	20,857	25,273	20,626	25,048	21,008	21,221	23,018	Note 3
Felony arrests	398	376	399	472	498	310	291	306	253	Note 3
Misdemeanor arrests	1,006	925	822	775	710	838	782	740	922	Note 3
Citations issued	5,832	3,671	3,094	2,639	3,037	3,607	3,317	2,704	3,648	Note 3
Community Development										
Building Permits Issued- SFR ¹	107	77	74	125	286	389	536	68	530	434
Building Permits Issued- MFR Units ²	31	28	55	3	111	310	178	319	-	-
Building Permits Issued- Commercial	27	36	50	45	86	69	65	58	36	38
Building Permits Issued- Pools	63	41	58	59	77	138	163	142	154	186

Notes:

- (1) SFR - Single Family Residences
- (2) MFR - 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									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
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	179	179	179	181	183	190	196	197	198	201
Number of street lights	4,834	4,834	4,834	4,880	4,926	5,133	5,301	5,317	5,339	5,343
Miles of off-street bikeways	16	16	19	19	21	24	26	26	26	26
Recreation										
Parks	32	32	32	32	32	32	33	34	36	36
Community centers	2	2	2	2	2	2	2	2	2	2

Source: City of Rocklin

CITY OF ROCKLIN, CALIFORNIA
APPROPRIATIONS LIMIT SCHEDULE AND
INDEPENDENT ACCOUNTANT'S REPORT

For the Year ended June 30, 2019

* * *



Chavan & Associates, LLP
Certified Public Accountants
1475 Saratoga Ave, Suite 180
San Jose, CA 95129

CITY OF ROCKLIN, CALIFORNIA
APPROPRIATIONS LIMIT SCHEDULE AND
INDEPENDENT ACCOUNTANT'S REPORT

FOR THE YEAR ENDED JUNE 30, 2019

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INDEPENDENT AUDITOR'S REPORT

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

We have performed the procedures enumerated below to the accompanying Appropriations Limit Schedule of the City of Rocklin, (the City), for the year ended June 30, 2019. These procedures, which were agreed to by the City and the League of California Cities (as presented in the publication entitled Agreed Upon Procedures Applied to the Appropriations Limitation Prescribed by Article XIII-B of the California Constitution) were performed solely to assist the City in meeting the requirements of Section 1.5 of Article XIII B of the California Constitution. The City management is responsible for the Appropriations Limit Schedule. This agreed upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures performed and our findings were as follows:

1. We obtained completed worksheets used by the City to calculate its appropriation limit for the fiscal year ended June 30, 2019, and determined that the limit and annual adjustment factors were adopted by resolution of City Council. We also determined that the population and inflation options were selected by a recorded vote of the City Council.

Findings: No exceptions were noted as a result of our procedures.

2. For the accompanying Appropriations Limit Schedule, we added the prior year's limit to the total adjustments and agreed the resulting amount to the current year's limit.

Findings: No exceptions were noted as a result of our procedures.

3. We agreed the current year information presented in the accompanying Appropriation Limit Schedule to corresponding information in worksheets used by the City.

Finding: No exceptions were noted as result of our procedures.

4. We agreed the prior year appropriations limit in the accompanying Appropriation Limit Schedule to the corresponding information in worksheets used by the City.

Finding: No exceptions were noted as a result of our procedures.

We were not engaged and did not conduct an examination, the objective of which would be the expression of an opinion on the accompanying Appropriations Limit Schedule. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might



CHAVAN & ASSOCIATES, LLP
CERTIFIED PUBLIC ACCOUNTANTS

have come to our attention that would have been reported to you. No procedures have been performed with respect to the determination of the appropriation limit for the base year, as defined by Article XIII-B of the California Constitution.

This report is intended solely for the use of the City Council and management of the City and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

C & A LLP

December 15, 2019
San Jose, California

CITY OF ROCKLIN, CALIFORNIA

APPROPRIATIONS LIMIT SCHEDULE FOR THE YEAR ENDED JUNE 30, 2019

	<u>Amount</u>	<u>Source</u>
A. Appropriations limit for the year ended June 30, 2018	\$42,374,155	Prior Year Schedule
B. Calculation Factors:		
1. Population increase %	1.0345 ¹⁾	State Department of Finance
2. Inflation increase %	1.0367	State Department of Finance
3. Total adjustment factor %	1.0725	B1 x B2
C. Annual adjustment Increase (Rounded)	3,072,126	[(B3-1)A)]
D. Other Adjustments:		
Loss responsibility (-)	-	N/A
Transfers to private (-)	-	N/A
Transfers to fees (-)	-	N/A
Assumed responsibility (+)	-	N/A
E. Total Adjustments	3,072,126	(C+D)
F. Appropriations limit for the year ending June 30, 2019	\$45,446,281	(A+E)
¹⁾ Greater of population increase % for:		
City of Rocklin	1.0345	
Placer County	1.0165	

CITY OF ROCKLIN, CALIFORNIA

NOTES TO THE APPROPRIATIONS LIMIT SCHEDULE FOR THE YEAR ENDED JUNE 30, 2019

1. PURPOSE OF LIMITED PROCEDURES REVIEW

Under Article XIII B of the California Constitution (the Gann Spending Limitations Initiative), California governmental agencies are restricted as to the amount of annual appropriations from proceeds of taxes. Effective for years beginning on or after July 1, 1990, under Section 1.5 of Article XIII B, the annual calculation of the appropriation limit is subject to a limited procedures review in connection with the annual audit.

2. METHOD OF CALCULATION

Under Section 10.5 of Article XIII B, for fiscal years beginning on or after July, 1990, the appropriations limit is required to be calculated based on the limit for the fiscal year 1986-87, adjusted for the inflation and population factors discussed in Notes 3 and 4 below.

3. INFLATION FACTORS

A California governmental agency may adjust its appropriations limit by either the annual percentage change in the 4th quarter per capita personal income (which percentage is supplied by the State Department of Finance) or the percentage change in the local assessment roll from the preceding year due to the change of local nonresidential construction. The factor adopted by the City for the year 2018-19 represents the annual percentage change in the per capita personal income.

4. POPULATION FACTORS

A California governmental agency may adjust its appropriations limit by either the annual percentage change of the jurisdiction's own population or the annual percentage change in population of the county where the jurisdiction is located. The factor adopted by the City for the year 2018-19 represents the annual percentage change in population for the City.

5. OTHER ADJUSTMENTS

A California government agency may be required to adjust its appropriations limit when certain events occur, such as the transfer of responsibility for municipal services to, or from, another government agency or private entity.

Resolution



WHEREAS, the 19th Amendment was ratified on August 18, 1920, and on August 26, 1920 was added to the Constitution of the United States. Amendment XIX. The right of citizens of the United States to vote shall not be denied or abridged by the United States or by any state on account of sex, and

WHEREAS, this was a right not granted to women, but won by them over decades of intense, non-violent battles for universal suffrage. Out the work of the suffragists, Carrie Chapman Catt formed the League of Women Voters to educate women about using their vote in 1920, and

WHEREAS, American women of every race, class, and ethnic background have made historic contributions to the growth and strength of our Nation in countless recorded and unrecorded ways;

WHEREAS, American women have played and continue to play critical economic, cultural, and social role in every sphere of the life of the Nation by constituting a significant portion of the labor force working inside and outside of the home;

WHEREAS, American women have played a unique role throughout the history of the Nation by providing the majority of the volunteer labor force of the Nation;

WHEREAS, American women were particularly important in the establishment of early charitable, philanthropic, and cultural institutions in our Nation;

WHEREAS, American women of every race, class, and ethnic background served as early leaders in the forefront of every major progressive social change movement;

WHEREAS, American women have served our country courageously in the military;

WHEREAS, American women have been leaders, not only in securing their own rights of suffrage and equal opportunity, but also in the abolitionist movement, the emancipation movement, the industrial labor movement, the civil rights movement, and other movements, especially the peace movement, which create a more fair and just society for all; and

WHEREAS, suffragist Carrie Chapman Catt, with other women, once the 19th Amendment was passed founded the League of Women's Voters to provide nonpartisan education about voting and public policy in February 1920.

NOW, THEREFORE BE IT RESOLVED, the City Council of the City of Rocklin does hereby commend the efforts of the National Women's History Alliance and declare March 2020 Women's History Month to commence the Celebration for the Centennial of the American Women Winning the Right to Vote, known as the passage of the 19th Amendment.

Resolution



_____	<u>Mayor</u> _____
_____	<u>Vice Mayor</u> _____
_____	<u>Councilmember</u> _____
_____	<u>Councilmember</u> _____
_____	<u>Councilmember</u> _____

Dated: March 25, 2020

Attest:

Hope Ithurnburn, City Clerk



City Council Staff Report

Subject: Proclamation of a Local Emergency

Date: March 24, 2020

Submitted By: Steven Rudolph, City Manager, Director of Emergency Services for the City of Rocklin

Department: City Manager's Office

Staff Recommendation:

Adopt a Resolution of the City Council of the City of Rocklin ratifying the proclamation of a Local Emergency by the Director of Emergency Services and proclaiming the continued existence of a local emergency.

BACKGROUND:

Local, state and federal Public Health Officials have advised that the novel coronavirus (COVID-19) presents a serious risk to public health and safety in that it may result in serious illness or death, and is transmissible from person to person. In addition, local, state and national emergencies have been declared, and the World Health Organization has declared COVID-19 as a pandemic.

The health, safety and welfare of Rocklin residents, businesses, visitors and staff is of utmost importance to the City and additional future measures may be needed to protect the community from the threat of COVID-19. As such, the City Manager in his capacity as the Director of Emergency Services for the City of Rocklin, consistent with the authority granted to him under Rocklin Municipal Code sections 2.32.020 and 2.32.060, issued a Proclamation of a Local Emergency on Wednesday, March 18, 2020, at 9:00 a.m.

The proclamation of a local emergency does not signify an increased risk to the residents

of Rocklin. The proclamation of a local emergency allows the City to utilize and provide mutual aid, secure additional resources, and potentially obtain reimbursement for activities related to the emergency from state and federal sources.

Placer County declared a local health emergency and a local emergency March 3 to ensure public health professionals have all necessary tools at their disposal to keep the community safe from COVID-19. California Governor Gavin Newsom proclaimed a statewide emergency on March 4, and President Trump declared a national emergency on March 13.

Proclaiming a local emergency allows the City of Rocklin to align with state emergency management and to leverage local, state, and federal resources to contain the spread of COVID-19. The declaration of a local emergency comes as local, state, and federal governments are working to control the spread of COVID-19 across the country, reduce the impact on hospital systems and protect the most vulnerable.

ATTACHMENTS:

Description

- ▣ **RESOLUTION**
- ▣ **RESOLUTION - EX A (Proclamation)**

RESOLUTION NO. 2020-____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ROCKLIN RATIFYING THE
PROCLAMATION OF A LOCAL EMERGENCY BY THE DIRECTOR OF EMERGENCY SERVICES

WHEREAS, pursuant to the Rocklin Municipal Code sections 2.32.020 and 2.32.060, the City of Rocklin's Director of Emergency Services is empowered to proclaim the existence or threatened existence of a "local emergency" when the City of Rocklin is affected or likely to be affected by a public calamity, subject to ratification by the City Council within seven days; and

WHEREAS, public health officials have advised the novel coronavirus (COVID-19) is a respiratory disease that may result in serious illness or death, and is transmissible from person to person; and

WHEREAS, the U.S. Department of Public Health and Human Services Secretary has declared a global outbreak of the novel coronavirus (COVID-19), a public health emergency for the United States; and

WHEREAS, the Placer County Public Health Officer has declared a local health emergency pursuant to California Health and Safety Code section 101080, finding there was an imminent and proximate threat to public health from the introduction of COVID-19 in Placer County; and

WHEREAS, the Chief Executive Officer and Director of Emergency Services for Placer County has proclaimed the existence of a county-wide local emergency pursuant to California Government Code sections 8558 and 8630, including the unincorporated and incorporated areas of Placer County, due to threat of COVID-19; and

WHEREAS, the Board of Supervisors for Placer County has ratified the Public Health Officer's Declaration of a Local Health Emergency, and the Director of Emergency Service's Proclamation of a Local Emergency; and

WHEREAS, the Governor of the State of California has proclaimed a State of Emergency to exist in California as a result of the threat of COVID-19; and

WHEREAS, the World Health Organization has declared COVID-19 a pandemic; and

WHEREAS, the President of the United States has issued a proclamation declaring a national emergency concerning the COVID-19 outbreak; and

WHEREAS, as of March 17, 2020, the California Department of Public Health reported 472 positive cases of COVID-19 in California and eleven deaths; and

WHEREAS, as of March 17, 2020, the Placer County Department of Health Services confirmed eight positive tests of novel coronavirus (COVID-19) and one death in Placer County; and

WHEREAS, Local, state and federal public health officials continue to opine that despite sustained efforts, the COVID-19 virus remains a threat; and

WHEREAS, for the past 10 days, the spread of COVID-19 has been escalating and could significantly, negatively and adversely impact the local Rocklin economy; and

WHEREAS, the health, safety and welfare of Rocklin residents, businesses, visitors and staff is of utmost importance to the City and additional future measures may be needed to protect the community from the threat of COVID-19; and

WHEREAS, preparing for, responding to, mitigating and recovering from the spread of COVID-19 requires the City to divert resources from normal day to day operations and has and will continue to impose extraordinary requirements on and expenses to the City; and

WHEREAS, The City of Rocklin may require additional assistance in the future, and a formal declaration of emergency allows the City of Rocklin to provide or receive mutual aid from other jurisdictions and assists in securing available resources, mutual aid, funding and staffing; and

WHEREAS, the City Council of the City of Rocklin finds the aforesaid conditions of extreme peril to the safety of persons and property within the City of Rocklin caused by the threat of COVID-19, which are likely to be beyond the control of the services, personnel, equipment and facilities of the City, warranting and necessitating the proclamation of the existence of a local emergency in the City of Rocklin; and

WHEREAS, the local emergency is ongoing and the proclamation of a local emergency should not be terminated at this time.

NOW, THEREFORE, IT IS HEREBY RESOLVED by the City Council of the City of Rocklin that:

1. The Proclamation of a Local Emergency made on March 18, 2020 by the Director of Emergency Services for the City of Rocklin, attached hereto as Exhibit A and incorporated herewith by reference, is hereby ratified and confirmed; a local emergency now exists throughout the City of Rocklin, California;
2. The City Council has reviewed the need for continuing the proclamation of local emergency and finds based on substantial evidence that the public

interest and necessity require the continuance of the proclamation of Local Emergency related to COVID-19;

- 3. Said Local Emergency shall be deemed to continue to exist until terminated by the City Council of the City of Rocklin; and
- 4. During the existence of this Local Emergency, the powers, functions and duties of the Director of Emergency Services and the emergency organization of the City of Rocklin shall be those prescribed by state law, by the existing ordinances and resolutions of the City Council of the City of Rocklin, as well as this resolution and any subsequent emergency orders of the City Council.
- 5. A copy of this Resolution shall be forwarded to the State Director of Emergency Services with a request that it be found acceptable in accordance with the provisions of the California Disaster Assistance Act (Cal. Gov. Code §8680 *et seq.*)

PASSED AND ADOPTED at a regular meeting held this 24th day of March, 2020, by the following vote:

AYES: Councilmembers:
NOES: Councilmembers:
ABSENT: Councilmembers:
ABSTAIN: Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

APPROVED AS TO FORM:

Sheri Chapman, City Attorney

EXHIBIT A

PROCLAMATION OF EXISTENCE OF A LOCAL EMERGENCY BY DIRECTOR OF EMERGENCY SERVICES

WHEREAS, California Government Code sections 8558 and 8630 empower the City of Rocklin to proclaim the existence of a local emergency when the City is affected or likely to be affected by conditions of disaster or of extreme peril to the safety of persons and property within the City's territorial limits; and

WHEREAS, the Rocklin Municipal Code sections 2.32.020 and 2.32.060 authorize the Director of Emergency Services to proclaim the existence or threatened existence of a local emergency when the City is affected or likely to be affected by conditions of disaster or of extreme peril to the safety of persons and property within the City, and the City Council is not in session; and

WHEREAS, Chapter 2.32.050 of the Rocklin Municipal Code designates the City Manager as the Director of Emergency Services; and

WHEREAS, on January 31, 2020, the U.S. Health and Human Services Secretary Alex M. Azar II declared a global outbreak of the novel coronavirus (COVID-19), a public health emergency for the United States;

WHEREAS, on March 2, 2020, the Placer County Health Department reported the first confirmed case of COVID-19; and

WHEREAS, on March 3, 2020, the Placer County Public Health Officer declared a local health emergency pursuant to California Health and Safety Code section 101080, finding there was an imminent and proximate threat to public health from the introduction of COVID-19 in Placer County; and

WHEREAS, on March 3, 2020, the Chief Executive Officer and Director of Emergency Services for Placer County proclaimed the existence of a county-wide local emergency pursuant to California Government Code sections 8558 and 8630, including the unincorporated and incorporated areas of Placer County, due to threat of COVID-19; and

WHEREAS, on March 9, 2020 the Board of Supervisors for Placer County ratified the Public Health Officer's Declaration of a Local Health Emergency, and the Director of Emergency Service's Proclamation of a Local Emergency; and

WHEREAS, on March 4, 2020, the Governor of the State of California proclaimed a State of Emergency to exist in California as a result of the threat of COVID-19; and

WHEREAS, on March 10, 2020, the World Health Organization declared COVID-19 a pandemic; and

WHEREAS, on March 13, 2020, the President of the United States issued a proclamation declaring a national emergency concerning the COVID-19 outbreak; and

WHEREAS, as of March 17, 2020, the California Department of Public Health reported 472 positive cases of COVID-19 in California and eleven deaths; and

WHEREAS, as of March 17, 2020, the Placer County Department of Health Services confirmed eight positive tests of novel coronavirus (COVID-19) and one death in Placer County; and

WHEREAS, local, state and federal public health officials continue to opine that despite sustained efforts, the COVID-19 virus remains a threat; and

WHEREAS, the health, safety and welfare of Rocklin residents, businesses, visitors and staff is of utmost importance to the City and additional future measures may be needed to protect the community; and

WHEREAS, preparing for, responding to, mitigating and recovering from the spread of COVID-19 requires the City to divert resources from normal day to day operations and has and will continue to impose extraordinary requirements on and expenses to the City; and

WHEREAS, the City of Rocklin may require additional assistance in the future, and a formal declaration of emergency allows the City of Rocklin to provide or received mutual aide from other jurisdictions and assists in securing available resources, mutual aid, funding and staffing.

WHEREAS, the Director of Emergency Services of the City does hereby find:

- a. Conditions of extreme peril to the safety of persons and property have arisen within the City of Rocklin caused by the threat of COVID-19, which are likely to be beyond the control of the services, personnel, equipment and facilities of the City.
- b. At the time of this Proclamation, the City Council is not in session (and cannot immediately be called into session).

NOW THEREFORE, IT IS HEREBY PROCLAIMED that a local emergency exists throughout the City of Rocklin pursuant to Government Code section 8630, commencing on or about the time and date of the signature of the Director of Emergency Services, below; and

IT IS FURTHER PROCLAIMED AND ORDERED that during the existence of said local emergency, the powers, functions and duties of the Director of Emergency Services or his designee, and the emergency organization of the City shall be those prescribed by state law and the ordinances and resolutions of this City, and by the City of Rocklin's Emergency Operations Plan.

IT IS FURTHER PROCLAIMED AND ORDERED that this emergency proclamation shall remain in effect for the next seven (7) days, and thereafter by ratification of the City Council.

SIGNED AND SUBSCRIBED at 9:00 a.m. this 18th day of March, 2020.



Steven Rudolph,
City Manager, City of Rocklin
Director of Emergency Services



City Council Staff Report

Subject: Appointment of Interim Fire Chief

Date: March 24, 2020

Submitted By: Steven Rudolph, City Manager

Department: City Manager's Office

Staff Recommendation:

A. Prior to action, Mayor to read: "Pursuant to Government Code section 54953(c)(3), the compensation for the Interim Fire Chief is \$111.85 per hour."

B. Adopt a Resolution of the City Council of the City of Rocklin Appointing Micheal Despain as Interim Fire Chief, and approving an Employment Agreement.

BACKGROUND:

Chief William Hack recently announced his retirement as Fire Chief for the City of Rocklin Fire Department, having served nearly 3 years in the position. His last day with the City will be April 3, 2020.

In order to provide continuity of leadership within the Fire Department while the City recruits for a new permanent Chief, staff recommends the appointment of an interim Fire Chief. CalPERS regulations allow the City Council to appoint a qualified retired annuitant to fill the vacant position on an interim basis during the active recruitment for a permanent replacement. The interim appointee is limited to 960 work hours per fiscal year.

Staff conducted a search for a qualified candidate to serve as the interim Fire Chief and

recommends the appointment of Micheal Despain to the position.

Chief Despain has served as the Fire Chief for the City of Lincoln, Nebraska, since July of 2016, and retired from his position this month. His education and career as a fire and life safety professional span a period of more than 20 years, during which time he earned a Master of Arts in Human Resources Management, and a designation as an Executive Fire Officer from the National Fire Academy.

Over the years, Chief Despain has filled various executive level positions with growing responsibility, including eight (8) years as the Interim Fire Chief or Fire Chief for the cities of Fresno, Clovis and Lincoln, Nebraska. He has also worked as a professional consultant to facilitate strategic planning, efficiency studies, standards of coverage development and training programs. Further information regarding Chief Despain's qualifications and involvement with various professional organizations is available on his resume attached to this staff report as Exhibit A.

Fiscal Impact:

The cost associated with entering this Agreement is within the budget for FY 2019/20 and will be considered in determining the budget for FY 2020/21.

ATTACHMENTS:

Description

- ▣ **STAFF REPORT - EX A (Resume)**
- ▣ **RESOLUTION**
- ▣ **RESOLUTION - EX A (Employment Agreement)**

The ACM/CFO has reviewed this staff report and certifies that budgeted funds are available, unless a budget amendment is being requested as part of this action item.

Summary of Qualifications

MICHEAL DESPAIN

MA, EFO, CFO, MIFireE

[REDACTED]
[REDACTED]

[REDACTED]

PROFESSIONAL EXPERIENCE

7/2016 – Present

Fire Chief, City of Lincoln Fire & Rescue Department
Lincoln, Nebraska

Executive management level position responsible for all fire and ALS transport service activities within the Department. Member of the City of Lincoln executive management team assisting with the establishment of organizational priorities and provision of services. City of Lincoln is the second largest city in Nebraska, home to the state capitol and the University of Nebraska. LF&R is host agency for FEMA USAR Task Force #1.

Agency Demographics:

Budget; \$41 million, 16 stations, 325 personnel, 100 sq. mi. (fire) 1,000 sq. mi. (EMS), serving the City of Lincoln and portions of a five-county region, protecting a population of approximately 300,000.

Key Accomplishments:

- Improved annual EMS revenues by \$900K in first year. EMS transport program is funded with 100% user fees; no general fund subsidies.
- Successfully walked legislation through the unicameral on behalf the entire state of Nebraska for a Ground Emergency Medical Transport program.
- Secured over \$3 million in grants since 2016 (SAFER, AFG)
- Preserved over \$500,000 in positive cash balance during budget close of both FY17,18 and 19.
- Completed the construction of five new fire stations.
- Developed agency strategic plan and standards of cover.
- Agency recently completed its fifth consecutive candidacy for accreditation by the Commission on Fire Accreditation International (CFAI).
- Received the inaugural Randy R. Bruegman Innovation Award by the Center of Public Safety Excellence (CPSE/March 2019).

5/2015 – Present

President/CEO, M.E.D. Enterprises Inc.

Provide consulting services to fire/EMS agencies. Key services include facilitated strategic planning, development of standards of cover, efficiency studies and professional development planning/training. Corporation also provides management services for various private businesses.

8/2012 – 7/2016

Fire Chief/Fire Marshal, City of Clovis Fire Department
Clovis, California

Executive management level position responsible for all fire service activities within the Department. Member of the City of Clovis management team assisting with the establishment of organizational priorities and provision of services.

Agency Demographics:

Budget; \$13.8 million, 5 stations, 68 personnel, 26 square miles, serving the City of Clovis and portions of the Fresno County Fire Protection District, protecting a population of approximately 115,000.

PROFESSIONAL EXPERIENCE (cont.)

1/2012 – 5/2012

Interim Fire Chief, City of Fresno Fire Department
Fresno, California

Executive management level position responsible for all fire service activities within the Department and contract service areas. Member of the City of Fresno management team assisting with the establishment of organizational priorities and provision of services. Due to budget constraints I also maintained all other assigned responsibilities listed in the Deputy Chief position description. Led agency to \$2.5 million grant to retain employees at risk for layoffs.

Agency Demographics:

Budget; \$54 million, 24 stations, 380 personnel, 336 square miles, serving the City of Fresno (5th largest city in California), North Central Fire Protection District, Fig Garden Fire Protection District, Fresno-Yosemite International Airport and portions of the Fresno County Fire Protection District, protecting a population of over 600,000.

10/2006 – 8/2012

Fire Deputy Chief, City of Fresno Fire Department
Fresno, California

Executive management level position responsible for directing all activities within Fire Prevention, Investigation and Support Services Divisions. Supervised a team of 54 employees, which included sworn fire investigators, civilian fire prevention inspectors, mechanics, computer systems technicians, and other support staff. Prior assignments included: Supervision of the Training Division, which consisted of the following Sections: Training; Supply; Communications; and Repair & Maintenance. Accreditation Manager for the Department; and Emergency Preparedness Officer for the City. Responded as a command level officer to all large-scale emergency incidents. Provided professional and technical staff assistance to the Fire Chief as directed. Acted as the Fire Chief when assigned.

3/2006 – 10/2006

Deputy Fire Chief, City of Clovis Fire Department
Clovis, California

Executive management level position responsible for directing all activities within the Emergency Services Bureau; which consisted of the following Divisions: Operations; Special Operations; Training; Support Services and Administration. Responded as a command level officer to all large-scale emergency incidents. Provided professional and technical staff assistance to the Fire Chief. Served as Emergency Management Coordinator for the City of Clovis. Assigned as Fresno County Operational Area Coordinator in the absence of the Fire Chief.

2003 – 2006

Battalion Chief, City of Clovis Fire Department
Clovis, California

Executive management level position responsible for directing the day-to-day activities of a platoon. Responded as a command level officer to emergency incidents. Coordinated department training, support services and administrative support staff.

PROFESSIONAL EXPERIENCE (cont.)

1998 - 2001 **Adjunct Instructor**, National University
Fresno, California
Provided graduate-level instruction on safety/environmental program management. Developed course curriculum, administered tests, graded project papers. Substitute instructor for other courses as needed.

Work history prior to 1996 not included but available.

OTHER PROFESSIONAL EXPERIENCE

2007 - Present **Peer Assessor**, Center for Public Safety Excellence
Chantilly, VA
Provide subject matter expert evaluation of fire agencies in pursuit of fire service accreditation.
Agencies Reviewed:
Tacoma Fire Department, WA
Temple Terrace Fire Department, FL
China Lake Naval Weapons Base, CA
Cobb County Fire and Rescue, GA
El Paso Fire Department, TX
Kent Regional Fire Authority, WA
Colorado Springs Fire Department, CO
Denver Fire Department, CO

2015 - Present **Senior Consultant**, Fitch and Associates.
Provide subject matter expert evaluation of fire agencies in pursuit of fire service accreditation.
Agencies Reviewed:
Snohomish County Fire District #3, WA (three projects)
North Port Fire Department, FL
Prince George County Fire & EMS, VA
South Whidbey Island Fire & EMS, WA
Roseville Fire Department, CA (two projects)
Cape Coral Fire Department, FL
Brooklyn Park Fire Department, MN
Mountain View Fire & Rescue, CO
Santa Clara County FPD, CA
Manteca Fire Department, CA
Encinitas Fire Department, CA

EDUCATION

1998 - 2001 **National Fire Academy**, Emmitsburg, Maryland
Executive Fire Officer (EFO)

1997 - 1998 **National University**, Fresno, California
Master of Arts - Human Resource Management

1995 - 1996 **Fresno Pacific College**, Fresno, California
Bachelor of Arts - Management and Organizational Development

1990 - 1994 **Fresno City College**, Fresno, California
Associate of Science - Fire Science

PROFESSIONAL/COMMUNITY AFFILIATIONS

2016 - Present Nebraska Fire Chiefs Association - Member

2016 - 2016 California Fire Chiefs Association - Executive Board Member

2014 - 2016 League of California Cities - Board Member

2012 - 2019 Congressional Fire Services Institute - Member

2010 - 2016 Fresno Fire Chiefs Foundation - Board Member

2010 - 2012 Central Valley Burn Aware Foundation - President

2009 - 2016 Fresno City College, Fire Technology Program Advisory Board - Member

2009 - 2016 Clovis Unified School District, Fire Technology Program Advisory Board - Member

2009 - 2010 State Fire Training - CICC Task Force - Member

2008 - 2010 American Red Cross - Board Member

2008 - Present Institute of Fire Engineers - Member

2004 - 2011 Boy Scouts of America - Committee Chair

2003 - 2016 Central Valley Fire Chiefs Association - Member (2008/2010 - President)

2003 - 2016 California Fire Chiefs Association - Member

2003 - Present International Association of Fire Chiefs - Member

PROFFESIONAL CONTRIBUTIONS - (STATE/NATIONAL FIRE SERVICE)

3/2020 **North Carolina Fire Chiefs Association**
Reporting and Measuring Outcomes that Matter
Presenter

8/2019 **International Association of Fire Chiefs Conference, Atlanta, GA**
The Value of Annual Reports
Co-Presenter

6/2019 **International Association of Fire Chiefs/Missouri Valley Conference, Grand Junction, CO**
Reporting and Measuring Outcomes that Matter
Presenter

3/2019 **Center for Public Safety Excellence Conference, Garden Grove, CA**
Reporting and Measuring Outcomes that Matter & Randy R. Bruegman Innovation Award
Co-Presenter

8/2018 **International Association of Fire Chiefs Conference, Dallas, TX**
Reporting and Measuring Outcomes that Matter & Your First Year as Fire Chief
Co-Presenter

5/2018 **Center for Public Safety Excellence Conference, Chantilly, VA (Still In Progress)**
National Fire Protection Association, Boston, MA
21st Century Fire Service - White Paper on the Future of the Fire Service
Co-Author

PROFESSIONAL CONTRIBUTIONS – (STATE/NATIONAL FIRE SERVICE) cont.

- 3/2018 **Center for Public Safety Excellence Conference, Garden Grove, CA**
Reporting and Measuring Outcomes that Matter
Co-Presenter
- 2/2018 **Nebraska State Fire Chiefs Association Conference, Lincoln, NE**
Measuring and Reporting Outcomes that Matter.
Presenter
- 8/2017 **International Association of Fire Chiefs Conference, Charlotte, NC**
Your First Year as Fire Chief.
Co-Presenter for 2017 Conference
- 3/2017 **Center for Public Safety Excellence Conference, Garden Grove, CA**
Best Practices in Fire-Based EMS.
Co-Presenter
- 2/2017 **Nebraska State Fire Chiefs Association Conference, Lincoln, NE**
EMS Transport Deployment and Reimbursement.
Presenter
- 11/2016 **League of Nebraska Municipalities Conference, Lincoln, NE**
EMS Transport Deployment and Reimbursement.
Presenter
- 10/2016 **League of California Cities Conference, Long Beach, CA**
How Bad Data is Hurting the Fire Service.
Co-Presenter
- 8/2016 **International Association of Fire Chiefs Conference, San Antonio, TX**
Using Data the Right Way: Avoiding Common Myths, Mistakes and Misunderstandings.
Co-Presenter
- 12/2015 **Commission on Fire Accreditation International (CFAI)**
Standard of Cover Manual, 6th Ed.
Co-Author/Technical Advisor
- 09/2015 **League of California Cities Conference – San Jose, CA**
Balancing the Scales: Fire Department Service and Community Expectations.
Co-Presenter/Moderator
- 09/2015 **League of California Cities Conference – San Jose, CA**
Maximizing Efficiencies in Your Fire Department.
Co-Presenter/Moderator
- 03/2015 **Commission on Fire Accreditation International (CFAI)**
Fire & Emergency Service Self-Assessment Manual, 9th Ed.
Co-Author/Technical Advisor
- 07/2010 **National Fire Academy (NFA) - Emmitsburg, MD**
Emergency Response Deployment Planning.
Subject Matter Expert –Course development under contract with the U.S. Fire Administration
- 04/2010 **Fire Chief Magazine**
No Experience Necessary.
Author – Article on Use of Civilian Training Officers
- 06/2009 **Commission on Fire Accreditation International (CFAI)**
Fire & Emergency Service Self-Assessment Manual, 8th Ed.
Technical Advisor

RESOLUTION NO. 2020-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ROCKLIN
APPOINTING MICHEAL DESPAIN AS THE
INTERIM FIRE CHIEF AND APPROVING AN EMPLOYMENT AGREEMENT

WHEREAS, Chief William Hack recently announced his retirement from the Rocklin Fire Department, effective April 3, 2020; and

WHEREAS, in order to provide continuity of leadership in the Fire Department while the City recruits for a permanent replacement, the City Council desires to appoint an interim Fire Chief; and

WHEREAS, pursuant to California Government Code section 21221(h), the City Council is authorized to appoint a qualified CalPERS retiree to fill the vacant Fire Chief position on an interim basis during the active recruitment for a permanent replacement; and

WHEREAS, the City Manager has recommended the appointment of Micheal Despain for the position of Interim Fire Chief; and

WHEREAS, Chief Despain is highly qualified and possess the skills necessary to perform the duties of this position, having served for seventeen (17) years in executive level positions including eight (8) years as the Interim Fire Chief or Fire Chief for the Cities of Fresno, Clovis and Lincoln Nebraska; and

WHEREAS, the appointment of Chief Despain to the position of Interim Fire Chief will be for a limited duration while the City actively recruits for a permanent Fire Chief, and Chief Despain will be compensated on an hourly basis in accordance with the City's existing salary schedule, without any benefits or additional compensation.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Rocklin as follows:

Section 1. Micheal Despain is hereby appointed as the Interim Fire Chief for the City of Rocklin, effective April 4, 2020, for a limited term, as specified in the Agreement for Employment. Chief Despain shall report to and serve at the pleasure of the City Manager.

Section 2. The Agreement for Employment between the City of Rocklin and Micheal Despain is hereby approved in substantially the form attached hereto as Exhibit A, and the City Manager is authorized to execute the agreement.

PASSED AND ADOPTED this 24th day of March, by the following vote:

AYES: Councilmembers:

NOES: Councilmembers:

ABSENT: Councilmembers:

ABSTAIN: Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

CITY OF ROCKLIN
AGREEMENT FOR EMPLOYMENT

This Employment Agreement (“**Agreement**”) is entered into by and between the City of Rocklin (“**City**”), a general law city, and Micheal Despain (“**Employee**”), an individual, both of whom agree as follows:

1. Appointment of Interim Fire Chief:

The City Manager of the City hereby appoints Employee to the position of Interim Fire Chief, in and for the City of Rocklin, California, while the City recruits for a permanent Fire Chief.

2. Term of Agreement:

The term of this Agreement shall commence on April 4, 2020 (“**Effective Date**”), and continue until terminated pursuant to paragraphs 3 and 4, until a permanent Fire Chief is hired, or September 30, 2020, whichever occurs sooner.

3. At-Will Employment:

Employee is an “at will” employee who shall serve at the pleasure of the City Manager. Accordingly, the City Manager may terminate Employee’s employment at any time in accordance with the provisions of paragraph 5, with or without cause. Nothing in this Agreement, any statute, ordinance or rule shall prevent, limit or otherwise interfere with the right of the City Manager to terminate Employee’s employment.

4. Duties and Responsibilities:

- a. Employee shall serve as the Interim Fire Chief for the City of Rocklin while the City recruits for a permanent Fire Chief, and Employee shall be vested with the powers, duties and responsibilities set forth in the Rocklin Municipal Code and California law. Employee shall perform the functions and duties specified under the laws of the State of California; the Rocklin Municipal Code; the Ordinances and Resolutions of the City; and such other duties and functions as the City Manager may from time-to-time assign.
- b. Employee agrees to devote not more than forty (40) hours per week to the City’s business. The City Manager and Employee shall determine a mutually agreeable work schedule for Employee.

4. Termination of Employment:

Either party may terminate this Agreement with or without cause, by giving the other party ten (10) calendar days written notice in advance of termination. During the notice period, all the rights and obligations of the parties shall remain in full force and effect.

6. Compensation:

- a. Employee shall be paid \$111.85 per hour for his services as Interim Fire Chief. As an exempt employee, Employee is not eligible for overtime or extra compensation for work performed outside normal business hours.
- b. Employee shall be paid at the same intervals and in the same manner as other City employees.
- c. Employee shall not receive any benefit, incentive, compensation in lieu of benefits, or other form of compensation in addition to the hourly pay rate.

7. 960-Hour Limit

Employee shall not work more than 960 hours in a fiscal year (July 1 through June 30) for employment with all CalPERS employers combined.

8. Indemnification:

The City shall defend, hold harmless and indemnify Employee against any tort, civil rights, personnel, discrimination, professional liability claim or demand or other legal action, whether groundless or otherwise, arising out of an alleged act or omission occurring in the course and scope of Employee's performance of his duties. Such indemnity shall cover Employee against any and all losses, damages, judgments, interest, settlements, fines, court costs and other reasonable costs and expenses of legal proceedings including attorney's fees, and any other liabilities incurred by, imposed upon, or suffered by Employee.

The City may compromise and settle any such claim or suit and pay the amount of any settlement or judgment therefrom. Further, any settlement by Employee must be made with the prior approval of Employer in order for indemnification, as provided in this Section, to be available.

The City's obligation to defend and indemnify Employee is contingent on Employee's cooperation with the City, and with defense counsel. In addition, the City's obligation is contingent on Employee's conduct having occurred within the course and scope of his employment.

In the event of a claim or litigation against both the City and Employee, the City may retain a single attorney to defend both parties, unless there appears to be a conflict in the positions of the City and Employee. In the event that there is a conflict between the City and Employee, then separate counsel shall be retained for each party, and Employer shall pay for both attorneys.

9. Notices:

Notices pursuant to this Agreement shall be in writing given by deposit in the custody of the United States Postal Service, first class postage prepaid, addressed as follows:

a. City:
Attn: City Manager
City of Rocklin
3970 Rocklin Road
Rocklin, CA 95677

b. Employee:
Micheal Despain


Alternatively, notices required pursuant to this Agreement may be personally served in the same manner as is applicable to civil judicial process. Notice shall be deemed given as of the date of personal service or as of the date of deposit of such written notice, postage prepaid, with the United States Postal Service.

10. Miscellaneous:

- a. City will reimburse Employee for normal business expenses in accordance with City policies.
- b. Employee shall have the use of a City vehicle for official City purposes, and for commuting between his residence and his work activities.
- c. Employee shall be provided the necessary safety equipment.
- d. This Agreement does not prohibit Employee from maintaining outside employment/consulting with other agencies, provided those arrangements do not present a conflict of interest with the duties Employee performs for the City of Rocklin, and provided Employee does not work more than 960 hours per fiscal year cumulatively, for CalPERS employers.

- e. The text herein shall constitute the entire agreement between the parties. This Agreement may not be modified, except by written agreement executed by both parties.
- f. If any provision, or any portion thereof, contained in this Agreement is held unconstitutional, invalid or unenforceable, the remainder of this Agreement, or portion thereof, shall be deemed severable, shall not be affected and shall remain in full force and effect.
- g. This Agreement shall be governed by the laws of the State of California.
- h. The parties agree that any ambiguity in this Agreement shall not be construed or interpreted against, or in favor of, either party.
- i. If any legal action or proceeding is brought to enforce or interpret this Agreement, the prevailing party, as determined by the court, shall be entitled to recover from the other party all reasonable costs and attorney's fees, including such fees and costs as may be incurred in enforcing any judgment or order entered in any such action.
- j. This Agreement may be executed in counterparts containing original signatures.

IN WITNESS WHEREOF, the City has caused this Agreement to be signed and executed on its behalf by the City Manager, and Employee has signed and executed this Agreement, on the day and year written below.

“EMPLOYEE”

DATED: _____, 2020

MICHEAL DESPAIN, EMPLOYEE

“CITY”

DATED: _____, 2020

STEVEN P. RUDOLPH, CITY MANAGER

APPROVED AS TO FORM:

SHERI M. CHAPMAN, CITY ATTORNEY

ATTEST:

HOPE ITHURBURN, CITY CLERK



City Council Staff Report

Subject: Resolution of the City Council of the City of Rocklin Declaring Conditions at Locations Within the City of Rocklin to be a Public Nuisance, Ordering Weed Abatement of Same, and Setting the Date and time for a Protest Hearing

Date: March 24, 2020

Submitted By: Justin Nartker, Public Services Director
Rick Lawrence, Streets & Traffic Operations Manager

Department: Public Services

Staff Recommendation:

Adopt a resolution declaring conditions at locations within the City of Rocklin to be a public nuisance, ordering weed abatement of same, and setting the date and time for a protest hearing.

BACKGROUND:

The City's Standards for Maintenance of Vacant Parcels and Rocklin Municipal Code Chapter 8.12, require property owners of vacant parcels within the City to clear their properties of weeds and debris thereby eliminating potential fire hazards.

As part of the weed abatement and rubbish program, the City has sent letters to approximately 220 property owners advising them of the City's Standards, advising them of the timelines for compliance, and warning the property owners that failure to comply with the Standards will result in the City performing the weed abatement and charging them for the service. If payment is not made to the City then a lien will be placed against the property.

The properties listed in Exhibit "A" to the Resolution are vacant lots that require weed abatement. Declaring the properties identified in Exhibit "A" public nuisances will allow

the City to take action in the event the owners do not complete the required weed abatement by June 1, 2020, and/or fail to address the re-growth issue during the burn season.

To complete the weed and rubbish abatement process, the City is required to hold a hearing to hear objections from any landowners whose property has been declared a nuisance. As required by statute, notices will be sent to the owners of the properties declared a nuisance via certified letters mailed March 25, 2020, and the protest hearing will be set for the April 14, 2020 City Council Meeting.

After hearing the objections, if any, the Council shall allow or overrule any objections. At that time, the City will acquire jurisdiction to proceed and perform the work of removal, if the nuisance is not otherwise timely abated.

Fiscal Impact:

No additional fiscal impact has been identified as the amounts noted in this request are included in the original budget approved by Council. These funds will be reimbursed as property owners pay the issued bill and as liens are placed against property for noncompliance and nonpayment.

The account is noted in the table below to demonstrate available funding.

Account	Current Budget	Expended to Date	Available Budget
10082266080	\$45,000	\$36,600	\$8,400

\$25,000 is budgeted from the General Fund (100-822-6080) for the weed abatement project. The General Fund will be reimbursed as property owners pay the issued bill and as liens are placed against properties for noncompliance and nonpayment.

ATTACHMENTS:

Description

- ▣ **Resolution A**
- ▣ **Resolution A - Exhibit A**

The ACM/CFO has reviewed this staff report and certifies that budgeted funds are available, unless a budget amendment is being requested as part of this action item.

RESOLUTION No. 2020-

RESOLUTION OF THE CITY COUNCIL
OF THE CITY OF ROCKLIN DECLARING CONDITIONS AT LOCATIONS WITHIN THE CITY OF
ROCKLIN TO BE A PUBLIC NUISANCE, ORDERING WEED ABATEMENT OF SAME, AND
SETTING THE DATE AND TIME FOR A PROTEST HEARING

WHEREAS, there is an accumulation of combustibles, weeds, and other rank growth on the vacant parcels identified in Exhibit "A" which pose a hazard to the public health and safety, those conditions constitute a public nuisance, and substantially increase the fire hazard; and

WHEREAS, the City's Standards for Maintenance of Vacant Parcels and Rocklin Municipal Code Chapter 8.12 require property owners of vacant parcels within the City to clear their properties of weeds and debris thereby eliminating potential fire hazards; and

WHEREAS, declaring the properties identified in Exhibit "A" public nuisances will allow the City to take action in the event the owners do not complete the required weed abatement by June 1, 2020, and/or fail to address the re-growth issue during the burn season; and

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Rocklin as follows:

Section 1. Upon sufficient information presented to the City Council by City staff the Council finds and declares that conditions at the locations listed on Exhibit A, attached hereto and incorporated herein by this reference, constitute a public nuisance and are detrimental to the public health, safety, and welfare.

Section 2. The City Council orders that the nuisance be abated in accordance with the City's Standards for Maintenance of Vacant Parcels and the Rocklin Municipal Code Chapter 8.12 before June 1st, 2020, or the property owners show cause to the City Council at a hearing on April 14, 2020, at 6:00 p.m. or as soon thereafter as the matter may be heard, at the Rocklin City Council Chambers. If such abatement is not accomplished in the time set forth above, or if satisfactory cause is not shown as to why it should not be abated, the City may cause the abatement to be accomplished and the cost thereof be placed as a special assessment against the property.

Section 3. The City Clerk is hereby directed to mail notice to the owners of the property in accordance with provisions of Section 39567.1 of the Government Code

PASSED AND ADOPTED this 24th day of March, 2020, by the following vote:

AYES: Councilmembers:
NOES: Councilmembers:
ABSENT: Councilmembers:
ABSTAIN: Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

EXHIBIT A

Exhibit A

Weed Abatement Properties

010-010-009-000	010-191-026-000	010-490-017-000	010-490-064-000	017-181-002-000
010-010-016-000	010-203-001-000	010-490-018-000	010-490-065-000	017-181-005-000
010-010-017-000	010-210-013-000	010-490-019-000	010-490-066-000	017-181-008-000
010-010-028-000	010-210-021-000	010-490-020-000	010-490-067-000	017-181-011-000
010-010-029-000	010-210-022-000	010-490-021-000	010-490-068-000	017-181-012-000
010-010-043-000	010-220-040-000	010-490-022-000	010-490-069-000	017-182-004-000
010-010-044-000	010-220-041-000	010-490-023-000	016-020-009-000	017-182-005-000
010-023-002-000	010-220-045-000	010-490-024-000	016-030-003-000	017-182-017-000
010-024-002-000	010-230-008-000	010-490-025-000	016-090-024-000	017-182-023-000
010-026-001-000	010-260-040-000	010-490-026-000	016-100-031-000	017-190-045-000
010-030-006-000	010-260-044-000	010-490-027-000	016-130-012-000	017-276-001-000
010-040-040-000	010-470-003-000	010-490-028-000	016-180-004-000	017-276-004-000
010-072-002-000	010-470-008-000	010-490-029-000	016-180-005-000	017-276-005-000
010-072-009-000	010-470-023-000	010-490-030-000	016-210-002-000	017-276-006-000
010-072-012-000	010-470-024-000	010-490-031-000	016-210-011-000	017-276-007-000
010-072-015-000	010-480-001-000	010-490-032-000	016-220-004-000	017-277-003-000
010-082-059-000	010-480-002-000	010-490-033-000	016-220-005-000	017-281-008-000
010-091-022-000	010-480-003-000	010-490-034-000	016-220-006-000	017-281-014-000
010-091-023-000	010-480-004-000	010-490-035-000	016-230-001-000	017-281-015-000
010-091-024-000	010-480-005-000	010-490-036-000	016-230-002-000	017-281-016-000
010-091-025-000	010-480-006-000	010-490-037-000	016-230-003-000	017-283-010-000
010-092-010-000	010-480-007-000	010-490-038-000	016-230-011-000	017-283-011-000
010-121-006-000	010-480-008-000	010-490-039-000	016-230-012-000	017-283-013-000
010-122-009-000	010-480-009-000	010-490-040-000	016-230-013-000	017-283-014-000
010-122-010-000	010-480-010-000	010-490-041-000	016-240-039-000	017-284-004-000
010-122-011-000	010-480-011-000	010-490-042-000	016-240-044-000	017-284-006-000
010-122-012-000	010-480-012-000	010-490-043-000	016-351-018-000	017-284-007-000
010-131-006-000	010-480-013-000	010-490-044-000	016-351-032-000	017-284-015-000
010-132-013-000	010-480-014-000	010-490-045-000	017-084-001-000	017-284-026-000
010-134-010-000	010-480-015-000	010-490-046-000	017-084-007-000	017-284-027-000
010-144-007-000	010-480-016-000	010-490-047-000	017-084-011-000	017-284-028-000
010-144-008-000	010-480-017-000	010-490-048-000	017-086-011-000	017-284-029-000
010-144-010-000	010-480-018-000	010-490-049-000	017-087-001-000	017-284-030-000
010-162-001-000	010-480-019-000	010-490-050-000	017-087-002-000	017-460-001-000
010-162-002-000	010-480-020-000	010-490-051-000	017-087-003-000	017-460-003-000
010-162-003-000	010-480-021-000	010-490-052-000	017-087-004-000	030-010-011-000
010-162-004-000	010-480-022-000	010-490-053-000	017-087-005-000	030-020-003-000
010-162-005-000	010-480-023-000	010-490-054-000	017-087-007-000	030-030-059-000
010-170-002-000	010-480-024-000	010-490-055-000	017-171-026-000	030-041-001-000
010-181-044-000	010-480-025-000	010-490-056-000	017-171-027-000	030-050-013-000
010-181-051-000	010-490-009-000	010-490-057-000	017-171-030-000	030-060-005-000
010-181-053-000	010-490-010-000	010-490-058-000	017-171-039-000	030-070-016-000
010-181-054-000	010-490-012-000	010-490-059-000	017-171-041-000	030-070-017-000
010-181-055-000	010-490-013-000	010-490-060-000	017-172-014-000	030-140-004-000
010-191-004-000	010-490-014-000	010-490-061-000	017-174-020-000	030-140-022-000
010-191-007-000	010-490-015-000	010-490-062-000	017-174-046-000	030-140-024-000
010-191-020-000	010-490-016-000	010-490-063-000	017-174-047-000	030-140-037-000

Exhibit A

Weed Abatement Properties

030-140-038-000	045-013-023-000	045-120-046-000	365-020-068-000	372-150-031-000
030-140-039-000	045-013-024-000	045-120-049-000	365-020-069-000	372-150-032-000
030-200-033-000	045-021-045-000	045-120-050-000	365-020-070-000	372-150-033-000
030-210-068-000	045-031-001-000	045-120-056-000	365-020-071-000	372-150-034-000
030-210-069-000	045-031-003-000	045-120-057-000	365-020-072-000	372-150-035-000
030-270-001-000	045-031-004-000	045-120-059-000	368-020-031-000	372-150-036-000
030-270-002-000	045-031-005-510	045-120-062-000	370-120-003-000	372-150-037-000
030-270-003-000	045-031-013-000	045-120-065-000	370-120-004-000	372-150-038-000
030-270-004-000	045-031-014-000	045-120-068-000	370-120-005-000	372-150-039-000
030-270-005-000	045-031-047-000	045-120-069-000	371-010-003-000	372-150-040-000
030-270-006-000	045-041-014-000	045-131-001-000	371-010-005-000	372-150-041-000
030-270-007-000	045-041-016-000	045-131-003-000	371-040-024-000	372-150-042-000
030-270-008-000	045-041-018-000	045-132-001-000	372-130-001-000	372-150-043-000
030-270-009-000	045-041-019-000	045-132-021-000	372-130-002-000	372-150-044-000
030-270-010-000	045-041-020-000	045-132-022-000	372-130-003-000	372-150-065-000
030-270-011-000	045-041-025-000	045-141-004-000	372-130-004-000	372-150-066-000
030-270-012-000	045-041-043-000	045-150-023-000	372-130-005-000	372-150-067-000
030-270-013-000	045-041-044-000	045-150-048-000	372-130-006-000	372-150-068-000
030-270-014-000	045-041-045-000	045-150-052-000	372-130-007-000	372-150-069-000
030-280-001-000	045-042-053-000	045-161-007-000	372-130-008-000	372-150-070-000
030-280-002-000	045-042-055-000	045-161-014-000	372-130-009-000	372-150-071-000
030-280-003-000	045-043-046-000	045-161-015-000	372-130-010-000	372-150-072-000
030-280-004-000	045-043-047-000	045-161-016-000	372-130-011-000	372-150-073-000
030-280-005-000	045-043-048-000	045-190-008-000	372-130-012-000	372-150-074-000
030-280-006-000	045-052-011-000	045-260-044-000	372-130-013-000	372-150-075-000
030-280-007-000	045-052-026-000	045-360-001-000	372-130-019-000	372-150-076-000
030-280-008-000	045-053-039-000	045-390-019-000	372-130-020-000	372-150-077-000
030-280-009-000	045-053-040-000	045-390-020-000	372-130-021-000	372-150-078-000
030-280-010-000	045-053-064-000	045-450-027-000	372-130-022-000	372-150-079-000
030-280-011-000	045-053-084-000	046-010-006-000	372-130-023-000	372-150-080-000
030-280-012-000	045-080-033-000	046-010-007-000	372-130-024-000	372-150-081-000
030-280-013-000	045-090-004-000	046-010-069-000	372-130-025-000	372-150-082-000
030-280-014-000	045-090-061-000	046-010-071-000	372-130-026-000	372-150-084-000
030-280-015-000	045-090-062-000	046-010-072-000	372-130-027-000	372-160-001-000
030-280-016-000	045-101-059-000	046-010-073-000	372-130-028-000	372-160-002-000
032-010-010-000	045-101-066-000	046-010-074-000	372-150-006-000	372-160-003-000
032-010-021-000	045-103-006-000	046-010-075-000	372-150-007-000	372-160-004-000
032-060-065-000	045-110-034-000	046-010-077-000	372-150-008-000	372-160-005-000
032-070-065-000	045-110-054-000	046-020-003-000	372-150-009-000	372-160-006-000
032-070-066-000	045-110-055-000	046-020-071-000	372-150-010-000	372-160-007-000
032-070-067-000	045-110-062-000	046-020-072-000	372-150-011-000	372-160-008-000
045-011-012-000	045-110-063-000	046-030-070-000	372-150-012-000	372-160-009-000
045-011-014-000	045-110-064-000	046-214-003-000	372-150-013-000	372-160-010-000
045-011-015-000	045-110-065-000	364-010-041-000	372-150-014-000	372-160-011-000
045-011-017-000	045-110-066-000	364-090-024-000	372-150-028-000	372-160-012-000
045-013-005-000	045-120-012-000	364-090-025-000	372-150-029-000	372-160-013-000
045-013-022-000	045-120-037-000	365-020-067-000	372-150-030-000	372-160-014-000

Weed Abatement Properties

372-160-015-000	372-170-013-000	372-180-032-000	372-190-017-000	374-310-010-000
372-160-016-000	372-170-014-000	372-180-033-000	372-190-018-000	374-310-011-000
372-160-017-000	372-170-015-000	372-180-034-000	372-190-019-000	374-310-012-000
372-160-018-000	372-170-016-000	372-180-035-000	372-190-020-000	374-310-013-000
372-160-019-000	372-170-017-000	372-180-036-000	372-190-021-000	374-310-014-000
372-160-020-000	372-170-018-000	372-180-037-000	372-190-022-000	374-310-015-000
372-160-021-000	372-170-019-000	372-180-038-000	372-190-023-000	374-310-016-000
372-160-022-000	372-170-020-000	372-180-039-000	372-190-024-000	374-310-017-000
372-160-023-000	372-170-021-000	372-180-040-000	372-190-025-000	374-310-018-000
372-160-024-000	372-170-022-000	372-180-041-000	372-190-026-000	374-310-019-000
372-160-025-000	372-170-023-000	372-180-042-000	372-190-027-000	374-310-020-000
372-160-026-000	372-170-024-000	372-180-043-000	372-190-028-000	374-310-021-000
372-160-027-000	372-170-025-000	372-180-044-000	372-190-029-000	374-310-022-000
372-160-028-000	372-170-026-000	372-180-045-000	372-190-030-000	374-310-023-000
372-160-029-000	372-170-027-000	372-180-046-000	372-190-031-000	374-310-024-000
372-160-030-000	372-170-028-000	372-180-047-000	373-030-060-000	374-310-025-000
372-160-031-000	372-180-001-000	372-180-048-000	373-030-062-000	374-310-026-000
372-160-032-000	372-180-002-000	372-180-049-000	374-060-002-000	374-310-027-000
372-160-033-000	372-180-003-000	372-180-050-000	374-070-006-000	374-310-028-000
372-160-034-000	372-180-004-000	372-180-051-000	374-180-029-000	374-320-001-000
372-160-035-000	372-180-005-000	372-180-052-000	374-200-003-000	374-320-002-000
372-160-036-000	372-180-006-000	372-180-053-000	374-200-009-000	374-320-003-000
372-160-037-000	372-180-007-000	372-180-054-000	374-200-012-000	374-320-004-000
372-160-038-000	372-180-008-000	372-180-055-000	374-270-014-000	374-320-005-000
372-160-039-000	372-180-009-000	372-180-056-000	374-280-011-000	374-320-006-000
372-160-040-000	372-180-010-000	372-180-057-000	374-280-012-000	374-320-007-000
372-160-041-000	372-180-011-000	372-180-058-000	374-280-013-000	374-320-008-000
372-160-042-000	372-180-012-000	372-180-059-000	374-280-014-000	374-320-009-000
372-160-043-000	372-180-013-000	372-180-060-000	374-280-021-000	374-320-010-000
372-160-044-000	372-180-014-000	372-180-061-000	374-280-022-000	374-320-011-000
372-160-045-000	372-180-015-000	372-180-062-000	374-280-023-000	374-320-012-000
372-160-046-000	372-180-016-000	372-190-001-000	374-290-001-000	374-320-013-000
372-160-047-000	372-180-017-000	372-190-002-000	374-290-010-000	374-320-014-000
372-160-048-000	372-180-018-000	372-190-003-000	374-290-011-000	374-320-015-000
372-160-049-000	372-180-019-000	372-190-004-000	374-290-023-000	374-320-016-000
372-170-001-000	372-180-020-000	372-190-005-000	374-300-010-000	374-320-017-000
372-170-002-000	372-180-021-000	372-190-006-000	374-300-011-000	374-320-018-000
372-170-003-000	372-180-022-000	372-190-007-000	374-300-012-000	374-320-019-000
372-170-004-000	372-180-023-000	372-190-008-000	374-310-001-000	374-320-020-000
372-170-005-000	372-180-024-000	372-190-009-000	374-310-002-000	374-320-021-000
372-170-006-000	372-180-025-000	372-190-010-000	374-310-003-000	374-320-022-000
372-170-007-000	372-180-026-000	372-190-011-000	374-310-004-000	374-320-023-000
372-170-008-000	372-180-027-000	372-190-012-000	374-310-005-000	374-320-024-000
372-170-009-000	372-180-028-000	372-190-013-000	374-310-006-000	374-320-025-000
372-170-010-000	372-180-029-000	372-190-014-000	374-310-007-000	374-320-026-000
372-170-011-000	372-180-030-000	372-190-015-000	374-310-008-000	374-320-027-000
372-170-012-000	372-180-031-000	372-190-016-000	374-310-009-000	374-320-028-000

Exhibit A

Weed Abatement Properties

374-320-031-000	453-100-060-000	491-010-007-000
374-330-001-000	453-100-061-000	491-010-008-000
374-330-002-000	454-040-002-000	491-010-009-000
374-330-003-000	454-040-007-000	491-010-010-000
374-330-004-000	454-040-012-000	491-010-012-000
374-330-015-000	454-050-030-000	491-032-001-000
374-330-016-000	454-060-009-000	491-032-002-000
374-330-017-000	454-070-049-000	491-032-003-000
374-330-018-000	454-070-051-000	491-032-007-000
376-020-002-000	454-070-052-000	491-032-008-000
376-020-004-000	489-390-001-000	491-034-012-000
376-020-010-000	489-390-002-000	491-034-013-000
376-030-004-000	489-390-003-000	491-034-014-000
376-030-015-000	489-390-004-000	491-034-015-000
376-060-002-000	489-390-005-000	
378-010-003-000	489-390-006-000	
378-010-004-000	489-390-007-000	
378-010-007-000	489-390-008-000	
378-150-001-000	489-390-009-000	
378-150-002-000	489-390-013-000	
378-150-038-000	489-390-014-000	
378-150-039-000	489-390-015-000	
400-070-001-000	489-390-016-000	
400-070-002-000	489-390-017-000	
400-070-003-000	489-390-019-000	
453-100-001-000	489-390-020-000	
453-100-002-000	489-390-021-000	
453-100-003-000	489-390-022-000	
453-100-004-000	489-390-023-000	
453-100-032-000	489-390-024-000	
453-100-037-000	489-390-025-000	
453-100-039-000	489-390-026-000	
453-100-040-000	489-390-042-000	
453-100-042-000	489-390-043-000	
453-100-043-000	489-390-044-000	
453-100-044-000	489-390-045-000	
453-100-045-000	489-390-046-000	
453-100-046-000	489-390-047-000	
453-100-047-000	489-390-048-000	
453-100-048-000	489-390-049-000	
453-100-050-000	489-390-050-000	
453-100-051-000	489-390-051-000	
453-100-052-000	491-010-002-000	
453-100-056-000	491-010-003-000	
453-100-057-000	491-010-004-000	
453-100-058-000	491-010-005-000	
453-100-059-000	491-010-006-000	



City Council Staff Report

Subject: 2019 Housing Element Annual Progress Report

Date: March 24, 2020

Submitted By: David Mohlenbrok, Community Development Director
Laura Webster, Director Office of Long Range Planning
Mary Rister, Finance Manager
Sharon Cohen, Housing and Environmental Services Specialist

Department: Economic and Community Development

Staff Recommendation:

Adopt a Resolution of the City Council of the City of Rocklin Accepting the 2019 Housing Element Annual Progress Report and Directing Submittal to the State Department of Housing and Community Development and the State Office of Planning and Research

BACKGROUND:

State law requires the City of Rocklin to submit an annual Housing Element Progress Report to the State Department of Housing and Community Development (HCD) and the State Office of Planning and Research (OPR). This report is due to the State each year by April 1st. The progress report (Exhibit A of the attached resolution) identifies how the City is meeting its share of the regional housing needs identified in the City's 2013-2021 Housing Element. Also attached to the progress report is the FY 2018-19 Housing Successor to Redevelopment Agency Annual Report, per reporting requirements of Senate Bill 341 (California Health and Safety Code Section 34176.1(f)).

The progress report shows the number of building permits issued in calendar year 2019 for residential units which were affordable to various lower, moderate and above moderate income categories as well as the implementation status of the housing

programs contained in the Housing Element.

Total Housing Units

Housing activity continued to stay strong in calendar year 2019 with a total of **439** residential building permits issued that can be reported as units within the City's Housing Element Annual Progress Report. They consisted of 439 total units (436 Single-Family units and 3 Accessory Dwelling Units). There were 146 fewer building permits issued for housing units in 2019 than were issued in 2018. The total number of residential units receiving building permits that could be counted toward Housing Element reportable units in 2018 was 585 units (584 Single Family and 1 Accessory Dwelling Unit).

Affordability Determination

The affordability of each unit in this report was determined based upon marketing data, actual purchase prices associated with for sale products (when available) and published rental rates for all other products. The owners of two of the accessory dwelling units that were constructed in 2019 do not intend to rent the units out. The owners plan to have them occupied by family members, so staff assigned them to the extremely low income category as occupants in those living units will not be paying any rent. The owner of the third accessory dwelling unit that was constructed in 2019 was unresponsive to inquiries made by staff regarding planned occupancy and/or rental prices, so staff assigned it to the above moderate income category as there was no evidence to consider the unit for any other income categories.

Moderate Income Units

In 2019, building permits were issued for **82** for sale units within the moderate income category. These projects are helping to diversify the City's housing stock and provide homeownership opportunities for many in the City's workforce while maintaining quality development standards. Significant progress has been made overall in the moderate income category. In fact, the City has now exceeded its Regional Housing Needs Allocation (RHNA) for moderate income units for the 2013-2021 timeframe by 370 units (i.e., 709 unit allocation / 1,079 units actually constructed). Single family small lot subdivisions with purchase prices that qualify as moderate income include: Garnet Creek/Rocklin Trails, Spring Valley Phase 2 Village 4, the Villages at Civic Center, and the Wildcat Subdivision.

Above Moderate Income Units

Production of single family homes in the above moderate category also remains strong with **355** building permits issued for units in that income category. As of 2019, the City

has now exceeded its Regional Housing Needs Allocation (RHNA) for above moderate income units for the 2013-2021 timeframe by 1,282 units (i.e., 1,335 unit allocation / 2,617 units actually constructed).

In conclusion, the City has made significant progress toward meeting our Regional Housing Need Allocations (RHNA) with units constructed in the extremely low, moderate and above moderate categories. Although units have not yet been constructed in the very low and low categories, there are two projects that have been approved and not yet constructed (Rocklin Gateway and Quarry Place) that would include rental units that are affordable to those income groups. The City continues to evaluate our inventory of available sites at densities providing the potential for lower income units to be constructed on an ongoing basis.

The Housing Element progress report complies with the submission requirements of the State law and is consistent with the guidelines set forth by the State HCD.

Fiscal Impact:

None.

ATTACHMENTS:

Description

- ▣ **Resolution**
- ▣ **Resolution - Exhibit A**

The ACM/CFO has reviewed this staff report and certifies that budgeted funds are available, unless a budget amendment is being requested as part of this action item.

RESOLUTION NO. 2020-

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ROCKLIN
ACCEPTING THE 2019 HOUSING ELEMENT ANNUAL PROGRESS REPORT AND DIRECTING
SUBMITTAL TO THE STATE DEPARTMENT OF HOUSING AND COMMUNITY
DEVELOPMENT AND THE STATE OFFICE OF PLANNING AND RESEARCH

The City Council of the City of Rocklin does resolve as follows:

Section 1. The City Council of the City of Rocklin accepts the 2019 Housing Element Annual Progress/Housing Successor Report attached hereto as Exhibit "A," and directs the submittal of the Report to the State Department of Housing and Community Development and the State Office of Planning and Research.

PASSED AND ADOPTED this 24^h day of March, 2020, by the following vote:

AYES: Councilmembers:

NOES: Councilmembers:

ABSENT: Councilmembers:

ABSTAIN: Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

Exhibit A

Housing Element Annual Progress Report 2019
and
Housing Successor Annual Report
Low and Moderate Income Housing Asset Fund
For Fiscal Year 2018/19

Note: "+" indicates an optional field

Cells in grey contain auto-calculation formulas

Table A

Agenda of March 24, 2020
Page 321 of 418

Jurisdiction	Rocklin	
Reporting Year	2019	(Jan. 1 - Dec. 31)

ANNUAL ELEMENT PROGRESS REPORT
Housing Element Implementation
 (CCR Title 25 §6202)

This table is auto-populated once you enter your jurisdiction name and current year data. Past year information comes from previous APRs.
 Please contact HCD if your data is different than the material supplied here

Table B													
Regional Housing Needs Allocation Progress													
Permitted Units Issued by Affordability													
		1	2									3	4
Income Level		RHNA Allocation by Income Level	2013	2014	2015	2016	2017	2018	2019	2020	2021	Total Units to Date (all years)	Total Remaining RHNA by Income Level
Very Low	Deed Restricted	1040										2	1038
	Non-Deed Restricted								2				
Low	Deed Restricted	729											729
	Non-Deed Restricted												
Moderate	Deed Restricted	709										1079	
	Non-Deed Restricted			37	385	349	181	45	82				
Above Moderate		1335		360	312	407	643	540	355			2617	
Total RHNA		3813											
Total Units				397	697	756	824	585	439			3698	1767

Note: units serving extremely low-income households are included in the very low-income permitted units totals
 Cells in grey contain auto-calculation formulas

Jurisdiction	Rocklin	
Reporting Year	2019	(Jan. 1 - Dec. 31)

ANNUAL ELEMENT PROGRESS REPORT

Housing Element Implementation

(CCR Title 25 §6202)

Note: "+" indicates an optional field

Cells in grey contain auto-calculation formulas

[illegible]

ANNUAL ELEMENT PROGRESS REPORT

Housing Element Implementation

(CCR Title 25 §6202)

Jurisdiction	Rocklin		
Reporting Year	2019 (Jan. 1 - Dec. 31)		
Table D			
Program Implementation Status pursuant to GC Section 65583			
Housing Programs Progress Report			
Describe progress of all programs including local efforts to remove governmental constraints to the maintenance, improvement, and development of housing as identified in the housing element.			
1	2	3	4
Name of Program	Objective	Timeframe in H.E	Status of Program Implementation
Home Repair Program	Assist lower income households with rehabilitation loans.	2013-2021	In 2019, there were no lower-income households assisted by this program. However, the City has partnered with Foothills Habitat for Humanity by awarding them with CDBG funds to establish a Handyman Program targeted at assisting very low and extremely low income households with minor home and safety repairs. This program is being advertised on the CDBG page of the City's website.

Code Enforcement and Abatement	Implement the Code Enforcement and Abatement Program.	2013-2021	In 2019, the City has continued to implement the Code Enforcement and Abatement Program by responding to complaints from the public as well as enabling City staff to drive by homes to determine if there are any violations of property maintenance standards pursuant to Chapter 8.04 of the Municipal Code.
Inspection Program	Implement the Code Enforcement and Abatement Program. Provide information about the Home Repair Program when appropriate.	2013-2021	In 2019, the City conducted approximately 5,999 residential inspections for all building permits associated with single family and 273 inspections for all building permits associated with multi-family structures according to the City's Building Department. In addition, the City has continued to inspect residential properties, upon request, to identify health and safety hazards, and other building code violations that should be corrected.
Zoning Flexibility for Housing Rehabilitation	Allow non-conforming dwellings to be rehabilitated.	2013-2021	In 2019, the City continued to allow non-conforming dwellings to be rehabilitated pursuant to Chapter 17.62 of the Municipal Code so long as the non-conformity is not increased and no threat to public health and safety is identified.
Preservation of Existing Affordable Housing Stock	Work with owners of all at-risk projects, interested groups, and the State and federal governments to implement measures on an ongoing basis to conserve affordable housing stock.	2013-2021	At-risk projects will continue to be monitored on an ongoing basis and actions will be taken as the needs, opportunities and funding availability allow. There are no projects with affordability expirations considered at-risk. The earliest expiration of affordability is the College Manor Apartments with an expiration date of May 31, 2028.
Housing Choice Voucher Program	Support the assistance of households with vouchers.	2013-2021	In 2019, the City continued to participate in the Housing Choice Voucher Program (Section 8) administered by the Roseville Housing Authority to provide rental assistance to very low income households in Rocklin. 116 vouchers from the Roseville Housing Authority and 77 vouchers from the Placer County Housing Authority are were leased in Rocklin for a total of 193 in 2019. The number of vouchers leased in Rocklin in 2019 is slighter higher than in 2018 (175).
Affordable Housing Development	To increase the supply of affordable housing.	2013-2021	In 2019, the City of Rocklin continued working with one specific developer. The Quarry Place project was approved by City Council on October 8, 2019. The Quarry Place project will include 180 rental units; 162 units to Low and 18 units to Very Low income individuals. The City has also been in discussions regarding future properties with USA Properties and Jamborie.
Second Unit Development	Facilitate development of second units. Advertise second dwelling units through preparation and distribution of a brochure and placing information on the City's website.	2013-2021	The Rocklin Municipal Code is on the City's website and regulations regarding second units are included in Title 17 (Zoning Ordinance). There were three second unit permits issued in 2019.

Affordable Housing Funding Sources	Pursue State, federal, and other funding sources for affordable housing activities	2013-2021	In 2019, the City did not provide any funding to preserve affordable units. The City has continued to receive Community Development Block Grant (CDBG) Entitlement Funds which can be used for housing activities. Salvation Army received a portion of the City's CDBG funds to assist people at risk of homelessness with one-time rental assistance or deposit assistance. Information about HCD, CHFA, HUD and other affordable housing programs is collected on a regular basis and shared with developers.
Zoning Flexibility	Assist housing projects with the BARRO Zone Program	2013-2021	In 2019, there were no housing related BARRO Zone Program projects. However, staff received multiple inquiries regarding opportunities to develop residential units in the zone and will continue to provide guidance and assistance to prospective applicants.
Inventory of Sites for Housing	Provide adequate sites to meet the City's share of regional housing needs	2013-2021	The City has a list of available sites identified in its certified Housing Element. In 2014, all necessary General Plan land use changes were completed to apply the residential land use designations/densities identified in the City's Housing Element Available Sites table. A Zoning Ordinance amendment was also approved concurrently that established interim review procedures to facilitate and encourage residential development on those sites and at those densities during the interim period until project specific zoning is applied.
Density Increase Incentive Program	Offer density bonuses and other regulatory incentives to developers of affordable housing.	2013-2021	The City has removed the density cap on its general plan High Density Residential Land Use Category to facilitate opportunities for affordable housing development. The City will also continue to apply incentives for affordable housing in accordance with state law.
Large Sites for Housing for Lower Income Households	Develop an Incentive Program to assist the development of housing for lower income households on larger sites.	2013-2021	The City is evaluating options for an Incentive Program, however, in the interim is open to working with property owners and affordable housing developers to explore potential incentives on a case by case basis. The City also routinely provides information (maps, aerials, etc.) regarding both large and small sites that are potentially available to all multifamily developers that approach the City looking for development opportunities.
Housing for Persons with Disabilities	Facilitate the development, maintenance and improvement of housing for persons with disabilities.	2013-2021	In 2019, the City has continued to provide information about its reasonable accommodation procedures and services available in the region.

Regional Partnership for Affordable Housing	Continue to expand affordable housing opportunities and to meet the housing and supportive service needs of the homeless.	2013-2021	The City has maintained its relationship with Placer Consortium on Homelessness (PCOH) and Placer Collaborative Network (PCN) which conducts regular counts of the local homeless population in Placer County. \$50,000 in Low and Moderate Income Housing Asset Funds were allocated to the Gathering Inn in 2019 to assist the homeless in Rocklin with shelter, social, health and case management services. Community Development Block Grant (CDBG) funds were allocated to the Salvation Army in 2019 to assist individuals with an eviction notice with one-time rental assistance or deposit assistance. Rocklin City staff along with other regional stakeholders have actively participated in a series of meetings since 2015 led by Placer County Health and Human Services and the Homeless Resource Council of the Sierras analyzing the need for a 24/7 Shelter in South Placer County, as well as other permanent housing solutions for the homeless. These meetings are expected to continue and result in better quantification of actual shelter needs, current gaps in services and ultimately specific options and strategies to address issues related to homelessness.
Fair Housing Program	Continue to promote fair housing practices.	2013-2021	The City has continued to provide information about fair housing services to City residents on the City's website and by responding to inquiries by including referrals to various local organizations specializing in housing rights and the HUD fair housing guidelines. City staff has also kept a record of fair housing questions received from the public to better assist residents in the future.
Developmentally Disabled Program	Implement an outreach program regarding housing and services available for persons with developmental disabilities.	2013-2021	The City has provided necessary information on a request basis. An outreach program will be prepared within the 2013-2021 Housing Element timeframe.
Please Note - The SB341 Successor Housing Agency Annual Report is attached to the hard copy of the report which is sent to HCD and OPR.			

Jurisdiction	Rocklin	
Reporting Period	2019	(Jan. 1 - Dec. 31)

ANNUAL ELEMENT PROGRESS REPORT

Housing Element Implementation

(CCR Title 25 §6202)

Note: "+" indicates an optional field
Cells in grey contain auto-calculation formulas

Table F									
Units Rehabilitated, Preserved and Acquired for Alternative Adequate Sites pursuant to Government Code section 65583.1(c)(2)									
This table is optional. Jurisdictions may list (for informational purposes only) units that do not count toward RHNA, but were substantially rehabilitated, acquired or preserved. To enter units in this table as progress toward RHNA, please contact HCD at APR@hcd.ca.gov. HCD will provide a password to unlock the grey fields. Units may only be credited to the table below when a jurisdiction has included a program in its housing element to rehabilitate, preserve or acquire units to accommodate a portion of its RHNA which meet the specific criteria as outlined in Government Code section 65583.1(c)(2).									
Activity Type	Units that Do Not Count Towards RHNA ⁺ Listed for Informational Purposes Only				Units that Count Towards RHNA ⁺ Note - Because the statutory requirements severely limit what can be counted, please contact HCD to receive the password that will enable you to populate these fields.				The description should adequately document how each unit complies with subsection (c)(7) of Government Code Section 65583.1 ⁺
	Extremely Low-Income ⁺	Very Low-Income ⁺	Low-Income ⁺	TOTAL UNITS ⁺	Extremely Low-Income ⁺	Very Low-Income ⁺	Low-Income ⁺	TOTAL UNITS ⁺	
Rehabilitation Activity									
Preservation of Units At-Risk									
Acquisition of Units									
Total Units by Income									

[illegible]

Jurisdiction	Rocklin	
Reporting Year	2019	(Jan. 1 - Dec. 31)

Building Permits Issued by Affordability Summary		
Income Level		Current Year
Very Low	Deed Restricted	0
	Non-Deed Restricted	2
Low	Deed Restricted	0
	Non-Deed Restricted	0
Moderate	Deed Restricted	0
	Non-Deed Restricted	82
Above Moderate		355
Total Units		439

Note: Units serving extremely low-income households are included in the very low-income permitted units totals

Housing Applications Summary	
Total Housing Applications Submitted:	0
Number of Proposed Units in All Applications Received:	0
Total Housing Units Approved:	0
Total Housing Units Disapproved:	0

Use of SB 35 Streamlining Provisions	
Number of Applications for Streamlining	0
Number of Streamlining Applications Approved	0
Total Developments Approved with Streamlining	0
Total Units Constructed with Streamlining	0

Units Constructed - SB 35 Streamlining Permits			
Income	Rental	Ownership	Total
Very Low	0	0	0
Low	0	0	0
Moderate	0	0	0
Above Moderate	0	0	0
Total	0	0	0

Cells in grey contain auto-calculation formulas

**HOUSING SUCCESSOR ANNUAL REPORT
LOW AND MODERATE INCOME HOUSING ASSET FUND
FOR FISCAL YEAR 2018/19
PURSUANT TO
CALIFORNIA HEALTH AND SAFETY CODE SECTION 34176.1(f)
FOR THE
HOUSING AUTHORITY OF THE CITY OF ROCKLIN**



March 24th, 2020

HOUSING SUCCESSOR ANNUAL REPORT

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INTRODUCTION

This Housing Successor Annual Report (Report) regarding the Low and Moderate Income Housing Asset Fund (LMIHAF) has been prepared pursuant to California Health and Safety Code Section 34176.1 (f). This Report sets forth certain details of the Housing Successor of the City of Rocklin activities during Fiscal Year 2018/2019. The purpose of this Report is to provide the governing body of the Housing Successor an annual report on the housing assets and activities of the Housing Successor under Part 1.85, Division 24 of the California Health and Safety Code, in particular Sections 34176 and 34176.1 (Dissolution Law).

The following Report is based upon information prepared by Housing Successor staff. Information contained within the independent financial audit of the Low and Moderate Income Housing Asset Fund for Fiscal Year 2018/2019 was prepared by Chavan & Associates, LLP, and is separate from this annual summary Report; further, this Report conforms with and is organized into sections I. through XIII., inclusive, pursuant to Section 34176.1(f) of the Dissolution Law.

I. AMOUNT RECEIVED BY THE CITY

This section provides the total amount of funds received by the city pursuant to subparagraph (A) of paragraph (3) of subdivision (b) of Section 34191.4 stating that loan or deferral repayments made pursuant to this section are second in priority to those owed to the LMIHAF.

The total received by the City during Fiscal Year 2018/2019 under this section is \$769,978.

II. AMOUNT DEPOSITED INTO LMIHAF

This section provides the total amount of funds deposited into the LMIHAF during the Fiscal Year. Any amounts deposited for items listed on the Recognized Obligation Payment Schedule (ROPS) must be distinguished from the other amounts deposited.

A total of \$368,137 was deposited into the LMIHAF during the Fiscal Year. None of the total funds deposited into the LMIHAF was for Supplemental Educational Revenue Augmentation Fund (SERAF) loan repayment listed on the ROPS. The final payment on the SERAF loan occurred in Fiscal Year 2017/2018.

III. ENDING BALANCE OF LMIHAF

This section provides a statement of the balance in the LMIHAF as of the close of the Fiscal Year. Any amounts held for items listed on the ROPS must be distinguished from the other amounts.

At the close of the Fiscal Year, the ending fund balance in the LMIHAF was \$12,073,586, of which \$8,990,575 is Long-term receivables.

IV. DESCRIPTION OF EXPENDITURES FROM LMIHAF:

This section provides a description of the expenditures made from the LMIHAF during the Fiscal Year. The expenditures are to be categorized.

The following is a description of expenditures from the LMIHAF by category:

FY 2018/2019 LMIHAF Expenditures	
Activity	Amount
Maintenance, Monitoring & Administration Expenditures	\$150,000
Homeless Shelter Contribution	\$50,000
Land Purchase in progress	\$10,000
• Total LMIHAF Expenditures	\$210,000

V. STATUTORY VALUE OF ASSETS OWNED BY HOUSING SUCCESSOR IN LMIHAF

This section provides the statutory value of real property owned by the Housing Successor, the value of loans and grants receivables, and the sum of these two amounts.

Under the Dissolution Law and for purposes of this Report, the "statutory value of real property" means the value of properties formerly held by the former redevelopment agency as listed on the housing asset transfer schedule approved by the Department of Finance as listed in such schedule under Section 34176(a)(2), the value of the properties transferred to the Housing Successor pursuant to Section 34181(f), and the purchase price of property(ies) purchased by the Housing Successor. Further, the value of loans and grants receivable is included in these reports assets held in the LMIHAF.

The following provides the statutory value of assets owned by the Housing Successor.

Owned by Housing Successor As of End Fiscal Year	
Value of Cash	\$ 3,093,011
Value of Loans and Grants Receivable	\$ 8,990,575
Statutory Value of Real Property (only amount as of 6/30/2019)	\$ 10,000
Total Value of Housing Successor Assets	\$ 12,093,586

VI. DESCRIPTION OF TRANSFERS

This section describes transfers, if any, to another housing successor agency made in previous Fiscal Year(s), including whether the funds are unencumbered and the status of projects; if any, for which the transferred LMIHAF will be used. The sole purpose of the transfers must be for the development of transit priority projects, permanent supportive housing, housing for agricultural employees or special needs housing.

The Housing Successor did not make any LMIHAF transfers to other Housing Successor(s) under Section 34176.1(c)(2).

VII. PROJECT DESCRIPTIONS

This section describes any project for which the Housing Successor receives or holds property tax revenue pursuant to the ROPS and the status of the project.

The Housing Successor does not receive or hold property tax revenue pursuant to the ROPS.

VIII. STATUS OF COMPLIANCE REGARDING INTERESTS IN REAL PROPERTY

This section provides a status update on interests in real property acquired by the former redevelopment agency prior to February 1, 2012 and for interests in real property acquired on or after February 1, 2012.

As of fiscal year 2018/2019, the Housing Successor is under contract to acquire real property located at the corner of Pacific/Oak/Pine Streets in Rocklin. The Housing Successor had completed the contingency period and was contractually committed to the purchase of the property, with an escrow close date of no later than September 2019.

The City is in the process of issuing a Request for Proposals (RFP) for the development of this property that will be distributed to a list of Affordable Housing Developers. The City will initiate negotiations with the successful candidate and work collaboratively to bring forward a development project creating affordable housing units on this property.

IX. DESCRIPTION OF OUTSTANDING OBLIGATIONS UNDER SECTION 33413

This section describes any outstanding inclusionary and replacement housing obligations, if any, under Section 33413 that remained outstanding prior to dissolution of the former redevelopment agency as of February 1, 2012 along with the Housing Successor's progress in meeting those prior obligations, if any, of the former redevelopment agency and how the Housing Successor's plan to meet unmet obligations, if any.

The Housing Successor does not have any obligations to fulfill under Section 33413.

X. INCOME TEST

This section provides information required by Section 34176.1(a)(3)(A), which states that all funds remaining after monitoring and administrative as well as homeless housing and rapid rehousing services expenditures are deducted must be used for the development of housing affordable to and occupied by households earning 80% or less of the area median income (AMI), with at least 30% of these remaining funds expended for the development of rental housing affordable to and occupied by households earning 30% or less of the AMI and no more than 20% of these remaining funds expended for the development of housing affordable to and occupied by households earning between 60% and 80% of the AMI. The Housing Successor must demonstrate in the 2019 annual report, and every five years thereafter, that the Housing Successor's expenditures from January 1, 2014 through the end of the latest fiscal year covered in the report comply with these requirements.

If the Housing Successor fails to comply with the Extremely-Low Income requirement in any five-year period, then the Housing Successor must ensure that at least 50% of the funds remaining in the LMIHAF be expended in each fiscal year following the latest fiscal year following the report on households earning 30% or less of the AMI until the Housing Successor demonstrates compliance with the Extremely-Low Income requirement.

If the Housing Successor exceeds the expenditure limit for households earning between 60% and 80% of the AMI in any five year report, the Housing Successor shall not expend any of the remaining funds for households earning between 60% and 80% of the AMI until the Housing Successor demonstrates compliance with this limitation in an annual report.

For informational purposes, the following provides the Housing Successor's Extremely-Low Income Housing Test as of Fiscal Year 2018/19:

	Five Year LMIHAF Expenditures		
Year	Spent on Extremely Low (AMI 30% or less)	Spent on Moderately Low (AMI 60%-80%)	Total Funds Remaining After Expenditures
1/1/2014- 6/30/2014	\$0	\$0	\$336,198
FY 2014/2015	\$0	\$0	\$987,018
FY 2015/2016	\$0	\$0	\$1,537,785
FY 2016/2017	\$0	\$0	\$2,450,270
FY 2017/2018	\$0	\$0	\$2,924,875
FY 2018/2019	\$0	\$10,000	\$3,093,011
Totals	\$0	\$10,000	

As illustrated above, the Housing Successor has not complied with the requirement to expend a minimum of 30% of remaining funds on Extremely-Low Income housing as of the year ended June 30, 2019. Therefore, the Housing Successor Extremely-Low minimum increases to 50% until compliance is met.

XI. SENIOR HOUSING TEST

This section provides the percentage of units of deed-restricted rental housing restricted to seniors and assisted individually or jointly by the Housing Successor, its former redevelopment Agency, and its host jurisdiction within the previous 10 years in relation to the aggregate number of units of deed-restricted rental housing assisted individually or jointly by the Housing Successor, its former Redevelopment Agency and its host jurisdiction within the same time period. For this Report the ten-year period reviewed is July 1, 2009 to June 30, 2019.

<i>Rental Senior Restricted Units</i>	Non-Senior Units Created	Senior Units Created	Description
Units Created Reporting Year (FY 2018-19)	0	0	
Units Created Reporting Year (FY 2017-18)	0	0	
Units Created Reporting Year (FY 2016-17)	0	0	
Units Created Reporting Year (FY 2015-16)	0	0	
Units Created Reporting Year (FY 2014-15)	0	0	
Units Created Reporting Year (FY 2013-14)	0	0	
Units Created Reporting Year (FY 2012-13)	0	0	
Units Created Reporting Year (FY 2011-12)	0	0	
Units Created Reporting Year (FY 2010-11)		0	
Units Created Reporting Year (FY 2009-10)	94	0	Placer West Apts. (44) Shannon Bay Apts. (50)
10-Year Total	94	0	
10-Year Total Non-Senior & Senior Units Created	94		
% of Senior Units Over 10 years	0%		
Under Limit (Yes/No)	Yes		

XII. EXCESS SURPLUS TEST

The Housing Successor presently retains a computed excess surplus pursuant to Health and Safety Code Section 34176.1. For the purpose of this report, pursuant to Section 34176.1(d), "excess surplus shall mean an unencumbered amount that exceeds the greater of one million dollars (\$1,000,000) or the aggregate amount deposited in to the account during the housing successor's preceding four fiscal years, whichever is greater." If the unencumbered amount does not exceed the greater of the aggregate amount deposited into the LMIHAF during the preceding four fiscal years or \$1,000,000, whichever is greater, there is no excess surplus.

The Excess Surplus calculation relates to a four-year calculation. This period ended June 30, 2019 uses the preceding four years deposits for the limitation calculation. The available unencumbered funds do not exceed the limitation. Therefore, it is determined for this period, that the Housing Successor does not have excess surplus.

THE CITY OF ROCKLIN HOUSING AUTHORITY

(a component unit of the City of Rocklin, California)

CALCULATION OF EXCESS SURPLUS IN THE LOW/MOD INCOME HOUSING ASSET FUND

June 30, 2019

(in thousands)

Fund Balance, June 30, 2019		\$12,074
Less Unavailable Amounts:		
Housing and Rehabilitation Loans 6/30/19	\$8,991	
Property Purchase Encumbrance 6/30/19	\$ 551	
Homeless Contribution Encumbrance 6/25/19	\$ 50	
Available Unencumbered Low and Moderate Income Housing Funds		\$2,482
Limitation (greater of \$1,000 or four years LMIHF deposits)		
LMIHF Deposits for preceding four years		
2015-2016	551	
2016-2017	913	
2017-2018	655	
2018-2019	368	
Total four years LMIHF deposits (limitation)		(2,487)
Excess(Deficit) of Available Low Mod Housing Funds Over (Under) Limitation		\$ (5)
Computed Excess Surplus, June 30, 2019		\$ 0

XIII. HOMEOWNERSHIP UNITS IN HOUSING SUCCESSOR LOAN PORTFOLIO 2018-2019 SB 341

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Single Family Housing								
2616 S. Whitney	Rocklin, 95677	016-314-015	4	1965	2005-0154157	38672	44151	Unit lost due to expiration of restrictions. Paid off loan to City
5904 Meadowdale Drive	Rocklin, 95677	016-490-013	3	1988	98-0070055	36039	39692	Unit lost due to expiration of restrictions
4300 Jamerson St	Rocklin, 95677	045-190-069	3	2002	2003-0049145	03/31/2003	03/31/2013	Unit lost due to expiration of restrictions
2765 S. Whitney Blvd.	Rocklin, 95677	016-240-007	4	1965	2003-0209280	12/19/2003	12/19/2013	Unit lost due to expiration of restrictions
5115 Grove St.	Rocklin, 95677	010-181-032	3	1997	2004-0045423	04/15/2004	04/15/2014	Unit sold; loan repaid; affordability lost - short sale and term expired
3010 Springview Meadows	Rocklin, 95677	016-490-005	4	1988	2004-0044273	04/14/2004	04/14/2014	Unit lost due to expiration of restrictions
5800 Sequoia Court	Rocklin, 95677	046-261-032	2	1980	2004-0097240	07/23/2004	07/23/2014	Unit lost due to expiration of restrictions
2504 Zephyr Cove	Rocklin, 95677	371-150-070	1	1999	2007-0046805	05/09/2007	05/09/2017	Unit sold; covenants remain
2306 Zephyr Cove	Rocklin, 95677	371-160-021	1	2000	2007-0074786	07/27/2007	07/27/2017	
5580 Avila Court	Rocklin, 95677	016-200-005	2	1973	2007-0100785	10/22/2007	10/22/2017	Interest paid off. Unit sold. DPA / HRA assumed by buyer 2016
6117 Lonetree Blvd.	Rocklin, 95765	365-290-015	4	2007	2007-0110700	11/20/2007	11/20/2017	\$10K interest payment made (2017) DPA and HRA remain
6145 Lonetree Blvd.	Rocklin, 95765	365-290-029	3	2007	2007-0120873	12/26/2007	12/26/2017	\$27,982.66 paid to interest 10/25/16, assigned and assumed
3589 Nevada Street	Rocklin, 95677	010-280-018	3	2004	2004-00116648	09/01/2004	09/01/2019	
3591 Nevada Street	Rocklin, 95677	010-280-017	3	2004	2004-0101845	08/03/2004	08/03/2019	
5600 Daffodil Circle	Rocklin, 95677	045-540-037	3	2005	2006-0006011	01/20/2006	01/20/2036	
5604 Daffodil Circle	Rocklin, 95677	045-540-035	3	2005	2006-0006015	01/20/2006	01/20/2036	
5606 Daffodil Circle	Rocklin, 95677	045-540-034	3	2005	2006-0006916	01/23/2006	01/23/2036	
5608 Daffodil Circle	Rocklin, 95677	045-540-033	3	2005	2006-0007146	01/24/2006	01/24/2036	
5602 Daffodil Circle	Rocklin, 95677	045-540-036	3	2005	2006-0006919	01/23/2006	01/23/2036	
4114 Oak Court	Rocklin, 95677	010-181-024	3	2003	2004-0004025	01/14/2004	01/14/2049	
4110 Oak Court	Rocklin, 95677	010-181-026	4	2003	2004-0003740	01/14/2004	12/24/2049	
4108 Oak Court	Rocklin, 95677	010-181-027	3	2003	2004-0007219	01/22/2004	01/22/2049	
4112 Oak Court	Rocklin, 95677	010-181-023	4	2003	2004-0008780	01/27/2004	01/27/2049	
4106 Oak Court	Rocklin, 95677	010-181-028	3	2003	2004-0008790	01/27/2004	01/27/2049	
4104 Oak Court	Rocklin, 95677	010-181-029	3	2003	2004-0008772	01/27/2004	01/27/2049	
4102 Oak Court	Rocklin, 95677	010-181-030	4	2003	2004-0008763	01/27/2004	01/27/2049	
4116 Oak Court	Rocklin, 95677	010-181-025	3	2003	2004-0002053	01/08/2004	01/08/2049	

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Condominiums (cont)								
1250 Whitney Ranch Pkwy, #238	Rocklin, 95765	489-240-024	3	2006	2007-0055118	05/31/2007	05/31/2037	
1250 Whitney Ranch Pkwy, #237	Rocklin, 95765	489-240-023	2	2006	2007-0055100	05/31/2007	05/31/2037	
1250 Whitney Ranch Pkwy, #231	Rocklin, 95765	489-240-017	3	2006	2007-0064359	06/27/2007	06/27/2037	
1250 Whitney Ranch Pkwy, #423	Rocklin, 95765	489-240-059	3	2006	2007-0065591	06/29/2007	06/29/2037	
1230 Whitney Ranch Pkwy, #432	Rocklin, 95765	489-240-066	2	2006	2007-0065598	06/29/2007	06/29/2037	Unit sold. DPA loan and affordability assumed
1230 Whitney Ranch Pkwy, #414	Rocklin, 95765	489-240-052	2	2006	2007-0065633	06/29/2007	06/29/2037	Unit lost 90+day mrktng; DPA + Intrst paid off; HRA Reconveyed (2016)
1230 Whitney Ranch Pkwy, #412	Rocklin, 95765	489-240-050	2	2006	2007-0066790	07/03/2007	07/03/2037	
1250 Whitney Ranch Pkwy, #411	Rocklin, 95765	489-240-049	3	2006	2007-0066783	07/03/2007	07/03/2037	
1230 Whitney Ranch Pkwy, #431	Rocklin, 95765	489-240-065	2	2006	2007-0068680	07/10/2007	07/10/2037	
1240 Whitney Ranch Pkwy, #315	Rocklin, 95765	489-240-029	2	2006	2007-0074752	07/27/2007	07/27/2037	
1240 Whitney Ranch Pkwy, #334	Rocklin, 95765	489-240-044	2	2006	2007-0075262	07/30/2007	07/30/2037	
1240 Whitney Ranch Pkwy, #337	Rocklin, 95765	489-240-047	2	2006	2007-0076040	07/31/2007	07/31/2037	
1240 Whitney Ranch Pkwy, #335	Rocklin, 95765	489-240-045	2	2006	2007-0081779	08/17/2007	08/17/2037	
1251 Whitney Ranch Pkwy, #1231	Rocklin, 95765	489-270-041	3	2006	2007-0087937	09/07/2007	09/07/2037	
1221 Whitney Ranch Pkwy, #1132	Rocklin, 95765	489-270-018	2	2006	2007-0089177	09/12/2007	09/12/2037	
Condominiums								
1240 Whitney Ranch Parkway #314	Rocklin, 95765	489-240-025	3	2007	2007-0077279	08/03/2007	08/03/2037	Unit sold. No DPA loan, affordability assumed
1210 Whitney Ranch Parkway, #537	Rocklin, 95765	489-250-023	2	2006	2008-0061943	07/30/2008	07/30/2038	Unit sold. No DPA loan, affordability assumed
1251 Whitney Ranch Parkway #1215	Rocklin, 95765	489-270-029	2	2006				Unit sold. No DPA loan, affordability assumed
1251 Whitney Ranch Parkway #1216	Rocklin, 95765	489-270-030	3	2006	2007-0090001	09/14/2007	09/14/2037	Unit sold. No DPA loan, affordability assumed
1181 Whitney Ranch Parkway # 738	Rocklin, 95765	489-250-072	3	2006	2008-0085284	10/31/2008	10/31/2038	Unit sold. No DPA loan, affordability assumed
1211 Whitney Ranch Parkway #1022	Rocklin, 95765	489-260-058	2	2006	2011-0043236	06/03/2011	06/03/2041	Interest only - DPA /HRA assumed by buyer
1210 WHITNEY RANCH PKWY #524	Rocklin, 95765	489-250-012	2	2006	2011-0007286	01/26/2011	01/26/2041	Paid off DPA loan and interest- buyer only assumed affordability
1250 Whitney Ranch Pkwy, #215	Rocklin, 95765	489-240-005	2	2006	2007-0054404	05/30/2007	05/30/2037	Lost affordability b/c documents were not recorded at original purchas
1250 Whitney Ranch Pkwy, #232	Rocklin, 95765	489-240-018	2	2006	2007-0054410	05/30/2007	05/30/2037	Unit sold. Paid off DPA loan, affordability assumed
1191 Whitney Ranch Pkwy, #835	Rocklin, 95765	489-260-021	2	2006	2008-0048532	06/13/2008	06/13/2038	Unit sold; covenants remain
1201 Whitney Ranch Pkwy, #913	Rocklin, 95765	489-260-027	3	2006	2008-0048201	06/13/2008	06/13/2038	
1181 Whitney Ranch Pkwy, #737	Rocklin, 95765	489-250-071	2	2006	2008-0053275	06/20/2008	06/20/2038	
1201 Whitney Ranch Pkwy, #911	Rocklin, 95765	489-260-025	3	2006	2008-0052785	06/27/2008	06/27/2038	

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Condominiums (con't)								
1200 Whitney Ranch Pkwy, #635	Rocklin, 95765	489-250-045	2	2006	2008-0052779	06/27/2008	06/27/2038	
1191 Whitney Ranch Pkwy, #832	Rocklin, 95765	489-260-018	2	2006	2008-0053283	06/30/2008	06/30/2038	
1181 Whitney Ranch Pkwy, #724	Rocklin, 95765	489-250-060	2	2006	2008-0054194	07/02/2008	07/02/2038	Unit sold; loan repaid - foreclosure - lost HRA
1181 Whitney Ranch Pkwy, #717	Rocklin, 95765	489-250-055	2	2006	2008-0054411	07/03/2008	07/03/2038	
1221 Whitney Ranch Pkwy, #1117	Rocklin, 95765	489-270-007	2	2006	2008-0059495	07/22/2008	07/22/2038	
1221 Whitney Ranch Pkwy, #1133	Rocklin, 95765	489-270-003	3	2006	2008-0061979	07/30/2008	07/30/2038	Unit sold; loan repaid affordability lost due to marketing period term
1210 Whitney Ranch Pkwy, #1012	Rocklin, 95765	489-250-023	2	2006	2008-0061943	07/30/2008	07/30/2038	
1210 Whitney Ranch Pkwy, #535	Rocklin, 95765	489-250-021	2	2006	2008-0061986	07/30/2008	07/30/2038	
1210 Whitney Ranch Pkwy, #514	Rocklin, 95765	489-250-004	2	2006	2008-0061970	07/30/2008	07/30/2038	
1181 Whitney Ranch Pkwy, #713	Rocklin, 95765	489-250-051	3	2006	2008-0064144	08/08/2008	08/08/2038	
1911 Whitney Ranch Pkwy, #816	Rocklin, 95765	489-260-005	3	2006	2008-0064474	08/08/2008	08/08/2038	
1210 Whitney Ranch Pkwy, #538	Rocklin, 95765	489-250-024	3	2006	2008-0066431	08/15/2008	08/15/2038	
1221 Whitney Ranch Pkwy, #1112	Rocklin, 95765	489-270-002	2	2006	2008-0069779	08/28/2008	08/28/2038	
1191 Whitney Ranch Pkwy, #813	Rocklin, 95765	489-260-002	3	2006	2008-0069787	08/28/2008	08/28/2038	
1240 Whitney Ranch Pkwy, #332	Rocklin, 95765	489-240-042	2	2006	2008-0070243	08/29/2008	08/29/2038	
1200 Whitney Ranch Pkwy, #613	Rocklin, 95765	489-250-027	3	2006	2008-0070259	08/29/2008	08/29/2038	Unit lost 90+day mrktng; DPA + Intrst paid off; HRA Reconveyed (2016)
1181 Whitney Ranch Pkwy, #732	Rocklin, 95765	489-250-066	2	2006	2008-0070250	08/29/2008	08/29/2038	
1201 Whitney Ranch Pkwy, #912	Rocklin, 95765	489-260-026	2	2006	2008-0070315	08/29/2008	08/29/2038	Loan Paid Off - Assigned/Assumed HRA & Afford D of T (2016)
1191 Whitney Ranch Pkwy, #836	Rocklin, 95765	489-260-022	3	2006	2008-0070354	08/29/2008	08/29/2038	
1200 Whitney Ranch Pkwy, #618	Rocklin, 95765	489-250-032	3	2006	2008-0070308	08/29/2008	08/29/2038	

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Condominiums (con't)								
1230 Whitney Ranch Pkwy, #434	Rocklin, 95765	489-240-068	2	2006	2007-0092653	09/24/2007	09/24/2037	
1230 Whitney Ranch Pkwy, #436	Rocklin, 95765	489-240-070	3	2006	2007-0098729	10/15/2007	10/15/2037	
1230 Whitney Ranch Pkwy, #425	Rocklin, 95765	489-240-061	2	2006	2007-0100347	10/19/2007	10/19/2037	sold to an affordable buyer, transfer DPA loan
1210 Whitney Ranch Pkwy, #528	Rocklin, 95765	489-250-016	3	2006	2007-102818	10/29/2007	10/29/2037	
1251 Whitney Ranch Pkwy, #1228	Rocklin, 95765	489-270-040	3	2006	2007-0109127	11/15/2007	11/15/2037	
1221 Whitney Ranch Parkway, #1114	Rocklin, 95765	489-270-004	2	2006	2007-0110727	11/20/2007	11/20/2037	
1211 Whitney Ranch Pkwy, #1014	Rocklin, 95765	489-260-052	2	2006	2007-0110933	11/21/2007	11/21/2037	
1251 Whitney Ranch Pkwy, #1235	Rocklin, 95765	489-270-045	2	2006	2007-0111415	11/26/2007	11/26/2037	Unit sold; loan repaid. affordability lost due to marketing period term
1210 Whitney Ranch Pkwy, #517	Rocklin, 95765	489-250-007	2	2006	2007-0111966	11/27/2007	11/27/2037	Unit sold; loan repaid Unit not sold, covenants remain
1210 Whitney Ranch Pkwy, #518	Rocklin, 95765	489-250-008	3	2006	2007-0111972	11/27/2007	11/27/2037	Unit lost. Foreclosure
1221 Whitney Ranch Pkwy, #1116	Rocklin, 95765	489-270-006	3	2006	2007-0112790	11/29/2007	11/29/2037	
1230 Whitney Ranch Pkwy, #438	Rocklin, 95765	489-240-072	3	2006	2007-0113403	11/30/2007	11/30/2037	
1251 Whitney Ranch Pkwy, #1238	Rocklin, 95765	489-270-048	3	2006	2007-0113475	12/03/2007	12/03/2037	Unit sold; covenants remain
1211 Whitney Ranch Pkwy, #1034	Rocklin, 95765	489-260-068	2	2006	2007-0117153	12/13/2007	12/13/2037	
1251 Whitney Ranch Pkwy, #1223	Rocklin, 95765	489-270-035	3	2006	2007-0120004	12/21/2007	12/21/2037	
1181 Whitney Ranch Pkwy, #734	Rocklin, 95765	489-250-068	2	2006	2007-0120812	12/26/2007	12/26/2037	
1251 Whitney Ranch Pkwy, #333	Rocklin, 95765	489-240-043	3	2006	2007-0121444	12/27/2007	12/27/2037	
1211 Whitney Ranch Pkwy, #1033	Rocklin, 95765	489-260-067	3	2006	2007-0121450	12/27/2007	12/27/2037	
1240 Whitney Ranch Pkwy, #328	Rocklin, 95765	489-240-040	3	2006	2008-0006384	01/27/2008	01/27/2038	Unit lost 90+day mrktng; DPA + Intrst paid off; HRA Reconveyed (2016)
1251 Whitney Ranch Pkwy, #1214	Rocklin, 95765	489-270-028	2	2006	2008-0006770	01/31/2008	01/31/2038	
1240 Whitney Ranch Pkwy, #318	Rocklin, 95765	489-240-032	3	2006	2008-240-032	02/11/2008	02/11/2038	
1210 Whitney Ranch Pkwy, #536	Rocklin, 95765	489-250-022	2	2006	2008-0010379	02/13/2008	02/13/2038	
1201 Whitney Ranch Pkwy, #917	Rocklin, 95765	489-260-028	2	2006	2008-0046796	06/05/2008	06/05/2038	
1251 Whitney Ranch Pkwy, #1213	Rocklin, 95765	489-270-027	3	2006	2008-0046493	06/06/2008	06/06/2038	Unit sold; covenants remain
1231 Whitney Ranch Pkwy, #1237	Rocklin, 95765	489-270-047	2	2006	2008-0048182	06/13/2008	06/13/2038	
1181 Whitney Ranch Pkwy, #735	Rocklin, 95765	489-250-069	2	2006	2008-0073667	09/15/2008	09/15/2038	
1240 Whitney Ranch Pkwy, #312	Rocklin, 95765	489-240-026	2	2006	2008-0074647	09/19/2008	09/19/2038	Unit sold; covenants remain
1211 Whitney Ranch Pkwy, #1012	Rocklin, 95765	489-260-006	2	2006	2008-0074581	09/18/2008	09/18/2038	Unit lost; DPA + Intrst paid off; Reconveyed (2016)
1181 Whitney Ranch Pkwy, #711	Rocklin, 95765	489-250-049	3	2006	2008-0075958	09/24/2008	09/24/2038	
1221 Whitney Ranch Pkwy, #1138	Rocklin, 95765	489-270-024	3	2006	2008-0076294	09/25/2008	09/25/2038	
1191 Whitney Ranch Pkwy, #811	Rocklin, 95765	489-260-001	3	2006	2008-0076350	09/26/2008	09/26/2038	sold to Affordable buyer, transferred DPA loan
1221 Whitney Ranch Pkwy, #1134	Rocklin, 95765	489-270-020	2	2006	2008-0076358	09/26/2008	09/26/2038	
1911 Whitney Ranch Pkwy, #834	Rocklin, 95765	489-260-020	2	2006	2008-0077103	09/29/2008	09/29/2038	

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Condominiums (con't)								
1181 Whitney Ranch Pkwy, #733	Rocklin, 95765	489-250-067	3	2006	2008-0077096	09/29/2008	09/29/2038	Unit sold. DPA loan and affordability assumed
1211 Whitney Ranch Pkwy, #1038	Rocklin, 95765	489-260-072	3	2006	2008-0079885	10/09/2008	10/09/2038	
1201 Whitney Ranch Pkwy, #918	Rocklin, 95765	489-260-032	3	2006	2008-0080983	10/15/2008	10/15/2038	
1211 Whitney Ranch Pkwy, #1016	Rocklin, 95765	489-260-054	3	2006	2008-0081817	10/17/2008	10/17/2038	
1211 Whitney Ranch Pkwy, #1018	Rocklin, 95765	489-260-056	3	2006	2008-0083716	10/27/2008	10/27/2038	
1211 Whitney Ranch Pkwy, #1011	Rocklin, 95765	489-260-049	3	2006	2008-0080160	10/10/2008	10/10/2038	Sold to Affordable buyer, no DPA loan
1191 Whitney Ranch Pkwy, #823	Rocklin, 95765	489-260-011	3	2006	2008-0085291	10/31/2008	10/31/2038	
1191 Whitney Ranch Pkwy, #823	Rocklin, 95765	489-260-011	3	2006	2008-0085291	10/31/2008	10/31/2038	
1251 Whitney Ranch Pkwy, #1224	Rocklin, 95765	489-270-036	2	2006	2008-0090961	11/20/2008	11/20/2038	
1221 Whitney Ranch Pkwy, #1124	Rocklin, 95765	489-270-012	2	2006	2008-0093972	12/05/2008	12/05/2038	
1191 Whitney Ranch Pkwy, #838	Rocklin, 95765	489-260-024	3	2006	2008-0093991	12/05/2008	12/05/2038	
1191 Whitney Ranch Pkwy, #814	Rocklin, 95765	489-260-004	2	2006	2008-0094437	12/08/2008	12/08/2038	
1221 Whitney Ranch Pkwy, #1113	Rocklin, 95765	489-270-003	3	2006	2008-0096461	12/16/2008	12/16/2038	
1200 Whitney Ranch Pkwy, #611	Rocklin, 95765	489-250-025	3	2006	2008-0098604	12/24/2008	12/24/2038	lost affordability from marketing period
1200 Whitney Ranch Pkwy, #616	Rocklin, 95765	489-250-030	3	2006	2008-0100181	12/31/2008	12/31/2038	lost affordability from marketing period
1200 Whitney Ranch Pkwy, #638	Rocklin, 95765	489-250-048	3	2006	2008-0100170	12/31/2008	12/31/2038	Unit lost due to marketing period.
1200 Whitney Ranch Parkway, #633	Rocklin, 95765	489-250-043	3	2006	2009-0004785	01/23/2009	01/23/2039	
1210 Whitney Ranch Parkway, #511	Rocklin, 95765	489-250-001	3	2006	2009-0012773	02/20/2009	02/20/2039	Unit sold. DPA loan paid off, affordability assumed
1191 Whitney Ranch Parkway, #826	Rocklin, 95765	489-260-014	3	2006	2009-0025176	03/30/2009	03/30/2039	Unit lost. Foreclosure in 2016
1201 Whitney Ranch Parkway, #916	Rocklin, 95765	489-260-030	3	2006	2009-0026319	04/01/2009	04/01/2039	
1191 Whitney Ranch Parkway, #812	Rocklin, 95765	489-260-003	2	2006	2009-0032808	04/22/2009	04/22/2039	
1200 Whitney Ranch Parkway, #636	Rocklin, 95766	489-250-046	3	2006	2009-0033649	04/24/2009	04/24/2039	paid off DPA loan
1240 Whitney Ranch Parkway, #323	Rocklin, 95765	489-240-035	3	2006	2009-0033642	04/24/2009	04/24/2039	
1191 Whitney Ranch Parkway, #822	Rocklin, 95765	489-260-010	2	2006	2009-0035884	04/30/2009	04/30/2039	Unit sold; loan repaid. Covenants remain
1200 Whitney Ranch Parkway, #623	Rocklin, 95766	489-250-035	3	2006	2009-0039970	05/12/2009	05/12/2039	
1200 Whitney Ranch Parkway, #632	Rocklin, 95766	489-250-042	2	2006	2009-0041281	05/15/2009	05/15/2039	
1251 Whitney Ranch Parkway, #1232	Rocklin, 95765	489-270-042	2	2006	2009-0042535	05/20/2009	05/20/2039	
1200 Whitney Ranch Parkway, #617	Rocklin, 95765	489-250-031	2	2006	2009-0049187	05/29/2009	05/29/2039	DPA + Intrst Paid Off; DPA only reconveyed; HRA Reassigned (2016).

ADDRESS		PARCEL NUMBER	SUBSIDIZED UNIT	CONSTRUCTED	DOCUMENT NUMBER	DOCUMENT DATE	EXPIRATION	
Condominiums (con't)								
1191 Whitney Ranch Parkway, #825	Rocklin, 95765	489-260-013	2	2006	2009-0051210	06/12/2009	06/12/2039	Unit sold; covenants remain
1191 Whitney Ranch Parkway, #833	Rocklin, 95765	489-260-019	3	2006	2009-0075880	07/31/2009	07/31/2039	
1121 Whitney Ranch Parkway, #1131	Rocklin, 95765	489-270-017	3	2006	2009-0067654	07/31/2009	07/31/2039	Unit sold; covenants remain
1200 Whitney Ranch Parkway, #637	Rocklin, 95765	489-250-487	2	2006	2009-0067125	07/31/2009	07/31/2039	
1211 Whitney Ranch Parkway, #1037	Rocklin, 95765	489-260-071	2	2006	2009-0073091	08/19/2009	08/19/2039	
1181 Whitney Ranch Parkway, #712	Rocklin, 95765	489-250-050	2	2006	2009-0076336	08/31/2009	08/31/2039	
1191 Whitney Ranch Parkway, #837	Rocklin, 95765	489-260-023	2	2006	2009-0080808	09/17/2009	09/17/2039	
1201 Whitney Ranch Parkway, #937	Rocklin, 95765	489-260-047	2	2006	2009-0081175	09/18/2009	08/18/2039	
1211 Whitney Ranch Parkway, #1021	Rocklin, 95765	489-260-057	3	2006	2009-0083077	09/25/2009	09/25/2039	
1240 Whitney Ranch Parkway, #317	Rocklin, 95765	489-240-031	2	2006	2009-0090745	10/22/2009	10/22/2039	unit sold; loan repaid. Covenants remain
1210 Whitney Ranch Parkway, #532	Rocklin, 95765	489-250-018	2	2006	2009-0101803	11/25/2009	11/25/2039	
1251 Whitney Ranch Parkway, #1221	Rocklin, 95765	489-270-033	3	2006	2009-0102581	11/30/2009	11/30/2039	Interest only paid; DPA, HRA etc. Reassigned (2016)
1211 Whitney Ranch Parkway, #1015	Rocklin, 95765	489-260-053	2	2006	2009-0102573	11/30/2009	11/30/2039	
1191 Whitney Ranch Parkway, #831	Rocklin, 95765	489-260-017	3	2006	2009-0102458	11/30/2009	11/30/2039	
1201 Whitney Ranch Parkway, #935	Rocklin, 95765	489-260-045	2	2006	2010-0015342	03/01/2010	03/01/2040	
1181 Whitney Ranch Parkway, #731	Rocklin, 95765	489-250-065	3	2006	2010-0017771	03/09/2010	03/09/2040	
1210 Whitney Ranch Parkway, #531	Rocklin, 95765	489-250-017	3	2006	2010-0017779	03/09/2010	03/09/2040	DPA Loan Paid Off - HRA Reassigned (2016)
1240 Whitney Ranch Parkway, #326	Rocklin, 95765	489-240-038	3	2006	2010-0018168	03/10/2010	03/10/2040	
1221 Whitney Ranch Parkway, #1125	Rocklin, 95765	489-270-013	2	2006	2010-0019670	03/16/2010	03/16/2040	
1201 Whitney Ranch Parkway #932	Rocklin, 95765	489-260-042	2	2006	2010-0020499	03/18/2010	03/18/2040	
1251 Whitney Ranch Parkway, #1236	Rocklin, 95765	489-270-046	3	2006	2010-0020836	03/19/2010	03/19/2040	unit sold; loan repaid. Affordability lost
1221 Whitney Ranch Parkway, #1122	Rocklin, 95765	489-270-010	2	2006	2010-0023148	03/29/2010	03/29/2040	
1191 Whitney Ranch Parkway, #821	Rocklin, 95765	489-260-009	3	2006	2010-0024769	04/02/2010	04/02/2040	
1181 Whitney Ranch Parkway, #725	Rocklin, 95765	489-250-061	2	2006	2010-0024796	04/02/2010	04/02/2040	
1211 Whitney Ranch Parkway, #1031	Rocklin, 95765	489-260-065	3	2006	2010-0028303	04/15/2010	04/15/2040	
1240 Whitney Ranch Parkway, #331	Rocklin, 95765	489-240-041	3	2006	2010-0028296	04/15/2010	04/15/2040	

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Condominiums (con't)								
1181 Whitney Ranch Parkway, #716	Rocklin, 95765	489-250-054	3	2006	2010-0029796	04/21/2010	04/21/2040	
1221 Whitney Ranch Parkway, #1127	Rocklin, 95765	489-270-015	2	2006	2010-0029803	04/21/2010	04/21/2040	Sold to Affordable buyer, paid off DPA loan
1240 Whitney Ranch Parkway, #321	Rocklin, 95765	489-240-033	3	2006	2010-0029810	04/21/2010	04/21/2040	
1200 Whitney Ranch Parkway, #615	Rocklin, 95765	489-250-029	2	2006	2010-0031184	04/28/2010	04/28/2040	Unit sold, buyer assumed DPA loan and affordability
1251 Whitney Ranch Parkway, #1212	Rocklin, 95765	489-270-026	2	2006	2007-0087175	09/05/2007	09/05/2037	Unit sold, buyer assumed affordability. No loan
1200 Whitney Ranch Parkway, #627	Rocklin, 95765	489-250-039	3	2006	2010-0031191	04/28/2010	04/28/2040	Unit sold. Lost affordability due to marketing period
1210 Whitney Ranch Parkway, #527	Rocklin, 95765	489-250-015	2	2006	2010-0032186	04/29/2010	04/29/2040	
1240 Whitney Ranch Parkway, #322	Rocklin, 95765	489-240-034	2	2006	2010-0032535	04/30/2010	04/30/2040	
1211 Whitney Ranch Parkway, #1036	Rocklin, 95765	489-260-070	3	2006	2010-0032548	04/30/2010	04/30/2040	
1201 Whitney Ranch Parkway, #921	Rocklin, 95765	489-260-033	3	2006	2010-0033289	05/04/2010	05/04/2040	Unit sold; loan repaid. Affordability lost
1201 Whitney Ranch Parkway, #933	Rocklin, 95765	489-260-043	3	2006	2010-0033333	05/05/2010	05/05/2040	loan and affordability assumed
1201 Whitney Ranch Parkway, #938	Rocklin, 95765	489-260-048	3	2006	2010-0034544	05/07/2010	05/07/2040	No loan, affordability assumed
1181 Whitney Ranch Parkway, #722	Rocklin, 95765	489-250-058	2	2006	2010-0034643	05/10/2010	05/10/2040	
1200 Whitney Ranch Parkway, #634	Rocklin, 95765	489-250-044	2	2006	2010-0035174	05/11/2010	05/11/2040	
1191 Whitney Ranch Parkway, #828	Rocklin, 95765	489-260-016	3	2006	2010-0037770	05/19/2010	05/19/2040	Unit sold; loan repaid Affordability lost
1211 Whitney Ranch Parkway, #1035	Rocklin, 95765	489-260-069	2	2006	2010-0038434	05/21/2010	05/21/2040	Sold to Affordable buyer, paid off DPA loan, \$2,500 interest payment at
1201 Whitney Ranch Parkway, #925	Rocklin, 95765	489-260-037	2	2006	2010-0038445	05/21/2010	05/21/2040	Unit sold; covenants remain
1181 Whitney Ranch Parkway, #721	Rocklin, 95765	489-250-057	3	2006	2010-0042076	06/04/2010	06/04/2040	Unit sold; covenants remain
1191 Whitney Ranch Parkway, #824	Rocklin, 95765	489-260-012	2	2006	2010-0040379	05/28/2010	05/28/2040	
1191 Whitney Ranch Parkway, #827	Rocklin, 95765	489-260-015	2	2006	2010-0044074	06/11/2010	06/11/2040	
1221 Whitney Ranch Parkway, #1123	Rocklin, 95765	489-270-011	3	2006	2010-0048076	06/25/2010	06/25/2040	portion of loan repaid
1221 Whitney Ranch Parkway, #1126	Rocklin, 95765	489-270-014	3	2006	2010-0049691	06/30/2010	06/30/2040	Unit sold. No DPA loan, affordability assumed
1200 Whitney Ranch Parkway, #622	Rocklin, 95765	489-250-034	2	2006	2010-0042977	06/18/2010	06/18/2040	
1181 Whitney Ranch Parkway, #723	Rocklin, 95765	489-250-059	3	2006	2010-0044511	06/14/2010	06/14/2040	Unit sold; loan repaid Covenants remain
1181 Whitney Ranch Parkway, #736	Rocklin, 95765	489-250-070	3	2006	2010-0044067	06/11/2010	06/11/2040	
1230 Whitney Ranch Parkway, #417	Rocklin, 95765	489-250-037	2	2006	2010-0044060	06/11/2010	06/11/2040	paid off DPA loan and Shared Equity due to sale to non-Affordable Buyer and above Max Sales Price
1201 Whitney Ranch Parkway, #936	Rocklin, 95765	489-260-046	3	2006	2010-0049698	06/30/2010	06/30/2040	
1250 Whitney Ranch Parkway, #222	Rocklin, 95765	489-240-010	2	2006	2010-0045767	06/17/2010	06/17/2040	

PROPERTY ADDRESS	CITY, ZIP CODE	ASSESSOR'S PARCEL NUMBER	TOTAL SUBSIDIZED UNIT	YEAR CONSTRUCTED	COVENANT DOCUMENT NUMBER	COVENANT DOCUMENT DATE	RESTRICTIONS EXPIRATION	NOTES
Condominiums (con't)								
1211 Whitney Ranch Parkway, #1032	Rocklin, 95765	489-260-066	2	2006	2010-0043719	06/10/2010	06/10/2040	
1200 Whitney Ranch Parkway, #224	Rocklin, 95765	489-240-012	2	2006	2010-0044052	06/11/2010	06/11/2040	
1250 Whitney Ranch Parkway, #223	Rocklin, 95765	489-240-001	3	2006	2010-0049031	06/29/2010	06/29/2040	
1201 Whitney Ranch Parkway, #928	Rocklin, 95765	489-260-040	3	2006	2010-0049023	06/29/2010	06/29/2040	
1200 Whitney Ranch Parkway, #624	Rocklin, 95765	489-250-036	2	2006	2010-0049684	06/30/2010	06/30/2040	Unit sold; Reassigned HRA and Afford. Deed of Trust (2016)
1251 Whitney Ranch Parkway, #1226	Rocklin, 95765	489-270-038	3	2006	2010-0049670	06/30/2010	06/30/2040	
1250 Whitney Ranch Parkway, #213	Rocklin, 95765	489-240-003	3	2006	2010-0049677	06/30/2010	06/30/2040	
1200 Whitney Ranch Parkway, #621	Rocklin, 95765	489-250-033	3	2006	2010-0052929	07/13/2010	07/13/2040	
1181 Whitney Ranch Parkway, #726	Rocklin, 95765	489-250-062	3	2006	2010-0057104	07/27/2010	07/27/2040	
1211 Whitney Ranch Parkway, #1027	Rocklin, 95765	489-260-063	2	2006	2010-0075045	09/22/2010	09/22/2010	Unit sold; DPA and intrst paid; DPA only reconveyed (2016)
1250 Whitney Ranch Parkway, #214	Rocklin, 95765	489-240-004	2	2006	2010-0075480	09/23/2010	09/23/2040	sold to affordable buyer, paid DPA loan due to term violation
1201 Whitney Ranch Parkway, #924	Rocklin, 95765	489-260-036	2	2006	2010-0075487	09/23/2010	09/23/2040	
1211 Whitney Ranch Parkway, #1025	Rocklin, 95765	489-260-061	2	2006	2010-0078320	09/30/2010	09/30/2040	
1210 Whitney Ranch Parkway, #525	Rocklin, 95765	489-250-013	2	2006	2010-0080802	10/07/2010	10/07/2040	Unit sold; loan repaid. Covenants remain
1200 Whitney Ranch Parkway, #625	Rocklin, 95765	489-250-037	2	2006	2010-0081260	10/08/2010	10/08/2040	Unit sold. Loan and affordability assumed
1211 Whitney Ranch Parkway, #1024	Rocklin, 95765							Unit lost; All Reconveyed (2016)
1200 Whitney Ranch Parkway, #626								Unit lost; DPA and Intrst paid off; All Reconveyed (2016)
1210 Whitney Ranch Parkway, #526	Rocklin, 95765	489-250-014	3	2006	2010-0081260	10/08/2010	10/08/2040	Unit lost 90+day mrktng; DPA + Intrst paid off; HRA Reconveyed (2016)
1210 Whitney Ranch Parkway #523	Rocklin, 95765	489-250-011	3	2007	2008-0076298	09/25/2008	09/25/2038	Unit sold. Paid off loan, kept affordability - lender wouldn't lend with DPA
1230 Whitney Ranch Parkway, #435	Rocklin, 95765	489-240-069	2	2007	2007-0070314	07/16/2007	07/16/2037	Unit sold. Lost affordability due to marketing period
1230 Whitney Ranch Parkway, #416	Rocklin, 95765	489-240-054	3	2007	2007-0065602	06/27/2007	06/27/2037	sold to affordable buyer, no DPA loan
1181 Whitney Ranch Parkway #727	Rocklin, 95765	489-250-063	2	2007	2008-0099739	12/30/2008	12/30/2038	sold to affordable buyer, no DPA loan
1210 Whitney Ranch Parkway #515	Rocklin, 95765	489-250-005	2	2007	2011-0014273	02/18/2011	02/18/2041	Unit sold to affordable buyer, no DPA loan
1221 Whitney Ranch Parkway #1135	Rocklin, 95765	489-270-021	2	2007	2007-0089181	09/12/2007	09/12/2037	Unit sold to affordable buyer, no DPA loan
1191 Whitney Ranch Parkway #815	Rocklin, 95765	489-260-005	2	2007	2009-005668	01/27/2009	01/27/2039	Unit sold to affordable buyer, no DPA loan
3210 Hickory Way	Rocklin, 95677	046-270-061	3	1978	2002-0020509	02/19/2002	02/19/2012	Paid off DPA loan
SB 341 requirements (H&SC 34176.1(f)(12))								
An inventory of homeownership units assisted by the former redevelopment agency or the housing successor that are subject to covenants or restrictions or to an adopted program that protects the former redevelopment agency's investment of moneys from the Low and Moderate Income Housing Fund pursuant to subdivision (f) of Section 33334.3. This inventory shall include all of the following information:								
See above								
13(A): The number of those units								
265 total units still with covenants. 262 units originally Affordable Housing (Whitney Ranch). 57 units originally FTHB. 54 total have lost affordability.								
13(B): In the first report pursuant to this subdivision, the number of units lost to the portfolio after February 1, 2012, and the reason or reasons for those losses. For all subsequent reports, the number of the units lost to the portfolio in the last fiscal year and the reason for those losses.								
See highlighted/bold units in light green - previous to Fiscal Year 2018-2019								
See highlighted/bold units in light yellow - Fiscal Year 2018-2019								
13 (C): Any funds returned to the housing successor as part of an adopted program that protects the former redevelopment agency's investment of moneys from the Low and Moderate Income Housing Fund.								
\$196,905 loan principal repaid in Fiscal Year								
13 (D): Whether the housing successor has contracted with any outside entity for the management of the units and, if so, the identity of the entity.								
No.								



City Council Staff Report

Subject: Joint Use Agreement with Rocklin Unified School District for the Rocklin High School Aquatic Complex

Date: March 24, 2020

Submitted By: Kevin Huntzinger, Deputy Director of Parks and Recreation

Department: Parks and Recreation

Staff Recommendation:

Adopt a resolution approving an agreement with Rocklin Unified School District for the Joint Use of the Rocklin High School Aquatic Complex and authorizing the City Manager to execute the agreement.

BACKGROUND:

On April 11th, 2006, the City of Rocklin City Council adopted Resolution No. 2006-105 which granted Rocklin Wave (now known as Rocklin Swim Team) a license to use the aquatics complexes at Rocklin High School and Whitney High School for swimming purposes, including swim team tryouts, practice, workouts, organized meets, operation of concessions, provisions for spectators, and other incidental uses clearly and directly related to the foregoing. This has included public swim lessons during the summer months.

Rocklin Swim Team's use of both Rocklin High School and Whitney High School's aquatic complex is contingent on the City of Rocklin and Rocklin Unified School Districts joint use agreements adopted by Resolution No. 94-111 and Resolution No. 2006-63. Resolution No. 94-111 is related to the pool at Rocklin High School and Resolution No. 2006-63 is related to the pool at Whitney High School. These agreements include obligations of both parties for maintenance and costs related to the aquatics complexes as well as allocation

of pool use. The time of pool use allocated to the City through these agreements with the school district is in turn allocated to Rocklin Swim Team through the City/Wave agreement.

The agreement between the City and RUSD for Rocklin High School Pool was set to expire on June 30, 2019 and was extended by ninety (90) days by the adoption of Resolution No. 2019-5 at the January 8, 2019 City Council meeting. The adopted resolution extended the expiration date of this agreement to September 28, 2019.

To provide the City, Rocklin Swim Team, and RUSD additional time to discuss the future structure of the various agreements, City Council adopted Resolution No. 2019-220 at the September 24, 2019 City Council meeting. This resolution extended the agreement between the City and RUSD for the Rocklin High School pool by one hundred eighty (180) days. The adopted resolution extended the expiration date of this agreement to March 26, 2020.

With the common goal of continuing to provide aquatics services for Rocklin residents, RUSD and city staff have collaborated over the past few months to produce a new joint use agreement for the RHS Aquatic Complex.

The key items included in the agreement are summarized below:

1. General Terms

- a. Term- Execution date through February 13, 2031. Expiration date of agreement coincides with the WHS Aquatic Complex agreement.
- b. District Responsibilities - District shall maintain the Pool, Equipment and Pump Room, Recreation/Shower Building, and Concession Stand.
- c. City Responsibilities - City shall pay one-half (50%) of the cost of maintenance personnel, maintenance supplies, and replacement costs of deck safety equipment associated with the Pools and Equipment, Pump Room, Recreation/Shower Building and Concession Stand.

2. Operation

- a. District Responsibilities -The District shall pay all utility bills, including gas and electric bills, and manage all maintenance operations for the aquatic complex and all support facilities.
- b. City Responsibilities - City shall annually reimburse District fifty percent (50%) of the cost of all utilities for the Aquatic Complex.

3. Scheduling

- a. District and City Use - Both parties shall have use of the Aquatic Complex as stated in Exhibit A for the 2019/2020 School Year. Schedules for all future years during the term of

this agreement will be negotiated during the scheduling meetings mentioned below.

b. Scheduling Meeting - Contract administrators shall meet twice annually, once in December and March, to develop a detailed schedule for each season.

4. Repair and Replacement

a. Capital Improvement Plan - Both parties will work collaboratively to develop a capital improvement plan for the aquatic complex. The plan will include a schedule of items to be replaced during the term of this agreement.

b. Capital Equipment Repair and Replacement - City and District shall each pay one-half (50%) of the cost of repair and replacement of capital equipment.

c. Capital Equipment Repair and Replacement Fund - The City and District agree to set aside Five Thousand Dollars (\$5,000.00) annually for the establishment of a Capital Equipment Repair and Replacement Fund. A maximum of One Hundred Thousand Dollars (\$100,000.00) will be maintained in this fund.

Fiscal Impact:

In FY 18/19 the RHS Aquatic Complex had General Fund (GF) expenditures of \$66,874 (1008216-6100-10060) and GF revenues of \$13,609 (1007084-4135-1006), resulting in a net cost to the City of \$53,265.

For FY 19/20 staff has budgeted \$50,000 in GF expenditures and \$13,000 in GF revenues.

Staff expects the cost associated with the new RHS Aquatic Complex Agreement to increase due to the CIP project list submitted by RUSD (Attachment 8 of the Agreement). Below are the expenditure estimates for the RHS Aquatic Complex for the next three fiscal years. All expenditures and revenues will be accounted for in General Fund Recreation (100708), starting in FY 20/21.

FY 20/21 - \$109,000

FY 21/22 - \$110,500

FY 22/23 - \$115,000

The above projections are based on the RUSD Anticipated Aquatic Centers Expenditures for FY 20/21 (Attachment 5 of the Agreement) and the RUSD CIP project list (Attachment 8 of the Agreement) with an annual inflationary factor of five percent on RUSD Aquatic Center Expenditures for future years. Staff currently projects revenues of \$15,000 per year.

ATTACHMENTS:

Description

▢ **RESOLUTION**

▢ **Agreement**

The ACM/CFO has reviewed this staff report and certifies that budgeted funds are available, unless a budget amendment is being requested as part of this action item.

RESOLUTION No. 2020 -

RESOLUTION OF THE CITY COUNCIL
OF THE CITY OF ROCKLIN APPROVING AN AGREEMENT WITH THE ROCKLIN UNIFIED SCHOOL DISTRICT
FOR JOINT USE OF THE ROCKLIN HIGH SCHOOL AQUATIC COMPLEX AND AUTHORIZING THE CITY
MANAGER TO EXECUTE THE AGREEMENT

The City Council of the City of Rocklin does resolve as follows:

WHEREAS, on May 10, 1994, the City Council adopted Resolution 94-111 approving an agreement between the City of Rocklin and the Rocklin Unified School District for joint use of the Rocklin High School Aquatic Complex which was set to expire on June 30, 2019.

WHEREAS, on April 11, 2006, the City Council adopted Resolution 2006-105 approving an agreement between the City of Rocklin and the Rocklin Wave Swim Team for use of the aquatic facilities at Rocklin and Whitney High Schools. The term of this agreement runs from March 1st through July 31st each year and renews automatically unless either party hereto gives written notice to the other, no later than ninety (90) days prior to the beginning of the annual term.

WHEREAS, in order for the Rocklin Wave Swim Team to complete its summer swim program, the City Council adopted Resolution 2019-5 which extended the agreement between the City of Rocklin and the Rocklin Unified School District for joint use of the Rocklin High School Aquatic Complex.

WHEREAS, in order to allow additional time for the City of Rocklin, Rocklin Swim Team, and Rocklin Unified School District to discuss the future structure of the various agreements and bring forward recommendations to their respective boards and council, the City Council adopted Resolution 2019-220 which extended the current agreement with the Rocklin Unified School District for joint use of the Rocklin High School Aquatic Complex for one hundred eighty (180) days, until March 26, 2020.

WHEREAS, the new joint use agreement allows the City and RUSD to continue to work collaboratively to provide aquatics programs, and promote educational and recreational activities at the Rocklin High School aquatic complex.

NOW THEREFORE, BE IT RESOLVED by the City Council of the City of Rocklin as follows:

Section 1. The joint use agreement with the Rocklin School District for the Rocklin High School Aquatic Complex is approved and the City Manager is authorized to execute the agreement, in substantially the form attached hereto as Exhibit "A".

PASSED AND ADOPTED this 24th day of March, 2020, by the following vote:

AYES:	Councilmembers:
NOES:	Councilmembers:
ABSENT:	Councilmembers:
ABSTAIN:	Councilmembers:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

Exhibit A

JOINT USE OF FACILITIES/AQUATIC COMPLEX

(City of Rocklin/Rocklin Unified School District)

Rocklin High School

This agreement is made and entered into as of the ____ day of March 2020, by and between the CITY OF ROCKLIN, a municipal corporation, hereinafter referred to as “City,” and the ROCKLIN UNIFIED SCHOOL DISTRICT, a school district existing and operating under the laws of the State of California, hereinafter referred to as “District.”

R E C I T A L S

A. California Education Code §10900, et seq., authorizes cities and school districts to enter into agreements for the joint use of their respective recreation facilities to meet the general educational and recreational needs of the children and adults in the community.

B. District owns and operates the swimming pool and related facilities located on the campus of the Rocklin High School, as depicted in the site plan attached hereto as Attachments [1] to which City contributed substantial funds to construct. The pool and related facilities are referred to collectively as the “Aquatic Complex.” The Aquatic Complex is comprised of the following:

1. The Pool, which consists of the facilities and items listed in Attachment [2], attached hereto.

2. The Equipment and Pump Room, which consists of the facilities and items listed in Attachment [4], attached hereto.

3. The Recreation/Shower Building, which consists of the facilities and items listed in Attachment [3], attached hereto.

4. The Concession Stand, which consists of the facilities and items listed in Attachment [6], attached hereto.

C. On May 10, 1994, the City and District entered into a Joint Use of Facilities/Swimming Pool Agreement for the Rocklin High School Aquatic Complex; the term of the agreement has been extended to March 26, 2020.

D. The City and District desire to cooperate with each other and enter into a new agreement that will supersede the prior agreement, and is entered into for the purpose of sponsoring and promoting educational and recreational activities at the Aquatic Complex.

E. The City and District desire to make the term of this Agreement coterminous with the Whitney High School agreement with the future goal of creating a single consolidated agreement covering both facilities.

A G R E E M E N T

In consideration of the covenants herein, the District grants to City the right to use the Aquatic Complex upon the following terms and conditions:

1.0 EFFECTIVE DATE AND TERM

This Agreement shall become effective [date/upon execution] and shall remain in effect through February 13, 2031, unless sooner terminated or extended by the mutual agreement of the parties. This Agreement is intended to supersede the prior joint use of the Rocklin High School pool facility agreement between the parties.

2.0 MAINTENANCE

2.1 General Upkeep and Maintenance.

2.1.1 District Responsibilities. District shall maintain the Pool, Equipment and Pump Room, Recreation/Shower Building, and Concession Stand.

2.1.2 City Responsibilities. City shall pay one-half (50%) of the cost of maintenance personnel, maintenance supplies, and replacement costs of deck safety equipment associated with the Pool and Equipment, Pump Room, Recreation/Shower Building and Concession Stand. Billing and accounting procedures shall be developed pursuant to paragraph 8 of this Agreement.

2.1.3 Cleanup. City and District shall each clean up all areas of the Pool and Concession Stand following use by that party or under the supervision of that party. Cleanup includes removal of all garbage from Pool area (including Concession Stand and Locker/Shower Room) produced by each party.

2.1.4 Scheduling. All maintenance requiring closure of the Pool shall be scheduled in advance; the dates and times being acceptable to the contract administrators. No maintenance requiring closure shall occur between May 1 and August 30 of any year, except for emergencies.

3.0 OPERATION

3.1 District Responsibilities. The District shall pay all utility bills, including gas and electric bills, and manage all maintenance operations for the Aquatic Complex and all support facilities.

3.2 City Responsibilities. City shall annually reimburse District fifty percent (50%) of the cost of all yearly utilities for the Aquatic Complex. The City's contribution shall not exceed the amount set forth in the District's annual budget, unless mutually agreed upon by the Parties, in advance. To facilitate financial planning, the District's anticipated expenses related to the Aquatic Complex is attached hereto as Attachment [5]. The District will promptly provide the City with updated budgets pertaining to the Aquatic Complex, as they become available.

4.0 USE, SCHEDULING- HOURS OF USE

4.1 Parties recognize and agree the Aquatic Complex pool hours should, to the greatest extent feasible, be shared equally between the Parties.

4.2 District Use. District shall have use of the Aquatic Complex as stated in Attachment [7] (attached) for the 2019-2020 School year. Schedules for all future years during the term of this Agreement will be negotiated as set forth in section 4.4 herein. Nothing in this Agreement shall limit the District's use of all or any portion of the Aquatic Complex during an emergency. For purposes of this Agreement, an emergency is any circumstance or event that the Parties collectively deem to pose an actual or potential danger to life or property. The parties shall exchange and keep current a list of authorized representatives, by name or by title, to be contacted in the event of an emergency.

4.3 City Use. City shall have use of the Aquatic Complex as stated in Attachment [7] (attached) for the 2019-2020 School year. Schedules for all future years during the term of this Agreement will be negotiated as set forth in section 4.4 herein.

4.4 Scheduling Meeting. Contract Administrators shall meet twice annually, once in December and March, to develop a detailed schedule for each season. The meeting in December will cover spring (early February through early May), late spring (early May through the middle of June) and summer seasons (middle of June through early August). The meeting in March will cover the fall (early August through early November) and winter seasons (early November through early February). If both parties cannot mutually agree on scheduling terms during the above mentioned meetings, the pool schedules for that specific season will follow the schedule as provided in Attachment [7]. The parties may meet at any time, to review and modify,

as mutually agreed, temporary or permanent changes to the hours of use schedule as set forth above.

4.5 Access to Electronic Scheduling. City shall have access to District's Facilities use electronic scheduling program not less than 120 days in advance of the scheduled first date of each season as explained in section 4.4.

4.6 Schedule Changes. Any schedule change for the District or City that varies from the agreed upon schedule, above, must be submitted no less than 14 calendar days in advance and is not effective until approved by both parties.

4.7 Change in the Law. It is expressly understood and agreed that the provisions of Paragraph 4.0 are based upon the school term and/or school year established by the District in accordance with current law. The parties recognize that in the future the legislature may implement late school start time and extend the length of the school year and/or school term or may require the District to maintain year-round school. If such changes occur, the parties agree to meet and negotiate in good faith a revised agreement on hours of use, which would allow each party proportionately the same number of hours of use at reasonable times as agreed to in this Agreement. Such revised agreement may involve City use of the Aquatic Complex during school hours.

4.8 Recreation/Shower Building: City and District shall have use and control of the Recreation/Shower building during agreed upon hours of use as stated in Attachment [3]. District shall be allowed to use the restrooms and exterior showers during the District's hours of use.

4.9 Concession Stand: City and District shall have use and control of the Concession Stand during agreed upon hours of use as stated in Attachment [7]. All costs associated with bringing Concession Stand up to compliance with current health department codes and regulations shall be split equally between both City and District.

4.10 District Storage: This area is for exclusive use by District.

4.11 City Storage: This area is for exclusive use by City.

4.12 Supervision. Each party shall be responsible for and shall supervise all activities conducted in the Aquatic Complex by or arranged through that party under this Agreement.

5.0 USE BY THIRD-PARTY ORGANIZATIONS

5.1 City and District may each arrange for use of the Aquatic Complex by third-party organizations (swim clubs, booster clubs, and other school districts) during the City or District's respective scheduled use time.

5.2 City and District shall require all third-party organizations to carry

appropriate insurance coverage as set forth in Section 12.0 hereof, naming both City and District additional insureds.

5.3 City and District shall require all third-party organizations to obtain a waiver of liability and assumption of risk agreement from participants in activities at the Aquatic Center.

5.4 Use of the timing equipment shall be allowed by third party organizations only when supervised or trained by fully trained and authorized personnel of either District or City. Costs associated with the use of supervising or training personnel shall be the responsibility of the party arranging for the use by the third party organization.

6.0 REPAIR, REPLACEMENT AND ADDITION OF FACILITIES AND EQUIPMENT

6.1 Repair, Replace, Reimbursements. City shall reimburse District for any and all damages to the Aquatic Complex when such damage occurs during and as a result of City negligent or willful misuse of the Aquatic Complex. District shall be responsible for any and all damages to the Aquatic Complex when such damage occurs during and as a result of District's negligent or willful misuse of the Aquatic Complex.

6.2 Improvements. If the City or a third party intends to purchase fixtures or equipment for installation at the Aquatic Complex, the City or third party must obtain approval from the District; such approval will not be unreasonably delayed or withheld. All such fixtures or equipment will be installed by the District, and the District will make a good faith effort to install the fixtures or equipment in a timely manner. Any improvements constructed or installed pursuant to this provision shall become the property of the District, unless otherwise specifically provided by the parties in writing. The terms under which the improvements will be made and funded shall be set forth in a separate agreement.

6.3 Capital Improvement Plan. The parties will work collaboratively to develop a capital improvement plan for the Aquatic Complex. The plan will include a schedule of items to be replaced during the term of this Agreement. A draft of the plan is attached hereto as Attachment [8].

6.4 Capital Equipment Repair and Replacement. City and District shall each pay one-half (50%) of the cost of repair and replacement of capital equipment made necessary by ordinary wear and tear or natural cause that experience, prescience, or care cannot reasonably foresee or prevent. No deferrals in fiscal year the expense occurred.

6.5 Capital Equipment Repair and Replacement Fund. The City and District agree to set aside Five Thousand Dollars (\$5,000.00) annually for the establishment of a Capital Equipment Repair and Replacement Fund. A maximum of One Hundred Thousand Dollars (\$100,000.00) will be maintained in this fund. Once the fund reaches One Hundred Thousand Dollars (\$100,000.00), contributions will cease until deductions from the fund, needed for repairs/replacement, cause the fund to fall below One Hundred Thousand

Dollars (\$100,000.00). Capital repairs/expenditures are considered repairs or replacement of existing equipment required to keep the Aquatic Complex operational. The contract administrators for each agency shall agree to the repair/replacement of such equipment prior to expenditure of Capital Equipment Repair and Replacement funds. Accounting practices for the Capital Equipment Repair and Replacement Fund will be developed cooperatively by each agency's fiscal officer.

7.0 FEES

District agrees that during those periods that City has use, control, and benefit of the Aquatic Complex, City may charge such admission fees to cover its expenses as the City may from time to time determine. All monies so levied and collected shall remain the property of City.

8.0 ADMINISTRATION OF CONTRACT

8.1 Each party shall designate a Contract Administrator as provided herein. City appoints the City Manager or his designee and District appoints its Superintendent or his designee to administer this Agreement.

8.2 The City Manager and Superintendent and/or their respective designee shall have full authority to the extent provided by law to administer this Agreement. Administration of the Agreement includes, but is not limited to, developing accounting and other procedures, scheduling the use of the Aquatic Complex in accordance with Paragraph 4, providing appropriate supervision during each party's use, scheduling maintenance operations and providing access to the Aquatic Complex.

9.0 FUTURE IMPROVEMENTS

District and City agree that all future improvements to the Aquatic Complex shall be approved in advance by both District's and City's respective governing boards. The cost of any improvements shall be borne by District unless the parties otherwise agree in writing. City and District agree that all future improvements shall comply with all applicable local, state, and federal laws including, but not limited to, Education Code §§39100, et. seq., and all future amendments thereto, the Rehabilitation Act of 1973, health and safety regulations, and Americans with Disabilities Act standards.

10.0 COMMUNICATION AND CONFLICT RESOLUTION

10.1 District and City agree that communication between the parties regarding this joint use agreement for the Aquatic Complex is pivotal to its success. Parties agree to meet annually in August, or more often if needed, to discuss goals, expectations, programs, challenges and potential solutions.

10.2 Conflict Resolution. In the event of a dispute between the parties regarding the terms of this Agreement, the parties shall endeavor to resolve any conflict within 48 hours to avoid interference with operations and disruption to the provision of services to the community. In the event of a conflict, the following steps will be followed:

- 10.2.1 Level One: Informal efforts to resolve the issue(s) between City and District Staff and/or coaches.
- 10.2.2 Level Two: If Level One informal conflict resolution is not successful, the issues(s) will be brought to the District Senior Director Facilities, Maintenance & Operations and the City's Director of Parks and Recreation for resolution.
- 10.2.3 Level Three: If Levels One and Two are not successful, the issue(s) will be brought to the District Superintendent and City Manager for a good faith attempt to resolve the dispute.
- 10.2.4 If all efforts fail, the parties may agree to submit the matter to nonbinding mediation with each party bearing half the cost or if no agreement can be reached, either party may proceed to litigation.

11.0 TERMINATION

- 11.1 Due to change in funding/non-allocation of funds. In the event funds relied upon to establish this Agreement are withdrawn or not continued, the District or City may terminate this Agreement by providing 90 calendar days written notice to the other party.
- 11.2 For convenience. Either Party may terminate this Agreement for convenience (without cause), upon 180 calendar days written notice to the other Party.
- 11.3 For cause. This Agreement may be terminated by either party for cause, provided the other party is given not less than 60 calendar days written notice of intent to terminate after written notice of the cause and a reasonable opportunity of at least 30 days to cure and correct such cause.

12.0 INSURANCE

12.1 Throughout the term of this agreement, each party shall maintain in full force and effect:

- 12.1.1 Public entity liability coverage or insurance to defend and pay claims for bodily injury, property damage, death and personal injury occurring upon, in, or about the Aquatic Complex. Such coverage or insurance shall be on an occurrence basis with a liability limit of not less than Ten million dollars (\$10,000,000); and
- 12.1.2 Worker's Compensation coverage or insurance for all employees of the respective parties engaged in employment upon, in, or about the

Aquatic Complex as required by the laws of the State of California.

12.2 Each party shall provide the other with a certificate of coverage or insurance showing such coverage. Insurance is to be placed with insurers authorized to conduct business in the state with a current A.M. Best's rating of no less than A:VII, unless otherwise acceptable to the District and the City. The policy shall be appropriately endorsed to provide that the other party shall be given at least thirty (30) days prior written notice of material changes to or cancellation of the coverage or insurance policy, or a reduction in limits beyond the minimum required by this agreement. Each party will name the other party as an additional insured on its coverage or policy and will also include a waiver of subrogation in its coverage or policy against the other party.

12.3 The District or the City may satisfy a portion or all of the coverage or insurance requirements of this agreement through a plan of self-insurance, providing that the self-insurance plan otherwise meets the requirements of this paragraph.

12.4 Each party shall require any third-party organizations using the Aquatic Center to maintain insurance meeting all the requirements stated herein, and shall ensure that the District and City are additional insureds.

13.0 INDEMNITY

13.1 Each party agrees to indemnify and hold the other party, its officers, employees, and volunteers harmless from and against all claims, demands, and causes of action for personal injury or death or property damage, arising out of the use of the Aquatic Complex by the indemnifying party and caused by the negligent act or omission of the indemnifying party, its officers, employees, volunteers, agents, or representatives.

13.2 Each party will require third-party organizations that are authorized to use the Aquatic Complex to execute a document agreeing to indemnify and hold harmless the City and District from and against all claims, demands, and causes of action for personal injury or death or property damage, arising out of the third party organization's use of the Aquatic Complex, and caused by the negligent act or omission of the third-party organization, its officers, employees, agents, representatives, or volunteers.

14.0 AMENDMENTS

The terms of this agreement may be modified at any time by the mutual consent and written agreement of the parties.

15.0 ENTIRE AGREEMENT

This Agreement constitutes the entire agreement between the parties relative to the services specified herein and supersedes whatever oral or written understanding they may have had prior to the execution of this agreement. No alteration or modification of this Agreement shall be valid or effective unless and until such modification is evidenced by a writing signed by both parties to this Agreement, by persons authorized to act on behalf of

the parties. There are no understandings, agreements, conditions, representations, warranties or promises, with respect to this Agreement, except those contained in or referred to in the writing.

16.0 SEVERABILITY

If any portion of this Agreement or the application thereof to any person or circumstance shall be held invalid or unenforceable, the remainder of this Agreement shall not be affected thereby and shall be enforced to the greatest extent permitted by law.

17.0 WAIVER

Neither party's acceptance of, or payment for, any service performed by the other party, nor any waiver by either party of any default, breach, or condition precedent, shall be construed as a waiver of any provision of this Agreement, nor as a waiver of any other default, breach or condition precedent or any other right hereunder.

18.0 NOTICE

All notices that are required to be given by one party to the other under this Agreement shall be in writing and shall be deemed to have been given if delivered personally or enclosed in a properly addressed envelope and deposited in a United States Post Office for delivery by registered or certified mail addressed to the parties at the following addresses:

District:
[INSERT CONTACT INFORMATION FOR DISTRICT]

City: Director, Department of Parks and Recreation

City Attorney
City of Rocklin
3970 Rocklin Road
Rocklin, CA 95677
Email: LegalNotices@rocklin.ca.us

19.0 ATTACHMENTS

All attachments referred to herein and attached hereto, are by this reference incorporated as if set forth fully herein.

20.0 NON-DISCRIMINATION.

The parties agree that in performing the obligations under this Agreement, all persons will be treated equally and without regard to or because of race, color, religion, ancestry, national origin, sex, age, sexual orientation, marital status or disability, and in compliance

with all anti-discrimination laws of the United States of America and the State of California.

21.0 ASSIGNMENT.

This Agreement is not assignable, absent mutual written consent of the Parties hereto.

22.0 INTERPRETATION: GOVERNING LAW.

This Agreement shall be construed according to its fair meaning and as if prepared by both Parties hereto. This Agreement shall be construed in accordance with the laws of the State of California in effect at the time of the execution of this Agreement.

23.0 EXECUTION IN COUNTERPARTS; SIGNATURES.

This Agreement may be executed in several counterparts, and all such executed counterparts shall constitute one agreement binding on all Parties hereto, notwithstanding that all Parties are not signatories to the original or the same counterpart. Copies of signatures shall have the same force and effect as original signatures.

This Agreement has been entered into as of the date first above written.

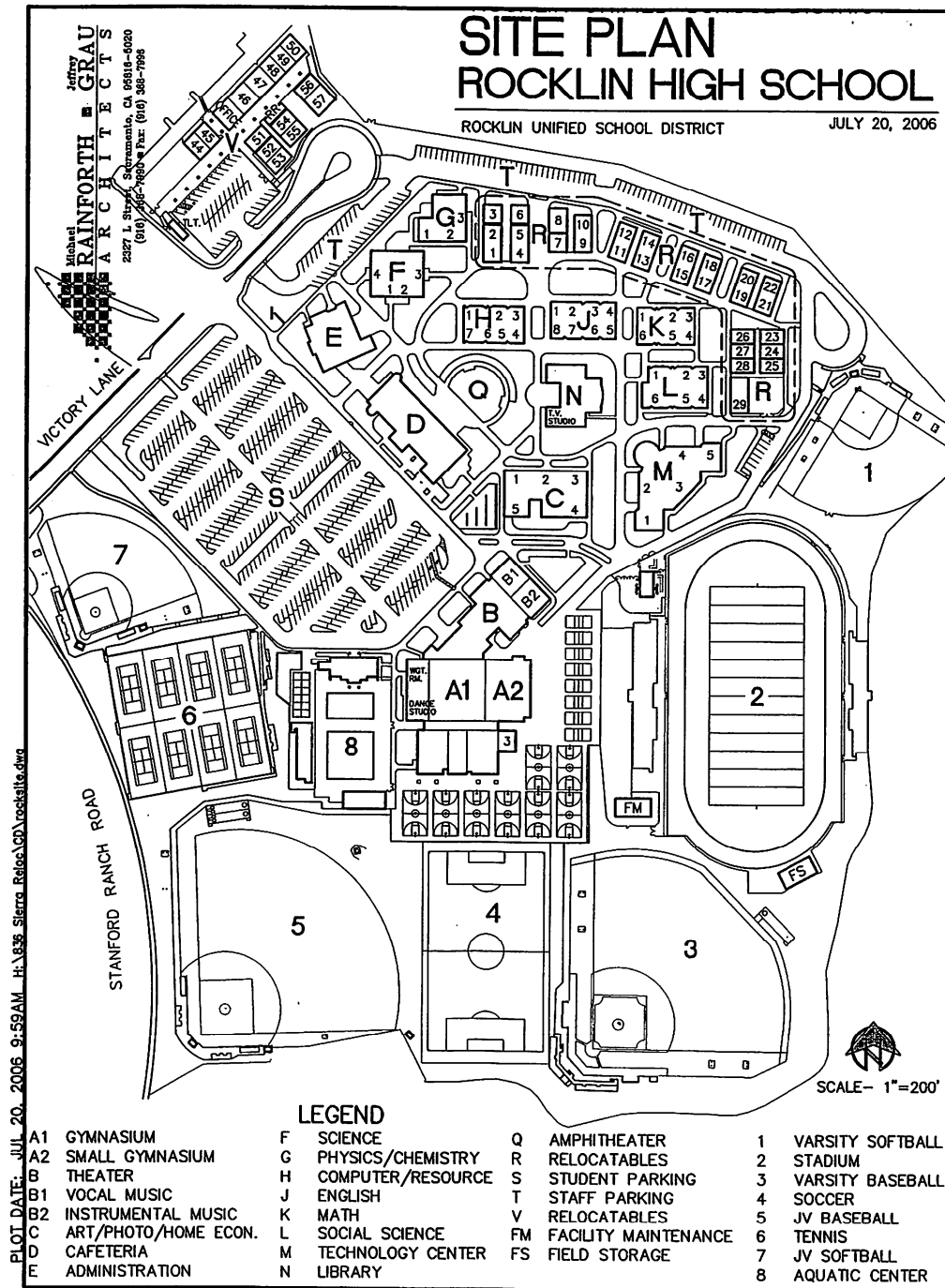
CITY OF ROCKLIN, "City"

ROCKLIN UNIFIED SCHOOL DISTRICT,
"District"

Steven Rudolph, City Manager

Roger Stock, Superintendent

ATTACHMENT 1 Site Plan



ATTACHMENT 2

The Pools consists of the following facilities and items:

1. 25-yard competitive pool and its contents
2. Recreation/training pool and its contents
3. Bleachers
4. Picnic/shade structure
5. Lifeguard stands
6. Pool covers
7. Lane ropes
8. Diving boards
9. Irrigation/turf
10. Fencing
11. Competitive timing system and scoreboard
12. Site lighting
13. Starting blocks
14. Picnic tables
15. Rescue equipment (ring buoy, backboard, Shepard's Crook)
16. Pool vacuum
17. Pool lighting
18. Site drains (deck)
19. Water polo goals
20. Backstroke flagpoles

ATTACHMENT 3

The Recreation/Shower Building consists of the following facilities and items:

1. The building rooms/offices
2. Shower/rest rooms
3. Public/reception counter
4. Exterior showers
5. Furnishings
6. P.A. system control
7. Pool lighting controls
8. Timing system controls
9. Locker room lighting controls

ATTACHMENT 4

The Equipment and Pump Room consists of the following facilities and item:

1. The building/room
2. Surge tank
3. Slurry tank
4. Heater – competitive pool
5. Heater – recreation pool
6. Service sink
7. CO2 tanks and seals
8. Chemical feed modules
9. Make-up valve: main pool water

ATTACHMENT 5

ROCKLIN UNIFIED SCHOOL DISTRICT / CITY OF ROCKLIN ANTICIPATED AQUATIC CENTERS EXPENDITURES 2020-21 Budget

	Total Charges	50% City of Rocklin
<u>Rocklin High School Pool:</u>		
Maintenance Personnel, Salary and Benefits	23,000	11,500
Pool Maintenance Supplies	34,000	17,000
Gas Heating	17,436	8,718
Maintenance/Operating/Repair Services	35,000	17,500
Electricity	10,500	5,250
Water	23,000	11,500
Total - RHS Pool	142,936	71,468

ATTACHMENT 6

The Concession Stand consist of the following facilities and items:

1. The facility designated Building II. A. on Attachment 1.
2. Sink.
3. All furnishings
4. Roll-up windows

ATTACHMENT 7
ROCKLIN HIGH SCHOOL POOL USE TIMES
 January, 2020 through December, 2020
 REVISED AND APPROVED BY RUSD AND CITY FEBRUARY 2020

FALL SEASON		RUSD	CITY OF ROCKLIN
Early August	MON – FRI ⁽²⁾⁽⁴⁾	8AM – 12PM	12PM – 10PM
1 ST DAY OF SCHOOL – END OF WATERPOLO SEASON (typically August – early November)	MON – FRI ⁽²⁾⁽⁴⁾	5AM – 7:30 PM	7:30 PM– 10PM
	SAT – SUN	Two Saturdays- Time to be negotiated with the City	5AM - 10PM

WINTER SEASON		RUSD	CITY OF ROCKLIN
END OF WATERPOLO SEASON- EARLY JANUARY NO HEAT – POOL CLOSED	MON – FRI ⁽⁶⁾	Pool closed	Pool closed
	SAT – SUN ⁽⁶⁾	Pool closed	Pool closed

SPRING SEASON		RUSD	CITY OF ROCKLIN
FEBRUARY 1 – END OF HIGH SCHOOL SWIM SEASON (Typically Early May)	MON – FRI ⁽²⁾⁽⁴⁾	5AM – 7PM	7PM – 10PM
	SAT – SUN		5AM – 10PM
SPRING BREAK (April 6 – 10, 2020)	MON - FRI ⁽²⁾⁽³⁾	5AM - 10AM	10AM – 10PM
	SAT – SUN ⁽³⁾	5AM - 10AM	10AM – 10PM

LATE SPRING SEASON		RUSD	CITY OF ROCKLIN
THROUGH END OF HIGH SCHOOL SWIM SEASON – LAST DAY OF SCHOOL YEAR (typically early May – early to mid-June)	MON – FRI ⁽⁴⁾	7AM – 6PM	5AM – 7AM 6PM – 10PM
	SAT – SUN ⁽⁴⁾		5AM – 10PM

SUMMER SEASON		RUSD	CITY OF ROCKLIN
DAY AFTER LAST DAY OF SCHOOL – 2 WEEKS BEFORE FIRST DAY OF SCHOOL	MON - FRI	5AM – 2:00PM	2:00PM-10:00PM
	SAT-SUN		5AM – 10PM

Notes:

- ⁽¹⁾ 2020 dead period = 7/30/20 – 8/5/20. WHS and RST cooperate with shared use during conditioning period.
- ⁽²⁾ During water polo matches, swim meets, and/or tournaments, Rocklin High School's time may extend past 6:30 PM; on dates when Rocklin High School's team travels, City may start prior to 6:30 PM. Administrators shall manage this schedule. 14 day notice of when RST will be having pool access late due to swim team and polo.
- ⁽³⁾ During Spring Break, scheduling of the pool will be agreed upon annually by the contract administrators. It is understood that this week changes annually – District and City to coordinate hours of use.
- ⁽⁴⁾ Late Spring & Late Fall – both groups to meet to discuss post season for late spring season.
- ⁽⁵⁾ RUSD will work with custodial staff to Roto Rooter the women's restroom 2 times per year and clean men's and women's restrooms.
- ⁽⁶⁾ RUSD will share heating fees with Rocklin Swim for the pool when both groups are using the pool including when P.E. uses the pools during school hours.

Attachment 8

**ROCKLIN HIGH SCHOOL POOL CAPITAL IMPROVEMENT PLAN
2020-2025**

	B	R	S	T	U	V	W
		2020-21	2021-22	2022-23	2023-24	2024-25	Total Estimated Cost
1							
2	Rocklin High School						
3	Aquatic building doors and hardware	\$3,500					\$3,500
4	Aquatic building re-roof				\$75,000		\$75,000
5	*Aquatic building showers						\$0
6	Aquatic building HVAC unit			\$30,000			\$30,000
7	Chemical feed pumps	\$2,500	\$2,500	\$2,500	\$2,500	\$2,500	\$12,500
8	*CO2 tanks and seals						\$0
9	Competition pool handicap lift		\$15,000				\$15,000
17	Concession snack bar	\$15,000	\$15,000				\$30,000
18	D.E. filters	\$5,000			\$5,000		\$10,000
19	*Diving boards						\$0
20	*Surge tank						\$0
21	*Slurry tank						\$0
22	Exterior showers	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$10,000
23	Fencing			\$5,000		\$5,000	\$10,000
24	Lane lines			\$10,000			\$10,000
25	Lifeguard stand			\$1,500			\$1,500
26	Main drain grates					\$2,000	\$2,000
27	*Make up valve: Main pool water						\$0
28	*P.A system controls						\$0
29	*Picnic shade structure						\$0
30	*Pool cover rollers						\$0
31	Pool covers	\$40,000				\$40,000	\$80,000
32	Pool deck repair		\$20,000	\$20,000			\$40,000
33	Pool lights	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$5,000
34	Pool pumps recreational pool		\$7,000			\$10,000	\$17,000
35	Pool pumps competition pool		\$7,000		\$10,000		\$17,000
39	*Recreational pool heater						\$0
40	Replace starting platforms					\$12,000	\$12,000
41	Rescue equipment (ring buoy, backboard, Shepards Crook).		\$1,000			\$1,000	\$2,000
42	*Service sink						\$0
43	Submersible pumps	\$6,000			\$8,000		\$14,000
44	*Timing system controls						\$0
45	Total RHS Capital Improvement Plan Cost Estimate	\$75,000	\$70,500	\$72,000	\$103,500	\$75,500	\$396,500
73	* No cost expected over the next (5) five years.						
74	These cost are based on 2019-2020 cost estimates and will be billed on actual cost						
75	As with all Capital Improvement Plans, the actual year equipment needs to be repaired or replaced will vary						



City Council Staff Report

Subject: Fiscal Year 2019-20 Mid Year Report

Date: March 24, 2020

Submitted By: Ted Williams, Financial Analyst
Kim Sarkovich, Assistant City Manager/Chief Financial Officer

Department: Finance

Staff Recommendation:

Report only.

BACKGROUND:

This report is presented to the City Council to summarize the financial activity for the first two quarters of the fiscal year (July 1, 2019 through December 31, 2019). Specifically, the report addresses activity in the City's general fund and other major funds.

In the first two quarters of the fiscal year, the City had \$11,921,672 in general fund revenue (25.5% of budget) and \$23,469,487 in expenditures (47.2% of budget). Some significant sources of revenue do not come in to the City in a linear fashion throughout the year. For example, this report reflects very little property tax and four months of sales tax. Expenditures, however, are mostly incurred in a linear fashion throughout the year.

ATTACHMENTS:

Description

- ▣ **Report**

This report is a summary of the City's financial performance for the first two quarters of the Fiscal Year 2019-2020 (July 1, 2019 through December 31, 2019) for the General Fund. Year to date results are presented in comparison to the first two quarters of last year and the Fiscal Year 2019-2020 budget.

General Fund Revenues

	Cumulative second quarter actual comparison (July 1 - December 31)				Budget to actual comparison	
	FY 2019-20	FY 2018-19	\$ Difference	% Difference	FY 2019-20 Budget	% of Budget
Property Tax	\$ 477,431	\$ 491,877	\$ (14,446)	-2.9%	\$ 18,761,800	2.5%
Sales Tax	5,449,764	5,731,681	(281,918)	-4.9%	15,401,400	35.4%
Other Revenue	1,992,384	1,993,594	(1,211)	-0.1%	5,688,800	35.0%
Community Dev	2,634,636	1,975,269	659,367	33.4%	4,058,100	64.9%
Police	423,934	299,075	124,859	41.7%	1,293,400	32.8%
Parks & Rec	722,115	578,370	143,745	24.9%	1,046,000	69.0%
Fire	141,986	204,917	(62,931)	-30.7%	381,500	37.2%
Public Services	79,422	64,449	14,973	23.2%	129,700	61.2%
Total	\$ 11,921,672	\$ 11,339,233	\$ 582,439	5.1%	\$ 46,760,700	25.5%

Total General Fund revenue received through December is \$11,921,672, 5.1% more than what was received through December 2018. Detail on some of the major components are discussed below.

Property Tax: Through December 2019, \$477,431 of Property Tax Revenue has been collected compared to \$491,877 in the prior year. The City receives the first major property tax payment in January so the revenue received through December is minimal.

Sales Tax: Through December 2019, the City has received \$5,449,764 in Sales Tax compared to \$5,731,681 in the prior year. This represents 4 months of activity, as the City receives the tax revenue approximately 2 months after the period ends. Year to date Sales Tax is down compared to prior year because Fiscal 2018-19 included adjustments from the State of California from Fiscal 2017-18.

Other Revenue: This revenue mostly consists of Utility Franchise Fees, Transient Occupancy Tax and Business License Fees. Through December the City has received \$1,992,383, which is very similar to the prior year's amount.

Community Development: Revenue is \$2,634,636, up 33.4% from fiscal 2019. This is due to increased Building Permits and Engineering Fees, both due to increased development activity.

Police: Revenue is \$423,934, up 41.7% through six months due to the timing of payments received on the Sierra College contract.

Parks and Recreation: Revenue is \$722,115, up 24.9% through six months due to higher rental income.

Fire: Revenue is \$141,986, down 30.7% from the prior year, due to the termination of the shared services agreement with Lincoln.

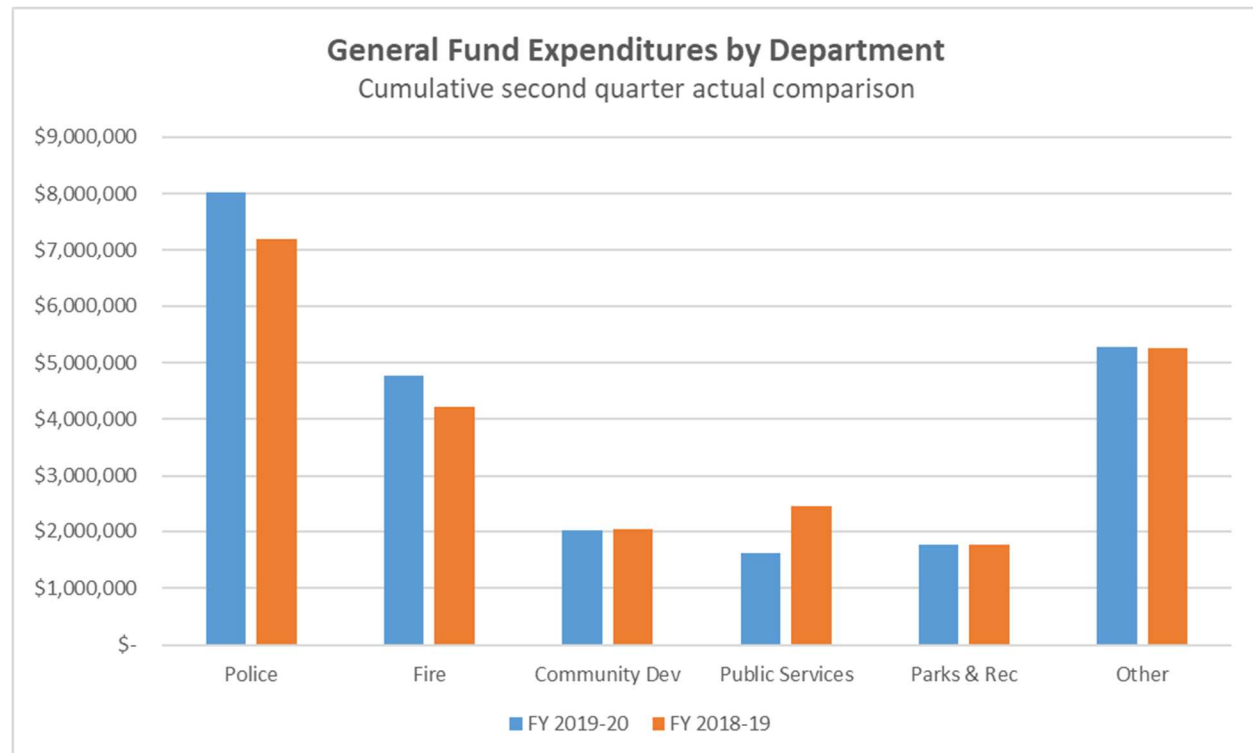
Public Services: Revenue is \$79,422, up 23.2% over prior year due to increased encroachment permits and reimbursement revenue.

General Fund Expenditures

	Cumulative second quarter actual comparison (July 1 - December 31)				Budget to actual comparison	
	FY 2019-20	FY 2018-19	\$ Difference	% Difference	FY 2019-20 Budget	% of Budget
Police	\$ 8,014,961	\$ 7,203,645	\$ 811,317	11.3%	\$ 18,342,700	43.7%
Fire	4,773,189	4,221,690	551,499	13.1%	10,429,200	45.8%
Community Dev	2,017,880	2,044,197	(26,317)	-1.3%	4,603,800	43.8%
Public Services	1,622,659	2,470,291	(847,632)	-34.3%	3,498,500	46.4%
Parks & Rec	1,764,930	1,770,450	(5,521)	-0.3%	4,343,900	40.6%
Other	5,275,868	5,262,954	12,914	0.2%	8,531,300	61.8%
Total	\$ 23,469,487	\$ 22,973,227	\$ 496,260	2.2%	\$ 49,749,400	47.2%

Note: Other includes City Council, City Manager, City Attorney, City Clerk, Finance, Human Resources and Information Technology divisions.

Total General Fund expenditures through December was \$23,469,487, 2.2% more than the first six months of FY 2018-19. Expenditures are reported on a departmental basis. Total General Fund expenditures is at 47.2% of budget. The FY 2019-20 budget numbers do not include any additional appropriations approved by City Council during the fiscal year.



Police: Police expenditures is 11.3%, or \$811,317, higher than last year due to the direct allocation of fleet expenditures of \$348,000 (a change in budget practice) and compensation increase \$303,092, attributable to the direct allocation of workers compensation, higher regular pay and higher benefits costs. Police spending is tracking within budget (43.7% year to date) for FY 2019-20.

Fire: Fire expenditures is 13.1% or \$551,499 higher than last year due to increased fleet allocation of \$385,200, overtime pay of \$78,223 and regular pay of \$48,545. Department spending is within budget (45.8% year to date) thus far.

Community Development: Department expenditures is 1.3% below last year, and 43.8% of budget year to date.

Public Services: Public Services expenditures is 34.3% or \$847,632 less than last year due to \$798,698 lower capital project expenditures, and repair and maintenance expenditures of \$82,692. This is offset somewhat by higher compensation expenditures of \$60,284. Department spending is 46.4% of 2019-20 budget year to date.

Parks and Recreation: Department expenditures is 0.3% below last year, and 40.6% of budget year to date.

Other: Other, which consists of support and government functions, is spending 0.2% above last year through six months. Year-to-date expenditures is 61.8% of budget due to workers compensation premiums.

Other Major Funds

Community Facilities District No. 5 (CFD #5)

	Cumulative second quarter actual comparison (July 1 - December 31)				Budget to actual comparison	
	FY 2019-20	FY 2018-19	\$ Difference	% Difference	FY 2019-20 Budget	% of Budget
Revenue	\$ 28,819	\$ 60,360	\$ (31,541)	-52.3%	\$ 4,673,400	0.6%
Expense	\$ 1,932,887	\$ 2,066,081	\$ (133,194)	-6.4%	\$ 4,801,500	40.3%

As of December 2019, CFD #5 had not received the first major tax payment of the year. As such, revenues are an insignificant number at this time.

Expenditures are 6.4%, or \$133,194, lower than last year through six months due to less fleet allocation (\$101,550) and lower compensation expense by \$90,996 offset by higher capital expense. Year-to-date expenditures are 40.3% of budget.

Gas Taxes

	Cumulative second quarter actual comparison (July 1 - December 31)				Budget to actual comparison	
	FY 2019-20	FY 2018-19	\$ Difference	% Difference	FY 2019-20 Budget	% of Budget
HUTA Code Sec 2106	\$ 127,572	\$ 105,141	\$ 22,431	21.3%	\$ 249,200	51.2%
HUTA Code Sec 2107	238,269	180,513	57,756	32.0%	484,800	49.1%
HUTA Code Sec 2107.5	7,500	7,500	-	0.0%	7,500	100.0%
HUTA Code Sec 2105	194,600	154,608	39,991	25.9%	371,200	52.4%
HUTA Code Sec 2103	288,444	118,696	169,749	143.0%	575,600	50.1%
Loan Repayment	77,851	75,364	2,487	3.3%	75,400	103.3%
Other	-	-	-	0.0%	6,700	0.0%
HUTA Subtotal	934,236	641,822	292,413	45.6%	1,770,400	52.8%
SB1 Funds	442,701	489,927	(47,225)	-9.6%	1,098,300	40.3%
Other	-	-	-	0.0%	1,600	0.0%
Fund 205 Total	442,701	489,927	(47,225)	-9.6%	1,099,900	40.2%
Gas Tax Revenue	\$ 1,376,937	\$ 1,131,749	\$ 245,188	21.7%	\$ 2,870,300	48.0%

Gas Tax revenue is 21.7% higher than last year due to an increase in the Code section 2103 tax rate and the impact of Rocklin's population growth.

Loan Repayment is for the State's borrowing of Transportation Funds that are being repaid. The final payment is in Fiscal 2019-20.

	Cumulative second quarter actual comparison (July 1 - December 31)				Budget to actual comparison	
	FY 2019-20	FY 2018-19	\$ Difference	% Difference	FY 2019-20 Budget	% of Budget
Fund 201 Exp	\$ 655,539	\$ 877,920	\$ (222,381)	-25.3%	\$ 1,635,400	40.1%
Fund 205 Exp	234,636	-	234,636	0.0%	1,092,500	21.5%
Gas Tax Expense	\$ 890,175	\$ 877,920	\$ 12,255	1.4%	\$ 2,727,900	32.6%

Expenditures in the gas tax funds are within 1.4% of the first six months of last year.



City Council Staff Report

Subject: Rocklin Public Financing Authority's Audited Basic Financial Statements for the fiscal year ended June 30, 2019

Date: March 24, 2020

Submitted By: Mary Rister, Finance Manager
Angela Doyle, Accountant II
Kim Sarkovich, ACM/CFO

Department: Finance

Staff Recommendation:

Adopt a resolution of the Rocklin Public Financing Authority accepting the Rocklin Public Financing Authority's Audited Basic Financial Statements for the fiscal year ended June 30, 2019.

BACKGROUND:

The Joint Exercise of Powers Act of the California Government Code Title 1, Division 7, Chapter 5, requires an annual audit of joint powers authorities and preparation of a report. The Rocklin Public Financing Authority (Authority) is a joint powers authority established by an agreement between the City of Rocklin and the former Rocklin Redevelopment Agency.

The Authority is governed by a Board consisting of members of the City Council. Oversight responsibility, the ability to conduct independent financial affairs, issue debt instruments, approve budgets, and otherwise influence operations and account for fiscal matters is exercised by the Authority's governing board. The Authority is a blended component unit of the City for financial reporting purposes; and this basic financial statement's report reflects the assets, liabilities, fund balances/net position, revenues,

and expenditures/expenses of the Authority only.

The audit was performed by Chavan & Associates LLP and the Basic Financial Statements of the Rocklin Public Financing Authority for the year ended June 30, 2019, have been prepared.

Chavan & Associates, LLP has issued an unqualified (“clean”) auditor’s opinion.

A representative of Chavan & Associates LLP, will be present at the Council meeting to answer any questions.

ATTACHMENTS:

Description

- ▢ **Resolution**
- ▢ **Exhibit A - RPFA**

RESOLUTION No. 2020- PFA

RESOLUTION OF THE ROCKLIN PUBLIC FINANCING AUTHORITY
ACCEPTING THE AUDITED BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

The Rocklin Public Financing Authority does resolve as follows:

Section 1. The Rocklin Public Financing Authority hereby accepts the audited basic financial statements for the fiscal year ended June 30, 2019, attached hereto as Exhibit A and by this reference incorporated herein.

PASSED AND ADOPTED this 24th day of March, 2020, by the following vote:

AYES: Members:
NOES: Members:
ABSENT: Members:
ABSTAIN: Members:

Greg Janda, Mayor

ATTEST:

Hope Ithurnburn, City Clerk

**ROCKLIN PUBLIC
FINANCING AUTHORITY**
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019



Chavan & Associates, LLP
Certified Public Accountants
1475 Saratoga Ave, Suite 180
San Jose, CA 95129

ROCKLIN PUBLIC FINANCING AUTHORITY
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2019

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Rocklin Public Financing Authority
Rocklin, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities of the Rocklin Public Financing Authority (the "Authority"), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

The Authority'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 Authority'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 Authority'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 of the Rocklin Public Financing Authority as of June 30, 2019, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Emphasis of a Matter

Deficit Net Position

As of June 30, 2019, the Authority's net position in its Government-wide financial statements was reported at a deficit mostly because of long-term liabilities as reported in Note 3 and deferred gains from the defeasance of long-term debt. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis 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.

Prior-Year Comparative Information

We have previously audited the Authority's June 30, 2018 financial statements, and we expressed unmodified audit opinions on the respective financial statements in our report dated November 19, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2019 on our consideration of the Authority'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 Authority's internal control over financial reporting and compliance.

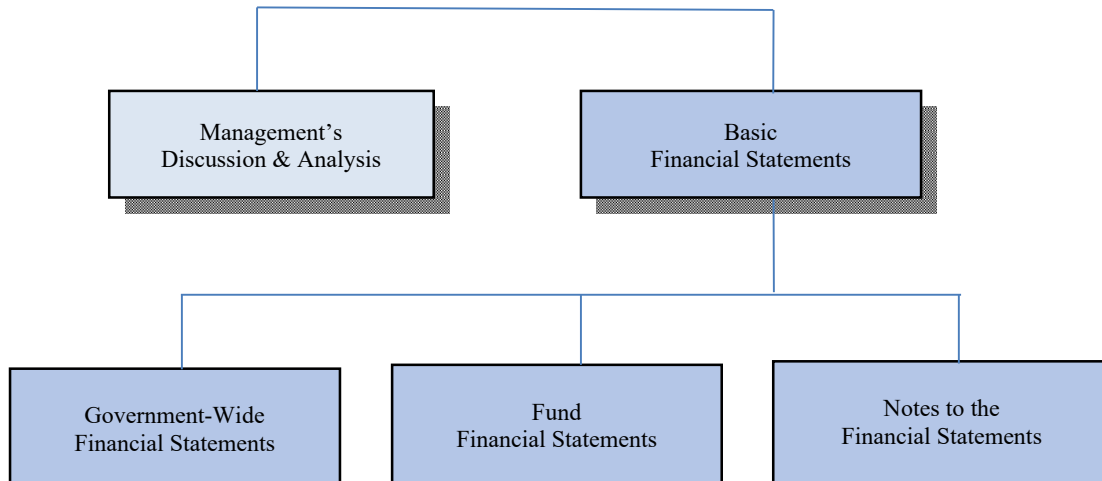
C & A LLP

December 15, 2019
San Jose, California

MANAGEMENT'S DISCUSSION AND ANALYSIS

INTRODUCTION

The Management's Discussion and Analysis (MD&A) is an integral component of the Authority's Annual Financial Report, as shown in the overview below. The purpose of the MD&A is to present a discussion and analysis of the Authority's financial performance during the fiscal year that ended on June 30, 2019. This information, presented in conjunction with the Basic Financial Statements is intended to provide a comprehensive understanding of the Authority's operations and financial standing.

Required Components of the Annual Financial Report**THE BASIC FINANCIAL STATEMENTS**

The Basic Financial Statements are comprised of 1) Government-wide (Authority-wide) Financial Statements, and; 2) Fund Financial Statements. These two sets of financial statements provide the reader two different perspectives of the Authority's financial activities and financial position.

Government-Wide Financial Statements provide a longer-term view of the Authority'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 Authority as a whole, including all its capital assets and long-term liabilities on a full accrual basis, similar to that used by corporations. The *Statement of Activities* provides information about all the Authority's revenues and all its expenses, also on a full accrual basis, with the emphasis on measuring net revenues and/or expenses for each of the Authority's programs. The *Statement of Activities* explains in detail the change in Net Position for the fiscal year.

All of the Authority's activities are required to be grouped into government activities and business-type activities. The entire amount in the *Statement of Net Position* and the *Statement of Activities* are also required to be separated into governmental activities or business-type activities in order to distinguish between these two types of activities of the Authority.

Fund Financial Statements report the Authority's operations in more detail than the government-wide statements and focus primarily on the short-term activities of the Authority'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.

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.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table summarized the Authority's ending net position:

Table 1 - Net Position				
	Governmental Activities		Dollar	Percent
	2019	2018	Change	Change
Assets				
Current	\$ 3,709,253	\$ 4,227,332	\$ (518,079)	-12.3%
Total Assets	<u>\$ 3,709,253</u>	<u>\$ 4,227,332</u>	<u>\$ (518,079)</u>	-12.3%
Liabilities				
Current	\$ 556,111	\$ 548,451	\$ 7,660	1.4%
Noncurrent liabilities	3,105,829	3,634,290	(528,461)	-14.5%
Total Liabilities	<u>\$ 3,661,940</u>	<u>\$ 4,182,741</u>	<u>\$ (520,801)</u>	-12.5%
Deferred Inflows of Resources	<u>\$ 1,768,820</u>	<u>\$ 1,989,923</u>	<u>\$ (221,103)</u>	-11.1%
Net Position				
Restricted	\$ 67,448	\$ 67,213	\$ 235	0.3%
Unrestricted	(1,788,955)	(2,012,545)	223,590	-11.1%
Total Net Position	<u>\$ (1,721,507)</u>	<u>\$ (1,945,332)</u>	<u>\$ 223,825</u>	-11.5%

The changes in current assets, total liabilities and deferred inflow of resources were the results of scheduled debt service payments and the amortization of deferred gains from defeasance.

GOVERNMENTAL ACTIVITIES

An analysis of the changes in revenues, special items and expenses by type of significant events follows:

Table 2 - Statement of Changes in Net Position

Functions/Programs	Governmental Activities		Dollar Change	Percent Change
	2019	2018		
General Revenues and Special Items				
Investment earnings	\$ 307,120	\$ 58,382	\$ 248,738	426.1%
Special item - payments received from the Community Facilities Districts	-	228,999	(228,999)	100.0%
Special item - payments made to the Community Facilities Districts	-	(4,810,118)	4,810,118	-100.0%
Total General Revenues and Special Items	307,120	(4,522,737)	4,829,857	-106.8%
Expenses				
General government	650	42,687	(42,037)	-98.5%
Interest and fiscal charges	82,646	255,957	(173,311)	-67.7%
Total Expenses	83,296	298,644	(215,348)	-72.1%
Increase / (Decrease) in Net Position	223,824	(4,821,381)	5,045,205	104.6%
Net Position, Beginning of Year	(1,945,332)	2,876,049	(4,821,381)	-167.6%
Net Position, End of Year	\$ (1,721,508)	\$ (1,945,332)	\$ 223,824	-11.5%

Significant changes in governmental revenues consisted of the following:

- Investment earnings accounted for 100% of all revenue. Interest rates on Authority investments are predetermined and, therefore, subject to limited interest rate risk providing a stable revenue source for the Authority.
- The \$4.8 million payments made to Community Facilities Districts (CFD's) was a one-time payment made in 2017-18 related to the defeasance of debt by the CFD's.

Significant changes in governmental expenses consisted of the following:

- The 2018-19 expenses for Governmental Activities decreased by \$215,348. This decrease is due to a combination of a decrease in General government expenses of \$42,037 from fees incurred at refinance in 2017-18 and a decrease in Interest on fiscal charges of \$173,311.

DEBT ADMINISTRATION

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

Table 3 - Long-Term Debt

	Governmental Activities			% Change
	2019	2018	Dollar Change	
OPUS Bank Loan - RPFA Refunding	\$ 3,634,290	\$ 4,151,706	\$ (517,416)	-12.5%
Total Long-Term Debt	\$ 3,634,290	\$ 4,151,706	\$ (517,416)	-12.5%

Additional detail and information on long-term debt activity is described in the notes to the financial statements (Note 3).

BUDGETARY HIGHLIGHTS

Changes from the Authority's 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 Authority's budget that increase or decrease appropriations in a fund must be approved by a resolution of the Board. Appropriations did not change during the year. The adopted and final expenditure budget was \$603,000.

REQUEST FOR FINANCIAL INFORMATION

This financial report is designed to provide our customers and creditors a general overview of the Rocklin Public Financing Authority's finances and seeks to demonstrate the Authority's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Chief Financial Officer, 3970 Rocklin Road, Rocklin, California, 95677.

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BASIC FINANCIAL STATEMENTS

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Rocklin Public Financing Authority
Statement of Net Position
June 30, 2019
(With Comparative Totals for the Year Ended June 30, 2018)

	Governmental Activities	
	2019	2018
ASSETS		
Current Assets:		
Cash and investments	\$ 7,515	\$ 8,413
Restricted cash and investments	3,701,738	4,218,919
Total Assets	\$ 3,709,253	\$ 4,227,332
LIABILITIES		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 650	\$ 1,035
Interest payable	27,000	30,000
Long-term debt - due within one year	528,461	517,416
Total Current Liabilities	556,111	548,451
Noncurrent Liabilities:		
Long-term debt - due after one year	3,105,829	3,634,290
Total Liabilities	\$ 3,661,940	\$ 4,182,741
DEFERRED INFLOWS OF RESOURCES		
Deferred Gain on Early Defeasance of Long-Term Debt	\$ 1,768,820	\$ 1,989,923
NET POSITION		
Restricted	\$ 67,448	\$ 67,213
Unrestricted	(1,788,955)	(2,012,545)
Total Net Position	\$ (1,721,507)	\$ (1,945,332)

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

Rocklin Public Financing Authority
Statement of Activities
For the year ended June 30, 2019
(With Comparative Totals for the Year Ended June 30, 2018)

Functions/Programs	Expenses	Net (Expense) Revenue and Change in Net Position	
		2019	2018
Governmental Activities			
General government	\$ 650	\$ (650)	\$ (42,687)
Interest and fiscal charges	82,646	(82,646)	(255,957)
Total Governmental Activities	\$ 83,296	(83,296)	(298,644)
General Revenues:			
Investment earnings		307,121	58,382
Special Items:			
Payments made to the Community Facilities Districts		-	(4,810,118)
Payments received from the Community Facilities Districts		-	228,999
Total General Revenues and Special Items		307,121	(4,522,737)
Change in Net Position		223,825	(4,821,381)
Net Position - Beginning of Year		(1,945,332)	2,876,049
Net Position - End of Year		\$ (1,721,507)	\$ (1,945,332)

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

Rocklin Public Financing Authority

Balance Sheet

Governmental Funds

June 30, 2019

(With Comparative Totals for the Year Ended June 30, 2018)

ASSETS	2019	2018
Cash and investments	\$ 7,515	\$ 8,413
Restricted cash and investments	3,701,738	4,218,919
Total assets	\$ 3,709,253	\$ 4,227,332
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable and accrued liabilities	\$ 650	\$ 1,035
Fund Balance		
Restricted	3,708,603	4,226,297
Total liabilities and fund balance	\$ 3,709,253	\$ 4,227,332

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

Rocklin Public Financing Authority
Reconciliation of the Governmental Funds Balance Sheet
to the Government-Wide Statement of Net Position
June 30, 2019

Total Fund Balances - Total Governmental Funds	\$ 3,708,603
---	--------------

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

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.	(27,000)
--	----------

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.	(1,768,820)
---	-------------

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:

OPUS Bank Loan	<u>(3,634,290)</u>
----------------	--------------------

Net Position of Governmental Activities	<u><u>\$ (1,721,507)</u></u>
--	------------------------------

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

Rocklin Public Financing Authority
Statement of Revenues, Expenditures, and Changes in Fund Balances
For the year ended June 30, 2019
(With Comparative Totals for the Year Ended June 30, 2018)

	2019	2018
REVENUES		
Use of money and property	\$ 86,018	\$ 58,382
Total Revenues	<u>86,018</u>	<u>58,382</u>
EXPENDITURES		
Current:		
General government	650	42,687
Debt service:		
Principal	517,416	848,371
Interest and fiscal charges	85,646	330,957
Total Expenditures	<u>603,712</u>	<u>1,222,015</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(517,694)</u>	<u>(1,163,633)</u>
OTHER FINANCING SOURCES (USES)		
Proceeds from debt issuance	-	5,000,077
Defeasance of debt	-	(5,000,077)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>
SPECIAL ITEM		
Payments from Community Facilities Districts	-	228,999
Payments to Community Facilities Districts	-	(4,810,118)
Total Special Item	<u>-</u>	<u>(4,581,119)</u>
Net Change in Fund Balances	(517,694)	(5,744,752)
Fund Balances Beginning	<u>4,226,297</u>	<u>9,971,049</u>
Fund Balances Ending	<u>\$ 3,708,603</u>	<u>\$ 4,226,297</u>

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

Rocklin Public Financing Authority
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, 2019

Net Change in Fund Balances - Total Governmental Funds	\$ (517,694)
Amounts reported for governmental activities in the Statement of Activities and Changes in net position were different because:	
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.	517,416
In governmental funds, deferred gain on early retirement of long-term debt is recognized as other financing uses. In the government-wide statements, the deferred gain on early retirement of long-term debt is amortized over the life of the debt. The difference between other financing uses and amortization is:	221,103
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in net position, but it did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the net change in accrued interest from from prior year.	3,000
	<hr/>
Change in Net Position of Governmental Activities	\$ 223,825
	<hr/> <hr/>

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

NOTES TO FINANCIAL STATEMENTS

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Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

On December 13, 1994, pursuant to Article 1 of Chapter 5 of Division 7 of Title 1 of the Government Code of the State of California, the City of Rocklin (City) authorized the formation of a joint powers authority with the former Rocklin Redevelopment Agency to be known as the Rocklin Public Financing Authority (Authority).

The Authority is governed by a Board consisting of members of the City Council. Oversight responsibility, the ability to conduct independent financial affairs, issue debt instruments, approve budgets, and otherwise influence operations and account for fiscal matters is exercised by the Authority's governing board. The Authority is a blended component unit of the City for financial reporting purposes and the accompanying basic financial statements reflect the assets, liabilities, fund balances/net position, revenues, and expenditures/expenses of the Authority only.

The basic financial statements of the Authority 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 Authority's accounting policies are described below.

A. Financial Reporting Entity

As defined by GASB Statement No. 39, *The Financial Reporting Entity*, the Authority is not financially accountable for any other entity other than itself, nor are there any other entities for which the nature and significance of their relationship with the Authority are such that exclusion would cause the Authority's financial statements to be misleading or incomplete.

B. Basis of Presentation, Accounting and Measurement Focus

The accounts of the Authority are organized and accounted for in a governmental type debt service fund, which is considered a separate accounting entity. This debt service fund was established to account for the debt service activity of the Public Financing authority. The operations of a 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 a fund 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 Authority'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 Authority.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the Authority'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*, as applicable. 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

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

function or segment is offset by program revenues. *Direct expenses* are those clearly identifiable with a specific function or segment.

Governmental Fund Financial Statements

Governmental fund financial statements include a *Balance Sheet* and a *Statement of Revenues, Expenditures and Changes in Fund Balances* for the Authority's one major governmental fund. An accompanying schedule is presented to reconcile and explain the differences in fund balance as presented in these statements to the net position presented in the government-wide financial statements.

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, as applicable. 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. 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.

C. Cash Deposits and Investments

For the purposes of the Statement of Net Position, "cash and investments" includes all demand, savings accounts, and certificates of deposits, or short-term investments with an original maturity of three months or less.

The City has oversight responsibility for all Authority cash and investments.

The California Government Code requires California banks and savings and loan associations to secure government 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 in such collateral superior to those of a general creditor. Thus, collateral is considered to be held in the government's name.

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.

Rocklin Public Financing Authority
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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. Deferred Outflows/Deferred Inflows

Deferred outflows of resources is a consumption of net position by the Authority 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 Authority that is applicable to a future reporting period; for example, advance collections or deferred gains from the early defeasance of long-term debt.

E. Interest Payable

In the government-wide financial statements, interest payable for long-term debt is recognized as an incurred liability. 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 the payment is made.

F. Long-Term Debt

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 a bank loan from OPUS Bank.

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.

G. Fund Balances

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the Authority classifies governmental fund balances as follows:

Nonspendable

Nonspendable fund balance includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted

Restricted fund balance includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Rocklin Public Financing Authority
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Committed

Committed fund balance includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end. Committed fund balances are imposed by the Authority's governing board.

Assigned

Assigned fund balance includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the Authority Manager.

Unassigned

The Unassigned fund balance category represents fund balance which may be held for specific types of uses or stabilization purposes, but is not yet directed to be used for a specific purpose. The detail of amounts reported for each of the above defined fund balance categories is reported in the governmental funds balance.

Flow Assumption / Spending Order Policy

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

H. Net Position

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

Net Investment in Capital Assets

This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets. In addition, deferred 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. The Authority did not report any capital assets at the end of the year.

Restricted Net Position

This amount is restricted by external creditors, grantors, contributors, or laws or regulations of other governments. Certain proceeds from debt 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.

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

Use of Restricted/Unrestricted Net Position

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

I. Budgets

Budgets are prepared on the modified accrual basis of accounting, in which debt principal and interest, and capital assets acquired are recorded as expenditures and depreciation is not recorded.

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

1. By June 30, management recommends to the Board a proposed operating budget for the year commencing July 1. The operating budget includes proposed expenditures and the means of financing them.
2. The budget is legally enacted through passage of a motion during a Board meeting prior to the commencement of the new fiscal year.
3. The Board approves all budget transfers and revisions.
4. Formal budgeting is employed as a management control device during the year.
5. Budgets for the Debt Service Fund are adopted on a basis consistent with accounting principles generally accepted in the United States (GAAP).

Budgeted amounts are as originally adopted or as amended by the Board. There were no amendments recorded for the fiscal year.

J. 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.

K. 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.

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

L. 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. As of June 30, 2019, this Statement did not have an impact on the Authority's financial statements.

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. As of June 30, 2019, this Statement did not have an impact on the Authority's financial statements.

M. Upcoming Accounting and Reporting Changes

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 Authority doesn't believe this statement will have a significant impact on the Authority'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 financial statements for periods beginning after December 15, 2019. Earlier application is encouraged. The Authority doesn't believe this statement will have a significant impact on the Authority's financial statements.

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
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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 Authority doesn't believe this statement will have a significant impact on the Authority's financial statements.

GASB Statement No. 90, Majority Equity Interests - an Amendment of GASB Statements No. 14 and No. 61

The objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. This Statement also requires that a component unit in which a government has 100 percent equity interest account for its assets, deferred outflows of resources, liabilities, and deferred inflows of resources at acquisition value at the date the government acquired a 100 percent equity interest in the component unit. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2018. The requirements should be applied retroactively, except for the provisions related to (1) reporting a majority equity interest in a component unit and (2) reporting a component unit if the government acquires a 100 percent equity interest. Those provisions should be applied on a prospective basis. The Authority doesn't believe this statement will have a significant impact on the Authority's financial statements.

GASB Statement No. 91, Conduit Debt Obligations

The objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement also clarifies the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitment and voluntary commitments extended by issuers and arrangements associated with the debt obligations; and improving required note disclosures. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2020. Earlier application is encouraged. The Authority doesn't believe this statement will have a significant impact on the Authority's financial statements.

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

NOTE 2 - CASH AND INVESTMENTS

As of June 30, 2019, cash and investments were reported in the financial statements as follows:

	Fair Value		Total Cash and Investments
	Unrestricted	Restricted	
Cash held with City of Rocklin	\$ 7,515	\$ -	\$ 7,515
MUFG Union Bank money market accounts	-	67,448	67,448
Special assessment bond investments	-	3,634,290	3,634,290
Total cash and investments	<u>\$ 7,515</u>	<u>\$ 3,701,738</u>	<u>\$ 3,709,253</u>

A. Cash Deposits

The California Government Code requires California banks and savings and loan associations to secure the Authority'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 Authority ahead of general creditors of the institution.

The market value of pledged securities must equal at least 110 percent of the Authority's cash deposits. California law also allows institutions to secure Authority deposits by pledging first trust deed mortgage notes that have a value of 150 percent of the Authority's total cash deposits. The Authority has waived the collateral requirements for cash deposits which are fully insured to \$250,000 by the Federal Deposit Insurance Corporation (FDIC).

B. Safekeeping

Securities purchased from broker-dealers are held in third party safekeeping by the trust department of the broker-dealer or other designated third party trust in the Authority/City's name and control, whenever possible.

C. Investment

Loans to CFD's No. 6, No. 8 and No. 9 (special assessments) are investments of the Authority. The balance at June 30, 2019 was \$3,634,290.

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

D. Investment Policies

Under the provisions of the Authority'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.

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.

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, 2019, the Authority's investments were in compliance with the ratings required by the Authority's investment policy, indenture agreements and Government Code.

Concentrations of Credit Risk

The investment policy of the Authority contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. As of June 30, 2019, the Authority invested 2% of its cash in money market accounts with OPUS Bank and 98% in special assessment debt.

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Authority will not be able to recover the value of its investments or collateral securities that are in the

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

possession of an outside party. The California Government Code and the Authority's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for investments. 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.

F. Fair Value Measurements

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

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

In the table on page 27, money market accounts are valued using Level 2 inputs and special assessment bonds are valued using Level 1 inputs.

NOTE 3 - NONCURRENT LIABILITIES

The Authority's noncurrent liabilities consisted of the following as of June 30, 2019:

Description	Beginning Balance	Additions	Deletions	Ending Balance	Due Within One Year
Direct Borrowing:					
OPUS Bank Loan - RPFA Refunding	\$ 4,151,706	\$ -	\$ 517,416	\$ 3,634,290	\$ 528,461

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 Authority's 2003 refunding revenue bonds. The OPUS Bank 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, which will be amortized over the life of the loan.

Rocklin Public Financing Authority
Notes to the Basic Financial Statements
June 30, 2019

The annual debt service requirements on long-term debt is as follows:

Year Ending June 30,	Principal	Interest	Total
2020	\$ 528,461	\$ 74,141	\$ 602,602
2021	540,963	62,378	603,341
2022	551,712	50,358	602,070
2023	486,348	38,940	525,288
2024	497,623	28,116	525,739
2025-2029	1,029,183	22,783	1,051,966
Total	<u>\$ 3,634,290</u>	<u>\$ 276,716</u>	<u>\$ 3,911,006</u>

NOTE 4 - COMMITMENTS AND CONTINGENCIES

Lawsuits

The Authority could be exposed to certain matters of litigation that arise in the normal course of conducting Authority business. Management believes, based upon consultation with the Authority Attorney, that any cases, in the aggregate, would not be expected to result in a material adverse financial impact on the Authority.

OTHER INDEPENDENT AUDITOR'S REPORTS

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

To the Board of Directors of the
Rocklin Public Financing Authority
Rocklin, California

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Rocklin Public Financing Authority (the "Authority") as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated December 15, 2019.

Internal Control over Financial Reporting

Management is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and



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material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C & A LLP

December 15, 2019
San Jose, California