



Town of Paradise

Town Council Meeting Agenda

February 09, 2016

Date/Time: 2nd Tuesday of each month at 6:00 p.m.

Location: Town Hall Council Chamber, 5555 Skyway, Paradise, CA

Mayor, Jody Jones
Vice Mayor, Scott Lotter
Council Member, Greg Bolin
Council Member, Steve "Woody" Culleton
Council Member, John J. Rawlings

Town Manager, Lauren Gill
Town Attorney, Dwight L. Moore
Town Clerk, Joanna Gutierrez
Community Development Director, Craig Baker
Finance Director/Town Treasurer, Gina Will
Public Works Director/Town Engineer, Marc Mattox
Division Chief, CAL FIRE/Paradise Fire, David Hawks
Chief of Police, Gabriela Tazzari-Dineen

Meeting Procedures

- I. The Mayor is the Presiding Chair and is responsible for maintaining an orderly meeting. The Mayor calls the meeting to order and introduces each item on the agenda.
- II. The Town staff then provides a report to Council and answers questions from the Council.
- III. Citizens are encouraged to participate in the meeting process and are provided several opportunities to address Council. Any speaker addressing the Council is limited to three minutes per speaker - fifteen minutes per agenda item
 - A. If you wish to address the Council regarding a specific agenda item, please complete a "Request to Address Council" card and give it to the Town Clerk prior to the beginning of the meeting. This process is voluntary and allows for citizens to be called to the speaker podium in alphabetical order. Comments and questions from the public must be directed to the Presiding Chair and Town Council Members (please do not address staff.) Town staff is available to address citizen concerns Monday through Thursday at Town Hall between the hours of 8am and 5pm.
 - B. If you wish to address Council regarding an item not on the agenda, you may do so under Item 6, "Public Communication." Again, please fill out a card and give it to the Town Clerk before the meeting. State Law prohibits Council action on items not listed on a public agenda.

In compliance with the Americans with Disabilities Act (ADA) Compliance, persons who need special accommodations to participate in the Town Council meeting may contact the Town Clerk at least three business days prior to the date of the meeting to provide time for any such accommodation.

1. OPENING

- a. Call to Order
- b. Pledge of Allegiance to the Flag of the United States of America
- c. Invocation
- d. Roll Call

e. Presentations/Proclamations/Recognitions

p 5 Teen Dating Violence Awareness Month

- Paradise Police Department Employee/Volunteers of the Year:

Officer of the Year:	Manny Ayala
Dispatcher of the Year:	Danielle Moskowitz
Civilian Employee of the Year:	Jennifer Robbins
VIPS of the Year:	Pat Clark-Aris
PASH of the Year:	Jay and Martha Shepard

Career and Volunteer Firefighters of the Year:

Career Firefighter:	Keith "KC" Castillo
Volunteer Firefighter:	Jeff Dodge

- Report on the Downtown Paradise Safety Project.

2. CONSENT CALENDAR

One roll call vote is taken for all items. Consent items are considered to be routine business that does not call for discussion.

2a. p6 Approve Minutes of the January 12, 2016 Regular Council Meeting.

2b. p13 Approve January 2016 cash disbursements in the amount of \$991,573.41.

2c. p21 Contingent upon approval of an Administrative Permit by the Community Development Director, consider authorizing the Town Manager to enter into an Agreement with Pamela Funk and Harold Funk relating to the use of public right of way adjacent to 6256 Skyway for the operation of their business(es).

2d. p33 Acknowledge receipt of the Fiscal Year 2014/15 Financial Statement Audit report.

2e. p187 Adopt Resolution No. 16-02, A Resolution of the Town Council of the Town of Paradise Authorizing the Town Manager to Execute an Agreement to Purchase Real Property from Moller Investment Group, Inc. relating to 6148 Skyway, Paradise, California.

2f. p205 Adopt Resolution No. 16-03, A Resolution Accepting the Work performed under the Police Department Emergency Siding Project (Contract No. 15-17). Total project cost is \$97,361.46. Work performed by Ginno Construction of Chico, California.

2g. p208 Adopt Resolution No. 16-04, A Resolution declaring a 1999 Jeep Cherokee vehicle as surplus property and authorizing donation to the Butte County Fire Safe Council by the Town Manager.

3. ITEMS REMOVED FROM CONSENT CALENDAR

4. PUBLIC COMMUNICATION

For matters that are not on the Council business agenda, speakers are allowed three (3) minutes to address the Council. The Town Council is prohibited from taking action on matters that are not listed on the public agenda. The Council may briefly respond for clarification and may refer the matter to the Town staff.

5. PUBLIC HEARINGS

For items that require a published legal notice and/or a mailed notice.

Public Hearing Procedure:

- a. Staff Report
- b. Mayor opens the hearing for public comment in the following order:
 - i. Project proponents (in favor of proposal)
 - ii. Project opponents (against proposal)
 - iii. Rebuttals – if requested
- c. Mayor closes the hearing
- d. Council discussion and vote

5a. p210 Conduct the 2nd public hearing to solicit comments and/or suggestions regarding the 2016-2017 Draft Annual Plan funding priorities. Community Development Block Grant (CDBG) funds are awarded for the purpose of community development activities that are directed toward revitalizing neighborhoods, for economic development and providing improved community facilities and services. Final action is scheduled for approval at the April 12, 2016 Council Meeting

6. COUNCIL CONSIDERATION

Action items are presented by staff and the vote of each Council Member must be announced. A roll call vote is taken for each item on the action calendar. Citizens are allowed three (3) minutes to comment on agenda items.

6a. p237 Consider waiving the reading of the entire ordinance and approve reading by title only, AND Introduce Ordinance No. _____, "An Ordinance Amending Paradise Municipal Code Sections 13.04.035, 13.04.040, 13.04.070, 13.04.080, 13.04.110 and 13.04.112 Relating to Onsite Sewage Disposal Regulations." The proposed amendments include provisions required for subsequent approval by the State Water Resources Control Board relating to establishment of a Local Area Management Program (LAMP) pursuant to State Policy. (ROLL CALL VOTE)

6b. p258 (1) Review the 2015/16 mid-year budget report presented and consider approving the recommended mid-year budget adjustments; and, (2) Provide direction to staff for scheduling a Town Council goal setting workshop to discuss 2016/17 budget priorities. (ROLL CALL VOTE)

6c. p305 Consider establishing an Administrative Penalty Reduction Program as an incentive to abate long-standing and chronic Paradise Municipal Code violations and authorize a minor Paradise Municipal Code Amendment to PMC Chapter 1.09 related to Administrative Citations, and, adopting a motion that would direct town staff to accomplish the following:

(1) Draft a resolution document for Town Council Consideration establishing a temporary code enforcement civil penalty reduction program, and,

(2) Draft an ordinance document for Town Council Consideration that would result in a minor modification to Paradise Municipal Code (PMC) Chapter 1.09 (Administrative Civil Penalties) regarding written warnings related to PMC violations. (ROLL CALL VOTE)

7. COUNCIL INITIATED ITEMS AND REPORTS

- a. Council initiated agenda items
- b. Council reports on committee representation
- c. Future Agenda Items

8. STAFF COMMUNICATION

- a. Town Manager Report
- b. Community Development Director

9. CLOSED SESSION - None

10. ADJOURNMENT

STATE OF CALIFORNIA) COUNTY OF BUTTE)	SS.
I declare under penalty of perjury that I am employed by the Town of Paradise in the Town Clerk's Department and that I posted this Agenda on the bulletin Board both inside and outside of Town Hall on the following date:	

TOWN/ASSISTANT TOWN CLERK SIGNATURE	

Town of Paradise, California

PROCLAMATION

WHEREAS, one in three adolescents in the United States is a victim of physical, emotional, sexual or verbal abuse from a dating partner, a figure that far exceeds victimization rates for other types of violence affecting youth; and

WHEREAS, in 2015, the number of youth seeking services at Catalyst Domestic Violence Services as either victims of dating violence or as children of victims of dating violence exceeded 200 individuals; and

WHEREAS, in Paradise alone, 27 participants under the age of 24 years old accessed Catalyst services, almost double the previous year; and

WHEREAS, although these numbers gives us a snapshot of the prevalence of teen dating violence in Paradise, it does not include those who are unaware or unable to access Catalyst services; and

WHEREAS, women and girls between the ages of 16 and 24 experience the highest rates of intimate partner violence – almost three times the national average; and

WHEREAS, youth who experience violence in a dating relationship are at increased risk of substance abuse, depression, poor academic performance, teen pregnancy, suicide, eating disorders, and carrying patterns of abuse into future relationships; and

WHEREAS, we acknowledge the responsibility we each have to end this cycle of fear, isolation, and abuse; and

NOW, THEREFORE, I Jody Jones, Mayor of the Town of Paradise, do hereby proclaim February 2016 as National Teen Dating Violence Awareness and Prevention Month. I urge all residents of Paradise to support efforts in their schools, community groups, and families to empower young people in learning skills to have safe and healthy relationships. I encourage community leaders to assist those experiencing abuse in finding and accessing information and support services, to engage in activities that prevent and respond to dating violence, to prioritize healthy relationships in their own lives, and to engage in discussions with community members of all ages about dating violence prevention in their communities.

IN WITNESS WHEREOF, I have hereunto set my hand and caused the official seal of the Town of Paradise to be affixed hereto this 9th day of February, 2016.

Jody Jones, Mayor

**MINUTES
PARADISE TOWN COUNCIL
REGULAR MEETING – 6:00 PM – January 12, 2016**

1. OPENING

The regular meeting of the Paradise Town Council was called to order by Mayor Jody Jones at 6:00 p.m. in the Town Council Chamber located at 5555 Skyway, Paradise, CA. Following the pledge of allegiance to the Flag of the United States of America, Council Member Culleton offered an invocation.

COUNCIL MEMBERS PRESENT: Greg Bolin, Steve “Woody” Culleton, Scott Lotter, John Rawlings and Jody Jones, Mayor. No Council Members were absent.

STAFF PRESENT: Town Clerk Joanna Gutierrez, Town Manager Lauren Gill, Town Attorney Dwight Moore, Finance Director Gina Will, Community Development Services Director Craig Baker, Public Works Director/Town Engineer Marc Mattox, Assistant Clerk Dina Volenski, Administrative Analyst Colette Curtis, Business & Housing Services Manager Kate Anderson, Police Chief Gabriela Tazzari-Dineen and North Division Chief David Hawks.

2. CONSENT CALENDAR

Following a MOTION by Bolin, seconded by Culleton, all consent calendar items were approved as presented. Roll call vote was unanimous.

- 2a. Approved the minutes of the December 8, 2015 regular Town Council meeting.
- 2b. Approved December 2015 cash disbursements in the amount of \$1,766,432.75. (310-10-30)
- 2c. Update on the progress on the Police Department Emergency Siding Project. No action requested, report for information update only.(510-20-115)

3. ITEMS REMOVED FROM CONSENT CALENDAR – None.

4. PUBLIC COMMUNICATION

1. Ward Habriel informed Council that he was involved in a traffic accident on Skyway at Elliott, that he believes the new road design is ineffective and requested statistics relating to accidents on the redesigned section of Skyway as he believes there are more accidents occurring than before the road was changed.

5. PUBLIC HEARINGS

Agenda Item 5a: Mayor Jones reviewed the public hearing procedure adopted by the Town Council and informed the public that one hour will be allowed for public testimony

regarding agenda item 5a: ½ hour to speakers “for” and ½ hour to speakers “against”. The subject matter is Town Council consideration of an ordinance proposed to prohibit medical marijuana cultivation and delivery in all zoning districts within the Town of Paradise. Mayor Jones requested that all speakers maintain appropriate decorum during the hearing and informed that rude and disruptive behavior such as what she observed at the December 21st Planning Commission public hearing on this subject would not be tolerated.

Following reports from Town Manager Gill and Development Services Director Baker regarding the proposed prohibition on medical marijuana cultivation and delivery, Mayor Jones opened the public hearing at 6:21 p.m.

Mayor Jones announced that the Town Council had received written input regarding the proposed ordinance that, by this reference, will become part of the public record: There are 14 responses from residents in favor of the prohibition and 2 responses against.

1. John Singler supports the ordinance because of the fiscal impact to properly enforce the current ordinance, and also, because it would provide for the protection of public safety personnel who must respond to problems created by the marijuana grows.
2. Leonard Turner is against the ordinance as he uses medical marijuana and is in favor of retaining delivery.
3. Ann Martin supports the ordinance as her business has suffered a negative impact because of overly large grows.
4. Bill Martin supports the ordinance as marijuana growing has had a negative impact on the property values of residences near marijuana grows.
5. Jim Riotto supports the ordinance as the smell from a large marijuana grow in his neighborhood, 36 plants, is overwhelming and prevents him from being able to be outside and enjoy his own backyard.
6. Ward Habriel supports the ordinance because the smell from a marijuana grow next to his rental property has resulted in his inability to retain tenants, and that he believes the marijuana grows have brought down property values in the Town.
7. Craig Woodhouse supports the ordinance, discussed activities he has observed related to marijuana growing in the canyon below his home on Lucky John Road, that people are using a trailway across a vacant parcel at the far north end of Lucky John Road to access the canyon, that he fears a wild land fire will be started in this area as people carry gasoline for ATVs and portable generators during the height of the hot summer months, and that the home invasion and murder in the residence on Lucky John Road in his neighborhood was related to marijuana.

8. Tom Kelly supports the ordinance, believes there is no medicinal use for marijuana, that it is an illegal drug, that there are two drugs derived from marijuana that are legal that can be prescribed by a medical doctor and can be dispensed from a pharmacy, that marijuana growing in northern California has become a threat to public safety and asked the Council vote no on the growing, selling and use of marijuana.
9. Karen Riotto supports the ordinance, believes that many vehicle accidents are the result of persons driving under the influence of marijuana and she is very disturbed that many of the children she drives to school smell like marijuana.
10. Gary Moulton is against the ordinance and would like small gardens to be allowed and believes that deliveries are unobtrusive.
11. Brooke Mansfield is against the ordinance, questioned the enforceability of a ban relating to delivery, supports limits on the size of marijuana grows and suggested that the Town consider establishing a dispensary.
12. Marvin is against the ordinance, ingests medical marijuana to treat his Lyme's disease, would like to be able to grow his own medicine as other medications have proven to be useless, that it would very costly for him to purchase this medication, questioned enforcement and ramifications, and stated that he and his family are successful, responsible citizens.
13. Sven Bromelow is against the ordinance, questioned its enforceability and how deliveries would be prevented, is concerned that patients will suffer and be subjected to price gouging, and asked how the current ordinance is being enforced.
14. Susan Scott is against the ordinance, currently uses a delivery service and is very concerned about what she will do when she is not able to drive.
15. Stan McEtchin supports the ordinance as he believes water is being diverted to the pot gardens and that the runoff from the marijuana grows is polluting the streams and the animals will not drink that water.
16. David Strohmeyer is against the ordinance, has seen the positive benefits of medical marijuana for patients, is very opposed to a ban on delivery as it sounds like a sanction which could run afoul of the Americans with Disabilities Act (ADA).
17. Fred Hofer is against the ordinance, asked Council to take more time making this decision and to provide remedies for patients, asked why law enforcement is not addressing the larger grows, asked that the current law be enforced and suggested that four plants per person or property be allowed.

18. Jay Cooke is against the ordinance, spoke in rebuttal to the statement about the smell from 36 plants because it is already illegal to grow that many plants and nothing in the proposed ordinance addresses that issue, and that Butte County is one of the most restrictive in the State.
19. Chad Peery is against the ordinance, cured his own cancer using the Rick Simpson oil, that neither radiation nor chemotherapy were necessary, that medical marijuana should be recognized as a medication, and there are no medications derived from marijuana, but imitators that have side effects.
20. LeAnn Lisonbee is against the ordinance, needs medical marijuana for her pain as it enables her to enjoy an active life whereas pharmaceuticals drugs have detrimental effect that preclude an active life, and asked to keep safe access to medical marijuana.
21. Brad Brosman is against the ordinance, that he sees the problem as a lack of law enforcement against the large grows, is angry about the abusive growers, and demonstrated how much pharmaceutical medication he would have take if he cannot access medical marijuana.
22. Tula Cope is against the ordinance, has a prescription for cannabis, informed the Council that the term medical marijuana is slang and the proper term is medical cannabis, that cannabis is an agricultural product that cannot be banned without approval by the Secretary of the Department of Agriculture, and that she has relied on medical cannabis to fight three different cancers that developed within her own body.
23. Sarah Bates is against the ordinance, has medical difficulties that are successfully treated with medical marijuana, that she brought issues related to compliance with the Americans with Disabilities Act to the attention of the Town Council 20 years ago, and asked how this proposed ban would respect her rights as a disabled person to access dispensaries and that Proposition 215 allows her care providers to provide for her care.
24. Fernando Marin is against the ordinance, was a Planning Commission at the County for 12 years, believes we can all get along and resolve this issue as Americans looking for a better way of life, does not believe there was adequate notice provided for the Planning Commission hearing on this issue, and that prohibition does not work to solve an issue.
25. Leanne Hasting is against the ordinance, delivers medical marijuana, has a son with muscular dystrophy who needs the medical marijuana that she applies as a salve to relieve joint pain, that she makes the Rick Simpson oil and provides it

free of charge to patients, and asked the Town Council to think about the patients this ordinance will be affecting.

Mayor Jones closed the public hearing at 7:30 p.m.

Following discussion, Council concurred to amend the proposed ordinance by amending Section 2 and adding Section 3, a severance clause, as follows:

SECTION 2, Paragraph B: “*Except for delivery by a primary caregiver for a qualified patient,*” the delivery of medical marijuana shall be prohibited within the town. No person shall conduct any mobile medical marijuana delivery service within the town through any means whatsoever. The term “delivery” shall also include the same meaning as set forth in Business and Professions Code section 19300.5 (m) or as amended.

SECTION 3. If any section, subsection, subdivision, 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. The Town Council hereby declares that it would have adopted this Ordinance and each section, subsection, subdivision, sentence, clause, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, subdivisions, sentences, clauses, phrases, or portions thereof be declared invalid or unconstitutional.

MOTION by Culleton, seconded by Bolin, waived the reading of the entire ordinance, approved reading by title only, and adopted Ordinance No. 558, An Ordinance Amending Text Regulations within Paradise Municipal Code Chapter 17.31 Relating to the Cultivation, Delivery and Distribution of Medical Marijuana, as amended. Roll call vote was unanimous.

Approval of the proposed ordinance would provide, among other things, that qualified patients or primary caregivers would be prohibited from cultivating medical marijuana within all Town zoning districts, medical marijuana cooperative/collectives and dispensaries would not be permitted within any Town zoning district, and the prohibition would include any cultivation, distribution or processing of medical marijuana. In addition, with the exception for delivery by a primary caregiver for a qualified patient, the delivery of medical marijuana would be prohibited within the Town limits.

Mayor Jones called for a recess at 8:05 p.m. and reconvened the meeting at 8:10 p.m.

Agenda Item 5b. Administrative Analyst Colette Curtis reported to the Council that this is the first of two public hearings, that a second hearing is scheduled for February 9, 2016, and the Council is also being asked to appoint two Council Members to serve on the public services subcommittee.

Mayor Jones opened the public hearing at 8:15 p.m. to solicit comments and/or suggestions regarding the 2016-2017 Community Development Block Grant Annual Plan funding priorities. There were no speakers for or against the matter and Mayor Jones closed the public hearing at 8:15 p.m.

Council concurred to appoint Council Member Culleton and Council Member Rawlings to the public services subcommittee to determine whether or not to recommend changes to the levels of funding for the 2016 – 2017 program year.

6. COUNCIL CONSIDERATION - None.

7. COUNCIL INITIATED ITEMS AND REPORTS

- a. Council initiated agenda items: None.
- b. Council reports on committee representation

Vice Mayor Lotter will be attending a League of California Cities (LCC) Public Safety Policy Committee Meeting next week, attended the LAFCO board meeting and on Feb 4th will be hosting a Community Coffee at Paradise Cinema Seven for the public to meet with Senator Jim Nielson, James Gallagher and possibly Congressman Doug LaMalfa.

Council Member Culleton will be attend the LCC Policy Committee Meeting next week and participating in a session at the LCC Annual New Mayor and Council Member training, "What Not To Do at a Council Meeting."

Mayor Jones reported that the Request For Proposals (RFP) relating to the sewer project will be for an alternatives analysis only and thinks this can be accomplished with the funding from the State Water Grant.

- c. Future Agenda Items: None

8. STAFF COMMUNICATION

- a. Town Manager Lauren Gill reminded the Council that Town Hall will be closed on Monday, January 18th in honor of Dr. Martin Luther King. She also notified the Council of the upcoming Mid-Year budget report
- b. Community Development Director Report – None.

9. CLOSED SESSION

Attorney Moore advised there is no need to hold the following closed session:

10a. Pursuant to Government Code section 54956.9(a), the Town Council will hold a closed session to meet with Town Attorney Dwight Moore and Town Manager Lauren Gill relating to existing litigation as follows: (1) Town of Paradise vs. Brandy L. Braun, Butte County Superior Court Case No. 164611.

10. ADJOURNMENT

10a. At 8:20 p.m. Mayor Jones adjourned the Council Meeting to January 25, 2016 at 3:00 pm to hold a Regular Adjourned Meeting pursuant to Government Code Section 54955 for the purpose of a second reading of Ordinance No. 558.

Date Approved:

By: _____
Jody Jones, Mayor

Joanna Gutierrez, CMC, Town Clerk

TOWN OF PARADISE

CASH DISBURSEMENTS REPORT

FOR THE PERIOD OF
JANUARY 1, 2016 - JANUARY 31, 2016

January 1, 2016 - January 31, 2016

Check Date	Pay Period End	DESCRIPTION	AMOUNT
01/15/16	01/10/16	Net Payroll - Direct Deposits & Checks	\$117,228.43
01/29/16	01/24/16	Net Payroll - Direct Deposits & Checks	\$113,594.51
TOTAL NET WAGES PAYROLL			\$230,822.94

Accounts Payable

PAYROLL VENDORS: TAXES, PERS, DUES, INSURANCE, ETC.	\$254,828.59
OPERATIONS VENDORS: SUPPLIES, CONTRACTS, UTILITIES, ETC.	\$505,921.88
TOTAL CASH DISBURSEMENTS - ACCOUNTS PAYABLE (Detail attached)	<u>\$760,750.47</u>
GRAND TOTAL CASH DISBURSEMENTS	<u><u>\$991,573.41</u></u>

APPROVED BY: _____
LAUREN GILL, TOWN MANAGER

APPROVED BY: _____
GINA S. WILL, FINANCE DIRECTOR/TOWN TREASURER

TOWN OF PARADISE

CASH DISBURSEMENTS REPORT

From Payment Date: 1/1/2016 - To Payment Date: 1/31/2016

Number	Date	Status	Void Reason	Reconciled/ Voided Date	Source	Payee Name	Transaction Amount	Reconciled Amount	Difference
AP - US Bank TOP AP Checking									
<u>Check</u>									
63816	01/04/2016	Open			Accounts Payable	BRUNO, SHERRY	\$226.40		
63817	01/04/2016	Open			Accounts Payable	BUZZARD , CHRIS	\$446.23		
63818	01/04/2016	Open			Accounts Payable	GALLAGHER, CRAIG	\$390.71		
63819	01/04/2016	Open			Accounts Payable	HAUNSCHILD, MARK	\$531.55		
63820	01/04/2016	Open			Accounts Payable	HONEYWELL, JANICE, J.	\$955.41		
63821	01/04/2016	Open			Accounts Payable	HOUSEWORTH, JERILYN	\$194.85		
63822	01/04/2016	Open			Accounts Payable	JEFFORDS, ROBERT, D.	\$478.07		
63823	01/04/2016	Open			Accounts Payable	MOORE, DWIGHT, L.	\$13,800.00		
63824	01/04/2016	Open			Accounts Payable	PILGRIM, CHRIS	\$478.21		
63825	01/04/2016	Open			Accounts Payable	SBA Monarch Towers III LLC	\$121.67		
63826	01/04/2016	Open			Accounts Payable	WESTAMERICA BANK	\$770.70		
63827	01/07/2016	Open			Accounts Payable	AgendaPal Corporation	\$399.00		
63828	01/07/2016	Open			Accounts Payable	ALHAMBRA	\$11.16		
63829	01/07/2016	Open			Accounts Payable	ARAMARK UNIFORM SERV. INC.	\$59.01		
63830	01/07/2016	Open			Accounts Payable	AT&T MOBILITY	\$54.00		
63831	01/07/2016	Open			Accounts Payable	Azco Supply Inc	\$2,182.68		
63832	01/07/2016	Open			Accounts Payable	BATTERIES PLUS	\$671.83		
63833	01/07/2016	Open			Accounts Payable	Bear Electric Solutions	\$21,765.00		
63834	01/07/2016	Open			Accounts Payable	Bullseye Plumbing	\$179.00		
63835	01/07/2016	Open			Accounts Payable	Carlson, Matthew & Rachel	\$919.69		
63836	01/07/2016	Voided	Incorrect Vendor	01/20/2016	Accounts Payable	Castillo, Kevin	\$104.35		
63837	01/07/2016	Open			Accounts Payable	CHAMPION CHEMICAL COMPANY	\$345.60		
63838	01/07/2016	Open			Accounts Payable	CITY CLERKS ASSOCIATION OF CALIFORNIA	\$55.00		
63839	01/07/2016	Open			Accounts Payable	Covert Construction	\$262.16		
63840	01/07/2016	Open			Accounts Payable	DOBRICH & SONS SEPTIC	\$4,378.50		
63841	01/07/2016	Open			Accounts Payable	Durham Electric	\$1,009.62		
63842	01/07/2016	Open			Accounts Payable	ENLOE MEDICAL CENTER, INC.	\$1,167.00		
63843	01/07/2016	Open			Accounts Payable	EVERGREEN JANITORIAL SUPPLY, INC.	\$245.15		
63844	01/07/2016	Open			Accounts Payable	GENESIS SOCIETY	\$1,000.00		
63845	01/07/2016	Open			Accounts Payable	Ginno Construction Inc	\$9,910.08		
63846	01/07/2016	Open			Accounts Payable	I.M.P.A.C. PAYMENTS IMPAC GOV SVCS/US BANCORP	\$5,385.53		
63847	01/07/2016	Open			Accounts Payable	INDUSTRIAL POWER PRODUCTS	\$76.52		
63848	01/07/2016	Open			Accounts Payable	INLAND BUSINESS MACHINES	\$175.38		
63849	01/07/2016	Open			Accounts Payable	JC NELSON SUPPLY COMPANY	\$938.76		
63850	01/07/2016	Open			Accounts Payable	KNIFE RIVER CONSTRUCTION	\$644.94		
63851	01/07/2016	Open			Accounts Payable	LIFE ASSIST INC	\$2,656.95		
63852	01/07/2016	Open			Accounts Payable	M.S. TEDESCO CONSTRUCTION	\$5,391.00		
63853	01/07/2016	Open			Accounts Payable	MARK THOMAS & COMPANY INC	\$12,566.56		
63854	01/07/2016	Open			Accounts Payable	MID VALLEY TERMITE	\$290.00		
63855	01/07/2016	Open			Accounts Payable	MID VALLEY TITLE & ESCROW	\$195.00		
63856	01/07/2016	Open			Accounts Payable	Moskowitz, Danielle	\$335.50		
63857	01/07/2016	Open			Accounts Payable	NORTHGATE PETROLEUM CO	\$4,646.24		
63858	01/07/2016	Open			Accounts Payable	NWN Corporation	\$1,572.86		
63859	01/07/2016	Open			Accounts Payable	OFFICE DEPOT ACCT#36233169	\$596.93		
63860	01/07/2016	Open			Accounts Payable	PACIFIC GAS & ELECTRIC	\$214.28		

TOWN OF PARADISE

CASH DISBURSEMENTS REPORT

From Payment Date: 1/1/2016 - To Payment Date: 1/31/2016

Number	Date	Status	Void Reason	Reconciled/ Voided Date	Source	Payee Name	Transaction Amount	Reconciled Amount	Difference
63861	01/07/2016	Open			Accounts Payable	PARADISE IRRIGATION DIST	\$587.47		
63862	01/07/2016	Open			Accounts Payable	PARADISE SURPLUS	\$51.74		
63863	01/07/2016	Open			Accounts Payable	PEERLESS BUILDING MAINT	\$880.00		
63864	01/07/2016	Open			Accounts Payable	PETTY CASH CUSTODIAN, HELEN CHEUNG	\$255.24		
63865	01/07/2016	Open			Accounts Payable	R & R Construction	\$5,300.00		
63866	01/07/2016	Open			Accounts Payable	R & R Construction	\$23,402.50		
63867	01/07/2016	Open			Accounts Payable	R & R Construction	\$8,400.00		
63868	01/07/2016	Open			Accounts Payable	R & R Construction	\$3,800.00		
63869	01/07/2016	Open			Accounts Payable	R & R Construction	\$23,402.50		
63870	01/07/2016	Open			Accounts Payable	SAN DIEGO POLICE EQUIPMENT CO., INC.	\$3,573.80		
63871	01/07/2016	Voided	Project Cancelled	01/20/2016	Accounts Payable	Sherwood Forest Mobile Home Park	\$1,095.19		
63872	01/07/2016	Open			Accounts Payable	SIERRA HEATING & AIR CONDITIONING	\$265.00		
63873	01/07/2016	Open			Accounts Payable	SILVERADO AVIONICS, INC	\$2,731.04		
63874	01/07/2016	Open			Accounts Payable	SINCLAIR'S AUTOMOTIVE & TOWING	\$60.00		
63875	01/07/2016	Open			Accounts Payable	The UPS Store	\$27.75		
63876	01/07/2016	Open			Accounts Payable	THOMAS ACE HARDWARE - ENG. DEPT.	\$476.05		
63877	01/07/2016	Open			Accounts Payable	THOMAS ACE HARDWARE - FIRE DEPT.	\$36.48		
63878	01/07/2016	Open			Accounts Payable	THOMAS ACE HARDWARE - POLICE DEPT.	\$2.58		
63879	01/07/2016	Open			Accounts Payable	Tri Flame Propane	\$37.62		
63880	01/07/2016	Open			Accounts Payable	TUCKER PEST CONTROL INC	\$126.00		
63881	01/07/2016	Open			Accounts Payable	UNIFORMS TUXEDOS & MORE	\$1,235.39		
63882	01/07/2016	Open			Accounts Payable	VALLEY CLINICAL & CONSULTING SERVICES	\$1,800.00		
63883	01/07/2016	Open			Accounts Payable	VALLEY OAK VETERINARY CENTER	\$676.16		
63884	01/07/2016	Open			Accounts Payable	VERIZON WIRELESS	\$100.00		
63885	01/07/2016	Open			Accounts Payable	VERIZON WIRELESS	\$251.00		
63886	01/07/2016	Open			Accounts Payable	Vrooman, Gary	\$231.00		
63887	01/07/2016	Open			Accounts Payable	WAYNE MURPHY	\$5,670.00		
63888	01/07/2016	Open			Accounts Payable	WAYNE MURPHY	\$13,400.00		
63889	01/07/2016	Open			Accounts Payable	WAYNE MURPHY	\$2,490.00		
63890	01/07/2016	Open			Accounts Payable	WAYNE MURPHY	\$26,383.00		
63891	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63892	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63893	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63894	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63895	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63896	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63897	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63898	01/28/2016	Voided/Spoiled	Printer Error	01/07/2016	Converted/Imported		\$0.00	\$0.00	\$0.00
63899	01/07/2016	Open			Accounts Payable	BLOOD SOURCE	\$59.00		
63900	01/07/2016	Open			Accounts Payable	Met Life	\$7,813.42		
63901	01/07/2016	Open			Accounts Payable	OPERATING ENGINEERS	\$594.00		

TOWN OF PARADISE

CASH DISBURSEMENTS REPORT

From Payment Date: 1/1/2016 - To Payment Date: 1/31/2016

Number	Date	Status	Void Reason	Reconciled/ Voided Date	Source	Payee Name	Transaction Amount	Reconciled Amount	Difference
63902	01/07/2016	Open			Accounts Payable	PARADISE POLICE OFFICERS ASSOCIATION	\$2,187.93		
63903	01/07/2016	Open			Accounts Payable	SUN LIFE INSURANCE	\$3,684.09		
63904	01/07/2016	Open			Accounts Payable	SUPERIOR VISION SVC NGLIC	\$619.87		
63905	01/07/2016	Open			Accounts Payable	TOP CONFIDENTIAL MID MGMT ASSOCIATION	\$165.00		
63906	01/15/2016	Open			Accounts Payable	ICMA 457 - VANTAGEPOINT	\$50.00		
63907	01/15/2016	Open			Accounts Payable	STATE DISBURSEMENT UNIT	\$402.52		
63908	01/15/2016	Open			Accounts Payable	STATE OF CALIFORNIA FRANCHISE TAX BOARD	\$250.25		
63909	01/21/2016	Open			Accounts Payable	A-BETTER PEST CONTROL CO.	\$95.00		
63910	01/21/2016	Open			Accounts Payable	ACCESS INFORMATION PROTECTED	\$401.00		
63911	01/21/2016	Open			Accounts Payable	ACI ENTERPRISES, INC.	\$463.32		
63912	01/21/2016	Open			Accounts Payable	ALHAMBRA	\$3.00		
63913	01/21/2016	Open			Accounts Payable	ARAMARK UNIFORM SERV. INC.	\$59.01		
63914	01/21/2016	Open			Accounts Payable	AT&T	\$1,049.97		
63915	01/21/2016	Open			Accounts Payable	BIDWELL TITLE & ESCROW	\$40,000.00		
63916	01/21/2016	Open			Accounts Payable	BUTLER, MIKE	\$24.64		
63917	01/21/2016	Open			Accounts Payable	BUTTE CO RECORDER	\$77.00		
63918	01/21/2016	Open			Accounts Payable	BUTTE REGIONAL TRANSIT	\$122,661.50		
63919	01/21/2016	Open			Accounts Payable	Cal Signal Corp	\$388.80		
63920	01/21/2016	Open			Accounts Payable	CALIFORNIA BUILDING STANDARDS COMMISSION	\$70.00		
63921	01/21/2016	Open			Accounts Payable	CALIFORNIA CHAMBER OF COMMERCE	\$124.26		
63922	01/21/2016	Open			Accounts Payable	CALIFORNIA STATE DEPARTMENT OF CONSERVATION	\$320.23		
63923	01/21/2016	Open			Accounts Payable	CALIFORNIA STATE DEPARTMENT OF JUSTICE	\$32.00		
63924	01/21/2016	Open			Accounts Payable	Castillo, Keith	\$104.35		
63925	01/21/2016	Open			Accounts Payable	CATALYST WOMEN'S ADV. INC.	\$1,852.00		
63926	01/21/2016	Open			Accounts Payable	CHOICE PROPERTY SERVICES	\$255.00		
63927	01/21/2016	Open			Accounts Payable	CITY CLERKS ASSOCIATION OF CALIFORNIA	\$130.00		
63928	01/21/2016	Open			Accounts Payable	CITY OF CHICO	\$1,637.19		
63929	01/21/2016	Open			Accounts Payable	COMCAST CABLE	\$86.05		
63930	01/21/2016	Open			Accounts Payable	COMCAST CABLE	\$306.05		
63931	01/21/2016	Open			Accounts Payable	COMCAST CABLE	\$291.05		
63932	01/21/2016	Open			Accounts Payable	CREATIONS ENGRAVING	\$30.75		
63933	01/21/2016	Open			Accounts Payable	CSU, CHICO RESEARCH FOUNDATION	\$300.45		
63934	01/21/2016	Open			Accounts Payable	Cummins West Inc	\$630.06		
63935	01/21/2016	Open			Accounts Payable	CURRIER, GREGORY	\$100.00		
63936	01/21/2016	Open			Accounts Payable	DATCO SERVICES CORPORATION	\$220.50		
63937	01/21/2016	Open			Accounts Payable	DAVIS, BOBBY	\$10.00		
63938	01/21/2016	Open			Accounts Payable	DAY WIRELESS SYSTEMS - MILWAUKIE, OR	\$280.28		
63939	01/21/2016	Open			Accounts Payable	DIVISION OF THE STATE ARCHITECT	\$1.80		
63940	01/21/2016	Open			Accounts Payable	DOGGIE WALK BAGS, INC.	\$562.86		

TOWN OF PARADISE

CASH DISBURSEMENTS REPORT

From Payment Date: 1/1/2016 - To Payment Date: 1/31/2016

Number	Date	Status	Void Reason	Reconciled/ Voided Date	Source	Payee Name	Transaction Amount	Reconciled Amount	Difference
63941	01/21/2016	Open			Accounts Payable	DURHAM PENTZ TRUCK CENTER	\$708.41		
63942	01/21/2016	Open			Accounts Payable	Eagle Security Systems	\$336.70		
63943	01/21/2016	Open			Accounts Payable	Entersect	\$84.95		
63944	01/21/2016	Open			Accounts Payable	ESRI	\$1,248.00		
63945	01/21/2016	Open			Accounts Payable	FLATT, JUSTIN	\$110.00		
63946	01/21/2016	Open			Accounts Payable	FLEMING, EMILY	\$110.00		
63947	01/21/2016	Open			Accounts Payable	FLORES, LUIS, A.	\$101.00		
63948	01/21/2016	Open			Accounts Payable	FLORES, TIMOTHY, C.	\$116.00		
63949	01/21/2016	Open			Accounts Payable	GREAT AMERICA LEASING CORP.	\$129.62		
63950	01/21/2016	Open			Accounts Payable	GRIGG, JAMES	\$82.00		
63951	01/21/2016	Open			Accounts Payable	I.M.P.A.C. PAYMENTS IMPAC GOV SVCS/US BANCORP	\$7,340.08		
63952	01/21/2016	Open			Accounts Payable	INLAND BUSINESS MACHINES	\$307.42		
63953	01/21/2016	Open			Accounts Payable	JAMES RIOTTO & ASSOCIATES	\$350.00		
63954	01/21/2016	Open			Accounts Payable	JOHN REGH INLAND LEASING	\$427.85		
63955	01/21/2016	Open			Accounts Payable	JORDAN, CSO, SHAWN	\$152.50		
63956	01/21/2016	Open			Accounts Payable	Keith, Tom	\$508.52		
63957	01/21/2016	Open			Accounts Payable	KELLY'S PARADISE MUFFLER	\$576.65		
63958	01/21/2016	Open			Accounts Payable	L.N. CURTIS & SONS	\$12,999.94		
63959	01/21/2016	Open			Accounts Payable	LOCATE PLUS CORPORATION	\$25.00		
63960	01/21/2016	Open			Accounts Payable	MANN, URRUTIA, NELSON, CAS & ASSOC, LLP	\$3,500.00		
63961	01/21/2016	Open			Accounts Payable	MCGEE, MEGHAN A.	\$152.50		
63962	01/21/2016	Open			Accounts Payable	MID VALLEY TITLE & ESCROW	\$40,000.00		
63963	01/21/2016	Open			Accounts Payable	NCSIF TREASURER	\$53,248.50		
63964	01/21/2016	Open			Accounts Payable	NORTH STATE RENDERING INC	\$280.00		
63965	01/21/2016	Open			Accounts Payable	NORTHERN RECYCLING & WASTE SERVICES, INC.	\$2,404.02		
63966	01/21/2016	Open			Accounts Payable	NORTHGATE PETROLEUM CO	\$4,454.52		
63967	01/21/2016	Open			Accounts Payable	O'REILLY AUTO PARTS	\$844.86		
63968	01/21/2016	Open			Accounts Payable	OFFICE DEPOT ACCT#36233169	\$75.05		
63969	01/21/2016	Open			Accounts Payable	Optitec Systems	\$6,528.00		
63970	01/21/2016	Open			Accounts Payable	PACIFIC GAS & ELECTRIC	\$9,342.37		
63971	01/21/2016	Open			Accounts Payable	PARADISE POST/NORTH VALLEY COMMTY MEDIA	\$338.78		
63972	01/21/2016	Open			Accounts Payable	PARADISE RECREATION & PARK DISTRICT	\$1,080.00		
63973	01/21/2016	Open			Accounts Payable	PEERLESS BUILDING MAINT	\$560.00		
63974	01/21/2016	Open			Accounts Payable	RAINEY, CHRIS	\$110.00		
63975	01/21/2016	Open			Accounts Payable	RAMOS, DANIEL J.	\$88.00		
63976	01/21/2016	Open			Accounts Payable	RE CONSTRUCTION	\$8,325.00		
63977	01/21/2016	Open			Accounts Payable	Riebes Auto Parts	\$445.07		
63978	01/21/2016	Open			Accounts Payable	SALVATION ARMY	\$162.00		
63979	01/21/2016	Open			Accounts Payable	SHIRLEY, PATRICK	\$49.28		
63980	01/21/2016	Open			Accounts Payable	SINCLAIR'S AUTOMOTIVE & TOWING	\$155.00		
63981	01/21/2016	Open			Accounts Payable	SKYWAY AUTO TUNE	\$585.00		
63982	01/21/2016	Open			Accounts Payable	STERICYCLE, INC.	\$349.80		
63983	01/21/2016	Open			Accounts Payable	THOMAS ACE HARDWARE - ENG. DEPT.	\$3.33		

TOWN OF PARADISE

CASH DISBURSEMENTS REPORT

From Payment Date: 1/1/2016 - To Payment Date: 1/31/2016

Number	Date	Status	Void Reason	Reconciled/ Voided Date	Source	Payee Name	Transaction Amount	Reconciled Amount	Difference
63984	01/21/2016	Open			Accounts Payable	THOMAS ACE HARDWARE - FIRE DEPT.	\$14.16		
63985	01/21/2016	Open			Accounts Payable	THOMAS ACE HARDWARE - MOTORPOOL	\$28.55		
63986	01/21/2016	Open			Accounts Payable	THOMAS HYDRAULIC & HARDWARE SUPPLY, INC.	\$82.70		
63987	01/21/2016	Open			Accounts Payable	Tri Flame Propane	\$316.68		
63988	01/21/2016	Open			Accounts Payable	TURNBOW, DAVID LYNN	\$20.00		
63989	01/21/2016	Open			Accounts Payable	TURNBOW, DEBBIE	\$110.00		
63990	01/21/2016	Open			Accounts Payable	UNIFORMS TUXEDOS & MORE	\$1,293.39		
63991	01/21/2016	Open			Accounts Payable	VERIZON WIRELESS	\$764.00		
63992	01/21/2016	Open			Accounts Payable	VERIZON WIRELESS	\$294.60		
63993	01/21/2016	Open			Accounts Payable	VERIZON WIRELESS	\$251.80		
63994	01/21/2016	Open			Accounts Payable	VERIZON WIRELESS	\$104.70		
63995	01/21/2016	Open			Accounts Payable	VistaNet Inc.	\$75.00		
63996	01/21/2016	Open			Accounts Payable	WESTBY, JOSIAH	\$24.64		
63997	01/21/2016	Open			Accounts Payable	WITTMEIER AUTO CENTER	\$259.98		
63998	01/21/2016	Open			Accounts Payable	YOUTH FOR CHANGE	\$1,996.57		
63999	01/21/2016	Open			Accounts Payable	ZUMAR INDUSTRIES	\$374.24		
Type Check Totals:									
Type EFT Totals:									
							\$578,747.52	\$0.00	\$0.00
398	01/07/2016	Open			Accounts Payable	CALPERS	\$121,887.03		
400	01/15/2016	Open			Accounts Payable	CALPERS - RETIREMENT	\$25,874.37		
401	01/15/2016	Open			Accounts Payable	EMPLOYMENT DEVELOPMENT DEPARTMENT	\$5,016.68		
402	01/15/2016	Open			Accounts Payable	ING LIFE INS & ANNUITY COMPANY	\$6,717.50		
403	01/15/2016	Open			Accounts Payable	INTERNAL REVENUE SERVICE	\$21,929.91		
404	01/11/2016	Open			Accounts Payable	FP/FRANCOTYP-POSTALIA MAILING SOLUTIONS	\$600.00		
405	01/29/2016	Open			Accounts Payable	STATE BOARD OF EQUALIZATION	\$1,177.00		
Type EFT Totals:									
							\$183,202.49		

CASH DISBURSEMENTS REPORT

From Payment Date: 1/1/2016 - To Payment Date: 1/31/2016

Number	Date	Status	Void Reason	Reconciled/ Voided Date	Source	Payee Name	Transaction Amount	Reconciled Amount	Difference
AP - US Bank TOP AP Checking Totals									
Checks									
		Status		Count		Transaction Amount		Reconciled Amount	
		Open		174		\$577,547.98		\$0.00	
		Reconciled		0		\$0.00		\$0.00	
		Voided		10		\$1,199.54		\$0.00	
		Stopped		0		\$0.00		\$0.00	
		Total		184		\$578,747.52		\$0.00	
EFTs									
		Status		Count		Transaction Amount		Reconciled Amount	
		Open		7		\$183,202.49		\$0.00	
		Reconciled		0		\$0.00		\$0.00	
		Voided		0		\$0.00		\$0.00	
		Total		7		\$183,202.49		\$0.00	
All									
		Status		Count		Transaction Amount		Reconciled Amount	
		Open		181		\$760,750.47		\$0.00	
		Reconciled		0		\$0.00		\$0.00	
		Voided		10		\$1,199.54		\$0.00	
		Stopped		0		\$0.00		\$0.00	
		Total		191		\$761,950.01		\$0.00	
Grand Totals:									
Checks									
		Status		Count		Transaction Amount		Reconciled Amount	
		Open		174		\$577,547.98		\$0.00	
		Reconciled		0		\$0.00		\$0.00	
		Voided		10		\$1,199.54		\$0.00	
		Stopped		0		\$0.00		\$0.00	
		Total		184		\$578,747.52		\$0.00	
EFTs									
		Status		Count		Transaction Amount		Reconciled Amount	
		Open		7		\$183,202.49		\$0.00	
		Reconciled		0		\$0.00		\$0.00	
		Voided		0		\$0.00		\$0.00	
		Total		7		\$183,202.49		\$0.00	
All									
		Status		Count		Transaction Amount		Reconciled Amount	
		Open		181		\$760,750.47		\$0.00	
		Reconciled		0		\$0.00		\$0.00	
		Voided		10		\$1,199.54		\$0.00	
		Stopped		0		\$0.00		\$0.00	
		Total		191		\$761,950.01		\$0.00	



TOWN OF PARADISE
Council Agenda Summary
Date: February 9, 2016

Agenda No. 2(c)

ORIGINATED BY: Marc Mattox, Public Works Director / Town Engineer

REVIEWED BY: Lauren Gill, Town Manager

SUBJECT: 6256 Skyway Public Right of Way Use License Agreement

COUNCIL ACTION REQUESTED:

1. Contingent upon approval of an Administrative Permit by the Community Development Director, Authorize the Town Manager to enter into an Agreement with Pamela Funk and Harold Funk relating to the use of public right of way adjacent to 6256 Skyway for the operation of their business(es).

Background:

Pamela Funk and Harold Funk are the property owners of 6256 Skyway. Their business, The Wine Room/Fir Street Gallery, operates out of this location. According to current records, the Public Right of Way adjacent to 6256 Skyway is within several feet from the physical building at the corner of Skyway and Fir Street.

The Funk's have indicated a desire to formalize the use of the public right of way for their business.

Analysis:

The Town Attorney has prepared a formal License Agreement, attached to this staff report, to regulate the use to Town property for the operation of the business at 6256 Skyway. This agreement is necessary to provide minimum insurance requirements and restrictions for placement of associated chairs and tables to maintain ADA compliance. Furthermore, this license will enable the owners to expand their Alcoholic Beverage Control license to serve alcoholic beverages in outdoor seating areas.

The proposed no-fee agreement is for three years with indefinite two year extensions at the sole discretion of the Town.

Approval of the subject agreement must be contingent upon approval of an administrative permit by the property owners. The administrative permit will resolve any and all outstanding issues with the current business operations. The Community Development Director will review and approve the Administrative Permit.

Financial Impact:

None.

LICENSE AGREEMENT

This License Agreement is made and entered into _____, 2016, by and between the Town of Paradise, a municipal corporation (“Licensor”) and Pamela Funk and Harold Funk (“Licensee”).

WITNESSETH:

1. Licensor hereby grants a revocable license to Licensee upon the terms and conditions set forth in this License Agreement for the sole purpose of locating a deck, tables and chairs associated with a restaurant adjacent to real property located at 6256 Skyway, Paradise, California, as shown in orange in Exhibit “A” (“License Area”). Such deck, tables and chairs shall be used only in conjunction with the real property described in Exhibit “B”. The placement of the tables and chairs shall be approved by Licensor. In no event shall Licensee place any tables, chairs or objects within the ADA Path of Travel of the License Area as shown on Exhibit “C”.

2. This License Agreement shall not be assigned in whole or in part without the prior written consent of Licensor.

3. This License Agreement shall continue in effect until _____, 2018; provided, Licensor shall have the right to terminate this License Agreement at any time by giving Licensee a thirty day written notice. Upon termination of this License, Licensee shall remove the deck, tables and chairs from the License Area within 30 days thereafter. This License Agreement may be extended for 2 year periods at the sole discretion of the Town.

4. No ownership rights in the Licensor’s real property along the License Area shall be deemed granted by this License Agreement.

5. Licensee is not required to pay a fee to the Licensor for the use of this License Agreement.

6. The exercise of this License and use of the License Area shall be at the sole risk and expense of Licensee. At all times Licensee shall maintain the License Area in good and clean condition and free of debris.

7. Licensee shall defend, indemnify, and hold harmless Licensor, against all loss, damage, expense, and liability arising out of or in any way connected with the exercise of the privileges and license granted by this License Agreement, except such damages or losses arising from the sole and active negligence of Licensor.

8. Licensee shall provide evidence of insurance covering the uses and activities authorized by the License Agreement relating to bodily injury liability and property damage liability resulting from operations of the Licensee.

The insurance policy coverage shall set forth:

- a. The dates of inception and expiration of the insurance;
- b. The amounts of commercial general liability insurance coverage of not less than \$1,000,000 per occurrence and \$2,000,000 aggregate and the amount of property damage coverage of not less than \$100,000;
- c. A statement that the insurance coverage will not be cancelled without giving 10 days prior written notice to Licensor; and
- d. A statement that insurance coverage is on an occurrence basis.

9. Any notice under this License Agreement shall be deemed given on the date of its deposit in the United States Mail, first class postage prepaid addressed respectively Licensor or Licensee as follows:

Licensor: Town Manager
Town of Paradise
5555 Skyway
Paradise, CA 95969

Licensee: Pamela and Harold Funk
6256 Skyway
Paradise, CA 95969

10. Licensee shall obtain from all public authorities and private owners of real property any and all permits, licenses, or grants necessary for the lawful exercise of this License.

11. Licensee recognizes and understands that this License Agreement may create a possessory in the License Area subject to property taxation and that Licensee may be subject to the payment of property taxes levied on such interest.

12. Time is of the essence in respect to this License Agreement.

13. In the event of any legal action arising out of this License Agreement, the prevailing party shall be entitled to receive its reasonable attorney's fees and court costs.

14. This is an integrated License Agreement and contains the complete understanding of the parties and shall be modified only by the mutual written agreement of the parties.

IN WITNESS WHEREOF, the Licensee and the Licensor have executed this Agreement below.

LICENSOR:

TOWN OF PARADISE, a
Municipal Corporation

By: _____
Lauren M. Gill, Town Manager

LICENSEE:

PAMELA FUNK

HAROLD FUNK

ATTEST:

By: _____
Town Clerk

APPROVED AS TO FORM:

By: _____
Town Attorney

NOTARIZE SIGNATURES OF LICENSEE AND LICENSOR

EXHIBIT “A”
LICENSE AREA

6256 Skyway License Area



EXHIBIT “B”

Legal Description



2002-0016363

RECORDING REQUESTED BY:
Fidelity National Title Company of
California
Escrow No. 303509-MLB
Title Order No. 00303509

When Recorded Mail Document
and Tax Statement To:
Mr. and Mrs. Harold A. Funk
3849 Silvera Court
Paradise, CA 95969

Recorded	REC FEE	10.00
Official Records	TAX	176.00
County Of	MONUMEN	10.00
BUTTE		
CANDACE J. GRUBBS		
Recorder		
ROSEMARY DICKSON		
Assistant	Maureen	
09:00AM 02-Apr-2002	Page 1 of 2	

APN: 052-141-016

GRANT DEED

SPACE ABOVE THIS LINE FOR RECORDER'S USE

The undersigned grantor(s) declare(s)
Documentary transfer tax is \$176.00

- computed on full value of property conveyed, or
- computed on full value less value of liens or encumbrances remaining at time of sale,
- Unincorporated Area City of /Town of Paradise

FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged, Marianna R. Love and Ray Varlinsky, who are married to each other as Joint Tenants

hereby GRANT(S) to Harold A. Funk and Pamela A. Funk, husband and wife as Joint Tenants

the following described real property in the City of /Town of Paradise
County of Butte, State of California:
SEE EXHIBIT ONE ATTACHED HERETO AND MADE A PART HEREOF

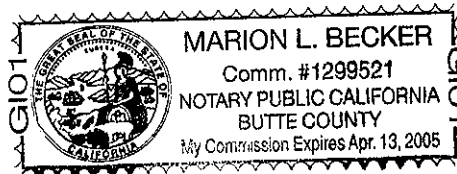
DATED: April 1, 2002

STATE OF CALIFORNIA
COUNTY OF Butte
ON April 1, 2002 before me,
Marion L. Becker, Notary personally appeared
Marianna R. Love and Ray Varlinsky

Marianna R. Love
Marianna R. Love

Ray Varlinsky
Ray Varlinsky

personally known to me (or proved to me on the basis of satisfactory evidence) to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.



Witness my hand and official seal.

Signature Marion L. Becker

MAIL TAX STATEMENTS AS DIRECTED ABOVE

EXHIBIT ONE

Being a portion of the Southeast quarter of Section 15, Township 22 North, Range 3 East, M.D.B. & M., and being more particularly described as follows:

Being a parcel of land as shown on that certain Record of Survey Map for Robert L. Hallstrom and LeRoy Taylor, which Map was filed in the Office of the Recorder of Butte County, California in Book 61 of Maps at Page 63 and being more particularly described as follows:

BEGINNING at the South quarter corner of said Section 15, said corner being marked by a 2 3/4" toppler marked for said corner by LS 2843; thence North 49° 51' 44" East for 285.47 feet to the True Point of Beginning for the parcel of land herein described, said point being the Southwest corner of Parcel 1 as described in Deed to LeRoy A. Taylor, et ux, recorded December 31, 1968 in Book 1548 of Butte County Official Records, at Page 641; said point being also marked by a nail and tag LS 3634; thence from said True Point of Beginning, North 27° 44' 40" East, parallel to and 38.00 feet distant from the centerline of Skyway for 55.08 feet to the Northwest corner of said Parcel 1, said point being marked by a nail and tag LS 3634; thence South 65° 23' 40" East for 2.00 feet to the Southwest corner of Parcel 2 as described in said Deed to Taylor, said point being marked by a nail and tag LS 3634; thence South 62° 15' 20" East for 10.83 feet to a nail and tag LS 3634; thence South 27° 44' 40" West for 0.38 feet to a nail and tag LS 3634; thence South 66° 03' 23" East for 28.78 feet to a 3/4" iron pipe and tag LS 3634; thence North 24° 36' 20" East for 0.64 feet to a point located in the 3/4" iron pipe and tag LS 3634; thence following along said Southerly boundary line, South 65° 23' 40" East and parallel to the centerline of Fir Street for 38.13 feet, said point being the Northeasterly corner of said Parcel 1, said point being marked an iron pipe and tag LS 3634; thence South 24° 39' 15" West and parallel to the centerline of Almond Street for 55.00 feet to a point located in the Northerly boundary line of Fir Street, said being the Southeasterly corner of said Parcel 1, said point being marked by a 3/4" iron pipe and tag LS 3634; thence following along said Northerly boundary line of Fir Street, North 65° 23' 40" West for 82.67 feet to the True Point of Beginning.

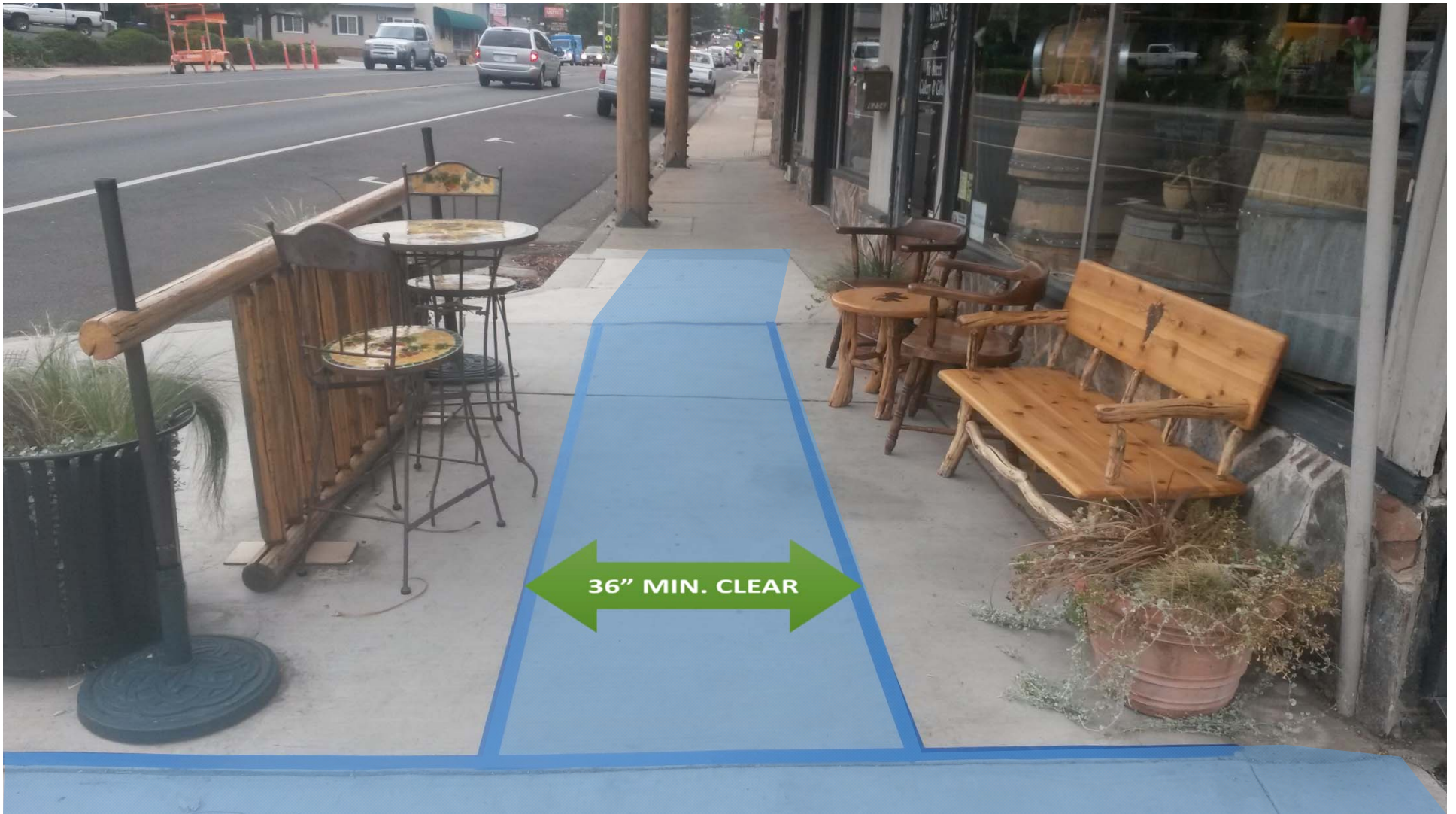
EXHIBIT “C”

ADA Path of Travel Clearance

Unobstructed ADA Path of Travel Facing South



Unobstructed ADA Path of Travel Facing North





**Town of Paradise
Council Agenda Summary
Date: February 9, 2016**

Agenda Item: 2(d)

Originated by: Gina S. Will, Finance Director/Town Treasurer
Reviewed by: Lauren Gill, Town Manager
Subject: Presentation of Fiscal Year 2014/15 Financial Statement Audit

Council Action Requested:

Following the Town Councils review of the Fiscal year 2014/15 financial statement audit report, staff recommends that the Council receive and file the Report, as submitted

Alternatives:

Refer the matter back to staff for further development and consideration.

Background:

Mann, Urrutia, Nelson CPAs & Associates, LLP (MUN CPAs) have completed the annual audit for Fiscal Year 2014/15. MUN CPAs indicated that the financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Paradise as of June 30, 2015.

This was the second independent audit conducted by MUN CPAs for the Town of Paradise. After ten years of working with the previous auditors, it has been enlightening and helpful to have a fresh perspective on the audit process. The team of auditors that Town staff worked with this year were professional and thorough in their review of transactions and presentation of financial statements. Their few recommendations were thoughtful and will ultimately be helpful to the understanding of the Town's financial statements.

Town Management did a thorough analysis of the financial statements and that analysis is included in the financial statements as "Management's Discussion and Analysis" on pages 3 through 9. Council is encouraged to read management's complete discussion and analysis included in the report, but staff has highlighted some key results and elements of the financial statements below.

Discussion:

Net Position:

In its second year of recession recovery, the Town is rebuilding cash reserves and ending fund balances. Cash and investments increase 16.3 percent compared to the prior year. Also, the Town actively sought funding for infrastructure improvement projects and increased capital assets 7.1 percent.

This fiscal year, with the implementation of the Governmental Accounting Standards Board (GASB) statement number 68 the Town reports \$16.24 million of pension liability and pension related net deferred use of resources to its activities. The Town contracts with CalPERS for Pension benefits for its employees. Ahead of this pronouncement, in April 2007, the Town issued a \$10.9 million bond to fund the unfunded pension liability recognized at that time. The Town is making annual bond payments and the obligation will be retired in another sixteen years. Unfortunately, this bond was issued at the height of the recession. Since the time of issuance, CalPERS investment losses eroded roughly 25 percent of the bond investment as well as their other pension assets. Further, the Town cut its workforce over 44 percent, including the outsourcing of fire personnel services, in response to the recession and reduced revenues. In addition, the Town reduced pension benefits for new hires. While these cuts and benefit reductions were financially necessary to lessen budget deficits in the short term, the result is that the Town contributed less normal pension contributions the last several years thereby increasing the growth of long term pension liability. Starting with the 2015/16 fiscal year, and in addition to the normal annual pension contributions for active employees, the Town is making sizeable contributions toward the long term pension obligation just described. This obligation is being amortized over a 25 year period. These annual contributions are currently manageable for the Town.

Total expenses were reduced \$2.13 million or 12.7 percent. This is a reflection of both fewer contribution and grant revenues to spend and tight fiscal controls over department spending. Before prior period adjustments, net position grows \$1.9 million leaving many operating funds with improved ending fund balances and reserves. A prior period adjustment of \$15.1 million related to GASB 68 and the Town's Pension obligation results in a decrease in the Town's net assets of \$13.1 million. It is important to note that the Pension obligation is not a new liability to the Town, but is reported in a different manner this fiscal year. Further, it is an obligation the Town is funding and is manageable.

General Fund:

The Town's general fund revenues reflect 10 percent growth or \$992,063; the second year of growth after many years of decline. All major revenue categories have increased while three minor categories decreased. Taxes and assessments which provide 72 percent of the general fund revenues grew 6.9 percent. Measure C a 0.50 percent transaction and use tax measure approved by the voters in November 2014, provided additional revenues of \$291,666.

Revenues exceeded expenses by \$564,957 before transfers are reported. After transfers, the net change in general fund balance is a positive \$1,064,370. The ending general fund balance for June 30, 2015 is \$2,998,777 a 55 percent increase compared to the prior year. Of this, \$707,270 is unassigned reserves that reduce the amount of cash needed to be borrowed annually to fund operations. This is a significant improvement compared to the prior year when there were no unassigned reserves available.

Capital Assets:

At fiscal year-end 2015, the Town had \$14,927,424, net of depreciation, in a broad range of capital assets, including police and fire equipment, buildings, roads, and vehicles. This amount represents a net increase of \$988,774 after depreciation or 7.1 percent compared to last year. More vehicles and equipment were retired than were added and existing assets continue to depreciate. The net increase is mainly a reflection of the road related capital improvement projects completed and funded primarily through grant funds. Also, three properties owned by the former Paradise Redevelopment Agency were transferred to the Town of Paradise because they serve a governmental purpose.

The Town's fiscal year 2015 capital budget included \$1.8 million in street maintenance, rehabilitation, and new construction and design. Both the Downtown Paradise Safety Project and the Paradise Signal Upgrade Project were completed during the year. Some preliminary engineering and design work was completed on a number of other capital improvement projects slated to be completed in the next few years. These projects are primarily funded through federal and state grants. This year's major additions included:

Outstanding Debt:

At year end, the Town had \$30.8 million in notes, bonds, capital leases, other post-employment benefits (OPEB), CalPERS pension liability, and compensated absences. After the inclusion of the GASB 68 related pension liability, the total liabilities decrease compared to the prior year 12.7 percent. \$1.2 million of the obligations are due within one year.

No additional bonds or notes were issued in 2014/15, but one of the three former Paradise Redevelopment Agency properties that the Town received included an outstanding loan. That loan was assumed by the Town at the time of the transfer. As indicated in the capital assets section, only minimal equipment purchases were made during 2014/15 so one capital lease was added, but two leases were paid off. By implementing a vesting schedule for new hires, starting an irrevocable trust to begin

funding the future obligation, and by capping benefits for all employee groups, the Town is containing the OPEB GASB 45 obligation; however, the Town was unable to contribute any monies to the trust and an unexpected retirement increased the obligation in 2014/15. As described before, implementation of GASB 68 includes reporting of the net pension liability of the Town. The Town has taken measures to mitigate these benefits in the future and the obligation is being amortized over a period of 25 years.

Conclusion:

The 2014/15 audit confirms the progress the Town continues to make toward financial stability. Staff would be remiss however, not to focus Council and the community on the areas of continued weakness. The Town has eroded its net position town wide. The Town has an aged infrastructure that continues to depreciate and has limited means of rebuilding. With the implementation of GASB 68 there is over \$12 million of unfunded pension liability on the balance sheet. This of course does not mean that the Town will have to pay this obligation in one year, but does mean that its total obligations exceed its available assets. While these obligations are not an annual requirement, the Town would be prudent to fund whatever possible toward reducing these obligations or at least creating assets that can fund them in the future.

Measure C funds are extremely helpful in addressing deferred maintenance and equipment replacement deficiencies in the general fund the next several years. However, true fiscal health will not be obtained until general fund liquidity and unassigned reserves are improved. With time and diligence those balances can be improved, but only with strong leadership that requires guarded and careful spending and investment in the Town's future stability. The general fund budget is balanced on a thin margin and in the event of an emergency or another economic downturn, the Town general fund would be limited to what it could endure.

Fiscal Impact Analysis:

The action to receive and file the 2014/15 audit report does not in itself result in a cost to the Town of Paradise. Recommendations contained in the management letter have no costs associated with implementation. The recommendations are procedural in nature and do not carry an implementation cost.

**TOWN OF PARADISE
FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED JUNE 30, 2015**

TOWN OF PARADISE
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Town Council
Town of Paradise
Paradise, California

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Paradise, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Town of Paradise's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the 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 entity'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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Paradise, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Change in Accounting Principle

As described in Note 1 to the financial statements, in 2015, the Town adopted new accounting guidance, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* and GASB No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. 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, budgetary comparison information, pension related schedules, and schedules of funding progress as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Paradise's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 27, 2016, on our consideration of the Town of Paradise'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 Town of Paradise's internal control over financial reporting and compliance.



Sacramento, California
January 27, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Town of Paradise's financial performance provides an overview of the Town's financial activities for the fiscal year ending June 30, 2015. Please read it in conjunction with the Town's financial statements.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the activities of the Town as a whole and present a longer-term view of the Town's finances. Fund financial statements follow. For governmental activities, the statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town's operations in more detail than the government-wide statements by providing information about the Town's most significant funds. The remaining statements provide financial information about activities for which the Town acts as a trustee or agent for the benefit of those outside the government.

REPORTING THE TOWN AS A WHOLE

The Statement of Net Position and the Statement of Activities report information about the Town as a whole and about its activities. These statements include all assets and liabilities using the accrual basis of accounting which recognizes all of the current year's revenues and expenses regardless of when cash is received or paid.

In the Statement of Net Position and the Statement of Activities, the Town is reporting its Governmental activities. Most of the Town's basic services are reported here, including the police, fire, community development, engineering, and general administration. Property taxes, motor vehicle in lieu, and sales taxes fund most of these activities.

In its second year of recession recovery, the Town is rebuilding cash reserves and ending fund balances. Cash and investments increase 16.3 percent compared to the prior year. Also, the Town actively sought funding for infrastructure improvement projects and increased capital assets 7.1 percent.

This fiscal year, with the implementation of the Governmental Accounting Standards Board (GASB) statement number 68 the Town reports \$16.24 million of pension liability and pension related net deferred use of resources to its activities. The Town contracts with CalPERS for Pension benefits for its employees. Ahead of this pronouncement, in April 2007, the Town issued a \$10.9 million bond to fund the unfunded pension liability recognized at that time. The Town is making annual bond payments and the obligation will be retired in another sixteen years. Unfortunately, this bond was issued at the height of the recession. Since the time of issuance, CalPERS investment losses eroded roughly 25 percent of the bond investment as well as their other pension assets. Further, the Town cut its workforce over 44 percent, including the outsourcing of fire personnel services, in response to the recession and reduced revenues. In addition, the Town reduced pension benefits for new hires. While these cuts and benefit reductions were financially necessary to lessen budget deficits in the short term, the result is that the Town contributed less normal pension contributions the last several years thereby increasing the growth of long term pension liability. Starting with the 2015/16 fiscal year, and in addition to the normal annual pension contributions for active employees, the Town is making sizeable contributions toward the long term pension obligation just described. This obligation is being amortized over a 25 year period. These annual contributions are currently manageable for the Town.

The other long term liabilities have been reduced 4.7 percent and obligations due within one year have been reduced 2.2 percent compared to the prior year. The Town continues to make a concerted effort to reduce liabilities and not incur new debt.

**Table 1
Net Position**

	Governmental Activities	
	2015	2014
Current and other assets	\$8,278,148	\$7,013,566
Capital assets	14,927,424	13,938,651
Total Assets	<u>23,205,572</u>	<u>20,952,217</u>
Long term liabilities (due in more than one year)	(16,730,439)	(17,554,355)
Net pension liability	(12,901,028)	(0)
Other liabilities	(1,900,395)	(1,942,535)
Total Liabilities	<u>(31,531,862)</u>	<u>(19,496,890)</u>
Deferred outflow of resources	1,064,115	0
Deferred inflow of resources	(4,400,210)	(0)
Net Deferred Use of Resources	<u>(3,336,095)</u>	<u>0</u>
Net Position:		
Invested in capital assets, net of debt	8,744,000	5,694,753
Restricted	4,526,512	3,462,591
Unrestricted	(24,932,897)	(7,702,017)
Total Net Position	<u>\$(11,662,385)</u>	<u>\$1,455,327</u>

Table 2 below shows another perspective of the net assets of the Town. The Town's revenues, exclusive of grants and contributions for operations and capital projects, grew from \$10.6 million to \$11.5 million an 8.3 percent increase. Total revenues have decreased \$961,018 or 5.5 percent because operating and capital contributions and grants have decreased 7.3 percent. Contributions and grant revenues fund special programs and capital improvement projects, so the service functions of public safety, public works and general government were not impacted.

Total expenses were reduced \$2.13 million or 12.7 percent. This is a reflection of both fewer contribution and grant revenues to spend and tight fiscal controls over department spending. Before prior period adjustments, net position grows \$1.9 million leaving many operating funds with improved ending fund balances and reserves. A prior period adjustment of \$15.1 million related to GASB 68 and the Town's Pension obligation results in a decrease in the Town's net assets of \$13.1 million. It is important to note that the Pension obligation is not a new liability to the Town, but is reported in a different manner this fiscal year. Further, it is an obligation the Town is funding and is manageable.

**Table 2
Changes in Net Assets**

	Governmental Activities	
	2015	2014
Revenues		
Program Revenues:		
Charges for Services	\$1,286,525	\$1,207,712
Operating Contributions & Grants	4,804,507	6,682,096
Capital Contributions & Grants	275,063	238,579
General Revenues:		
Property Taxes	4,438,783	4,310,387
Other Taxes	3,252,208	2,886,018
Motor vehicle in-lieu	2,294,567	1,922,350
Other general revenues	246,756	312,285
Total Revenues	16,598,409	17,559,427
Program expenses		
General Government	1,869,009	2,485,765
Community Development	891,308	3,007,043
Public Safety	7,668,210	7,289,415
Public Works	612,395	504,073
Parks & Recreation	485,616	525,625
Streets	2,367,176	2,204,063
Interest on Long Term Debt	771,182	779,682
Total Expenses	14,664,896	16,795,666
Change in Net Position before prior period adjustments & extraordinary items	1,933,513	763,761
Prior period adjustments	(15,051,225)	(8,674,591)
Net asset transfer	0	88,014
Change in net assets	(\$13,117,712)	(\$7,822,816)

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds, (as presented in the balance sheet and the statement of revenues, expenditures and changes in fund balances), reported a combined fund balance of \$7.52 million. It reflects a 22 percent or \$1,372,216 increase in governmental fund balances.

General Fund Highlights

Over the course of the year, the Town Council revised the budget several times. The budget was adjusted each time material changes in trends or projections were identified. A thorough mid-year budget review was completed which reviewed and revised personnel costs and continued to cut other operating expenditures where needed.

The Town's general fund revenues reflect 10 percent growth or \$992,063; the second year of growth after many years of decline. All major revenue categories have increased while three minor categories decreased. Taxes and assessments which provide 72 percent of the general fund revenues grew 6.9 percent. Measure C a 0.50 percent transaction and use tax measure approved by the voters in November 2014, provided additional revenues of \$291,666.

With the increased revenues, the Town was able to restore some critical operating expenses to the general fund increasing expenditures \$482,408 or 5 percent. The general fund maintains historically low full time equivalency employees of 43.70 employees for the fiscal year a 3.6 increase from the prior year, but well below its prerecession levels of 81.32.

As would be expected in the general fund, public safety represents 70 percent of general fund expenditures. Public safety expenditures increased 5.6 percent in order to maintain appropriate services for the community. Debt service principal and interest reflect an increase of \$6,568 and this is after including the \$25,000 scheduled increase for the Pension Obligation Bond. This shows that other general fund obligations have been paid down.

Revenues exceeded expenses by \$564,957 before transfers are reported. After transfers, the net change in general fund balance is a positive \$1,064,370. The ending general fund balance for June 30, 2015 is \$2,998,777 a 55 percent increase compared to the prior year. Of this, \$707,270 is unassigned reserves that reduce the amount of cash needed to be borrowed annually to fund operations. This is a significant improvement compared to the prior year when there were no unassigned reserves available.

Other Key Governmental Funds

The animal control fund saw an increase in revenues of \$29,265 or 17 percent. The nonprofit organization, Paradise Animal Shelter Helpers, for the first time reimbursed the fund \$9,754 to fund the costs of certain shelter specific expenses. Increases were also seen in citation fees and impound fees. Expenditures and transfers out increased \$22,839 or 13 percent. The increase was mainly a result of increased staffing levels which were needed to maintain existing services. This resulted in an ending fund balance of \$6,596. As the Town begins to restore staffing levels to maintain services, the fund is not self-sustaining and will require transfers in from the animal control donation fund to balance. Within the next three years, a decision will need to be made to either increase fees to a point that fully funds the services provided or to decrease services.

The building safety and waste water services fund had revenues of \$935,539; an increase of \$95,428 or 11 percent. Expenses and transfers out also increased but to a lesser extent \$60,505 to \$738,488 which is an increase of 9 percent. The fund now has an ending fund balance of \$391,125. This fund is vulnerable to economic downturns and must maintain sufficient reserves to maintain adequate staffing and for equipment replacement. This fund accounts for the services provided to monitor building and onsite development.

Reduced gasoline prices reduced the revenues of the gas tax fund \$101,932, and decreased staff participation in capital improvement projects reduced transfers in \$29,901. Expenses and transfers out also decreased \$40,417, so revenues still exceeded expenses by \$18,634. This results in an ending fund balance of \$438,273. Revenues will again decrease in 2015/16, so a portion of the ending fund balance will be used to maintain services and contribute to capital improvement projects.

PROPRIETARY FUND

The proprietary fund is made up of one internal service fund which is related to self insurance funding. The proprietary fund's statement of revenue, expenses, and changes in fund net position report what is equivalent to the "ending fund balance" in governmental funds.

The net assets for the internal service fund for self insurance funding increased \$26,772 for the year compared to the prior year. These numbers are a direct reflection of what the insurance JPA is able to offer the Town in terms of dividends or return of equity. Little in the way of dividends or equity is expected to be released from the JPA for the next several years as it is necessary for the JPA to rebuild equity released to members during the recession.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At fiscal year-end 2015, the Town had \$14,927,424, net of depreciation, in a broad range of capital assets, including police and fire equipment, buildings, roads, and vehicles as shown in table 3 below. This amount represents a net increase of \$988,774 after depreciation or 7.1 percent compared to last year. More vehicles and equipment were retired than were added and existing assets continue to depreciate. The net increase is mainly a reflection of the road related capital improvement projects completed and funded primarily through grant funds. Also, three properties owned by the former Paradise Redevelopment Agency were transferred to the Town of Paradise because they serve a governmental purpose.

The Town's fiscal year 2015 capital budget included \$1.8 million in street maintenance, rehabilitation, and new construction and design. Both the Downtown Paradise Safety Project and the Paradise Signal Upgrade Project were completed during the year. Some preliminary engineering and design work was completed on a number of other

capital improvement projects slated to be completed in the next few years. These projects are primarily funded through federal and state grants. This year's major additions included:

- Former RDA properties 294,246
- Construction in Process:
 - Clark Road Safety Enhancements 19,217
 - Cypress Curve Realignment 98,475
 - Maxwell School Connectivity 5,640
 - Paradise Signal Upgrades 301,240
 - Pearson Road School Connectivity 6,416
 - Pearson Road Shoulder Widening 37,635
 - Skyway Highway Safety Plan 1,163,790
- New Roof for Fire Station 81 90,487
- Two IT Servers 20,313
- Snow Plow and Sanding Unit 12,092

Table 3
Capital Assets at Year-end
(Net of Depreciation)

	Governmental Activities	
	2015	2014
Land	\$1,359,482	\$1,065,236
Construction in progress	472,508	468,480
Buildings and improvements	341,007	274,045
Infrastructure	12,321,168	11,526,779
Machinery and equipment	270,955	335,201
Vehicles	162,304	268,910
Totals	\$14,927,424	\$13,938,651

Debt

At year end, the Town had \$30.8 million in notes, bonds, capital leases, other post-employment benefits (OPEB), CalPERS pension liability, and compensated absences. After the inclusion of the GASB 68 related pension liability, the total liabilities decrease compared to the prior year 12.7 percent. \$1.2 million of the obligations shown in table 4 are due within one year.

Table 4
Outstanding Debt at Year-end

	Governmental Activities	
	2015	2014
Bonds payable & accreted interest	\$11,371,292	\$11,607,515
Loans payable	58,717	0
Capital leases	344,708	440,971
OPEB	5,139,610	4,619,105
CAL FIRE OPEB Note	540,568	606,987
CalPERS side fund	0	919,951
Net pension liability	12,901,028	16,653,800
Compensated absences	444,820	436,836
Total Liabilities	\$30,800,743	\$35,285,165

No additional bonds or notes were issued in 2014/15, but one of the three former Paradise Redevelopment Agency properties that the Town received included an outstanding loan. That loan was assumed by the Town at the time of the transfer. As indicated in the capital assets section, only minimal equipment purchases were made during 2014/15 so one capital lease was added, but two leases were paid off. By implementing a vesting schedule for new hires, starting an irrevocable trust to begin funding the future obligation, and by capping benefits for all employee groups, the Town is containing the OPEB GASB 45 obligation; however, the Town was unable to contribute any monies to the

trust and an unexpected retirement increased the obligation in 2014/15. As described before, implementation of GASB 68 includes reporting of the net pension liability of the Town. The Town has taken measures to mitigate these benefits in the future and the obligation is being amortized over a period of 25 years.

Please refer to Notes 7 and 8 for more detailed information about the obligations outstanding.

THE TOWN AS TRUSTEE

The Town is the trustee, or fiduciary, for an employee bank fund and for a police department found money fund. As of January 2012, it also elected to become the successor agency of the former Paradise Redevelopment Agency (Agency). The Town's role is now to manage the receipt and disbursement of monies related to debt service of enforceable obligations. All of this related activity is now being accounted for in private-purpose trust funds. The Town is responsible for the assets in these funds and must only use these funds as indicated in the trust arrangements. The Town's fiduciary activities related to the Agency are reported in Statements of Net Position and Changes in Net Position. The other fiduciary activities are reported under a statement of Fiduciary Assets and Liabilities and Changes in Assets and Liabilities. The activities are excluded from the Town's other financial statements because the Town cannot use these assets to finance its operations. The Town is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Fiduciary funds total assets are \$5,948 and the private-purpose trust funds net position is negative \$7.16 million as of June 30, 2015.

NEXT YEAR'S BUDGET AND ASSUMPTIONS

At the issuance of these financial statements, six of the twelve months has been completed of the 2015/16 fiscal year. The Town has also just completed its comprehensive mid-year budget report which confirms that the local economy is continuing to show modest growth. Property taxes and motor vehicle in lieu is projected to grow 3.82 percent and 4.13 percent respectively. Because of declining gasoline prices, sales taxes are expected to remain at prior year levels. However, other consumer spending driven revenues like franchise fees and transient occupancy taxes project growth. In addition, the community approved a 0.50 percent general transaction and use tax measure which took effect in April 2015. Based on receipts to date, the Town will receive additional revenues of about \$1.0 million a year for a total of six years. Other governmental funds remain healthy with adequate reserves. Community development and building activities also continue the growth trend started in 2013/14. The amended general fund budget for 2015/16 currently has \$11.7 million available for appropriations including transfers in. This is a 6.5 percent increase in revenues compared to the audit year being reported.

The Town will maintain a balanced general fund budget for 2015/16 and will add about \$41,000 to its unassigned reserves bringing the total unassigned reserves to about \$748,000. These unassigned reserves are 6.4 percent of the total projected 2015/16 appropriations. These reserves lessen the size of the Tax Revenue Anticipation Note the Town will obtain in 2016/17 thereby reducing interest expenses. Highlights of the measures in place in 2015/16 to maintain financial stability:

- ✓ 0.50 percent general transaction and use tax to generate additional revenues of \$1,000,000 a year for six years.
- ✓ All employees are paying 100% of the CalPERS employee contribution which is 7% of salary for Miscellaneous Employees and 9% for Public Safety Employees.
- ✓ All employee units have agreed to cap the amount the Town contributes toward health insurance premiums as away to reduce the OPEB obligation. According to the most recent actuary study received for the OPEB obligation, this reduced the present value of future benefits to \$17.5 million which is a 61.8 percent reduction compared to the original \$45.8 million.
- ✓ New hires are now entering second and third tiers of retirement plans which are providing some immediate expenditure savings.
- ✓ By cutting back and restructuring in non general fund activities, the Town has eliminated the need for the general fund to transfer funds into any other fund in order to eliminate structural deficits.

The general fund five year budget projection shows revenue and expenditure growth of about 1.9 percent for the next five years. Town Council and Management are committed to maintaining a balanced budget and rebuilding available reserves and will make additional cutbacks as necessary. Management and elected officials are also evaluating cost

recovery and other ways to diversify the revenues of the Town. Finally, of high importance will be establishing policies that minimize unfunded liability and reduces the future obligations of the Town to a level that the Town can sustain.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Town's Finance Department at 5555 Skyway, Paradise, California.

TOWN OF PARADISE
STATEMENT OF NET POSITION
JUNE 30, 2015

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Cash and investments (Note 3)	\$ 4,595,594
Restricted cash and investments with fiscal agents (Note 3)	1,609
Accounts receivable	1,670,232
Interest receivable	2,480
Prepaid items	593
Advances to the Successor Agency Trust Funds	2,006,769
Loans receivable, net of allowance of \$11,415,820 (Note 4)	871
Capital assets (Note 5):	
Nondepreciable:	
Land and construction in progress	1,831,990
Depreciable:	
Infrastructure, buildings, vehicles, and equipment	23,943,377
Accumulated depreciation	<u>(10,847,943)</u>
Total capital assets	<u>14,927,424</u>
Total Assets	<u>23,205,572</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>	
2015 Pension contributions (Note 8)	576,856
Changes in the net pension liability (Note 8)	<u>487,259</u>
Total Deferred Outflows of Resources	<u>1,064,115</u>
<u>LIABILITIES</u>	
Accounts payable	383,184
Accrued wages	201,968
Unearned revenue	145,967
Noncurrent liabilities (Note 7):	
Due within one year	1,169,276
Due in more than one year	16,730,439
Net pension liability (Note 8)	<u>12,901,028</u>
Total Liabilities	<u>31,531,862</u>
<u>DEFERRED INFLOW OF RESOURCES</u>	
Changes in the net pension liability (Note 8)	<u>4,400,210</u>
<u>NET POSITION</u>	
Net investment in capital assets	8,744,000
Restricted for:	
Public safety	773,197
Streets and roads	1,809,554
Community development	855,276
Wastewater and drainage	1,088,485
Unrestricted	<u>(24,932,897)</u>
Total Net Position	<u>\$ (11,662,385)</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
General government	\$ 1,869,009	\$ 118,752	\$ 1,185,727	\$ -	\$ (564,530)
Community development	891,308	703,920	747,407	-	560,019
Public safety	7,668,210	278,726	868,632	-	(6,520,852)
Public works	612,395	128,915	1,099,897	-	616,417
Parks and recreation	485,616	56,212	-	-	(429,404)
Streets	2,367,176	-	902,844	275,063	(1,189,269)
Interest on long term debt	771,182	-	-	-	(771,182)
Total Governmental Activities	\$ 14,664,896	\$ 1,286,525	\$ 4,804,507	\$ 275,063	\$ (8,298,801)

General Revenues:

Taxes:	
Secured and unsecured property taxes	\$ 4,438,783
Sales and usage taxes	2,097,519
Transient lodging tax	197,509
Franchise taxes	893,478
Real property transfer taxes	63,702
Other taxes	5,154
Motor vehicle in-lieu, unrestricted	2,294,567
Homeowners property tax relief, unrestricted	67,508
Investment income	12,656
Other	161,438
Total General Revenues and Transfers	<u>10,232,314</u>
Change in Net Position	1,933,513
Net Position - July 1, 2014	<u>1,455,327</u>
Prior period adjustments (Note 15)	(15,051,225)
Net Position - July 1, 2014, restated	<u>(13,595,898)</u>
Net Position - June 30, 2015	<u>\$ (11,662,385)</u>

See accompanying notes to the basic financial statements.

**TOWN OF PARADISE
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015**

	General Fund	Home Grant Fund	Cal Home Rehabilitation Fund
<u>ASSETS</u>			
Cash and investments	\$ 499,547	\$ 37	\$ 156,018
Restricted cash and investments with fiscal agents			
	1,609	-	-
Accounts receivable	965,717	-	-
Interest receivable	552	-	154
Prepaid items	593	-	-
Due from other funds	15,631	-	-
Advances receivable	-	-	-
Advances receivable from the Successor Agency			
Trust Funds	2,006,769	-	-
Loans receivable, net of allowance of \$11,415,820	871	-	-
Total Assets	\$ 3,491,289	\$ 37	\$ 156,172
 <u>LIABILITIES</u>			
Accounts payable	\$ 337,881	\$ 36	\$ -
Accrued wages	147,056	-	-
Due to other funds	-	-	-
Advances payable	7,575	-	-
Unearned revenue	-	-	-
Total Liabilities	492,512	36	-
 <u>FUND BALANCES</u>			
Nonspendable	2,008,233	-	-
Restricted	-	1	156,172
Assigned	283,274	-	-
Unassigned	707,270	-	-
Total Fund Balances	2,998,777	1	156,172
Total Liabilities and Fund Balances	\$ 3,491,289	\$ 37	\$ 156,172

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
BALANCE SHEET (CONTINUED)
GOVERNMENTAL FUNDS
JUNE 30, 2015

	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>		
Cash and investments	\$ 3,913,186	\$ 4,568,788
Restricted cash and investments with fiscal agents		1,609
Accounts receivable	704,515	1,670,232
Interest receivable	1,774	2,480
Prepaid items	-	593
Due from other funds	627,936	643,567
Advances receivable	7,575	7,575
Advances receivable from the Successor Agency		
Trust Funds	-	2,006,769
Loans receivable, net of allowance of \$11,415,820	-	871
Total Assets	<u>\$ 5,254,986</u>	<u>\$ 8,902,484</u>
 <u>LIABILITIES</u>		
Accounts payable	\$ 45,267	\$ 383,184
Accrued wages	54,912	201,968
Due to other funds	643,567	643,567
Advances payable	-	7,575
Unearned revenue	145,967	145,967
Total Liabilities	<u>889,713</u>	<u>1,382,261</u>
 <u>FUND BALANCES</u>		
Nonspendable	-	2,008,233
Restricted	4,370,339	4,526,512
Assigned	-	283,274
Unassigned	(5,066)	702,204
Total Fund Balances	<u>4,365,273</u>	<u>7,520,223</u>
Total Liabilities and Fund Balances	<u>\$ 5,254,986</u>	<u>\$ 8,902,484</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2015

Total fund balances of governmental funds	\$	7,520,223
Amounts reported for governmental activities in the Statement of Net Position are different from those reported in the governmental funds because of the following		
Capital assets net of accumulated depreciation of \$10,847,943 have not been included as financial resources in the governmental funds		14,927,424
Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Bonds payable		(7,222,380)
Loans payable		(58,717)
Accrued interest payable		(4,148,912)
Capital leases payable		(344,708)
Other post-employment benefits		(5,139,610)
CDF retiree health vesting		(540,568)
Deferred inflows related to changes in the net pension liability		(4,400,210)
Net pension liability		(12,901,028)
Compensated absences		(444,820)
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position		26,806
Deferred outflows of resources related to charges in the net pension liability are not applicable to the current period.		487,259
Deferred outflows of resources related to 2015 pension contributions were made subsequent to the measurement date.		<u>576,856</u>
Net position of governmental activities	\$	<u>(11,662,385)</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

<u>REVENUES</u>	<u>General Fund</u>	<u>Home Grant Fund</u>	<u>Cal Home Rehabilitation Fund</u>
Taxes and assessments	\$ 7,690,991	\$ -	\$ -
Licenses, permits, and impact fees	5,154	-	-
Fines and forfeitures	47,651	-	-
Use of money and property	9,584	-	457
Intergovernmental revenues	2,671,246	-	-
Charges for services	204,482	-	-
Program income	-	173,535	74,505
Other revenues	47,149	-	-
	<u>10,676,257</u>	<u>173,535</u>	<u>74,962</u>
Total Revenues			
	<u>10,676,257</u>	<u>173,535</u>	<u>74,962</u>
<u>EXPENDITURES</u>			
Current:			
General government	1,572,040	-	-
Community development	164,319	171,025	-
Public safety	7,087,839	-	-
Public works	24,294	-	-
Parks and recreation	10,503	-	-
Streets	-	-	-
Capital Outlay	121,984	-	-
Debt service:			
Principal	772,967	-	-
Interest and fiscal charges	357,354	-	-
	<u>10,111,300</u>	<u>171,025</u>	<u>-</u>
Total Expenditures			
	<u>10,111,300</u>	<u>171,025</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>564,957</u>	<u>2,510</u>	<u>74,962</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Proceeds from the issuance of debt	-	-	-
Transfers in	502,780	-	-
Transfers out	(3,367)	(7,874)	(3,720)
	<u>499,413</u>	<u>(7,874)</u>	<u>(3,720)</u>
Total Other Financing Sources (Uses)			
	<u>499,413</u>	<u>(7,874)</u>	<u>(3,720)</u>
Net Change in Fund Balances	1,064,370	(5,364)	71,242
Fund Balances - July 1, 2014	<u>1,934,407</u>	<u>5,365</u>	<u>84,930</u>
Prior Period Adjustment (Note 15)	-	-	-
Fund Balance Restated - July 1, 2014	<u>1,934,407</u>	<u>5,365</u>	<u>84,930</u>
Fund Balances - June 30, 2015	<u>\$ 2,998,777</u>	<u>\$ 1</u>	<u>\$ 156,172</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES (CONTINUED)
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Other Governmental Funds</u>	<u>Totals</u>
<u>REVENUES</u>		
Taxes and assessments	\$ 430,543	\$ 8,121,534
Licenses, permits, and impact fees	959,720	964,874
Fines and forfeitures	77,963	125,614
Use of money and property	6,563	16,604
Intergovernmental revenues	3,716,156	6,387,402
Charges for services	146,837	351,319
Program income	5,652	253,692
Other revenues	<u>303,414</u>	<u>350,563</u>
Total Revenues	<u>5,646,848</u>	<u>16,571,602</u>
<u>EXPENDITURES</u>		
Current:		
General government	180	1,572,220
Community development	529,661	865,005
Public safety	244,465	7,332,304
Public works	600,193	624,487
Parks and recreation	-	10,503
Streets	1,847,331	1,847,331
Capital Outlay	1,637,811	1,759,795
Debt service:		
Principal	57,684	830,651
Interest and fiscal charges	<u>-</u>	<u>357,354</u>
Total Expenditures	<u>4,917,325</u>	<u>15,199,650</u>
Excess of revenues over (under) expenditures	<u>729,523</u>	<u>1,371,952</u>
<u>OTHER FINANCING SOURCES (USES)</u>		
Proceeds from the issuance of debt	84,337	84,337
Transfers in	2,038,132	2,540,912
Transfers out	<u>(2,525,951)</u>	<u>(2,540,912)</u>
Total Other Financing Sources (Uses)	<u>(403,482)</u>	<u>84,337</u>
Net Change in Fund Balances	326,041	1,456,289
Fund Balances - July 1, 2014	<u>4,123,225</u>	<u>6,147,927</u>
Prior Period Adjustment (Note 15)	(83,993)	(83,993)
Fund Balance Restated - July 1, 2014	<u>4,039,232</u>	<u>6,063,934</u>
Fund Balances - June 30, 2015	<u>\$ 4,365,273</u>	<u>\$ 7,520,223</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
RECONCILIATION OF THE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

Reconciliation of the change in fund balances - total governmental funds to the change in net position of governmental activities:

Net change in fund balances - total governmental funds	\$ 1,456,289
Amounts reported for governmental activities in the Statement of Activities are different because of the following:	
Governmental funds report capital outlays as expenditures while governmental activities report depreciation as expense to allocate those expenditures over the life of the assets:	
Capital asset purchases capitalized	1,755,304
Depreciation expense	(1,060,776)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position	
Capital lease obligation principal payments	180,600
Bond principal payments	580,547
Notes payable payments	3,085
Accreted interest, net change	(344,322)
Issuance of debt issues are an other financing source in governmental funds, but an increase in long-term liabilities in the Statement of Net Position	
Proceeds from capital lease	(84,337)
The amounts below, included in the Statement of Activities, do not provide (require) the use of current financial resources and, therefore, are not reported as revenues or expenditures in the governmental funds (net change):	
Compensated absences	7,984
Pension expense related to deferred outflows and inflows of resources	(133,581)
Other post-employment benefits	(520,505)
CDF retiree health vesting	66,419
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the internal service fund is reported with the governmental activities.	
	<u>26,806</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 1,933,513</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015

	<u>Governmental Activities - Internal Service Fund</u>
<u>ASSETS</u>	
Current Assets	
Cash and investments	\$ <u>26,806</u>
Total Current Assets	<u>26,806</u>
Total Assets	<u>26,806</u>
<u>NET POSITION</u>	
Unrestricted	<u>26,806</u>
Total Net Position	\$ <u><u>26,806</u></u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
 STATEMENT OF REVENUE, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2015

	<u>Governmental Activities - Internal Service Fund</u>
<u>OPERATING REVENUES</u>	
Other revenue	\$ <u>26,772</u>
Total Operating Revenues	<u>26,772</u>
Operating Income (Loss)	<u>26,772</u>
Change in Net Position	<u>26,772</u>
Net Position - July 1, 2014	<u>34</u>
Net Position - June 30, 2015	\$ <u><u>26,806</u></u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

	<u>Governmental Activities - Internal Service Fund</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Cash received from users/ departments	\$ <u>26,772</u>
Net cash provided by operating activities	<u>26,772</u>
Net increase (decrease) in cash and cash equivalents	<u>26,772</u>
Cash and Cash Equivalents - July 1, 2014	<u>34</u>
Cash and Cash Equivalents - June 30, 2015	\$ <u><u>26,806</u></u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:	
Cash and investments	\$ <u>26,806</u>
Total cash and investments	\$ <u><u>26,806</u></u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ <u>26,772</u>
Net cash provided (used) by operating activities	\$ <u><u>26,772</u></u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2015

<u>ASSETS</u>	<u>Private- Purpose Trust Funds</u>	<u>Agency Funds</u>
Cash and investments	\$ 190,519	\$ 5,948
Restricted cash and investments with fiscal agents	<u>372,976</u>	<u>-</u>
Total Assets	<u>563,495</u>	<u>5,948</u>
 <u>LIABILITIES</u>		
Accounts payable	2,350	-
Accrued payroll payable	406	-
Interest payable	27,211	-
Due to others	-	5,948
Long-term debt, due in more than one year	<u>7,695,797</u>	<u>-</u>
Total Liabilities	<u>7,725,764</u>	<u>\$ 5,948</u>
 <u>NET POSITION</u>		
Unrestricted	<u>(7,162,269)</u>	
Total net deficit	<u>\$ (7,162,269)</u>	

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
STATEMENT OF CHANGES IN NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	<u>Private- Purpose Trust Funds</u>
<u>ADDITIONS</u>	
Taxes and assessments	\$ 362,586
Investment revenue	383
Interfund transfer in	<u>362,586</u>
Total Additions	<u>725,555</u>
<u>DEDUCTIONS</u>	
Administrative expenses	11,627
Interest expense	339,438
Interfund transfer out	<u>362,586</u>
Total Deductions	<u>713,651</u>
Changes in net position	11,904
Net deficit - July 1, 2014	<u>(7,174,173)</u>
Net deficit - June 30, 2015	<u>\$ (7,162,269)</u>

See accompanying notes to the basic financial statements.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

The accompanying basic financial statements present the financial activity of the Town of Paradise (Town), which is the primary government, along with the financial activities of its component units, which are entities for which the Town is financially accountable.

B. Basis of Presentation

The Town's basic financial statements are prepared in conformity with accounting principles generally accepted in the United States of America. The Government Accounting Standards Board is the acknowledged standard setting body for establishing accounting and financial reporting standards followed by governmental entities in the United States of America.

These standards require that the financial statements described below be presented.

Government-wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include the activities of the overall Town government except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. The statements distinguish between governmental and business-type activities of the Town. The Town's net position is reported in three parts - invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The Town first utilizes restricted resources to finance qualifying activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the Town and for each function of the Town's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) charges paid by the recipients for goods or services offered by the programs, (b) grants and contributions that are restricted to meeting the operational needs of a particular program and (c) fees, grants and contributions that are restricted to financing the acquisition or construction of capital assets. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the Town's funds, including fiduciary funds and blended component units. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues and expenditure/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories with each major fund displayed in a separate column. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

- a. Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

All remaining governmental funds are aggregated and reported as nonmajor funds in a single column, regardless of their fund type.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

An internal service fund is also presented in these statements. Internal service balances and activities have been combined with the governmental activities in the government-wide financial statements. This fund accounts for charges to other funds and departments for insurance premiums.

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses, and Change in Net Position, and a Statement of Cash Flows for all proprietary funds.

The Town's internal service fund is a proprietary fund. Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Change in Net Position presents increases (revenues) and decreases (expenses) in total 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 liabilities are incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operation of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary fund financial statements include a statement of net position and statement of changes in net position. The Town's fiduciary funds are used to account for assets held by the Town as trustee for the Redevelopment Agency Successor Agency, and as an agent for individuals, private organizations, other governmental units, and/or other funds. Trust funds use the flow of economic resources measurement focus and the accrual basis of accounting. The Town maintains three trust funds and fourteen agency funds. Agency funds use the accrual method of accounting but have no measurement focus as any assets and liabilities are reported.

C. Major Funds

The Town reported the following major governmental funds in the accompanying financial statements:

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

Home Grant Fund - This fund accounts for Home Grant monies collected and spent by the Town.

Cal Home Rehabilitation Fund - This fund is used to account for revenues and expenditures related to the Cal Home Rehabilitation Grant.

D. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item "b" below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds are accounted for using a "current financial resources" measurement focus. With this measurement focus, only current assets and current liabilities generally are included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

b. All proprietary funds utilize an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and all liabilities (whether current or noncurrent) associated with the operation of these funds are reported. Proprietary fund equity is classified as net position.

c. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when "measurable and available". Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay current liabilities. The Town defines available to be within 60 days of year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due. Governmental capital asset acquisitions are reported as expenditures in governmental funds. Proceeds for governmental long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Those revenues susceptible to accrual include taxes, intergovernmental revenues, interest and charges for services. Certain indirect costs are included in program expenses reported for individual functions and activities.

Grant revenues are recognized in the fiscal year in which all eligibility requirements are met. Under the terms of grant agreements, the Town may fund certain programs with a combination of cost-reimbursement grants, categorical block grants, and general revenues. Thus, both restricted and unrestricted net position are available to finance program expenditures. The Town's policy is to first apply restricted grant resources to such programs, followed by general revenues if necessary.

All proprietary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal operations. The principal operating revenues of the internal service fund are received from the Town in order to pay for administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the Town's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Compensated Absences

Compensated absences comprise unused vacation leave and compensatory time off, which are accrued as earned. The Town's liability for compensated absences is recorded in the government-wide Statement of Net Position for governmental funds and the Statement of Net Position for proprietary funds as appropriate. A liability is calculated for all the costs of compensated absences based upon benefits earned by employees in the current period for which there is a probability of payment at termination. The salary and related payroll costs are those in effect at June 30, 2015. The amount of accrued sick pay is not due upon termination and therefore is not recorded as a liability for the Town.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Property Taxes

California Constitution Article XIII A, limits the combined property tax rate to one percent of a property's assessed valuation. Additional taxes may be imposed with voter approval. Assessed value is calculated at one hundred percent of a property's fair value, as defined by Article XIII A, and may be increased no more than two percent per year unless a change in ownership occurs. The state legislature has determined the method of distributing the one percent tax levy among the various taxing jurisdictions.

Property tax revenues are recognized in the fiscal year for which taxes have been levied, and collected within sixty days of fiscal year end. Property taxes are billed and collected as follows:

<u>Valuation/Lien Date(s)</u>	<u>Secured</u>	<u>Unsecured</u>
Levy Date(s)	January 1 July 1	January 1 July 1
Due Date(s)	November 1 (50%) February 1 (50%)	August 1
Delinquency Date(s)	December 10 (Nov.) April 10 (Feb.)	August 31

The Town adopted an alternative method of property tax distribution (the "Teeter Plan"). Under this method, the Town receives 100% of its secured property tax levied in exchange for foregoing any interest and penalties collected on delinquent taxes. The Town receives payments as a series of advances made by the County throughout the fiscal year. The secured property tax levy is recognized as revenue upon receipt including the final payment, which generally is received within 60 days after the fiscal year end.

G. Capital Assets

Capital assets, which include property, plant, equipment, construction in progress, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the capital asset or materially extend capital asset lives are not capitalized.

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	5 to 25
Infrastructure	20
Vehicles	5 to 10
Machinery and Equipment	5 to 10

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America, as prescribed by the GASB and American Institute of Certified Public Accountants (AICPA), require management to make assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

I. Implementation of Government Accounting Standards Board Statements

Effective July 1, 2014, the Town implemented the following accounting and financial reporting standards:

Government Accounting Standards Board Statements No. 68 and 71

In June 2012, GASB issued Statement No. 68, Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27. This statement replaces the requirements of Statements No. 27 and No. 50 related to pension plans that are administered through trusts or equivalent arrangements. The requirements of Statements No. 27 and No. 50 remain applicable for pensions that are not administered as trusts or equivalent arrangements. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions by requiring recognition of the entire net pension liability and a more comprehensive measure of pension expense. This Statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, and deferred inflows of resources, and expense/expenditures. For defined benefit pensions, this Statement identifies the methods and assumptions that should be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. In November 2013, GASB issued Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date - an amendment of GASB Statement No. 68. This statement requires that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. See note for information on implementation.

J. Future Government Accounting Standards Board Statements

These statements are not effective until July 1, 2015 or later. The Town has not determined the effects on the financial statements.

Government Accounting Standards Board Statement No. 72

In February 2015, GASB issued Statement No. 72, Fair Value Measurement and Application. This statement addresses accounting and financial reporting issues related to fair value measurements. This statement provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2016.

Government Accounting Standards Board Statement No. 73

In June 2015, GASB issued Statement No. 73, Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68. This requirements of this Statement extend the approach to accounting and financial reporting established in Statement 68 to all pensions, with modifications as necessary. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2016.

Government Accounting Standards Board Statement No. 74

In June 2015, GASB issued Statement No. 74, Financial Reporting for Postemployment Benefits other than Pension Plans. This statement replaces Statement No. 43 and 57 and improves the usefulness of information about postemployment benefits other than pensions. The Town has not determined what impact, if any, this pronouncement will have on the financial statements.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Application of this statement is effective for the Town's fiscal year ending June 30, 2017.

Government Accounting Standards Board Statement No. 75

In June 2015, GASB issued Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits other than Pensions. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions (other postemployment benefits or OPEB), and replaces Statements No. 45 and 57. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to OPEB. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2018.

Government Accounting Standards Board Statement No. 76

In June 2015, GASB issued Statement No. 76, the Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. The objective of this Statement is to identify—in the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2016,

Government Accounting Standards Board Statement No. 77

In August 2015, GASB issued Statement No. 77, Tax Abatement Disclosures. This Statement requires disclosure of tax abatement information about (1) a reporting government's own tax abatement agreements and (2) those that are entered into by other governments and that reduce the reporting government's tax revenues. The Town has not determined what impact, if any, this pronouncement will have on the financial statements. Application of this statement is effective for the Town's fiscal year ending June 30, 2017.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

The following procedures are performed by the Town in establishing the budgetary data reflected in the financial statements:

- 1) The Finance Director submits a preliminary budget by June 30 of each year to Town Council. This allows the Town to continue normal operations until the final budget is adopted in September. The operating budget includes proposed expenditures and the means of financing them.
- 2) Public hearings are conducted to obtain taxpayers' comments.
- 3) The appropriated budget is prepared by fund, department, and division. The government department heads may make transfers of appropriation within a department. Transfers of appropriations between departments requires approval of the Town Manager. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the fund level.
- 4) The budget is legally adopted through the passage of a council resolution.
- 5) The Town Council may amend the budget by resolution during the fiscal year. The Town Manager may transfer appropriations from one program, activity, or object to another within the same fund. All appropriations lapse at the end of the fiscal year to the extent they have not been expended. Capital project funds are based on a project time frame, rather than a fiscal year "operating" time frame reappropriating unused appropriations from year to year until project completion.
- 6) A budget review is presented to the Town Council by the Town Manager mid-year and approved additions or changes are legally adopted through Council resolution.
- 7) Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and the Capital Project Funds.
- 8) Budgets for the General, Special Revenue, and Capital Project Funds are adopted on a basis consistent with United States generally accepted accounting principles.

There were no budgets prepared for the Cluster Septic Special Revenue Fund, Active Transportation Program Fund, Police Trading Cards Fund, Special Projects Donations Fund, Grants Miscellaneous One Time Fund, Police Fund, Clark Road Signal Fund, Memorial Trailway Fund, Tree Replacement In Lieu Fund, Transportation Capital Projects Fund, Town of Paradise Housing Authority Fund, Home Grant Fund, Cal Home Rehab Fund, and the Wastewater Design Assessment District Debt Service Fund.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

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

B. Excess of Expenditures or Expense over Appropriations

The funds below incurred expenditures and transfers in excess of budgets in the amounts below. Sufficient resources were available in the fund balance of the funds.

<u>Fund</u>	<u>Final Appropriation</u>	<u>Expenditures</u>	<u>Excess</u>
Non-major Funds:			
EDBG Repayment Fund	\$ 196,283	\$ 200,310	\$ 4,027
Citizen Police Fund	\$ 3,455	\$ 5,985	\$ 2,530
Asset Seizure Fund	\$ -	\$ 180	\$ 180
Active Transportation Fund	\$ -	\$ 12,055	\$ 12,055
AVOID Fund	\$ 56,600	\$ 56,643	\$ 43
Hydrant Maintenance Fund	\$ 1,000	\$ 5,558	\$ 4,558
Police Department Seizures Fund	\$ -	\$ 1,095	\$ 1,095
Canine Protect Fund	\$ 3,300	\$ 24,519	\$ 21,219
HUD Revolving Loan Fund	\$ -	\$ 6,363	\$ 6,363
Special Projects Donations Fund	\$ -	\$ 28,354	\$ 28,354

C. Fund Deficits

The Cluster Septic Fund and Special Projects Donation Fund had fund balance deficits of \$4,339 and \$727 respectively at June 30, 2015. The fund balance deficits are primarily due to the Town incurring costs in excess of revenues. The Town will alleviate this deficit as revenues are received.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 3: CASH AND INVESTMENTS

Cash and investments as of June 30, 2015 were classified in the accompanying financial statements as follows:

Governmental activities:	
Cash and investments	\$ 4,595,594
Restricted cash and investments with fiscal agents	1,609
Fiduciary Funds:	
Cash and investments	196,467
Restricted cash and investments with fiscal agents	<u>372,976</u>
Total cash and investments	<u>\$ 5,166,646</u>

Cash and investments were carried at fair value as of June 30, 2015 and consisted of the following:

Petty cash	\$ 1,950
Deposits with financial institutions	1,557,635
Investments	<u>3,607,061</u>
Total cash and investments	<u>\$ 5,166,646</u>

Investments Authorized by the California Government Code and the Town's Investment Policy

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in one Issuer
Asset Backed Securities	5 years	20%	None
Bankers Acceptances	270 days	40%	None
Commercial Paper (avg Maturity -31 days)	31 days	30%	None
Commercial Paper (avg Maturity -180 days)	180 days	15%	None
Local Agency Investment Fund (LAW)	N/A	Unlimited	\$50 million
Medium Term Notes	5 years	30%	None
Money Market Accounts	N/A	15%	None
Mutual Funds	N/A	15%	None
Negotiable Certificates of Deposit	3 years	30%	None
Repurchase Agreements	1 year	10%	None
Time Certificates of Deposit	5 years	Unlimited	None
Treasury Bills and Notes	5 years	Unlimited	None
U.S. Government and Agency Securities	5 years	Unlimited	None

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Investments Authorized by Debt Agreements

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in one Issuer
U.S. Treasury Obligations	None	None	None
U.S. Agency Securities	None	None	None
Money Market Accounts	N/A	None	None
Certificates of Deposit with Banks and Savings & Loans	None	None	None
Investment Contracts	None	None	None
Commercial Paper, Prime Quality	None	None	None
Municipal Obligations	None	None	None
Banker's Acceptances, Prime Quality	1 year	None	None
Local Agency Investment Fund (LAIF)	None	None	None

Disclosure Relating to Interest Rate Risk

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

Information about the sensitivity of the fair values of the Town's investments to market rate fluctuations is provided by the following table that shows the distribution of the Town's investments by maturity as of June 30, 2015:

Investment Type	Remaining Maturity		
	12 months or less	1-5 years	Fair Value
State Investment Pool (LAIF)	\$ 3,412,686	\$ -	\$ 3,412,686
Held by bond trustee:			
Money market funds	194,375	-	194,375
	<u>\$ 3,607,061</u>	<u>\$ -</u>	<u>\$ 3,607,061</u>

Investments with Fair Values Highly Sensitive to Interest Rate Fluctuations

The Town had no investments (including investments held by bond trustees) that were highly sensitive to interest rate fluctuations (to a greater degree than already indicated in the information provided above) as of June 30, 2015.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Disclosures Relating to Credit Risk

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

	Total	Minimum Legal Rating	Rating as of Fiscal Year End		
			S&P	Moody's	N/A
State Investment Pool (LAIF)	\$ 3,412,686	N/A			Not rated
Held by bond trustee:					
Money market funds	<u>194,375</u>	N/A	AAAm	Aaa	
	<u>\$ 3,607,061</u>				

Concentration of Credit Risk

The Town complies with the limitations on the amount that can be invested in any one issuer as stipulated by the California Government Code. The Town held no investments in any one issuer (other than U.S. Treasury securities, external investment pools and mutual funds) that represented 5% or more of total Town investment as of June 30, 2015.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g. broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the government unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Town's deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2015, the carrying amount of the Town's deposits was \$1,557,635 and bank balances were \$1,682,539 of which \$541,810 was insured under the FDIC.

Investment in State Investment Pool

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

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 4: LOANS RECEIVABLE

Housing Rehabilitation and Affordable Housing Loans

The Town engages in programs designed to encourage construction or improvement in low-to-moderate income housing or other projects. Under these programs, grants or loans are provided under favorable terms to homeowners or developers who agree to spend these funds in accordance with the Town's terms. The balance of the loans receivable arising from these programs at June 30, 2015, was \$11,416,691, which included loans to homeowners totaling \$6,187,233, and loans to the developer (Paradise Community Village) totaling \$5,228,587.

The general fund has loans receivable at June 30, 2015, of \$871 for employee computer loans. Under the agreements with the employees, the employees pay back these loans through payroll deductions.

Allowance for Doubtful Notes

The Town has several programs under which it extends loans to qualifying individuals or groups for the purpose of improving the Town's housing stock and/or its supply of low-and-moderate income housing. Certain of these loans provide for the eventual forgiveness of the loan balance if the borrower complies with all the terms of the loan over its full term. The Town has provided a 100% allowance for all notes receivable subject to long-term deferral and/or payment from future refinancing as well as all notes receivable having subordination provisions except for those accounts that have current payment activity and are not delinquent at June 30, 2015. At June 30, 2015 the allowance for doubtful notes totaled \$11,415,820.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 5: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2015 was as follows:

	<u>July 1, 2014</u>	<u>Additions</u>	<u>Retirements</u>	<u>Transfers</u>	<u>June 30, 2015</u>
Capital assets not being depreciated					
Land	\$ 1,065,236	\$ 294,246	\$ -	\$ -	\$ 1,359,482
Construction in progress	<u>468,480</u>	<u>1,632,412</u>	<u>-</u>	<u>(1,628,384)</u>	<u>472,508</u>
Total capital assets not being depreciated	<u>1,533,716</u>	<u>1,926,658</u>	<u>-</u>	<u>(1,628,384)</u>	<u>1,831,990</u>
Capital assets being depreciated					
Buildings and improvements	1,738,388	90,487	-	-	1,828,875
Infrastructure	16,020,942	-	-	1,628,384	17,649,326
Machinery and equipment	1,623,751	32,405	(135,648)	-	1,520,508
Vehicles	<u>2,973,818</u>	<u>-</u>	<u>(29,150)</u>	<u>-</u>	<u>2,944,668</u>
Total capital assets being depreciated	<u>22,356,899</u>	<u>122,892</u>	<u>(164,798)</u>	<u>1,628,384</u>	<u>23,943,377</u>
Less: accumulated depreciation for:					
Buildings and improvements	(1,464,344)	(23,524)	-	-	(1,487,868)
Infrastructure	(4,494,164)	(833,994)	-	-	(5,328,158)
Machinery and equipment	(1,288,549)	(96,651)	135,647	-	(1,249,553)
Vehicles	<u>(2,704,908)</u>	<u>(106,607)</u>	<u>29,151</u>	<u>-</u>	<u>(2,782,364)</u>
Total accumulated depreciation	<u>(9,951,965)</u>	<u>(1,060,776)</u>	<u>164,798</u>	<u>-</u>	<u>(10,847,943)</u>
Capital assets, net	<u>\$ 13,938,650</u>	<u>\$ 988,774</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,927,424</u>

Depreciation was charged to functions based on their usage of the related assets as follows:

General government	\$ 32,596
Public safety	153,087
Parks and recreation	697,788
Streets	<u>177,305</u>
Total governmental activities depreciation expense	<u>\$ 1,060,776</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 6: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Balances

The composition of interfund balances at June 30, 2015, is as follows:

Current Interfund Balances

Current interfund balances arise from one fund advancing monies to another fund with the intent of being repaid in the next fiscal year.

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Description</u>	<u>Amount</u>
<u>Major Funds:</u>			
General Fund	<u>Non-major Funds</u> AVOID	Deficit cash balance	\$ 9,802
General Fund	Animal Control	Deficit cash balance	1,490
General Fund	Clustered Septic System Fund	Deficit cash balance	4,339
		Total Major Fund Receivables	15,631
<u>Non-major Fund</u>			
Gas Tax Fund	<u>Non-major Funds</u> Regional Surface Transportation Project	Deficit cash balance	\$ 298,181
Local Transportation Fund	Highway Safety Improvement Project	Deficit cash balance	274,386
Local Transportation Fund	Active Transportation Project	Deficit cash balance	12,055
HUD Revolving Loan Fund	CDBG Fund	Deficit cash balance	43,314
		Total Nonmajor Fund Receivables	627,936
		Total Interfund Payables	\$ 643,567

Long-term Advances

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
<u>Non-major Fund:</u>		
Building Safety and Waste Water Services	<u>Major Fund:</u> General Fund	\$ 7,575

In the fiscal year 2003/2004, the 10-year advance of \$248,000 from the Building Safety and Waste Water Services Fund was to assist the General Fund's deficit. The interest rate on this advance rate is 3.75%. As of June 30, 2015, the balance of the advance was \$7,575. In addition, in the fiscal year 2005/2006, the 10-year advance of \$100,000 was to assist General Fund due to its lower revenue and high benefit costs related to CalPERS. The interest rate on this advance rate is 4.97%. As of June 30, 2015, the balance of the advance was \$7,575.

Interfund Transfers

In general, the Town uses interfund transfers to (1) move revenues from the funds that collect them to the funds that statute or budget requires to expend them, (2) use unrestricted revenues collected in the General Fund to help finance various programs and capital projects accounted for in other funds in accordance with budgetary authorization, and (3) move cash to debt service funds from the funds responsible for payment as debt service payments become due.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 6: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Transfer between funds during the fiscal year ended June 30, 2015 were as follows:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Description of Transfer</u>	<u>Amount</u>
<u>Major Governmental Funds</u>			
Building Safety & Waste Water	General Fund	Internal Services/ POB	\$ 137,713
Animal Control	General Fund	Internal Services/ POB	29,199
State Gas Tax	General Fund	Internal Services/ POB	166,681
Traffic Safety	General Fund	Operating Costs	30,000
Business and Housing Services	General Fund	Internal Services/ POB	31,397
State SLESF Grant	General Fund	CSO Support	50,000
AVA	General Fund	Code Enforcement	3,269
Local Transportation	General Fund	Internal Services/ POB	4,708
General Fund	State Gas Tax	Payroll Transfer	3,367
AB109	General Fund	Payroll Transfer	3,957
AVOID- Police Grant	General Fund	Payroll Transfer	19,921
State SLESF Grant	General Fund	Payroll Transfer	<u>25,935</u>
Total Major Governmental Funds Transfers			\$ <u>506,147</u>
<u>Non-Major Governmental Funds</u>			
State Gas Tax	CIP Fund	Capital Improvement Projects	\$ 40,135
RSTP Fund	State Gas Tax	Operating Expense	298,181
HSIP Highway Safety	CIP Fund	Capital Improvement Project	1,129,252
HSIP Highway Safety	State Gas Tax	Capital Improvement Project	52,194
Active Transportation System	State Gas Tax	Capital Improvement Project	11,710
Active Transportation System	CIP Fund	Capital Improvement Project	345
HUD Loan Fund	Business and Housing Services	Activity Delivery	6,363
HOME Grant Fund	Business and Housing Services	Activity Delivery	7,874
Cal Home Rehabilitation	Business and Housing Services	Activity Delivery	3,720
Cal HOME Grant	Business and Housing Services	Activity Delivery	28,000
Impact Fees Signal Improvement	CIP Fund	Capital Improvement Project	8,359
HOME Grant	Business and Housing Services	Activity Delivery	1,660
Transit	CIP Fund	Capital Improvement Project	346,207
CDBG Com Dev Block Grant	Business and Housing Services	Payroll Transfers	100,765
Total Non-Major Governmental Funds Transfers			<u>2,034,765</u>
Total Governmental Interfund Transfers			\$ <u>2,540,912</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 6: INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS (CONTINUED)

Advances To/Advances From Other Funds

Advances to/from other funds are non-current interfund loans and are offset by a nonspendable fund balance indication in applicable governmental funds to indicate they are not in spendable form. The following are advances to/from other funds as of June 30, 2015:

Receivable Fund	Payable Fund	Amount
Major Fund:	Private-Purpose Trust Fund:	
General Fund	Successor Redevelopment Agency Fund	\$ 2,006,769

The advance of \$1,060,321 from the General fund of the Town was to assist the Successor Agency with administrative, operation, and program costs. The interest rate on this advance rate is 4.50%. In addition, the advance of \$838,000 was due to the cash shortage of the Successor Agency. Both of the advances in total were \$2,006,769 as of June 30, 2015.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 7: LONG TERM DEBT

A. Compensated Absences

Town employees accumulate earned but unused vacation and sick leave benefits, which can be converted to cash at termination of employment. The Town has estimated that the due within one year balance of compensated absences is \$19,749. The remaining amounts are reported as non-current liabilities due in more than one year on the statement of net position. No expenditure is reported for these amounts in the fund statements. In the statement of activities, the expenditure is allocated to each function based on usage. The non-current portion of these vested benefits, payable in accordance with various collective bargaining agreements, at June 30, 2015, total \$425,071 for governmental activities.

B. Bonds Payable

On April 1, 2007, the Town pursuant to an Agreement with the California Statewide Communities Development Authority issued \$10,918,154 of Pension Obligation Bonds. The aggregate total amount of the bonds for all agencies was \$87,475,699 which includes \$65,140,000 of Series A-1 current interest and \$22,335,699 of Series A-2 capital appreciation bonds. The Town only participated in the Series A-2 bonds. The issuance of the bonds provided monies to meet the Town's obligation to pay the Town's unfunded accrued actuarial liability (UAAL) and employer contribution amount to the California Public Employees Retirement System (PERS). The Town's obligation includes among others, the requirement to amortize the unfunded accrued liability over a multi-year period. On April 1, 2007, the Town contributed \$10,635,313 of the bond proceeds to PERS to fund a portion of the unfunded liability and the employer contribution amount for the Miscellaneous and Safety Plans that provides retirement benefits to the Town's employees and public safety officers. The Town paid cost of issuance fees of \$282,841.

Interest on Series A-2 capital appreciation bonds is payable on June 1 and December 1. The rate of interest varies from 5.160% to 5.694% per annum. Principal is payable in annual installments ranging from \$238,761 to \$648,234 commencing on June 1, 2010 and ending on June 1, 2031. The balance outstanding as of June 30, 2015 was \$7,222,380. The accreted interest on the capital appreciation bonds balance as of June 30, 2014 was \$4,148,912.

For the Year Ending June 30	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 570,929	\$ 354,071	\$ 925,000
2017	553,594	401,406	955,000
2018	536,963	448,037	985,000
2019	523,423	496,577	1,020,000
2020	507,371	542,630	1,050,001
2021 - 2025	2,356,796	3,438,204	5,795,000
2026 - 2030	1,934,543	4,325,457	6,260,000
2031 - 2035	<u>238,761</u>	<u>686,239</u>	<u>925,000</u>
Total	<u>\$ 7,222,380</u>	<u>\$ 10,692,621</u>	<u>\$ 17,915,001</u>

* The amount includes accreted interest.

C. Capital Lease Obligations

The Town has entered into various lease agreements as lessee for financing the acquisition of capital assets. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of inception date.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 7: LONG TERM DEBT (CONTINUED)

West America Bank Lease #3

During the fiscal year 2007-2008, the Town entered into an agreement to lease a fire engine. The lease requires 10 annual installments of \$45,527 until September 2016. The total amount of the lease was for \$373,523. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

For the Year Ending June 30	Payment
2016	\$ 45,527
2017	45,527
Total minimum lease payments	91,054
Less: amount representing interest	(6,076)
Present value of minimum lease payments	\$ 84,978

Leasource Financial Services, Inc. #2

During the fiscal year 2010-2011, the Town entered into an agreement to lease CAD/RMS Software and Hardware. The lease requires 14 semi-annual installments of \$29,584 until February 2017. The total amount of the lease was for \$358,803. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 59,167
2017	59,166
Total minimum lease payments	118,333
Less: amount representing interest	(6,389)
Present value of minimum lease payments	\$ 111,944

Leasource Financial Services, Inc. #3

During the fiscal year 2010-2011, the Town entered into an agreement to lease a Ford Ranger Truck. The lease requires 10 semi-annual installments of \$2,086 until February 2015. The total amount of the lease was for \$19,000. The lease obligation was paid off during the fiscal year 2014-2015 with the final payment of \$4,180.

Leasource Financial Services, Inc. #5

During the fiscal year 2010-2011, the Town entered into an agreement to lease a Ford F750 dump truck and equipment. The lease requires 7 annual installments of \$14,497 until November 2016. The total amount of the lease was for \$88,714. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 14,497
2017	14,497
Total minimum lease payments	28,994
Less: amount representing interest	(2,589)
Present value of minimum lease payments	\$ 26,405

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 7: LONG TERM DEBT (CONTINUED)

Leasource Financial Services, Inc. #6

During the fiscal year 2010-2011, the Town entered into an agreement to lease two Ford F350 trucks and Equipment, and two Ford Crown Victoria cars and equipment. The lease requires 5 annual installments of \$27,921 until November 2014. The total amount of the lease was for \$127,954. The lease obligation was paid off during the fiscal year 2014-2015 with the final payment of \$27,921.

Inland Leasing Inc. #2

During the fiscal year 2010-2011, the Town entered into an agreement to lease a Bizhub C552DS and Bizhub 601 Copiers with a zero percent interest rate. The lease requires monthly installments of \$431 until June 2016. The total amount of the lease was for \$25,850. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 5,134
Total minimum lease payments	5,134
Present value of minimum lease payments	\$ 5,134

Leasource Financial Services, Inc. #7

During the fiscal year 2011-2012, the Town entered into an agreement to lease dispatch workstation upgrade and two voice recorder. The lease requires 60 monthly installments of \$771. The total lease payment of the lease was for \$46,242. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 9,249
2017	6,934
Total minimum lease payments	16,183
Less: amount representing interest	(731)
Present value of minimum lease payments	\$ 15,452

Leasource Financial Services, Inc. #8

During the fiscal year 2012-2013, the Town entered into an agreement to lease two vehicles for the police department. The lease requires 20 monthly installments of \$2,828. The total lease payment of the lease was for \$56,536. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 11,307
2017	11,307
2018	8,480
Total minimum lease payments	31,094
Less: amount representing interest	(1,716)
Present value of minimum lease payments	\$ 29,378

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 7: LONG TERM DEBT (CONTINUED)

City of Marysville. #1

During the fiscal year 2012-2013, the Town entered into an agreement to lease a 1986 Ladder Truck. The lease requires three annual installments of \$10,000 with 0% interest. The total payment of the lease was for \$30,000. The lease obligation was paid off during the fiscal year 2014-2015 with the final payment of \$10,000.

West American Equipment Lease #1

During the fiscal year 2014-2015, the Town entered into an agreement to lease several pieces of equipment for the Town. The lease requires 20 quarterly installments of \$3,084.03. The total lease payment of the lease was for \$56,200. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 12,338
2017	12,338
2018	12,338
2019	12,338
2020	3,084
Total minimum lease payments	52,436
Less: amount representing interest	(4,028)
Present value of minimum lease payments	\$ 48,408

West American Equipment Lease #2

During the fiscal year 2014-2015, the Town entered into an agreement to lease several pieces of equipment for the Town. The lease requires 16 quarterly installments of \$1,903. The total lease payment of the lease was for \$30,449. The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2015 were as follows:

Fiscal Year Ending June 30	Payment
2016	\$ 7,612
2017	7,612
2018	7,612
2019	1,903
Total minimum lease payments	24,739
Less: amount representing interest	(1,562)
Present value of minimum lease payments	\$ 23,177

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 7: LONG TERM DEBT (CONTINUED)

D. Loans payable

Note payable to Jeffords - the note bears interest at 8%, payable in monthly installments based upon a fifteen year amortization schedule and matures in full on June 2, 2019.

For the Year Ending June 30	Jefford's Notes Payable	
	Principal	Interest
2016	12,973	4,228
2017	14,050	3,152
2018	15,216	1,985
2019	<u>16,479</u>	<u>723</u>
Total	<u><u>58,718</u></u>	<u><u>10,088</u></u>

E. Changes in Long-term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2015 was as follows:

	July 1, 2014 Balance	Additions	Reductions	June 30, 2015 Balance	Due within One Year
Government Activities:					
Bonds payable	\$ 7,802,927	\$ -	\$ (580,547)	\$ 7,222,380	\$ 570,929
Loans payable	-	61,802	(3,085)	58,717	12,973
Accreted interest payable	3,804,588	344,324	-	4,148,912	354,071
Capital leases	440,971	84,337	(180,600)	344,708	144,881
Other post-employment benefits	4,619,105	520,505	-	5,139,610	-
CDF Retiree Health Vesting	606,987	-	(66,419)	540,568	66,673
PERS side fund	919,951	-	(919,951)	-	-
Net pension liability	16,653,800	6,091,961	(9,844,733)	12,901,028	-
Compensated absences	<u>436,836</u>	<u>373,308</u>	<u>(365,324)</u>	<u>444,820</u>	<u>19,749</u>
Governmental activities long-term liabilities	<u>\$ 35,285,165</u>	<u>\$ 7,476,237</u>	<u>\$ (11,960,659)</u>	<u>\$ 30,800,743</u>	<u>\$ 1,169,276</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN

A. General Information about the Pensions Plans

Plan Description

The Town of Paradise's defined benefit pension plan, Public Employees' Retirement System (PERS), provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The Plan is part of the Public Agency portion of the California Public Employees' Retirement System, (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. A menu of benefit provisions as well as other requirements are established by State statutes with the Public Employees' Retirement Law. The Town selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through local ordinance (other local methods). CalPERS issues a separate comprehensive annual financial report. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office — 400 P Street — Sacramento, CA 95814.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employee's Retirement Law.

The Plans' provisions and benefits in effect at June 30, 2015, are summarized as follows:

Hire Date	Miscellaneous		Safety	
	Tier I	Tier II	Tier I	Tier II
Benefit Formula	2% @ 55	2% @ 60	3% @ 50	3% @ 55
Benefit Vesting Schedule				
Benefit Payments	Monthly	Monthly	Monthly	Monthly
Retirement Age	55	60	50	55
Monthly Benefits, as a % of Eligible Compensation	2%	2%	3%	3%
Required Employee Contribution Rates	7.000%	7.000%	9.000%	9.000%
Required Employer Contribution Rates	12.591%	8.050%	29.766%	21.367%

Contributions

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

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

For the year ended June 30, 2015, the contributions recognized as part of pension expense for each Plan were as follows:

	Miscellaneous		Safety	
	Tier I	Tier II	Tier I	Tier II
Contributions - employer	\$ 198,053	\$ 7,079	\$ 290,161	\$ 54,965
Contributions - employee	<u>120,084</u>	<u>6,158</u>	<u>93,927</u>	<u>23,813</u>
Total	<u>\$ 318,137</u>	<u>\$ 13,237</u>	<u>\$ 384,088</u>	<u>\$ 78,778</u>

B. Net Pension Liability

The net pension liability of each of the Plans is measured as of June 30, 2014, using an annual actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. In addition, the total pension liability for each Plan used to calculate the net pension liability for the Safety plan was determined by an actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures.

As of June 30, 2015, the Town reported net pension liabilities for its proportionate shares of the net pension liability of the Safety Plan as follows:

	Proportionate Share of Net Pension Liability
<u>Miscellaneous Plan</u>	
Tier I	\$ 3,569,584
Tier II	<u>2,436</u>
<u>Safety Plan</u>	
Tier I	9,308,181
Tier II	<u>20,827</u>
Total Net Pension Liability	<u>\$ 12,901,028</u>

The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The Town's proportionate share of the net pension liability for each Plan as of June 30, 2013 and 2014 was as follows:

	Miscellaneous		Safety	
	Tier I	Tier II	Tier I	Tier II
Proportion - June 30, 2013	0.05898 %	0.00004 %	0.14724 %	0.00034 %
Proportion - June 30, 2014	<u>0.05735 %</u>	<u>0.00004 %</u>	<u>0.14714 %</u>	<u>0.00033 %</u>
Change - Increase (Decrease)	(0.00163)%	0.00000 %	(0.00010)%	(0.00001)%

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

Actuarial Assumptions

The total pension liabilities in the June 30, 2013 actuarial valuations were determined using the following actuarial assumptions:

	Miscellaneous & Safety Plans
Valuation Date	June 30, 2013
Measurement Date	June 30, 2014
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.50%
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Investment Rate of Return	7.50% net of pension plan investment and administrative expenses; includes inflation
Mortality (1)	Derived using CalPERS membership data for all funds
Post Retirement Benefit Increase	Contract COLA up to 2.75% until purchasing power protection allowance floor on purchasing power applies, 2.75% thereafter

(1) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the 201 Experience Study Report.

All other actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the fiscal years 1997 to 2011, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Discount Rate

The discount rate used to measure the total pension liability was 7.50% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each 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 7.50 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.50 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained from the CalPERS website under the GASB 68 section.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.50 percent investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65 percent. Using this lower discount rate has resulted in a slightly higher total pension liability and net pension liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-18 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

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

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. 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 geometric rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1-10 (a)</u>	<u>Real Return Years 11+ (b)</u>
Global Equity	47.0%	5.25%	5.71%
Global Fixed Income	19.0%	0.99%	2.43%
Inflation Sensitive	6.0%	0.45%	3.36%
Private Equity	12.0%	6.83%	6.95%
Real Estate	11.0%	4.50%	5.13%
Infrastructure and Forestland	3.0%	4.50%	5.09%
Liquidity	2.0%	(0.55%)	(1.05%)

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

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

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

The following presents the Town's proportionate share of the net pension liability for each Plan, proportionate share of the calculated using the discount rate for each Plan, as well as what the Town'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:

<u>Net Pension Liability (Asset)</u>	<u>Discount Rate -1% (6.50%)</u>	<u>Current Discount Rate (7.50%)</u>	<u>Discount Rate +1% (8.50%)</u>
Safety Tier I	\$ 6,171,114	\$ 3,568,607	\$ 1,408,773
Safety - Tier I	\$ 15,352,461	\$ 9,155,976	\$ 4,050,340
Miscellaneous - Tier I	\$ 4,213	\$ 2,365	\$ 831
Miscellaneous - Tier II	\$ 35,294	\$ 20,509	\$ 8,327

Pension Plan Fiduciary Net Position

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

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 8: TOWN EMPLOYEES' RETIREMENT PLAN (CONTINUED)

D. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2015, the Town recognized pension expense of \$133,581. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to the measurement date	\$ 576,856	\$ -
Difference between actual contributions made by employer and the employer's proportionate share of the risk pool's total contribution	-	734,078
Adjustment due to differences in proportions	487,259	-
Net differences between projected and actual earnings on plan investments	-	3,666,132
Total	\$ 1,064,115	\$ 4,400,210

\$876,856 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Measurement Period Ended June 30,	
2015	\$ (1,030,755)
2016	(1,030,755)
2017	(1,030,755)
2018	(913,436)

NOTE 9: OTHER POST EMPLOYMENT BENEFITS

The post-employment benefit plan is a single-employer defined healthcare plan administered by the Town. The Town provides postretirement medical benefits, as provided for in various collective bargaining agreements for retirees that meet certain criteria. Upon enrollment in the PERS medical program, health plans for employees retiring after enrollment shall be in accordance with PERS medical program regulations. Employees of the Town, who immediately upon termination, retire under the PERS retirement plan, and remain in the Town's medical plan, shall have a Town paid contribution towards the medical plan premium not to exceed the Town contribution to an active *employee/employee plus spouse/employee plus 2 persons* rate as prescribed in Town Resolution and PERS Health Plan Regulations.

The cap for retirees is based on the cap set for active employees by the Town. Upon revising the cap, PERS adjusts the retirees' caps and notifies the Town. For current retirees and employees hired prior to February 1, 2011, the Town pays up to following amounts each month:

	Safety	Non-Safety
Employee only	\$ 504	\$ 434
Employee plus spouse	1,008	867
Employee plus two person	1,311	1,128

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

For employees hired after February 1, 2011, the percentage of CalPERS premiums paid by the Town is subject to the following vesting schedule, in addition to the monthly maximums described above: 50% after 10 years of service, plus 10% for each additional year of service, up to 100% after 20 years of service. Also, only 90% of premiums for dependent spouses/partners are reimbursed.

Prior to November 2012, the maximum amounts for police employees were scheduled to increase after 2012 as CalPERS medical premium increase. Effective on and after November 2012, the maximum amounts for all employees are not expected to increase after 2012.

At age 65, retired employees will be eligible for Medicare and the Town's contributions would be supplementary to the amount covered by Medicare. In addition, accumulated sick leave at time of retirement, not used for any other purpose, may be converted to supplement a health premium until the value is exhausted or the retiree reaches 65 or the surviving spouse reaches 65. The rate of sick leave conversion shall be fifty percent of the regular daily rate the employee was receiving at retirement.

Funding Policy

The Town contributes an amount sufficient to pay the current fiscal year's premium. For fiscal year 2014/2015, the Town contributed \$705,131, which consisted of current premiums. As of June 30, 2015, the trust was funded in the amount of \$65,993. The Town intends to continue funding on a pay-as-you-go basis for the near future, and also intends to contribute approximately \$50,000 each year to the trust.

Annual OPEB and Net Obligation

The Town's annual other post-employment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), and an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the Town's annual OPEB cost for the fiscal year, the amount actually contributed to the plan, and changes in the Town's net OPEB obligation.

Annual required contribution	\$	1,332,147
Interest on net OPEB obligation		198,622
Adjustment to annual required contribution		(305,133)
Annual OPEB cost (expense)		1,225,636
Contributions made		<u>(730,096)</u>
Increase in net OPEB obligations		520,505
Net OPEB obligation at July 1, 2014		<u>4,619,105</u>
Net OPEB obligation at June 30, 2015	\$	<u><u>5,139,610</u></u>

The Town's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2015 and the preceding fiscal years were as follows:

<u>Year Ended</u>	<u>Annual OPEB cost</u>	<u>Percentage Contributed</u>	<u>Net Ending OPEB</u>
June 30, 2013	\$ 862,647	77.1 %	\$ 4,471,556
June 30, 2014	\$ 875,420	83.1 %	\$ 4,619,105
June 30, 2015	\$ 886,430	82.4 %	\$ 5,139,610

The Plan does not issue a separate audited US GAAP-basis postemployment benefits plan report.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Funded Status and Funding Progress

As of July 1, 2015 the most recent actuarial valuation date, the plan was 0.44% percent funded. The actuarial accrued liability for benefits was \$13,561,013, and the actuarial value of assets was \$65,993, resulting in an unfunded actuarial accrued liability (UAAL) of \$13,495,020. The covered payroll (annual payroll of active employees covered by the plan) was \$3,359,897 and the ratio of the UAAL to the covered payroll was 402.5%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2015 actuarial valuation, the entry age normal actuarial funding method was used. The actuarial assumptions included a 4.3% percent investment rate of return [this represents a weighted blend of what the Town expects to earn on its investments over the lifetime of the benefit program (4%) and the expected rate of return on the Trust Fund (7%)], an inflation rate of 3.0%, and healthcare cost trend rate as follows (CalPERS medical premiums are assumed to increase after 2016): 2017 (6.1%), 2018 (5.8%), 2019 (5.5%), 2020 (5.2%), and 2021 and thereafter (5.0%). A projected salary increase assumption rate was not used since the post-retirement medical benefits are not a function of salary. The actuarial report also states that the medical benefits are provided under a plan sponsored by CalPERS, which are considered to be "community rated" within the meaning of GASB 45, therefore, there was no need at this time to value an implicit subsidy in the premium rates charged to retirees. If at some future time this program ceases to be considered "community rated", it may be necessary to include the cost of subsidized premiums in the GASB 45 operating expense, which could significantly increase the Town's future GASB 45 costs. The actuarial value of assets is \$65,993. The Town has elected to use the Entry Age Normal actuarial funding method with a closed 30 year level dollar amortization of the unfunded actuarial accrued liability. The remaining amortization period at June 30, 2015 was twenty five years.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 9: OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

For new employees hired after February 1, 2011 (and January 1, 2011 for one of the employee groups), CalPERS retiree and spouse medical benefits shall vest as follows as is mandated by California Public Employees Retirement Law, Government Code Section 22893 (this vesting schedule represents time with a CalPERS agency, of which five of those years must be completed with the Town):

50% vested — 10 years of service
55% vested — 11 years of service
60% vested — 12 years of service
65% vested — 13 years of service
70% vested — 14 years of service
75% vested — 15 years of service
80% vested — 16 years of service
85% vested — 17 years of service
90% vested — 18 years of service
95% vested — 19 years of service
100% vested — 20 years of service (100% employee/90% spouse of a premium amount set by the state pursuant to GCS20069 and GCS22871.)

NOTE 10: NET POSITION AND FUND BALANCES

A. Net Position

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as net position.

Net Position is divided into three captions at the Government-wide level, and are described below:

Net Investment in Capital Assets describes the portion of Net Position which is represented by the current net book value of the Town's capital assets, less the outstanding balance of any debt issued to finance these capital assets.

Restricted describes the portion of Net Position that is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the Town cannot unilaterally alter.

Unrestricted describes the portion of Net Position which is not restricted as to use.

B. Fund Balance

Beginning with fiscal year 2011, the Town implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent.

The Town established the following fund balance procedures:

Committed Fund Balance: The Town Council, as the Town's highest level of decision-making authority, may commit fund balance for specific purposes pursuant to constraints imposed by formal action taken, such as an ordinance or resolution. These committed amounts cannot be used for any other purpose unless the Town Council removes or changes the specified use through the same type of formal action taken to establish the commitment. Town Council action to commit fund balance needs to occur within the fiscal reporting period; however the amount can be determined subsequently.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 10: NET POSITION AND FUND BALANCES (CONTINUED)

Assigned Fund Balance: Amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed, should be reported as assigned fund balance. The policy hereby delegates the authority to assign amounts to be used for specific purposes to the Town Manager and the Finance Director for the purpose of reporting these amounts in the annual financial statements.

The accounting policies of the Town consider restricted fund balance to have been spent first when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Similarly, when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the Town considers committed amounts to be reduced first, followed by assigned amounts, and unassigned amounts.

As of June 30, 2015, fund balances consisted of the following:

	<u>General Fund</u>	<u>Home Grant Fund</u>	<u>Cal Home Rehabilitation Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:					
Loans receivable	\$ 871	\$ -	\$ -	\$ -	\$ 871
Other receivable	39,135	-	-	-	39,135
Prepaid	593	-	-	-	593
Advances	<u>1,967,634</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,967,634</u>
Total nonspendable fund balances	<u>2,008,233</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,008,233</u>
Restricted for:					
Special projects	-	-	-	255,359	255,359
Debt service	-	-	-	6,278	6,278
Community development	-	1	156,172	200,296	356,469
General plan	-	-	-	169,107	169,107
Public safety	-	-	-	773,197	773,197
Streets and roads	-	-	-	1,809,554	1,809,554
Wastewater and drainage	-	-	-	1,088,485	1,088,485
Capital projects	<u>-</u>	<u>-</u>	<u>-</u>	<u>68,063</u>	<u>68,063</u>
Total restricted fund balances	<u>-</u>	<u>1</u>	<u>156,172</u>	<u>4,370,339</u>	<u>4,526,512</u>
Assigned	<u>283,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>283,274</u>
Unassigned	<u>707,270</u>	<u>-</u>	<u>-</u>	<u>(5,066)</u>	<u>702,204</u>
Total unassigned fund balances	<u>707,270</u>	<u>-</u>	<u>-</u>	<u>(5,066)</u>	<u>702,204</u>
Total fund balances	<u>\$2,998,777</u>	<u>\$ 1</u>	<u>\$ 156,172</u>	<u>\$ 4,365,273</u>	<u>\$ 7,520,223</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 11: REVENUE LIMITATIONS IMPOSED BY CALIFORNIA PROPOSITION 218

Proposition 218, which was approved by the voters in November 1996, will regulate the Town's ability to impose, increase, and extend taxes, assessments, and fees. Any new, increased, or extended taxes, assessments, and fees subject to the provisions of Proposition 218, requires voter approval before they can be implemented. Additionally, Proposition 218 provides that these taxes, assessments, and fees are subject to the voter initiative process and may be rescinded in the future years by the voters.

NOTE 12: CONTINGENCIES AND COMMITMENTS

The Town is involved in various litigations. In the opinion of management and legal counsel, the disposition of all litigation pending will not have a material effect on the Town's financial statements.

The Town has received state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed by the Town's management that any required reimbursements will not be material.

NOTE 13: RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The Town is a member of Northern California Cities Self Insurance Fund (NCCSIF), a joint powers agency which provides the Town with a shared risk layer of coverage above the self insured \$50,000 retention for liability and the self insured \$100,000 retention for workers compensation. The NCCSIF is composed of 19 member cities and is governed by a board of directors appointed by the member cities. The governing board has authority over budgeting and financing.

NCCSIF is a joint powers agency organized in accordance with Article 1, Chapter 5, Division 7, Title I of the California Government Fund Programs. 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. NCCSIF provides claims processing administrative services, risk management services, and actuarial studies. It is governed by a member of each city/town. The Town council members do not have significant oversight responsibility, since they evenly share all factors of responsibility with the other cities. However, ultimate liability for payment of claims and insurance premiums resides with member cities.

NCCSIF is empowered to make supplemental assessments as needed to eliminate deficit positions of member cities/town. If the JPA becomes insolvent, the Town is responsible only to the extent of any deficiency in its equity balance.

Upon termination of the JPA agreement, all property of NCCSIF will vest in the respective parties which theretofore transferred, conveyed or leased said property to NCCSIF. Any surplus of funds will be returned to the parties in proportion to actual balances of each equity.

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 recorded. 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 estimates 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.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 13: RISK MANAGEMENT (CONTINUED)

The participants as of June 30, 2015 were as follows:

Anderson	Auburn	Colusa	Corning	Dixon	Elk Grove	Folsom
Galt	Gridley	Jackson	Lincoln	Marysville	Nevada City	Oroville
Paradise	Placerville	Red Bluff	Rio Vista	Rocklin	Willows	Yuba City

The following is summary financial information of the NCCSIF for the liability and workers' compensation programs for the fiscal year ended June 30, 2015:

	<u>Workers' Compensation</u>	<u>General Liability</u>
Total assets	\$ 39,104,262	\$ 11,922,766
Total liabilities	<u>31,239,731</u>	<u>10,407,172</u>
Net position	<u>\$ 7,864,531</u>	<u>\$ 1,515,594</u>
Operating income	\$ 9,736,313	\$ 6,066,240
Operating expenses	<u>10,750,354</u>	<u>6,380,479</u>
Net Operating income (loss)	(1,014,041)	(314,239)
Non-Operating income (loss)	<u>477,888</u>	<u>166,585</u>
Net income (loss)	(536,153)	(147,654)
Net position, beginning of fiscal year	<u>8,400,684</u>	<u>1,663,248</u>
Net position, end of fiscal year	<u>\$ 7,864,531</u>	<u>\$ 1,515,594</u>

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY

On December 29, 2011, the California Supreme Court upheld Assembly Bill 1X 26 ("the Bill") that provides for the dissolution of all redevelopment agencies in the State of California. This action impacted the reporting entity of the Town that previously had reported a redevelopment agency within the reporting entity of the Town as a blended component unit.

The Bill provides that upon dissolution of a redevelopment agency, either the Town or other unit of local government will agree to serve as the "successor agency" to hold the assets units they are distributed to other units of state and local government. On January 10, 2012, the Town Council elected to become the Successor Agency for the former redevelopment agency in accordance with the Bill as part of the Town Resolution No. 12-08.

After enactment of the law, which occurred on June 28, 2011, redevelopment agencies in the State of California cannot enter into new projects, obligations or commitments. Subject to the control of a newly established oversight board, remaining assets can only be used to pay enforceable obligations in existence as the date of the dissolution (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

In future fiscal years, successor agencies will only be allocated revenue in the amount that is necessary to pay the estimated annual installment payments on enforceable obligations of former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

The Bill directs that State Controller of the State of California to review the propriety of any transfers of assets between redevelopment agencies and other public bodies that occurred after January 1, 2011. If the public body that received such transfers is not contractually committed to a third party for the expenditure or encumbrance of those assets, the state Controller is required to order the available assets to be transferred to the public body designated as the successor agency by the Bill.

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)

Management believes, in consultation with legal counsel, that the obligations of the former redevelopment agency due to the Town are valid enforceable obligations payable by the successor agency trust under the requirements of the Bill. The Town's position on this issue is not a position of settled law and there is considerable legal uncertainty regarding this issue. It is reasonably possible that a legal determination may be made at a later date by an appropriate judicial authority that would resolve this issue unfavorably to the Town.

In accordance with the timeline set forth in the Bill (as modified by the California Supreme Court on December 29, 2011) all redevelopment agencies in the State of California were dissolved and ceased to operate as a legal entity as of February 1, 2012.

Prior to that date, the final seven months of activity of the redevelopment agency continued to be reported in the governmental funds of the Town. After the date of dissolution, 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 Town.

The transfer of the assets and liabilities of the former redevelopment agency as of February 1, 2012 (effectively the same date as January 31, 2012) from governmental funds of the Town to fiduciary funds was reported in the governmental funds as an extraordinary loss (or gain) in the governmental fund financial statements. The receipt of these assets and liabilities as of January 31, 2012 was reported in the private-purpose trust fund as an extraordinary gain (or loss).

Capital asset activity for the fiscal year ended June 30, 2015 was as follows:

	Balance at June 30, 2014	Additions	Deletions	Balance at June 30, 2015
Land	\$ 294,246	\$ -	\$ (294,246)	\$ -
Successor Agency capital assets	<u>\$ 294,246</u>	<u>\$ -</u>	<u>\$ (294,246)</u>	<u>\$ -</u>

The long-term liabilities consisted of the following components for the fiscal year ended June 30, 2015:

Advance payable consisted of the advance of \$1,375,055 from the General fund of the Town was to assist the Successor Agency with administrative, operation, and program costs. The interest rate on this advance rate is 4.50%. In addition, the advance of \$631,714 was due to the cash shortage of the Successor Agency. Both of the advances in total were \$2,006,769 as of June 30, 2015.

Notes payable consisted of the following as of June 30, 2015:

2006 Subordinate Tax allocation notes - the notes bear interest at 4.85% and 5.10% and are payable on December 1 and June 1, and the principal matures in full on December 1, 2016. 1,300,000

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)

The future principal and interest payments for the notes payable of June 30, 2015 were as follows:

For the Year Ending June 30	2006 Tax Allocation Notes	
	Principal	Interest
2015	\$ -	\$ 63,675
2016	-	63,675
2017	1,300,000	63,675
2018	-	-
2019	-	-
	<u>\$ 1,300,000</u>	<u>\$ 191,025</u>

Bonds payable consisted of the following as of June 30, 2015:

On October 21, 2009, the Town issued the 2009 Tax Allocation Refunding Bonds in the amount of \$4,480,000. The refunding bond was used to refund the entire outstanding 2003 Tax Allocation Notes and the 2005 Tax Allocation Notes. The Refunding Bonds have a stated interest rate from 4.80% to 6.00% and mature on June 1, 2043. The Refunding Bonds are subject to redemption prior to their stated maturity, at the option of the Town, as a whole or in part pro rata among maturities and by lot within a maturity, on any date on or after June 1, 2019 from funds derived by the Town from any sources at a redemption price equal to 100% of the principal amount thereof, together with accrued interest thereon to the redemption date, without premium. The original issue bond discount on these bonds is being amortized over the life of the bonds and is included with long-term debt on the balance sheet.

On February 1, 2012, the total principal balance of \$4,377,893, which was net of the \$102,107 of unamortized original issue bond discount, was transferred from the Town. The principal balance outstanding, net of \$90,972 of unamortized original bond discount, as of June 30, 2015 was \$4,389,028.

The future principal and interest payments for the bonds payable as of June 30, 2015 were as follows:

Fiscal Year Ended June 30,	Bonds Payable		
	Principal	Interest	Total
2016	\$ -	\$ 262,855	\$ 262,855
2017	75,000	262,855	337,855
2018	75,000	259,255	334,255
2019	85,000	255,505	340,505
2020	85,000	251,128	336,128
2021-2025	505,000	1,179,853	1,684,853
2026-2030	675,000	1,016,913	1,691,913
2031-2035	895,000	792,000	1,687,000
2036-2040	1,190,000	491,400	1,681,400
2041-2043	895,000	109,500	1,004,500
	<u>\$ 4,480,000</u>	<u>\$ 4,881,264</u>	<u>\$ 9,361,264</u>

TOWN OF PARADISE
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

NOTE 14: SUCCESSOR AGENCY TRUST FOR ASSETS OF FORMER REDEVELOPMENT AGENCY (CONTINUED)

Changes in Long-term Liabilities

Long-term liability activity for the fiscal year ended June 30, 2015 was as follows:

	<u>July 1, 2014</u> Balance	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2015</u> Balance	<u>Due within</u> <u>One Year</u>
Advance Payable	\$ 2,014,313	\$ -	\$ (7,544)	\$ 2,006,769	\$ -
Notes payable	1,370,697	-	(70,697)	1,300,000	-
Bonds payable	4,480,000	-	-	4,480,000	-
Original issue discount	<u>(94,231)</u>	<u>-</u>	<u>3,259</u>	<u>(90,972)</u>	<u>(3,259)</u>
Total	<u>\$ 7,770,779</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,695,797</u>	<u>\$ (3,259)</u>

NOTE 15: PRIOR PERIOD ADJUSTMENT

As a result of implementing GASB 68 Statement Nos. 68 and 71, the City has restated the beginning net position in the government-wide Statement of Net Position, effectively decreasing net position as of July 1, 2013 by \$15,186,191. The decrease resulted from the following:

Recording of net pension liability	\$ (16,241,108)
To properly remove the side fund liability	919,951
Governmental Fund restatement noted below	(83,993)
To record transfer of assets and liabilities from successor agency in prior year	<u>218,959</u>
	\$ (15,186,191)

The Town determined that the following amounts were recorded in the incorrect period:

<u>Fund</u>	<u>Description of Restatement</u>	<u>Amount</u>
<u>Governmental funds</u>		
Gas Tax	To correct revenue improperly recorded in prior year	\$ <u>(83,993)</u>
	Total Fund Balance Restatement	\$ <u>(83,993)</u>

NOTE 16: MANAGEMENT'S REVIEW OF SUBSEQUENT EVENTS

The Town has evaluated subsequent events through the date of this report, which is January 27, 2016, the date these financial statements were available to be issued, and has determined there were no material events requiring disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL FUND
JUNE 30, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
REVENUES				
Taxes and assessments:				
Secured and unsecured property taxes	\$ 4,389,999	\$ 4,414,567	\$ 4,438,783	\$ 24,216
Sales and use taxes	1,814,118	1,987,591	2,097,519	109,928
Transient lodging taxes	173,125	181,716	197,509	15,793
Franchise taxes	879,331	889,790	893,478	3,688
Real property transfer taxes	<u>61,974</u>	<u>55,851</u>	<u>63,702</u>	<u>7,851</u>
Total taxes and assessments	<u>7,318,547</u>	<u>7,529,515</u>	<u>7,690,991</u>	<u>161,476</u>
Licenses, permits, and impact fees	3,132	3,632	5,154	1,522
Fines and forfeitures	49,500	51,000	47,651	(3,349)
Interest earned	4,500	4,500	9,584	5,084
Intergovernmental revenues:				
Motor vehicle in-lieu tax	1,970,371	2,217,930	2,300,394	82,464
Homeowners property tax relief	69,109	69,109	67,508	(1,601)
Federal-other	500	500	4,281	3,781
State-other	<u>70,000</u>	<u>133,533</u>	<u>299,063</u>	<u>165,530</u>
Total intergovernmental revenues	<u>2,109,980</u>	<u>2,421,072</u>	<u>2,671,246</u>	<u>250,174</u>
Charges for services:				
Police	28,030	24,204	28,196	3,992
Fire	9,157	7,637	7,170	(467)
Community development	32,340	30,894	37,559	6,665
Parks and recreation	-	-	2,670	2,670
Public works	37,000	36,609	42,264	5,655
Administration	<u>59,505</u>	<u>69,564</u>	<u>86,623</u>	<u>17,059</u>
Total charges for services	<u>166,032</u>	<u>168,908</u>	<u>204,482</u>	<u>35,574</u>
Other revenues	<u>8,250</u>	<u>7,920</u>	<u>47,149</u>	<u>39,229</u>
Total Revenues	<u>9,659,941</u>	<u>10,186,547</u>	<u>10,676,257</u>	<u>489,710</u>
EXPENDITURES				
Current:				
General government:				
Town council	36,524	36,341	35,387	954
Town manager	166,697	169,654	166,298	3,356
Town attorney	180,610	180,620	194,878	(14,258)
Central service	523,795	521,225	519,253	1,972
Financial services	264,555	264,555	221,503	43,052
Town clerk	283,685	286,034	287,046	(1,012)
Risk management	80,030	79,953	80,211	(258)
Non-departmental	<u>72,000</u>	<u>69,750</u>	<u>67,464</u>	<u>2,286</u>
Total general government	<u>1,607,896</u>	<u>1,608,132</u>	<u>1,572,040</u>	<u>36,092</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (CONTINUED)
BUDGET TO ACTUAL
GENERAL FUND
JUNE 30, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Community development				
Planning	123,732	117,368	118,383	(1,015)
Solid waste	<u>44,833</u>	<u>44,836</u>	<u>45,936</u>	<u>(1,100)</u>
Total community development	<u>168,565</u>	<u>162,204</u>	<u>164,319</u>	<u>(2,115)</u>
Public safety:				
Police				
Administration	720,398	746,590	704,420	42,170
Operations	2,375,539	2,315,947	2,260,230	55,717
Communications	762,209	720,857	650,774	70,083
Motor pool operations	183,073	209,541	218,199	(8,658)
Fire				
Administration	172,665	187,247	175,784	11,463
Emergency operations center	9,467	9,536	4,618	4,918
Suppression	3,092,146	3,093,024	3,060,032	32,992
Volunteers	<u>30,241</u>	<u>18,892</u>	<u>13,782</u>	<u>5,110</u>
Total public safety	<u>7,345,738</u>	<u>7,301,634</u>	<u>7,087,839</u>	<u>213,795</u>
Public works:				
Engineering	18,556	20,936	19,606	1,330
Parks and recreation	11,380	12,590	10,503	-
Public facilities	<u>4,652</u>	<u>5,352</u>	<u>4,688</u>	<u>664</u>
Total public works	<u>34,588</u>	<u>38,878</u>	<u>34,797</u>	<u>4,081</u>
Capital outlay	<u>79,106</u>	<u>148,402</u>	<u>121,984</u>	<u>26,418</u>
Debt service:				
Principal	784,954	787,582	790,278	(2,696)
Interest and fiscal charges	<u>346,387</u>	<u>344,074</u>	<u>340,043</u>	<u>4,031</u>
Total debt service	<u>1,131,341</u>	<u>1,131,656</u>	<u>1,130,321</u>	<u>1,335</u>
Total expenditures	<u>10,367,234</u>	<u>10,390,906</u>	<u>10,111,300</u>	<u>279,606</u>
Excess of revenues over (under) expenditures	<u>(707,293)</u>	<u>(204,359)</u>	<u>564,957</u>	<u>769,316</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	613,207	530,154	502,780	(27,374)
Transfers out	<u>-</u>	<u>-</u>	<u>(3,367)</u>	<u>(3,367)</u>
Total Other Financing Sources (Uses)	<u>613,207</u>	<u>530,154</u>	<u>499,413</u>	<u>(390,377)</u>
Net Change in Fund Balance	<u>(94,086)</u>	<u>325,795</u>	<u>1,064,370</u>	<u>738,575</u>
Fund Balance July 1, 2014	1,934,407	1,934,407	1,934,407	-
Fund Balance - June 30, 2015	<u>\$ 1,840,321</u>	<u>\$ 2,260,202</u>	<u>\$ 2,998,777</u>	<u>\$ 738,575</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HOME GRANT FUND
JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original*</u>	<u>Final*</u>		
<u>REVENUES</u>				
Program income	\$ -	\$ -	\$ 173,535	\$ 173,535
Total Revenues	-	-	173,535	173,535
<u>EXPENDITURES</u>				
Current:				
Community development	-	-	171,025	(171,025)
Total Expenditures	-	-	171,025	(171,025)
Excess of revenues over (under) expenditures	-	-	2,510	2,510
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	-	-	(7,874)	(7,874)
Total Other Financing Sources (Uses)	-	-	(7,874)	(7,874)
Net Change in Fund Balance	-	-	(5,364)	(5,364)
Fund Balance - July 1, 2014	-	-	5,365	5,365
Fund Balance - June 30, 2015	\$ -	\$ -	\$ 1	\$ 1

* The Town did not adopt a budget for the Home Grant Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAL HOME REHABILITATION FUND
JUNE 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original*</u>	<u>Final*</u>		
<u>REVENUES</u>				
Use of money and property Program Income	\$ -	\$ -	\$ 457	\$ 457
	<u>-</u>	<u>-</u>	<u>74,505</u>	<u>74,505</u>
Total Revenues	<u>-</u>	<u>-</u>	<u>74,962</u>	<u>74,962</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>-</u>	<u>-</u>	<u>(3,720)</u>	<u>(3,720)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(3,720)</u>	<u>(3,720)</u>
Net Change in Fund Balance	-	-	71,242	71,242
Fund Balance - July 1, 2014	<u>84,930</u>	<u>84,930</u>	<u>84,930</u>	<u>-</u>
Fund Balance - June 30, 2015	<u>\$ 84,930</u>	<u>\$ 84,930</u>	<u>\$ 156,172</u>	<u>\$ 71,242</u>

* The Town did not adopt a budget for the Cal Home Rehabilitation Fund for the year ended June 30, 2015.

TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS - OTHER POST-EMPLOYMENT BENEFITS

<u>Actuarial Valuation Date</u>	<u>Entry Age Normal Cost Actuarial Accrued Liability</u>	<u>Actuarial Value of Assets</u>	<u>Unfunded Liability (Excess Assets)</u>	<u>Funded Ratio</u>	<u>Annual Covered Payroll</u>	<u>Unfunded Actuarial Liability as a percentage of Payroll</u>
July 1, 2013	\$ 12,879,056	\$ 56,110	\$ 12,822,946	0.4 %	\$ 4,848,063	264.5 %
July 1, 2014	\$ 12,890,590	\$ 65,993	\$ 12,824,597	0.5 %	\$ 4,848,063	264.5 %
July 1, 2015	\$ 13,561,013	\$ 65,993	\$ 13,495,020	0.5 %	\$ 3,359,897	401.6 %

**TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Prepared for the Town's Miscellaneous and Safety Plans, Cost Sharing Defined Benefit Pension Plans
As of June 30, 2015
Last 10 Years ***

	2015			
	Miscellaneous		Safety	
	Tier I	Tier II	Tier I	Tier II
Proportion of the net pension liability	0.05735 %	0.00004 %	0.14714 %	0.00033 %
Proportionate share of the net pension liability	\$ 3,569,584	\$ 2,436	\$ 9,308,181	\$ 20,827
Covered - employee payroll	\$ 1,894,744	\$ 107,265	\$ 1,206,760	\$ 265,890
Proportionate share of the net pension liability as a percentage of covered - employee payroll	188.39 %	2.27 %	771.34 %	7.83 %
Plan's fiduciary net position	\$ 16,048,863	\$ 11,569	\$ 37,104,566	\$ 89,868
Plan fiduciary net position as a percentage of the total pension liability	449.60 %	474.92 %	398.62 %	431.50 %

* Fiscal year 2015 was the 1st year of implementation, therefore only one year is shown.

**TOWN OF PARADISE
REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF CONTRIBUTIONS
Prepared for the Town's Miscellaneous and Cost Sharing Plans,
Cost Sharing Defined Benefit Pension Plans
As of June 30, 2015
Last 10 Years ***

	2015			
	Miscellaneous		Safety	
	Tier I	Tier II	Tier I	Tier II
Contractually required contribution (actuarially determined)	\$ 198,066	\$ 7,105	\$ 303,753	\$ 54,965
Contributions in relation to the actuarially determined contributions	<u>198,053</u>	<u>7,079</u>	<u>290,161</u>	<u>54,965</u>
Contribution deficiency (excess)	<u>\$ 13</u>	<u>\$ 26</u>	<u>\$ 13,592</u>	<u>\$ -</u>
Covered - employee payroll	\$ 1,894,744	\$ 107,265	\$ 1,206,760	\$ 265,890
Contributions as a percentage of covered - employee payroll	10.45 %	6.60 %	24.04 %	20.67 %

Notes to Schedule:

Valuation Date: June 30, 2013

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level of percentage payroll
Remaining amortization period	15 years
Asset valuation method	5-year smoothed market
Inflation	2.75%
Salary increases	Varies by entry age and service
Investment rate of return	7.50%, net of pension plan investment and administrative expenses, includes inflation
Post retirement benefit increase	Contract COLA up to 2.75% until purchasing power protection allowance floor on purchasing power applies; 2.75% thereafter
Mortality rate table	Derived using CalPERS' membership data for all funds

* Fiscal year 2015 was the 1st year of implementation, therefore only one year is shown.

SUPPLEMENTARY INFORMATION

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2015

Special Revenue Funds				
	Cluster Septic	Animal Control Shelter	Gas Tax	Traffic Safety
<u>ASSETS</u>				
Cash and investments	\$ -	\$ -	\$ 185,527	\$ 13,684
Accounts receivable	-	15,135	6,415	3,501
Interest receivable	-	8	97	7
Due from other funds	-	-	298,181	-
Advances receivable	-	-	-	-
Total Assets	\$ -	\$ 15,143	\$ 490,220	\$ 17,192
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 2,827	\$ 27,857	\$ -
Accrued wages	-	4,232	24,089	-
Due to other funds	4,339	1,490	-	-
Unearned revenue	-	-	-	-
Total Liabilities	4,339	8,549	51,946	-
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	-	6,594	438,274	17,192
Unassigned	(4,339)	-	-	-
Total Fund Balances (Deficits)	(4,339)	6,594	438,274	17,192
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ -	\$ 15,143	\$ 490,220	\$ 17,192

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

Special Revenue Funds				
	Special Projects	EDBG Repayment	HUD Revolving Loan	SLESF
<u>ASSETS</u>				
Cash and investments	\$ 255,359	\$ 26,074	\$ 118,113	\$ 7,475
Accounts receivable	-	-	-	10,039
Interest receivable	-	-	88	4
Due from other funds	-	-	43,314	-
Advances receivable	-	-	-	-
Total Assets	<u>\$ 255,359</u>	<u>\$ 26,074</u>	<u>\$ 161,515</u>	<u>\$ 17,518</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 953	\$ -	\$ -
Accrued wages	-	6,696	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities	<u>-</u>	<u>7,649</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	255,359	18,425	161,515	17,518
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>255,359</u>	<u>18,425</u>	<u>161,515</u>	<u>17,518</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 255,359</u>	<u>\$ 26,074</u>	<u>\$ 161,515</u>	<u>\$ 17,518</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

Special Revenue Funds				
	Citizen Police	Home Grant	Asset Seizure	Highway Safety Improvement
<u>ASSETS</u>				
Cash and investments	\$ 23,043	\$ 2,771	\$ 5,410	\$ -
Accounts receivable	-	1,600	-	274,386
Interest receivable	12	-	3	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
	-	-	-	-
Total Assets	<u>\$ 23,055</u>	<u>\$ 4,371</u>	<u>\$ 5,413</u>	<u>\$ 274,386</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 4,371	\$ -	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	-	-	274,386
Unearned revenue	-	-	-	-
	-	-	-	-
Total Liabilities	-	<u>4,371</u>	-	<u>274,386</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	23,055	-	5,413	-
Unassigned	-	-	-	-
	-	-	-	-
Total Fund Balances (Deficits)	<u>23,055</u>	<u>-</u>	<u>5,413</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 23,055</u>	<u>\$ 4,371</u>	<u>\$ 5,413</u>	<u>\$ 274,386</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

Special Revenue Funds

	<u>Active Transportation Program</u>	<u>95 Impact Signalization</u>	<u>95 Impact PDFC</u>	<u>95 Impact FDFC</u>
<u>ASSETS</u>				
Cash and investments	\$ -	\$ 63,994	\$ 45,447	\$ 19,147
Accounts receivable	12,055	-	-	-
Interest receivable	-	38	24	10
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 12,055</u>	<u>\$ 64,032</u>	<u>\$ 45,471</u>	<u>\$ 19,157</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-
Due to other funds	12,055	-	-	-
Unearned revenue	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>12,055</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	-	64,032	45,471	19,157
Unassigned	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances (Deficits)	<u>-</u>	<u>64,032</u>	<u>45,471</u>	<u>19,157</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 12,055</u>	<u>\$ 64,032</u>	<u>\$ 45,471</u>	<u>\$ 19,157</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	95 Impact Road	CDBG	Building Safety and Waste Water Services	Local Transportation
<u>ASSETS</u>				
Cash and investments	\$ 508,292	\$ -	\$ 369,104	\$ 508,633
Accounts receivable	-	50,536	16,542	-
Interest receivable	266	-	193	416
Due from other funds	-	-	-	286,441
Advances receivable	-	-	7,575	-
Total Assets	<u>\$ 508,558</u>	<u>\$ 50,536</u>	<u>\$ 393,414</u>	<u>\$ 795,490</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 7,221	\$ (28,703)	\$ 2,140
Accrued wages	-	-	19,174	721
Due to other funds	-	43,314	-	-
Unearned revenue	-	-	11,817	-
Total Liabilities	<u>-</u>	<u>50,535</u>	<u>2,288</u>	<u>2,861</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	508,558	1	391,126	792,629
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>508,558</u>	<u>1</u>	<u>391,126</u>	<u>792,629</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 508,558</u>	<u>\$ 50,536</u>	<u>\$ 393,414</u>	<u>\$ 795,490</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	<u>Town of Paradise Housing Authority</u>	<u>Abandoned Vehicle</u>	<u>95 Impact Drainage</u>	<u>AVOID</u>
<u>ASSETS</u>				
Cash and investments	\$ 17,000	\$ 98,544	\$ 696,995	\$ -
Accounts receivable	-	-	-	9,802
Interest receivable	-	52	364	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
Total Assets	<u>\$ 17,000</u>	<u>\$ 98,596</u>	<u>\$ 697,359</u>	<u>\$ 9,802</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	-	-	9,802
Unearned revenue	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,802</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	17,000	98,596	697,359	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>17,000</u>	<u>98,596</u>	<u>697,359</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 17,000</u>	<u>\$ 98,596</u>	<u>\$ 697,359</u>	<u>\$ 9,802</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Traffic Safety - DUI			
	<u>General Plan Fee</u>	<u>Impound Fees Fund</u>	<u>AB109 State Funds</u>	<u>CalHome Grant</u>
<u>ASSETS</u>				
Cash and investments	\$ 169,019	\$ 56,515	\$ 179,369	\$ 134,150
Accounts receivable	-	-	173	-
Interest receivable	88	30	-	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
Total Assets	<u>\$ 169,107</u>	<u>\$ 56,545</u>	<u>\$ 179,542</u>	<u>\$ 134,150</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	134,150
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>134,150</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	169,107	56,545	179,542	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>169,107</u>	<u>56,545</u>	<u>179,542</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 169,107</u>	<u>\$ 56,545</u>	<u>\$ 179,542</u>	<u>\$ 134,150</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

Special Revenue Funds

	<u>Clark Road Signal</u>	<u>Improvement Agreements</u>	<u>Tree Replacement in Lieu</u>	<u>Hydrant Maintenance</u>
<u>ASSETS</u>				
Cash and investments	\$ 6,058	\$ 8,000	\$ 2,501	\$ 845
Accounts receivable	-	-	-	6,150
Interest receivable	3	-	-	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 6,061</u>	<u>\$ 8,000</u>	<u>\$ 2,501</u>	<u>\$ 6,995</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 8,000	\$ -	\$ 845
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>-</u>	<u>8,000</u>	<u>-</u>	<u>845</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	6,061	-	2,501	6,150
Unassigned	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances (Deficits)	<u>6,061</u>	<u>-</u>	<u>2,501</u>	<u>6,150</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 6,061</u>	<u>\$ 8,000</u>	<u>\$ 2,501</u>	<u>\$ 6,995</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Disability Access and Education	Regional Surface Transportati on Program	SMIP Fund	Police Department Seizures Fund
<u>ASSETS</u>				
Cash and investments	\$ 54	\$ -	\$ 2,348	\$ 1,317
Accounts receivable	-	298,181	-	-
Interest receivable	-	-	1	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
Total Assets	<u>\$ 54</u>	<u>\$ 298,181</u>	<u>\$ 2,349</u>	<u>\$ 1,317</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ 4	\$ -	\$ 446	\$ -
Accrued wages	-	-	-	-
Due to other funds	-	298,181	-	-
Unearned revenue	-	-	-	-
Total Liabilities	<u>4</u>	<u>298,181</u>	<u>446</u>	<u>-</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	50	-	1,903	1,317
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>50</u>	<u>-</u>	<u>1,903</u>	<u>1,317</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 54</u>	<u>\$ 298,181</u>	<u>\$ 2,349</u>	<u>\$ 1,317</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Department of Justice Livescan Fees Fund	Police Department Trading Card Fund	Grants Miscellaneous One Time	Canine Protect Fund
<u>ASSETS</u>				
Cash and investments	\$ -	\$ 1,758	\$ 218,000	\$ 6,677
Accounts receivable	-	-	-	-
Interest receivable	-	1	-	3
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 1,759</u>	<u>\$ 218,000</u>	<u>\$ 6,680</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	-	-	\$ 1,084
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,084</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	-	1,759	218,000	5,596
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	<u>-</u>	<u>1,759</u>	<u>218,000</u>	<u>5,596</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ -</u>	<u>\$ 1,759</u>	<u>\$ 218,000</u>	<u>\$ 6,680</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	<u>Fire Fund</u>	<u>Animal Control Fund</u>	<u>Police Fund</u>	<u>Special Projects Donations Fund</u>
<u>ASSETS</u>				
Cash and investments	\$ 6,211	\$ 60,549	\$ 381	\$ 501
Accounts receivable	-	-	-	-
Interest receivable	3	31	-	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 6,214</u>	<u>\$ 60,580</u>	<u>\$ 381</u>	<u>\$ 501</u>
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 337	\$ -	\$ 1,228
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>337</u>	<u>-</u>	<u>1,228</u>
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	6,214	60,243	381	-
Unassigned	-	-	-	(727)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(727)</u>
Total Fund Balances (Deficits)	<u>6,214</u>	<u>60,243</u>	<u>381</u>	<u>(727)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 6,214</u>	<u>\$ 60,580</u>	<u>\$ 381</u>	<u>\$ 501</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Special Revenue Funds	Capital Projects Funds		
	Memorial Trailway	Capital Improvement	Transportati on Capital Projects	Capital Leases
<u>ASSETS</u>				
Cash and investments	\$ 3,353	\$ 12,907	\$ 57,413	\$ 14,370
Accounts receivable	-	-	-	-
Interest receivable	2	-	30	-
Due from other funds	-	-	-	-
Advances receivable	-	-	-	-
	-	-	-	-
Total Assets	\$ 3,355	\$ 12,907	\$ 57,443	\$ 14,370
<u>LIABILITIES:</u>				
Accounts payable	\$ -	\$ 12,907	\$ -	\$ 3,750
Accrued wages	-	-	-	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
	-	-	-	-
Total Liabilities	-	12,907	-	3,750
<u>FUND BALANCES (DEFICITS):</u>				
Restricted	3,355	-	57,443	10,620
Unassigned	-	-	-	-
	-	-	-	-
Total Fund Balances (Deficits)	3,355	-	57,443	10,620
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,355	\$ 12,907	\$ 57,443	\$ 14,370

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET (CONTINUED)
JUNE 30, 2015

	Debt Service Fund	
	Wastewater Design Assessment District	Total Non- major Governmental Funds
<u>ASSETS</u>		
Cash and investments	\$ 6,278	\$ 3,913,186
Accounts receivable	-	704,515
Interest receivable	-	1,774
Due from other funds	-	627,936
Advances receivable	-	7,575
Total Assets	\$ 6,278	\$ 5,254,986
<u>LIABILITIES:</u>		
Accounts payable	\$ -	\$ 45,267
Accrued wages	-	54,912
Due to other funds	-	643,567
Unearned revenue	-	145,967
Total Liabilities	-	889,713
<u>FUND BALANCES (DEFICITS):</u>		
Restricted	6,278	4,370,339
Unassigned	-	(5,066)
Total Fund Balances (Deficits)	6,278	4,365,273
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 6,278	\$ 5,254,986

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
JUNE 30, 2015

Special Revenue Funds				
	Cluster Septic	Animal Control Shelter	Gas Tax	Traffic Safety
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ 132,362	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	13,563	-	23,836
Use of money and property	-	25	289	22
Intergovernmental revenues	-	-	793,022	-
Charges for services	-	42,297	246	-
Program Income	-	-	-	-
Other revenues	-	9,754	8,159	-
Total Revenues	<u>-</u>	<u>198,001</u>	<u>801,716</u>	<u>23,858</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	163,712	-	-
Public works	-	-	-	-
Streets	-	-	903,983	-
Capital Outlay	-	-	4,940	-
Debt service:				
Principal	-	-	32,795	-
Total Expenditures	<u>-</u>	<u>163,712</u>	<u>941,718</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>34,289</u>	<u>(140,002)</u>	<u>23,858</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	365,452	-
Transfers out	-	(29,199)	(206,816)	(30,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(29,199)</u>	<u>158,636</u>	<u>(30,000)</u>
Net Change in Fund Balances	<u>-</u>	<u>5,090</u>	<u>18,634</u>	<u>(6,142)</u>
Fund Balances (Deficits) - July 1, 2014	<u>(4,339)</u>	<u>1,504</u>	<u>503,633</u>	<u>23,334</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>(83,993)</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>(4,339)</u>	<u>1,504</u>	<u>419,640</u>	<u>23,334</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ (4,339)</u>	<u>\$ 6,594</u>	<u>\$ 438,274</u>	<u>\$ 17,192</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

Special Revenue Funds

	Special Projects	EDBG Repayment	HUD Revolving Loan	SLESF
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	-	-	261	12
Intergovernmental revenues	-	-	-	100,422
Charges for services	-	-	-	-
Program Income	-	-	5,652	-
Other revenues	-	486	-	-
	-	486	-	-
Total Revenues	-	486	5,913	100,434
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	168,913	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	24,064
	-	-	-	24,064
Total Expenditures	-	168,913	-	24,064
Excess of revenues over (under) expenditures	-	(168,427)	5,913	76,370
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	148,382	-	-
Transfers out	-	(31,397)	(6,363)	(75,935)
	-	116,985	(6,363)	(75,935)
Total Other Financing Sources (Uses)	-	116,985	(6,363)	(75,935)
Net Change in Fund Balances	-	(51,442)	(450)	435
Fund Balances (Deficits) - July 1, 2014	255,359	69,867	161,965	17,083
Prior period adjustments	-	-	-	-
Fund Balances (Deficits) - July 1, 2014, restated	255,359	69,867	161,965	17,083
Fund Balances (Deficits) - June 30, 2015	\$ 255,359	\$ 18,425	\$ 161,515	\$ 17,518

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

Special Revenue Funds

	Citizen Police	Home Grant	Asset Seizure	Highway Safety Improvement
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	36	-	8	-
Intergovernmental revenues	-	10,007	-	1,181,446
Charges for services	11	-	-	-
Program Income	-	-	-	-
Other revenues	<u>13,900</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>13,947</u>	<u>10,007</u>	<u>8</u>	<u>1,181,446</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	180	-
Community development	-	8,347	-	-
Public safety	5,985	-	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>5,985</u>	<u>8,347</u>	<u>180</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>7,962</u>	<u>1,660</u>	<u>(172)</u>	<u>1,181,446</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>(1,660)</u>	<u>-</u>	<u>(1,181,446)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(1,660)</u>	<u>-</u>	<u>(1,181,446)</u>
Net Change in Fund Balances	<u>7,962</u>	<u>-</u>	<u>(172)</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014	<u>15,093</u>	<u>-</u>	<u>5,585</u>	<u>-</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>15,093</u>	<u>-</u>	<u>5,585</u>	<u>-</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 23,055</u>	<u>\$ -</u>	<u>\$ 5,413</u>	<u>\$ -</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

Special Revenue Funds				
	Active Transportation Program	95 Impact Signalization	95 Impact PDFC	95 Impact FDFC
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	2,129	3,811	2,998
Fines and forfeitures	-	-	-	-
Use of money and property	-	113	71	30
Intergovernmental revenues	12,055	-	-	-
Charges for services	-	-	-	-
Program Income	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>12,055</u>	<u>2,242</u>	<u>3,882</u>	<u>3,028</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>12,055</u>	<u>2,242</u>	<u>3,882</u>	<u>3,028</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(12,055)	(8,359)	-	-
Total Other Financing Sources (Uses)	<u>(12,055)</u>	<u>(8,359)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>(6,117)</u>	<u>3,882</u>	<u>3,028</u>
Fund Balances (Deficits) - July 1, 2014	<u>-</u>	<u>70,149</u>	<u>41,589</u>	<u>16,129</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>-</u>	<u>70,149</u>	<u>41,589</u>	<u>16,129</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ -</u>	<u>\$ 64,032</u>	<u>\$ 45,471</u>	<u>\$ 19,157</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	95 Impact Road	CDBG	Building Safety and Waste Water Services	Local Transportati on
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	27,640	-	872,557	-
Fines and forfeitures	-	-	40,564	-
Use of money and property	791	-	1,545	1,237
Intergovernmental revenues	-	160,901	-	890,789
Charges for services	-	-	15,930	-
Program Income	-	-	-	-
Other revenues	-	-	4,944	28,756
Total Revenues	<u>28,431</u>	<u>160,901</u>	<u>935,540</u>	<u>920,782</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	58,051	-	-
Public safety	-	-	-	-
Public works	-	-	600,193	-
Streets	-	-	-	943,348
Capital Outlay	-	2,067	-	-
Debt service:				
Principal	-	-	583	-
Total Expenditures	<u>-</u>	<u>60,118</u>	<u>600,776</u>	<u>943,348</u>
Excess of revenues over (under) expenditures	<u>28,431</u>	<u>100,783</u>	<u>334,764</u>	<u>(22,566)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(100,765)	(137,713)	(350,915)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(100,765)</u>	<u>(137,713)</u>	<u>(350,915)</u>
Net Change in Fund Balances	<u>28,431</u>	<u>18</u>	<u>197,051</u>	<u>(373,481)</u>
Fund Balances (Deficits) - July 1, 2014	<u>480,127</u>	<u>(17)</u>	<u>194,075</u>	<u>1,223,464</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>(57,354)</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>480,127</u>	<u>(17)</u>	<u>194,075</u>	<u>1,166,110</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 508,558</u>	<u>\$ 1</u>	<u>\$ 391,126</u>	<u>\$ 792,629</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Town of Paradise Housing Authority	Abandoned Vehicle	95 Impact Drainage	AVOID
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	50,073	-
Fines and forfeitures	-	-	-	-
Use of money and property	-	155	1,084	-
Intergovernmental revenues	-	5,408	-	56,649
Charges for services	-	-	-	-
Program Income	-	-	-	-
Other revenues	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>5,563</u>	<u>51,157</u>	<u>56,649</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	36	-	36,722
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	242	-	-
	<u>-</u>	<u>242</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>278</u>	<u>-</u>	<u>36,722</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>5,285</u>	<u>51,157</u>	<u>19,927</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(3,269)	-	(19,921)
	<u>-</u>	<u>(3,269)</u>	<u>-</u>	<u>(19,921)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(3,269)</u>	<u>-</u>	<u>(19,921)</u>
Net Change in Fund Balances	<u>-</u>	<u>2,016</u>	<u>51,157</u>	<u>6</u>
Fund Balances (Deficits) - July 1, 2014	<u>17,000</u>	<u>96,580</u>	<u>646,202</u>	<u>(6)</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>17,000</u>	<u>96,580</u>	<u>646,202</u>	<u>(6)</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 17,000</u>	<u>\$ 98,596</u>	<u>\$ 697,359</u>	<u>\$ -</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Traffic Safety			
	General Plan	Impound	AB109 State	CalHome
	Fee	Fees	Funds	Grant
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	263	88	279	-
Intergovernmental revenues	-	-	183,107	322,350
Charges for services	39,576	19,040	-	-
Program Income	-	-	-	-
Other revenues	-	-	-	-
Total Revenues	<u>39,839</u>	<u>19,128</u>	<u>183,386</u>	<u>322,350</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	-	-	294,350
Public safety	-	3,725	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Total Expenditures	<u>-</u>	<u>3,725</u>	<u>-</u>	<u>294,350</u>
Excess of revenues over (under) expenditures	<u>39,839</u>	<u>15,403</u>	<u>183,386</u>	<u>28,000</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	(3,957)	(28,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(3,957)</u>	<u>(28,000)</u>
Net Change in Fund Balances	<u>39,839</u>	<u>15,403</u>	<u>179,429</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014	<u>129,268</u>	<u>41,142</u>	<u>113</u>	<u>-</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>129,268</u>	<u>41,142</u>	<u>113</u>	<u>-</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 169,107</u>	<u>\$ 56,545</u>	<u>\$ 179,542</u>	<u>\$ -</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

Special Revenue Funds

	<u>Clark Road Signal</u>	<u>Improvement Agreements</u>	<u>Tree Replacement in Lieu</u>	<u>Hydrant Maintenance</u>
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	9	-	3	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Program Income	-	-	-	-
Other revenues	-	-	-	8,158
	<u>9</u>	<u>-</u>	<u>3</u>	<u>8,158</u>
Total Revenues	<u>9</u>	<u>-</u>	<u>3</u>	<u>8,158</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	5,558
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,558</u>
Excess of revenues over (under) expenditures	<u>9</u>	<u>-</u>	<u>3</u>	<u>2,600</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>9</u>	<u>-</u>	<u>3</u>	<u>2,600</u>
Fund Balances (Deficits) - July 1, 2014	<u>6,052</u>	<u>-</u>	<u>2,498</u>	<u>3,550</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>6,052</u>	<u>-</u>	<u>2,498</u>	<u>3,550</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 6,061</u>	<u>\$ -</u>	<u>\$ 2,501</u>	<u>\$ 6,150</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Disability Access and Education	Regional Surface Transportati on Program	SMIP Fund	Police Department Seizures Fund
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ 298,181	\$ -	\$ -
Licenses, permits, and impact fees	-	-	512	-
Fines and forfeitures	-	-	-	-
Use of money and property	-	-	4	-
Intergovernmental revenues	-	-	-	-
Charges for services	13	-	-	-
Program Income	-	-	-	-
Other revenues	-	-	-	361
	<u>13</u>	<u>298,181</u>	<u>516</u>	<u>361</u>
Total Revenues	<u>13</u>	<u>298,181</u>	<u>516</u>	<u>361</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	1,095
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,095</u>
Excess of revenues over (under) expenditures	<u>13</u>	<u>298,181</u>	<u>516</u>	<u>(734)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	(298,181)	-	-
	<u>-</u>	<u>(298,181)</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(298,181)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>13</u>	<u>-</u>	<u>516</u>	<u>(734)</u>
Fund Balances (Deficits) - July 1, 2014	<u>37</u>	<u>-</u>	<u>1,387</u>	<u>2,051</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>37</u>	<u>-</u>	<u>1,387</u>	<u>2,051</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 50</u>	<u>\$ -</u>	<u>\$ 1,903</u>	<u>\$ 1,317</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Department of Justice Livescan Fees Fund	Police Department Trading Card Fund	Grants Miscellaneous One Time	Canine Protect Fund
REVENUES				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	-	3	-	10
Intergovernmental revenues	-	-	-	-
Charges for services	2,131	-	-	-
Program Income	-	-	-	-
Other revenues	-	-	218,000	4,494
Total Revenues	<u>2,131</u>	<u>3</u>	<u>218,000</u>	<u>4,504</u>
EXPENDITURES				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	2,131	-	-	24,519
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	-
Debt service:				
Principal	-	-	-	-
Total Expenditures	<u>2,131</u>	<u>-</u>	<u>-</u>	<u>24,519</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>3</u>	<u>218,000</u>	<u>(20,015)</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>3</u>	<u>218,000</u>	<u>(20,015)</u>
Fund Balances (Deficits) - July 1, 2014	<u>-</u>	<u>1,756</u>	<u>-</u>	<u>25,611</u>
Prior period adjustments	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances (Deficits) - July 1, 2014, restated	<u>-</u>	<u>1,756</u>	<u>-</u>	<u>25,611</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ -</u>	<u>\$ 1,759</u>	<u>\$ 218,000</u>	<u>\$ 5,596</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds			
	Fire Fund	Animal Control Fund	Police Fund	Special Projects Donations Fund
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	9	92	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	27,593
Program Income	-	-	-	-
Other revenues	-	3,027	25	-
Total Revenues	<u>9</u>	<u>3,119</u>	<u>25</u>	<u>27,593</u>
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	982	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	-	-	28,354
Debt service:				
Principal	-	-	-	-
Total Expenditures	<u>-</u>	<u>982</u>	<u>-</u>	<u>28,354</u>
Excess of revenues over (under) expenditures	<u>9</u>	<u>2,137</u>	<u>25</u>	<u>(761)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>9</u>	<u>2,137</u>	<u>25</u>	<u>(761)</u>
Fund Balances (Deficits) - July 1, 2014	<u>6,205</u>	<u>58,106</u>	<u>356</u>	<u>34</u>
Prior period adjustments	-	-	-	-
Fund Balances (Deficits) - July 1, 2014, restated	<u>6,205</u>	<u>58,106</u>	<u>356</u>	<u>34</u>
Fund Balances (Deficits) - June 30, 2015	<u>\$ 6,214</u>	<u>\$ 60,243</u>	<u>\$ 381</u>	<u>\$ (727)</u>

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Special Revenue Funds	Capital Projects Funds		
	Memorial Trailway	Capital Improvement	Transportation Capital Projects	Capital Leases
<u>REVENUES</u>				
Taxes and assessments	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and impact fees	-	-	-	-
Fines and forfeitures	-	-	-	-
Use of money and property	5	-	89	30
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Program Income	-	-	-	-
Other revenues	3,350	-	-	-
Total Revenues	3,355	-	89	30
<u>EXPENDITURES</u>				
Current:				
General government	-	-	-	-
Community development	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Streets	-	-	-	-
Capital Outlay	-	1,524,298	-	78,152
Debt service:				
Principal	-	-	-	-
Total Expenditures	-	1,524,298	-	78,152
Excess of revenues over (under) expenditures	3,355	(1,524,298)	89	(78,122)
<u>OTHER FINANCING SOURCES (USES)</u>				
Proceeds from the issuance of debt	-	-	-	84,337
Transfers in	-	1,524,298	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	1,524,298	-	84,337
Net Change in Fund Balances	3,355	-	89	6,215
Fund Balances (Deficits) - July 1, 2014	-	-	-	4,405
Prior period adjustments	-	-	57,354	-
Fund Balances (Deficits) - July 1, 2014, restated	-	-	57,354	4,405
Fund Balances (Deficits) - June 30, 2015	\$ 3,355	\$ -	\$ 57,443	\$ 10,620

TOWN OF PARADISE
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
(CONTINUED)
JUNE 30, 2015

	Debt Service Fund	
	Wastewater Design Assessment District	Total Non- major Governmental Funds
<u>REVENUES</u>		
Taxes and assessments	\$ -	\$ 430,543
Licenses, permits, and impact fees	-	959,720
Fines and forfeitures	-	77,963
Use of money and property	-	6,563
Intergovernmental revenues	-	3,716,156
Charges for services	-	146,837
Program Income	-	5,652
Other revenues	-	303,414
	<hr/>	<hr/>
Total Revenues	-	5,646,848
<u>EXPENDITURES</u>		
Current:		
General government	-	180
Community development	-	529,661
Public safety	-	244,465
Public works	-	600,193
Streets	-	1,847,331
Capital Outlay	-	1,637,811
Debt service:		
Principal	-	57,684
	<hr/>	<hr/>
Total Expenditures	-	4,917,325
Excess of revenues over (under) expenditures	-	729,523
<u>OTHER FINANCING SOURCES (USES)</u>		
Proceeds from the issuance of debt	-	84,337
Transfers in	-	2,038,132
Transfers out	-	(2,525,951)
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	-	(403,482)
Net Change in Fund Balances	-	326,041
Fund Balances (Deficits) - July 1, 2014	6,278	4,123,225
Prior period adjustments	-	(83,993)
Fund Balances (Deficits) - July 1, 2014, restated	6,278	4,039,232
Fund Balances (Deficits) - June 30, 2015	\$ 6,278	\$ 4,365,273

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 CLUSTER SEPTIC FUND
 JUNE 30, 2015

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Total revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
<u>EXPENDITURES:</u>				
Total expenditures	_____ -	_____ -	_____ -	_____ -
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	_____ (4,339)	_____ (4,339)	_____ (4,339)	_____ -
Fund balance (deficit), June 30, 2015	<u>\$ _____ (4,339)</u>	<u>\$ _____ (4,339)</u>	<u>\$ _____ (4,339)</u>	<u>\$ _____ -</u>

* The Town did not adopt a budget for the Cluster Septic Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ANIMAL CONTROL SHELTER FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Taxes and assessments	\$ 132,409	\$ 132,362	\$ 132,362	\$ -
Fines and forfeitures	4,000	5,000	13,563	8,563
Use of money and property	-	-	25	25
Charges for services	33,192	33,866	42,297	8,431
Other revenues	<u>28,281</u>	<u>29,523</u>	<u>9,754</u>	<u>(19,769)</u>
Total revenues	<u>197,882</u>	<u>200,751</u>	<u>198,001</u>	<u>(2,750)</u>
<u>EXPENDITURES:</u>				
Current:				
Public Safety	<u>169,156</u>	<u>173,357</u>	<u>163,712</u>	<u>9,645</u>
Total expenditures	<u>169,156</u>	<u>173,357</u>	<u>163,712</u>	<u>9,645</u>
Excess of revenues over (under) expenditures	<u>28,726</u>	<u>27,394</u>	<u>34,289</u>	<u>6,895</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(28,726)</u>	<u>(28,897)</u>	<u>(29,199)</u>	<u>(302)</u>
Total other financing sources (uses)	<u>(28,726)</u>	<u>(28,897)</u>	<u>(29,199)</u>	<u>(302)</u>
Net change in Fund balance	-	(1,503)	5,090	6,593
Fund balance (deficit), July 1, 2014	<u>1,504</u>	<u>1,504</u>	<u>1,504</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 1,504</u>	<u>\$ 1</u>	<u>\$ 6,594</u>	<u>\$ 6,593</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GAS TAX FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ -	\$ -	\$ 289	\$ 289
Charges for services	150	150	246	96
Intergovernmental revenues	1,047,118	841,944	793,022	(48,922)
Other revenues	<u>5,500</u>	<u>3,000</u>	<u>8,159</u>	<u>5,159</u>
Total revenues	<u>1,052,768</u>	<u>845,094</u>	<u>801,716</u>	<u>(43,378)</u>
<u>EXPENDITURES:</u>				
Current:				
Streets	1,001,514	927,726	903,983	23,743
Capital outlay	7,000	11,940	4,940	7,000
Debt service:				
Principal	<u>33,665</u>	<u>32,322</u>	<u>32,795</u>	<u>(473)</u>
Total expenditures	<u>1,042,179</u>	<u>971,988</u>	<u>941,718</u>	<u>30,270</u>
Excess of revenues over (under) expenditures	<u>10,589</u>	<u>(126,894)</u>	<u>(140,002)</u>	<u>(13,108)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	76,050	376,050	365,452	(10,598)
Transfers out	<u>(206,487)</u>	<u>(207,147)</u>	<u>(206,816)</u>	<u>331</u>
Total other financing sources (uses)	<u>(130,437)</u>	<u>168,903</u>	<u>158,636</u>	<u>(10,267)</u>
Net change in Fund balance	(119,848)	42,009	18,634	(23,375)
Fund balance (deficit), July 1, 2014	<u>503,633</u>	<u>503,633</u>	<u>503,633</u>	<u>-</u>
Prior period adjustment	-	-	(83,993)	-
Fund balance (deficit), July 1, 2014 restated	<u>503,633</u>	<u>503,633</u>	<u>419,640</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 383,785</u>	<u>\$ 545,642</u>	<u>\$ 438,274</u>	<u>\$ (107,368)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TRAFFIC SAFETY FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Fines and forfeitures	\$ 21,000	\$ 21,000	\$ 23,836	\$ 2,836
Use of money and property	-	-	22	22
Total revenues	<u>21,000</u>	<u>21,000</u>	<u>23,858</u>	<u>2,858</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	(30,000)	(30,000)	(30,000)	-
Total other financing sources (uses)	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>-</u>
Net change in Fund balance	(9,000)	(9,000)	(6,142)	2,858
Fund balance (deficit), July 1, 2014	<u>23,334</u>	<u>23,334</u>	<u>23,334</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 14,334</u>	<u>\$ 14,334</u>	<u>\$ 17,192</u>	<u>\$ 2,858</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 SPECIAL PROJECTS FUND
 JUNE 30, 2015

<u>EXPENDITURES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Current:				
General government	\$ 20,000	\$ 20,000	\$ -	\$ 20,000
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Net change in Fund balance	(20,000)	(20,000)	-	20,000
Fund balance (deficit), July 1, 2014	<u>255,359</u>	<u>255,359</u>	<u>255,359</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 235,359</u>	<u>\$ 235,359</u>	<u>\$ 255,359</u>	<u>\$ 20,000</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
EDBG REPAYMENT FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 200	\$ 200	\$ -	\$ (200)
Other revenues	<u>-</u>	<u>-</u>	<u>486</u>	<u>486</u>
Total revenues	<u>200</u>	<u>200</u>	<u>486</u>	<u>286</u>
<u>EXPENDITURES:</u>				
Current:				
Community development	<u>164,852</u>	<u>164,852</u>	<u>168,913</u>	<u>(4,061)</u>
Total expenditures	<u>164,852</u>	<u>164,852</u>	<u>168,913</u>	<u>(4,061)</u>
Excess of revenues over (under) expenditures	<u>(164,652)</u>	<u>(164,652)</u>	<u>(168,427)</u>	<u>(3,775)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	9,450	197,582	148,382	(49,200)
Transfers out	<u>(31,403)</u>	<u>(31,431)</u>	<u>(31,397)</u>	<u>34</u>
Total other financing sources (uses)	<u>(21,953)</u>	<u>166,151</u>	<u>116,985</u>	<u>(49,166)</u>
Net change in Fund balance	(186,605)	1,499	(51,442)	(52,941)
Fund balance (deficit), July 1, 2014	<u>69,867</u>	<u>69,867</u>	<u>69,867</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ (116,738)</u>	<u>\$ 71,366</u>	<u>\$ 18,425</u>	<u>\$ (52,941)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HUD REVOLVING LOAN FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 300	\$ 300	\$ 261	\$ (39)
Program income	<u>6,000</u>	<u>6,000</u>	<u>5,652</u>	<u>(348)</u>
Total revenues	<u>6,300</u>	<u>6,300</u>	<u>5,913</u>	<u>(387)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>-</u>	<u>-</u>	<u>(6,363)</u>	<u>(6,363)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(6,363)</u>	<u>(6,363)</u>
Net change in Fund balance	6,300	6,300	(450)	(6,750)
Fund balance (deficit), July 1, 2014	<u>161,965</u>	<u>161,965</u>	<u>161,965</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 168,265</u>	<u>\$ 168,265</u>	<u>\$ 161,515</u>	<u>\$ (6,750)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
SLESF FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Use of Money and property	\$ 10	\$ 10	\$ 12	\$ 2
Intergovernmental revenues	<u>100,000</u>	<u>100,000</u>	<u>100,422</u>	<u>422</u>
Total revenues	<u>100,010</u>	<u>100,010</u>	<u>100,434</u>	<u>424</u>
<u>EXPENDITURES:</u>				
Current:				
Public Safety	-	-	-	-
Debt service:				
Principal	<u>24,064</u>	<u>24,064</u>	<u>24,064</u>	<u>-</u>
Total expenditures	<u>24,064</u>	<u>24,064</u>	<u>24,064</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>75,946</u>	<u>75,946</u>	<u>76,370</u>	<u>424</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(75,935)</u>	<u>(75,935)</u>	<u>(75,935)</u>	<u>-</u>
Total other financing sources (uses)	<u>(75,935)</u>	<u>(75,935)</u>	<u>(75,935)</u>	<u>-</u>
Net change in Fund balance	11	11	435	424
Fund balance (deficit), July 1, 2014	<u>17,083</u>	<u>17,083</u>	<u>17,083</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 17,094</u>	<u>\$ 17,094</u>	<u>\$ 17,518</u>	<u>\$ 424</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CITIZEN POLICE FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Charges for Services	\$ 4	\$ 4	\$ 11	\$ 7
Use of money and property	35	35	36	1
Other revenues	<u>5,500</u>	<u>5,500</u>	<u>13,900</u>	<u>8,400</u>
Total revenues	<u>5,539</u>	<u>5,539</u>	<u>13,947</u>	<u>8,408</u>
<u>EXPENDITURES:</u>				
Current:				
Public safety	<u>3,455</u>	<u>3,455</u>	<u>5,985</u>	<u>(2,530)</u>
Total expenditures	<u>3,455</u>	<u>3,455</u>	<u>5,985</u>	<u>(2,530)</u>
Excess of revenues over (under) expenditures	<u>2,084</u>	<u>2,084</u>	<u>7,962</u>	<u>5,878</u>
Net change in Fund balance	2,084	2,084	7,962	5,878
Fund balance (deficit), July 1, 2014	<u>15,093</u>	<u>15,093</u>	<u>15,093</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 17,177</u>	<u>\$ 17,177</u>	<u>\$ 23,055</u>	<u>\$ 5,878</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
 First Time Homebuyer Fund
 JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Intergovernmental revenues	\$ 236,942	\$ 239,802	\$ 10,007	\$ (229,795)
Total revenues	<u>236,942</u>	<u>239,802</u>	<u>10,007</u>	<u>(229,795)</u>
<u>EXPENDITURES:</u>				
Current:				
Community development	<u>191,082</u>	<u>193,942</u>	<u>8,347</u>	<u>185,595</u>
Total expenditures	<u>191,082</u>	<u>193,942</u>	<u>8,347</u>	<u>185,595</u>
Excess of revenues over (under) expenditures	<u>45,860</u>	<u>45,860</u>	<u>1,660</u>	<u>(44,200)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(45,860)</u>	<u>(45,860)</u>	<u>(1,660)</u>	<u>44,200</u>
Total other financing sources (uses)	<u>(45,860)</u>	<u>(45,860)</u>	<u>(1,660)</u>	<u>44,200</u>
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	-	-	-	-
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 ASSET SEIZURE FUND
 JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ (5)	\$ 5	\$ 8	\$ 3
Total revenues	<u>(5)</u>	<u>5</u>	<u>8</u>	<u>3</u>
<u>EXPENDITURES:</u>				
Current:				
General government	-	-	180	180
Total expenditures	<u>-</u>	<u>-</u>	<u>180</u>	<u>180</u>
Excess of revenues over (under) expenditures	<u>(5)</u>	<u>5</u>	<u>(172)</u>	<u>(177)</u>
Net change in Fund balance	(5)	5	(172)	(177)
Fund balance (deficit), July 1, 2014	<u>5,585</u>	<u>5,585</u>	<u>5,585</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 5,580</u>	<u>\$ 5,590</u>	<u>\$ 5,413</u>	<u>\$ (177)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HIGHWAY SAFETY IMPROVEMENT FUND
JUNE 30, 2015

	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Intergovernmental revenues	\$ 1,192,014	\$ 1,192,014	\$ 1,181,446	\$ (10,568)
Total revenues	1,192,014	1,192,014	1,181,446	(10,568)
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,192,014)	(1,192,014)	(1,181,446)	10,568
Total other financing sources (uses)	(1,192,014)	(1,192,014)	(1,181,446)	10,568
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	-	-	-	-
Fund balance (deficit), June 30, 2015	\$ -	\$ -	\$ -	\$ -

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ACTIVE TRANSPORTATION PROGRAM
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Intergovernmental revenues	\$ _____ -	\$ _____ -	\$ 12,055	\$ 12,055
Total revenues	_____ -	_____ -	12,055	12,055
OTHER FINANCING SOURCES (USES)				
Transfers out	_____ -	_____ -	(12,055)	(12,055)
Total other financing sources (uses)	_____ -	_____ -	(12,055)	(12,055)
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	_____ -	_____ -	_____ -	_____ -
Fund balance (deficit), June 30, 2015	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>

* The Town did not adopt a budget for the Active Transportation Program for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT SIGNALIZATION FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Licenses, permits, and impact fees	\$ 1,000	\$ 1,000	\$ 2,129	\$ 1,129
Use of money and property	<u>100</u>	<u>100</u>	<u>113</u>	<u>13</u>
Total revenues	<u>1,100</u>	<u>1,100</u>	<u>2,242</u>	<u>1,142</u>
Net change in Fund balance	1,100	1,100	(6,117)	(7,217)
Fund balance (deficit), July 1, 2014	<u>70,149</u>	<u>70,149</u>	<u>70,149</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 71,249</u>	<u>\$ 71,249</u>	<u>\$ 64,032</u>	<u>\$ (7,217)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT PDFC FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Licenses, permits, and impact fees	\$ 2,000	\$ 2,000	\$ 3,811	\$ 1,811
Use of money and property	<u>60</u>	<u>60</u>	<u>71</u>	<u>11</u>
Total revenues	<u>2,060</u>	<u>2,060</u>	<u>3,882</u>	<u>1,822</u>
<u>EXPENDITURES:</u>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in Fund balance	2,060	2,060	3,882	1,822
Fund balance (deficit), July 1, 2014	<u>41,589</u>	<u>41,589</u>	<u>41,589</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 43,649</u>	<u>\$ 43,649</u>	<u>\$ 45,471</u>	<u>\$ 1,822</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT FDFC FUND
JUNE 30, 2015

REVENUES:	Original Budget	Final Budget	Actual	Variance with Final Budget Favorable (Unfavorable)
Licenses, permits, and impact fees	\$ 1,950	\$ 1,950	\$ 2,998	\$ 1,048
Use of money and property	<u>20</u>	<u>20</u>	<u>30</u>	<u>10</u>
Total revenues	<u>1,970</u>	<u>1,970</u>	<u>3,028</u>	<u>1,058</u>
Net change in Fund balance	1,970	1,970	3,028	1,058
Fund balance (deficit), July 1, 2014	<u>16,129</u>	<u>16,129</u>	<u>16,129</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 18,099</u>	<u>\$ 18,099</u>	<u>\$ 19,157</u>	<u>\$ 1,058</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT ROAD FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Licenses, permits, and impact fees	\$ 16,000	\$ 16,000	\$ 27,640	\$ 11,640
Use of money and property	<u>1,000</u>	<u>1,000</u>	<u>791</u>	<u>(209)</u>
Total revenues	<u>17,000</u>	<u>17,000</u>	<u>28,431</u>	<u>11,431</u>
Net change in Fund balance	17,000	17,000	28,431	11,431
Fund balance (deficit), July 1, 2014	<u>480,127</u>	<u>480,127</u>	<u>480,127</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 497,127</u>	<u>\$ 497,127</u>	<u>\$ 508,558</u>	<u>\$ 11,431</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CDBG FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Intergovernmental revenues	\$ 256,013	\$ 284,626	\$ 160,901	\$ (123,725)
Total revenues	<u>256,013</u>	<u>284,626</u>	<u>160,901</u>	<u>(123,725)</u>
<u>EXPENDITURES</u>				
Community development	141,891	170,504	58,051	112,453
Capital outlay	<u>900</u>	<u>900</u>	<u>2,067</u>	<u>(1,167)</u>
Total Expenditures	<u>142,791</u>	<u>171,404</u>	<u>60,118</u>	<u>111,286</u>
Excess of revenues over (under) expenditures	<u>113,222</u>	<u>113,222</u>	<u>100,783</u>	<u>(12,439)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers Out	<u>(113,222)</u>	<u>(113,222)</u>	<u>(100,765)</u>	<u>12,457</u>
Total Other Financing Sources (Uses)	<u>(113,222)</u>	<u>(113,222)</u>	<u>(100,765)</u>	<u>12,457</u>
Net change in Fund balance	-	-	18	18
Fund balance (deficit), July 1, 2014	<u>(17)</u>	<u>(17)</u>	<u>(17)</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ (17)</u>	<u>\$ (17)</u>	<u>\$ 1</u>	<u>\$ 18</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
BUILDING SAFETY & WASTE WATER SERVICES FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Licenses, permits, and impact fees	\$ 715,807	\$ 764,073	\$ 872,557	\$ 108,484
Fines and forfeitures	12,000	25,900	40,564	14,664
Use of money and property	971	971	1,545	574
Charges for services	10,750	8,500	15,930	7,430
Other Revenues	-	150	4,944	4,794
Total revenues	<u>739,528</u>	<u>799,594</u>	<u>935,540</u>	<u>135,946</u>
<u>EXPENDITURES</u>				
Public Works	611,574	605,620	600,193	5,427
Debt Service				
Principal	<u>771</u>	<u>477</u>	<u>583</u>	<u>(106)</u>
Total expenditures	<u>612,345</u>	<u>606,097</u>	<u>600,776</u>	<u>5,321</u>
Excess of revenues over (under) expenditures	<u>127,183</u>	<u>193,497</u>	<u>334,764</u>	<u>141,267</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(144,351)</u>	<u>(142,128)</u>	<u>(137,713)</u>	<u>4,415</u>
Total Other Financing Sources (Uses)	<u>(144,351)</u>	<u>(142,128)</u>	<u>(137,713)</u>	<u>4,415</u>
Net change in Fund balance	(17,168)	51,369	197,051	145,682
Fund balance (deficit), July 1, 2014	<u>194,075</u>	<u>194,075</u>	<u>194,075</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 176,907</u>	<u>\$ 245,444</u>	<u>\$ 391,126</u>	<u>\$ 145,682</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
LOCAL TRANSPORTATION FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 2,500	\$ 2,500	\$ 1,237	\$ (1,263)
Intergovernmental revenues	890,789	890,789	890,789	-
Other revenue	<u>29,000</u>	<u>29,000</u>	<u>28,756</u>	<u>(244)</u>
Total revenues	<u>922,289</u>	<u>922,289</u>	<u>920,782</u>	<u>(1,507)</u>
<u>EXPENDITURES:</u>				
Current:				
Streets	<u>983,353</u>	<u>983,353</u>	<u>943,348</u>	<u>40,005</u>
Total expenditures	<u>983,353</u>	<u>983,353</u>	<u>943,348</u>	<u>40,005</u>
Excess of revenues over (under) expenditures	<u>(61,064)</u>	<u>(61,064)</u>	<u>(22,566)</u>	<u>38,498</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers out	<u>(429,910)</u>	<u>(429,820)</u>	<u>(350,915)</u>	<u>78,905</u>
Total Other Financing Sources (Uses)	<u>(429,910)</u>	<u>(429,820)</u>	<u>(350,915)</u>	<u>78,905</u>
Net change in Fund balance	(490,974)	(490,884)	(373,481)	117,403
Fund balance (deficit), July 1, 2014	<u>1,223,464</u>	<u>1,223,464</u>	<u>1,223,464</u>	<u>-</u>
Prior period adjustment	-	-	(57,354)	-
Fund balance (deficit), July 1, 2014 restated	1,223,464	1,223,464	1,166,110	-
Fund balance (deficit), June 30, 2015	<u>\$ 732,490</u>	<u>\$ 732,580</u>	<u>\$ 792,629</u>	<u>\$ 60,049</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 TOWN OF PARADISE HOUSING AUTHORITY FUND
 JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Program Income	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total revenues	_____ -	_____ -	_____ -	_____ -
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	_____ 17,000	_____ 17,000	_____ 17,000	_____ -
Fund balance (deficit), June 30, 2015	<u>\$ _____ 17,000</u>	<u>\$ _____ 17,000</u>	<u>\$ _____ 17,000</u>	<u>\$ _____ -</u>

* The Town did not adopt a budget for the Town of Paradise Housing Authority Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ABANDONED VEHICLE FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 110	\$ 110	\$ 155	\$ 45
Intergovernmental revenues	<u>24,000</u>	<u>24,000</u>	<u>5,408</u>	<u>(18,592)</u>
Total revenues	<u>24,110</u>	<u>24,110</u>	<u>5,563</u>	<u>(18,547)</u>
<u>EXPENDITURES:</u>				
Current:				
Public Safety	191	191	36	155
Debt service:				
Principal	<u>257</u>	<u>257</u>	<u>242</u>	<u>15</u>
Total expenditures	<u>448</u>	<u>448</u>	<u>278</u>	<u>170</u>
Excess of revenues over (under) expenditures	<u>23,662</u>	<u>23,662</u>	<u>5,285</u>	<u>(18,377)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(6,500)</u>	<u>(6,500)</u>	<u>(3,269)</u>	<u>3,231</u>
Total other financing sources (uses)	<u>(6,500)</u>	<u>(6,500)</u>	<u>(3,269)</u>	<u>3,231</u>
Net change in Fund balance	17,162	17,162	2,016	(15,146)
Fund balance (deficit), July 1, 2014	<u>96,580</u>	<u>96,580</u>	<u>96,580</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 113,742</u>	<u>\$ 113,742</u>	<u>\$ 98,596</u>	<u>\$ (15,146)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
95 IMPACT DRAINAGE FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Licenses, permits, and impact fees	\$ 10,000	\$ 10,000	\$ 50,073	\$ 40,073
Use of money and property	<u>1,000</u>	<u>1,000</u>	<u>1,084</u>	<u>84</u>
Total revenues	<u>11,000</u>	<u>11,000</u>	<u>51,157</u>	<u>40,157</u>
Net change in Fund balance	11,000	11,000	51,157	40,157
Fund balance (deficit), July 1, 2014	<u>646,202</u>	<u>646,202</u>	<u>646,202</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 657,202</u>	<u>\$ 657,202</u>	<u>\$ 697,359</u>	<u>\$ 40,157</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
AVOID FUND
JUNE 30, 2015

	<u>Final Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
<u>REVENUES:</u>				
Intergovernmental	\$ 56,600	\$ 56,600	\$ 56,649	\$ 49
Total revenues	<u>56,600</u>	<u>56,600</u>	<u>56,649</u>	<u>49</u>
<u>EXPENDITURES</u>				
Public Safety	<u>35,600</u>	<u>35,600</u>	<u>36,722</u>	<u>(1,122)</u>
Total expenditures	<u>35,600</u>	<u>35,600</u>	<u>36,722</u>	<u>(1,122)</u>
Excess revenues over (under) expenditures	<u>21,000</u>	<u>21,000</u>	<u>19,927</u>	<u>(1,073)</u>
Transfers out	<u>-</u>	<u>-</u>	<u>(19,921)</u>	<u>(19,921)</u>
Net change in Fund balance	21,000	21,000	6	(20,994)
Fund balance (deficit), July 1, 2014	<u>(6)</u>	<u>(6)</u>	<u>(6)</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 20,994</u>	<u>\$ 20,994</u>	<u>\$ -</u>	<u>\$ (20,994)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
GENERAL PLAN FEE FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ 200	\$ 200	\$ 263	\$ 63
Charges for services	<u>25,000</u>	<u>25,000</u>	<u>39,576</u>	<u>14,576</u>
Total revenues	<u>25,200</u>	<u>25,200</u>	<u>39,839</u>	<u>14,639</u>
<u>EXPENDITURES:</u>				
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in Fund balance	25,200	25,200	39,839	14,639
Fund balance (deficit), July 1, 2014	<u>129,268</u>	<u>129,268</u>	<u>129,268</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 154,468</u>	<u>\$ 154,468</u>	<u>\$ 169,107</u>	<u>\$ 14,639</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TRAFFIC SAFETY-DUI IMPOUND FEES FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 50	\$ 50	\$ 88	\$ 38
Charges for services	<u>14,000</u>	<u>14,000</u>	<u>19,040</u>	<u>5,040</u>
Total revenues	<u>14,050</u>	<u>14,050</u>	<u>19,128</u>	<u>5,078</u>
<u>EXPENDITURES</u>				
Public Safety	<u>5,000</u>	<u>5,000</u>	<u>3,725</u>	<u>1,275</u>
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>3,725</u>	<u>1,275</u>
Excess of revenue over (under) expenditures	<u>9,050</u>	<u>9,050</u>	<u>15,403</u>	<u>6,353</u>
Net change in Fund balance	9,050	9,050	15,403	6,353
Fund balance (deficit), July 1, 2014	<u>41,142</u>	<u>41,142</u>	<u>41,142</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 50,192</u>	<u>\$ 50,192</u>	<u>\$ 56,545</u>	<u>\$ 6,353</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
AB109 STATE FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ -	\$ 279	\$ 279
Intergovernmental revenues	<u>50,000</u>	<u>50,000</u>	<u>183,107</u>	<u>133,107</u>
Total revenues	<u>50,000</u>	<u>50,000</u>	<u>183,386</u>	<u>133,386</u>
<u>EXPENDITURES:</u>				
Public Safety	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Total expenditures	<u>1,000</u>	<u>1,000</u>	<u>-</u>	<u>1,000</u>
Excess of revenue over (under) expenditures	<u>49,000</u>	<u>49,000</u>	<u>183,386</u>	<u>134,386</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers Out	<u>(78,379)</u>	<u>(13,790)</u>	<u>(3,957)</u>	<u>(9,833)</u>
Total other financing sources (uses)	<u>(78,379)</u>	<u>(13,790)</u>	<u>(3,957)</u>	<u>(9,833)</u>
Net change in Fund balance	(29,379)	35,210	179,429	144,219
Fund balance (deficit), July 1, 2014	<u>113</u>	<u>113</u>	<u>113</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u><u>\$ (29,266)</u></u>	<u><u>\$ 35,323</u></u>	<u><u>\$ 179,542</u></u>	<u><u>\$ 144,219</u></u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAL HOME GRANT FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Intergovernmental revenues	\$ 250,000	\$ 250,000	\$ 322,350	\$ 72,350
Total revenues	<u>250,000</u>	<u>250,000</u>	<u>322,350</u>	<u>72,350</u>
<u>EXPENDITURES:</u>				
Current:				
Community development	<u>418,000</u>	<u>418,000</u>	<u>294,350</u>	<u>123,650</u>
Total expenditures	<u>418,000</u>	<u>843,071</u>	<u>294,350</u>	<u>548,721</u>
Excess of revenue over (under) expenditures	<u>(168,000)</u>	<u>(593,071)</u>	<u>28,000</u>	<u>621,071</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers Out	<u>(38,500)</u>	<u>(38,500)</u>	<u>(28,000)</u>	<u>10,500</u>
Total other financing sources (uses)	<u>(38,500)</u>	<u>(38,500)</u>	<u>(28,000)</u>	<u>10,500</u>
Net change in Fund balance	(206,500)	(631,571)	-	631,571
Fund balance (deficit), July 1, 2014	-	-	-	-
Fund balance (deficit), June 30, 2015	<u>\$ (206,500)</u>	<u>\$ (631,571)</u>	<u>\$ -</u>	<u>\$ 631,571</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 CLARK ROAD SIGNAL FUND
 JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	-	-	9	9
Total revenues	-	-	9	9
Net change in Fund balance	-	-	9	9
Fund balance (deficit), July 1, 2014	6,052	6,052	6,052	-
Fund balance (deficit), June 30, 2015	<u>\$ 6,052</u>	<u>\$ 6,052</u>	<u>\$ 6,061</u>	<u>\$ 9</u>

* The Town did not adopt a budget for the Clark Road Signal Fund for the year ended June 30, 2015.

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 IMPROVEMENT AGREEMENTS FUND
 JUNE 30, 2015

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total revenues	_____ -	_____ -	_____ -	_____ -
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2013	_____ -	_____ -	_____ -	_____ -
Fund balance (deficit), June 30, 2014	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>

* The Town did not adopt a budget for the Improvement Agreements Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TREE REPLACEMENT IN LIEU FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ _____ -	\$ _____ -	\$ _____ 3	\$ _____ 3
Total revenues	_____ -	_____ -	_____ 3	_____ 3
<u>EXPENDITURES:</u>				
Total Expenditures	_____ -	_____ -	_____ -	_____ -
Net change in Fund balance	-	-	3	3
Fund balance (deficit), July 1, 2014	_____ 2,498	_____ 2,498	_____ 2,498	_____ -
Fund balance (deficit), June 30, 2015	<u>\$ _____ 2,498</u>	<u>\$ _____ 2,498</u>	<u>\$ _____ 2,501</u>	<u>\$ _____ 3</u>

* The Town did not adopt a budget for the CalHome Grant Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
HYDRANT MAINTENANCE FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Other revenues	\$ 1,000	\$ 1,000	\$ 8,158	\$ 7,158
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>8,158</u>	<u>7,158</u>
<u>EXPENDITURES:</u>				
Public Safety	<u>1,000</u>	<u>1,000</u>	<u>5,558</u>	<u>(4,558)</u>
Total Expenditures	<u>1,000</u>	<u>1,000</u>	<u>5,558</u>	<u>(4,558)</u>
Excess of revenue over (under) expenditures	<u>-</u>	<u>-</u>	<u>2,600</u>	<u>2,600</u>
Net change in Fund balance	-	-	2,600	2,600
Fund balance (deficit), July 1, 2014	<u>3,550</u>	<u>3,550</u>	<u>3,550</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 3,550</u>	<u>\$ 3,550</u>	<u>\$ 6,150</u>	<u>\$ 2,600</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 DISABILITY ACCESS AND EDUCATION FUND
 JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Charges for Services	\$ 25	\$ 25	\$ 13	\$ (12)
Total revenues	<u>25</u>	<u>25</u>	<u>13</u>	<u>(12)</u>
Net change in Fund balance	25	25	13	(12)
Fund balance (deficit), July 1, 2014	<u>37</u>	<u>37</u>	<u>37</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 62</u>	<u>\$ 62</u>	<u>\$ 50</u>	<u>\$ (12)</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 REGIONAL SURFACE TRANSPORTATION PROGRAM FUND
 JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Taxes and Assessments	\$ -	\$ -	\$ 298,181	\$ 298,181
Total revenues	<u>-</u>	<u>-</u>	<u>298,181</u>	<u>298,181</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>-</u>	<u>(300,000)</u>	<u>(298,181)</u>	<u>1,819</u>
Total other financing sources (uses)	<u>-</u>	<u>(300,000)</u>	<u>(298,181)</u>	<u>1,819</u>
Net change in Fund balance	-	(300,000)	-	300,000
Fund balance (deficit), July 1, 2014	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ (300,000)</u>	<u>\$ -</u>	<u>\$ 300,000</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
SMIP FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ -	\$ -	\$ 4	\$ 4
Licenses and permits	<u>250</u>	<u>250</u>	<u>512</u>	<u>262</u>
Total revenues	<u>250</u>	<u>250</u>	<u>516</u>	<u>266</u>
Net change in Fund balance	250	250	516	266
Fund balance (deficit), July 1, 2014	<u>1,387</u>	<u>1,387</u>	<u>1,387</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 1,637</u>	<u>\$ 1,637</u>	<u>\$ 1,903</u>	<u>\$ 266</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
POLICE DEPARTMENT SEIZURES FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Other revenues	\$ 500	\$ 500	\$ 361	\$ (139)
Total revenues	<u>500</u>	<u>500</u>	<u>361</u>	<u>(139)</u>
<u>EXPENDITURES:</u>				
Public Safety	-	-	1,095	(1,095)
Total Expenditures	<u>-</u>	<u>-</u>	<u>1,095</u>	<u>(1,095)</u>
Excess of revenue over (under) expenditures	<u>500</u>	<u>500</u>	<u>(734)</u>	<u>(1,234)</u>
Net change in Fund balance	500	500	(734)	(1,234)
Fund balance (deficit), July 1, 2014	<u>2,051</u>	<u>2,051</u>	<u>2,051</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 2,551</u>	<u>\$ 2,551</u>	<u>\$ 1,317</u>	<u>\$ (1,234)</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 DEPARTMENT OF JUSTICE LIVESCAN FEES FUND
 JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Charges for Services	\$ 10,000	\$ 10,000	\$ 2,131	\$ (7,869)
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>2,131</u>	<u>(7,869)</u>
<u>EXPENDITURES:</u>				
Public Safety	<u>10,000</u>	<u>10,000</u>	<u>2,131</u>	<u>7,869</u>
Total Expenditures	<u>10,000</u>	<u>10,000</u>	<u>2,131</u>	<u>7,869</u>
Excess of revenue over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 POLICE TRADING CARDS FUND
 JUNE 30, 2015

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
REVENUES:				
Use of money and property	\$ _____ -	\$ _____ -	\$ _____ 3	\$ _____ 3
Total revenues	_____ -	_____ -	_____ 3	_____ 3
Net change in Fund balance	-	-	3	3
Fund balance (deficit), July 1, 2014	_____ -	_____ -	_____ 1,756	_____ 1,756
Fund balance (deficit), June 30, 2015	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ 1,759</u>	<u>\$ _____ 1,759</u>

* The Town did not adopt a budget for the Police Trading Cards Fund for the year ended June 30, 2015.

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 GRANTS MISCELLANEOUS ONE TIME
 JUNE 30, 2015

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Other revenues	\$ -	\$ -	\$ 218,000	\$ (218,000)
Net change in Fund balance	-	-	218,000	(218,000)
Fund balance (deficit), July 1, 2014	-	-	-	-
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 218,000</u>	<u>\$ 218,000</u>

* The Town did not adopt a budget for the Grants Miscellaneous One Time Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CANINE PROTECT FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 40	\$ 40	\$ 10	\$ (30)
Other Revenues	<u>2,500</u>	<u>2,500</u>	<u>4,494</u>	<u>1,994</u>
Total revenues	<u>2,540</u>	<u>2,540</u>	<u>4,504</u>	<u>1,964</u>
<u>EXPENDITURES:</u>				
Public Safety	<u>3,300</u>	<u>3,300</u>	<u>24,519</u>	<u>(21,219)</u>
Total Expenditures	<u>3,300</u>	<u>3,300</u>	<u>24,519</u>	<u>(21,219)</u>
Excess of revenue over (under) expenditures	<u>(760)</u>	<u>(760)</u>	<u>(20,015)</u>	<u>(19,255)</u>
Net change in Fund balance	(760)	(760)	(20,015)	(19,255)
Fund balance (deficit), July 1, 2014	<u>25,611</u>	<u>25,611</u>	<u>25,611</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 24,851</u>	<u>\$ 24,851</u>	<u>\$ 5,596</u>	<u>\$ (19,255)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
FIRE FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ 10	\$ 10	\$ 9	\$ (1)
Total revenues	<u>10</u>	<u>11,416,701</u>	<u>9</u>	<u>(11,416,692)</u>
Net change in Fund balance	10	11,416,701	9	(11,416,692)
Fund balance (deficit), July 1, 2014	<u>6,205</u>	<u>6,205</u>	<u>6,205</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 6,215</u>	<u>\$ 11,422,906</u>	<u>\$ 6,214</u>	<u>\$ (11,416,692)</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
ANIMAL CONTROL FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ 75	\$ 75	\$ 92	\$ 17
Other Revenues	<u>5,000</u>	<u>5,000</u>	<u>3,027</u>	<u>(1,973)</u>
Total revenues	<u>5,075</u>	<u>5,075</u>	<u>3,119</u>	<u>(1,956)</u>
<u>EXPENDITURES:</u>				
Public Safety	<u>-</u>	<u>-</u>	<u>982</u>	<u>(982)</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>982</u>	<u>(982)</u>
Excess of revenue over (under) expenditures	<u>5,075</u>	<u>5,075</u>	<u>2,137</u>	<u>(2,938)</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	<u>(16,381)</u>	<u>(17,623)</u>	<u>-</u>	<u>17,623</u>
Total other financing sources (uses)	<u>(16,381)</u>	<u>(17,623)</u>	<u>-</u>	<u>17,623</u>
Net change in Fund balance	(11,306)	(12,548)	2,137	14,685
Fund balance (deficit), July 1, 2014	<u>58,106</u>	<u>58,106</u>	<u>58,106</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ 46,800</u>	<u>\$ 45,558</u>	<u>\$ 60,243</u>	<u>\$ 14,685</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 POLICE FUND
 JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Other Revenues	\$ -	\$ -	\$ 25	\$ 25
Total revenues	-	-	25	25
Net change in Fund balance	-	-	25	25
Fund balance (deficit), July 1, 2014	356	356	356	-
Fund balance (deficit), June 30, 2015	<u>\$ 356</u>	<u>\$ 356</u>	<u>\$ 381</u>	<u>\$ 25</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
SPECIAL PROJECTS DONATIONS FUND
JUNE 30, 2015

	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Charges for Services	\$ -	\$ -	\$ 27,593	\$ 27,593
Total revenues	-	-	27,593	27,593
<u>EXPENDITURES:</u>				
Capital Outlay	-	-	28,354	(28,354)
Total Expenditures	-	-	28,354	(28,354)
Excess of revenue over (under) expenditures	-	-	(761)	(761)
Net change in Fund balance	-	-	(761)	(761)
Fund balance (deficit), July 1, 2014	34	34	34	-
Fund balance (deficit), June 30, 2015	<u>\$ 34</u>	<u>\$ 34</u>	<u>\$ (727)</u>	<u>\$ (761)</u>

* The Town did not adopt a budget for the Special Projects Donation Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
MEMORIAL TRAILWAY
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ -	\$ -	\$ 5	\$ (5)
Other revenues	-	-	3,350	(3,350)
Total revenues	-	-	3,355	(3,355)
Net change in Fund balance	-	-	3,355	3,355
Fund balance (deficit), July 1, 2014	-	-	-	-
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,355</u>	<u>\$ 3,355</u>

* The Town did not adopt a budget for the Memorial Trailway Fund for the year ended June 30, 2015.

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 CAPITAL IMPROVEMENT FUND
 JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>EXPENDITURES:</u>				
Capital Outlay	\$ 1,579,058	\$ 1,579,058	\$ 1,524,298	\$ 54,760
Total expenditures	<u>1,579,058</u>	<u>1,579,058</u>	<u>1,524,298</u>	<u>54,760</u>
Excess of revenue over (under) expenditures	<u>(1,579,058)</u>	<u>(1,579,058)</u>	<u>(1,524,298)</u>	<u>54,760</u>
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers in	<u>1,579,058</u>	<u>1,579,058</u>	<u>1,524,298</u>	<u>(54,760)</u>
Total other financing sources (uses)	<u>1,579,058</u>	<u>1,579,058</u>	<u>1,524,298</u>	<u>(54,760)</u>
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
TRANSPORTATION CAPITAL PROJECTS FUND
JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Use of money and property	\$ _____ -	\$ _____ -	\$ _____ 89	\$ _____ 89
Total revenues	_____ -	_____ -	_____ 89	_____ 89
<u>OTHER FINANCING SOURCES (USES):</u>				
Transfers out	_____ -	_____ -	_____ -	_____ -
Total other financing sources (uses)	_____ -	_____ -	_____ -	_____ -
Net change in Fund balance	-	-	89	89
Fund balance (deficit), July 1, 2014	_____ -	_____ -	_____ -	_____ -
Prior period adjustmet	-	-	57,354	57,354
Fund balance (deficit), July 1, 2014 restated	_____ -	_____ -	_____ 57,354	_____ 57,354
Fund balance (deficit), June 30, 2015	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ 57,443</u>	<u>\$ _____ 57,443</u>

* The Town did not adopt a budget for the Transportation Capital Projects Fund for the year ended June 30, 2015.

TOWN OF PARADISE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET TO ACTUAL
CAPITAL LEASES FUND
JUNE 30, 2015

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
<u>REVENUES:</u>				
Use of money and property	\$ -	\$ -	\$ 30	\$ 30
Total revenues	-	-	30	30
<u>EXPENDITURES:</u>				
Capital outlay	90,476	78,152	78,152	-
Total Expenditures	90,476	78,152	78,152	-
Excess of revenue over (under) expenditures	(90,476)	(78,152)	(78,122)	30
<u>OTHER FINANCING SOURCES (USES):</u>				
Proceeds from the issuance of debt	90,476	90,476	84,337	(6,139)
Total other financing sources (uses)	90,476	90,476	84,337	(6,139)
Net change in Fund balance	-	12,324	6,215	(6,109)
Fund balance (deficit), July 1, 2014	-	-	4,405	4,405
Fund balance (deficit), June 30, 2015	<u>\$ -</u>	<u>\$ 12,324</u>	<u>\$ 10,620</u>	<u>\$ (1,704)</u>

TOWN OF PARADISE
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET TO ACTUAL
 WASTEWATER DESIGN ASSESSMENT DISTRICT FUND
 JUNE 30, 2015

<u>REVENUES:</u>	<u>Original Budget*</u>	<u>Final Budget*</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Other revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Total revenues	_____ -	_____ -	_____ -	_____ -
Net change in Fund balance	-	-	-	-
Fund balance (deficit), July 1, 2014	_____ 6,278	_____ 6,278	_____ 6,278	_____ -
Fund balance (deficit), June 30, 2015	\$ <u>_____ 6,278</u>	\$ <u>_____ 6,278</u>	\$ <u>_____ 6,278</u>	\$ <u>_____ -</u>

* The Town did not adopt a budget for the Wastewater Design Assessment District Fund for the year ended June 30, 2015.

TOWN OF PARADISE
PRIVATE-PURPOSE TRUST FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2015

	<u>General Trust</u>	<u>Successor RDA Fund</u>	<u>RDA Debt Service Obligation Retirement Fund</u>	<u>Totals</u>
<u>ASSETS</u>				
Cash and investments	\$ 2,350	\$ 188,169	\$ -	\$ 190,519
Restricted cash and investments with fiscal agents	-	372,976	-	372,976
Total assets	<u>2,350</u>	<u>561,145</u>	<u>-</u>	<u>563,495</u>
<u>LIABILITIES</u>				
Accounts payable	2,350	-	-	2,350
Accrued payroll payable	-	406	-	406
Interest payable	-	27,211	-	27,211
Long-term debt, due within one year	-	-	-	-
Long-term debt, due in more than one year	-	7,695,797	-	7,695,797
Total liabilities	<u>2,350</u>	<u>7,723,414</u>	<u>-</u>	<u>7,725,764</u>
<u>NET POSITION</u>				
Unrestricted	-	(7,162,269)	-	(7,162,269)
Total net position (deficit)	<u>\$ -</u>	<u>\$ (7,162,269)</u>	<u>\$ -</u>	<u>\$ (7,162,269)</u>

TOWN OF PARADISE
PRIVATE-PURPOSE TRUST FUNDS
COMBINING STATEMENT OF CHANGES IN NET POSITION
JUNE 30, 2015

	<u>General Trust</u>	<u>Successor RDA Fund</u>	<u>RDA Debt Service Obligation Retirement Fund</u>	<u>Totals</u>
<u>ADDITIONS</u>				
Taxes and assessments	\$ -	\$ -	\$ 362,586	\$ 362,586
Investment revenue	-	383	-	383
Interfund transfer in	-	362,586	-	362,586
Total additions	-	362,969	362,586	725,555
<u>DEDUCTIONS</u>				
Administrative expenses	-	11,627	-	11,627
Interest expense	-	339,438	-	339,438
Interfund transfer out	-	-	362,586	362,586
Total deductions	-	351,065	362,586	713,651
Change in Net position	-	11,904	-	11,904
Net position - July 1, 2014	-	(7,174,173)	-	(7,174,173)
Net position (deficit) - June 30, 2015	\$ -	\$ (7,162,269)	\$ -	\$ (7,162,269)

TOWN OF PARADISE
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2015

	<u>Employee BankFund</u>	<u>Police Department Found Money Fund</u>	<u>Total</u>
<u>ASSETS</u>			
Cash and investments	\$ <u>435</u>	\$ <u>5,513</u>	\$ <u>5,948</u>
Total assets	\$ <u>435</u>	\$ <u>5,513</u>	\$ <u>5,948</u>
<u>LIABILITIES</u>			
Due to others	\$ <u>435</u>	\$ <u>5,513</u>	\$ <u>5,948</u>
Total liabilities	\$ <u><u>435</u></u>	\$ <u><u>5,513</u></u>	\$ <u><u>5,948</u></u>

TOWN OF PARADISE
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
JUNE 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
EMPLOYEE BANK FUND				
ASSETS				
Cash and investments	\$ 340	\$ 95	\$ -	\$ 435
Total Assets	<u>\$ 340</u>	<u>\$ 95</u>	<u>\$ -</u>	<u>\$ 435</u>
LIABILITIES				
Due to others	\$ 340	\$ 95	\$ -	\$ 435
Total liabilities	<u>\$ 340</u>	<u>\$ 95</u>	<u>\$ -</u>	<u>\$ 435</u>
POLICE DEPARTMENT FOUND				
MONEY FUND				
ASSETS				
Cash and investments	\$ 4,630	\$ 889	\$ (6)	\$ 5,513
Total assets	<u>\$ 4,630</u>	<u>\$ 889</u>	<u>\$ (6)</u>	<u>\$ 5,513</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Due to others	<u>4,630</u>	<u>883</u>	<u>-</u>	<u>5,513</u>
Total liabilities	<u>\$ 4,630</u>	<u>\$ 883</u>	<u>\$ -</u>	<u>\$ 5,513</u>



**TOWN OF PARADISE
Council Agenda Summary
Date: February 9, 2016**

Agenda No. 2 (e)

ORIGINATED BY: Marc Mattox, Public Works Director / Town Engineer

REVIEWED BY: Lauren Gill, Town Manager

SUBJECT: 6148 Skyway Purchase & Sale Agreement

COUNCIL ACTION REQUESTED:

1. Adopt a resolution of the Town Council of the Town of Paradise authorizing the Town Manager to execute an agreement to purchase real property from Moller Investment Group, Inc. relating to 6148 Skyway, Paradise, California.

Background:

Moller Investment Group, Inc. is the current property owner for 6148 Skyway, Paradise, Butte County, CA. The subject property consists of 0.16 acres (6,970 square feet), and its topography is level. It is an irregularly shaped parcel located on the corner of Foster Road and Skyway. The subject property is a vacant lot. This property was an old gas station. The Central Valley Regional Water Quality Control Board has issued a No Further Action Required letter for this property. The No Further Action Required letter would be most likely sufficient for this site to be developed, but due to its size, it would be very difficult to install an engineered septic system. A more typical septic system is not possible due to the subject's prior site work. Fill soil was used as part of the gas tank removal process. No septic system can be installed where fill soil has been used. This would make developing this site very difficult for anything other than a parking lot, park, etc.

6148 Skyway has been for sale by Moller Investment Group, Inc. for at least the previous twelve months with no activity or interested buyers.

Analysis:

The Town of Paradise Public Works Department proposes to acquire 6148 Skyway for the long term betterment of the downtown corridor. As indicated by a November 2015 appraisal procured by the owner, the highest and best use for the property is a parking lot or park. The current appraisal for the subject property is \$13,000.

The Public Works Department proposes the property be used for a future project which would incorporate alternative transportation and public transit uses. Prior to any development of 6148 Skyway, the Town will require compliance with California Environmental Quality Act.

Financial Impact:

The Town of Paradise Public Works proposes to utilize \$13,000 in unallocated gas tax reserves for the property purchase, in compliance with Chapter 3. Highway Users Tax Account - California Streets and Highways Code Section 2101. There are sufficient funds in this account for this purchase.

**TOWN OF PARADISE
RESOLUTION NO. 16-__**

**A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF
PARADISE AUTHORIZING THE TOWN MANAGER TO EXECUTE AN
AGREEMENT TO PURCHASE REAL PROPERTY FROM
MOLLER INVESTMENT GROUP, INC.**

WHEREAS, the Town of Paradise and Moller Investment Group, Inc. have agreed on the purchase price and terms to an agreement concerning real property at 6148 Skyway, Paradise, California.

NOW, THEREFORE, BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF PARADISE AS FOLLOWS:

Section 1. The Town Manager is authorized to execute an agreement with Moller Investment Group, Inc. relating to the purchase of the real property located at 6148 Skyway, Paradise, California.

Section 2. Prior to the development of the property at 6148 Skyway, Paradise, California, the Town shall require compliance with the California Environmental Quality Act (CEQA)

PASSED AND ADOPTED by the Town Council of the Town of Paradise on this 9th day of February, 2016, by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

By: _____
Jody Jones, Mayor

ATTEST:

Joanna Gutierrez, CMC, Town Clerk

APPROVED AS TO FORM:

Dwight L. Moore, Town Attorney

AGREEMENT OF PURCHASE AND SALE

This Agreement of Purchase and Sale ("Agreement"), dated for reference purposes as of January 21, 2016, is entered into by and between TOWN OF PARADISE, a California municipal corporation, or nominee ("Buyer"), and MOLLER INVESTMENT GROUP, INC., a California corporation ("Seller").

Recitals

A. Seller is the owner of that certain real property located in the Town of Paradise, County of Butte, State of California, commonly known as 6148 Skyway ("Property"), more particularly described in Exhibit "A", attached hereto and incorporated herein by reference.

B. The term Property as used in this Agreement shall include all rights, privileges, easements and appurtenances owned by Seller benefiting the Property, including, without limitation, all mineral and water rights and all easements, rights-of-way and other appurtenances used in or connected with the beneficial use of the Property.

C. Buyer desires to purchase and Seller desires to sell the Property upon the terms and conditions set forth in this Agreement.

NOW, THEREFORE, in consideration of the foregoing and the mutual covenants contained herein, the parties agree as follows:

Agreement

1. Purchase and Sale. Seller agrees to sell and convey to Buyer, and Buyer agrees to purchase from Seller, the Property on the terms and subject to the conditions set forth in this Agreement. For the purposes of this Agreement, the date which the last party executes this Agreement shall hereinafter be referred to as the "Effective Date."

2. Purchase Price. The purchase price (the "Purchase Price") for the Property shall be Thirteen Thousand Dollars (\$13,000.00).

3. Payment of the Purchase Price. The Purchase Price shall be payable by Buyer as follows:

(a) Initial Deposit. Within five (5) business days following the Effective Date, Buyer shall deposit the amount of Five Thousand Dollars (\$5,000) ("Initial Deposit") with Mid Valley Title and Escrow Company ("Escrow Holder"), which amount shall be refundable to Buyer during the Contingency Period (as defined below) except that the Initial Deposit shall become non-refundable to Buyer pursuant to the terms of 3(a)(i) below. In all instances, the Initial Deposit shall apply to the Purchase Price and shall be refundable to Buyer in the event of default of Seller.

(i) At the expiration of the Contingency Period, the Initial Deposit shall

become non-refundable to Buyer and shall be applicable to the Purchase Price at Close of Escrow. In the event of Seller's default, however, the Initial Deposit shall be returned to Buyer.

(b) At the Close of Escrow, the Initial Deposit, all additional deposits, and all other amounts deposited into Escrow by Buyer in partial payment of the Purchase Price, plus the interest accrued thereon if any, (collectively, "Deposit"), shall be credited against the Purchase Price, or in the event of Buyer's default, shall be paid to Seller as liquidated damages as provided in Section 16 below, or in the event of Seller's default, returned to Buyer.

(c) Balance of Purchase Price. On or before the Close of Escrow, Buyer shall deposit with Escrow Holder the balance of the Purchase Price, in immediately available funds, which shall be paid to Seller at Close of Escrow.

4. Escrow.

(a) Opening of Escrow. On or before the fifth (5th) business day following the Effective Date, Buyer shall open an escrow ("Escrow") with Escrow Holder. Buyer and Seller agree to execute and deliver to Escrow Holder, in a timely manner, all escrow instructions necessary to consummate the transaction contemplated by this Agreement. Any such supplemental instructions shall not conflict with, amend or supersede any portion of this Agreement. If there is any inconsistency between such supplemental instructions and this Agreement, this Agreement shall control, unless otherwise agreed in writing by Buyer and Seller.

(b) Close of Escrow. For purposes of this Agreement, "Close of Escrow" shall be defined as the date that the Grant Deed (as hereinafter defined) is recorded in the Official Records of Butte County, California. The Close of Escrow for the Property shall occur on or before thirty (30) days following the expiration or satisfaction of the Contingency Period (as hereinafter defined), or prior to expiration of Buyer's IRC 1031 Exchange, whichever occurs later.

5. Conditions of Title. The Property shall be conveyed to Buyer by Seller by Grant Deed, in the form customarily used by Escrow Holder in Butte County ("Grant Deed"), free and clear of all tenancies, possessory interests, monetary liens and other encumbrances of any kind or nature and subject only to (a) a lien to secure payment of real estate taxes and assessments not delinquent; (b) and all other title matters affecting the Property created by or with the written consent of Buyer; and (c) exceptions to title approved and/or accepted by Buyer in accordance with this Agreement (collectively, "Approved Conditions of Title").

6. Environmental: Buyer and Seller acknowledge that the Property was historically used as a gas station and related uses. There is an ongoing cleanup of environmental conditions at the Property by an unrelated predecessor to Seller. Other than as explicitly set forth herein, Seller makes no representations, warranties, guarantees, or promises of any kind regarding the Property or the suitability thereof for Buyer's use, either express or implied. Buyer shall be responsible for its own investigation of the Property without any reliance whatsoever upon Seller. Buyer shall accept the Property in its AS-IS, WHERE-IS condition on the Closing Date

without any representations or warranties of any kind or nature whatsoever by Seller as to their condition or as to the use or occupancy which may be made thereof. Buyer assumes the sole responsibility for ensuring that the conditions in, on, under, and around the Property are compatible with the use contemplated by Buyer.

BUYER HEREBY RELEASES, DISCHARGES AND COVENANTS NOT TO SUE SELLER AND IT PREDECESSORS, SUCCESSORS-IN-INTEREST, AFFILIATES, OFFICERS, DIRECTORS, SHAREHOLDERS, EMPLOYEES, AGENTS, REPRESENTATIVES, ASSIGNS, ATTORNEYS, AND INSURERS, PAST AND PRESENT WITH RESPECT TO CLAIMS, LOSSES, OBLIGATIONS, DEMANDS, DEBTS, DAMAGES FOR THE DIMINUTION-IN-VALUE, STIGMA, PROPERTY DAMAGE, RESTORATION COSTS, DEVELOPMENT COSTS, LOST ENJOYMENT OR USE, LOST PROFITS, NATURAL RESOURCE DAMAGES, AND PUNITIVE OR EXEMPLARY DAMAGES, THAT ARISE FROM, ARE CONNECTED WITH, OR ARE IN ANY WAY RELATED TO, DIRECTLY OR INDIRECTLY, THE ENVIRONMENTAL CONDITION OF THE PROPERTY.

7. Buyer's Conditions to Close of Escrow.

(a) Contingency Period: Buyer's obligation to consummate the acquisition of the Property shall be subject to the satisfaction of the following conditions (or Buyer's waiver thereof) within sixty (60) days after the Effective Date (the "Contingency Period"), which are for Buyer's sole benefit:

(i) Title. Buyer shall have the right to approve any and all matters and exceptions to title of the Property, including the legal description and those exceptions disclosed by the following documents and instruments (collectively, "Title Documents"): (A) a Preliminary Report ("Preliminary Report") issued by Escrow Holder with respect to the Property and all matters referenced therein; and (B) legible copies of all documents, whether recorded or unrecorded, referred to in such Preliminary Report. Buyer shall request Escrow Holder to deliver the Title Documents to Buyer after Seller's execution of this Agreement. Buyer shall, on or before ten (10) days following the receipt of the Title Documents from Exchange Holder or ten (10) days after the Effective Date, whichever is later, give Seller and Escrow Holder written notice ("Buyer's Title Notice") of Buyer's approval or disapproval, which shall be made in Buyer's sole and absolute discretion, of the legal description and every item or exception disclosed by the Title Documents. In the event that Buyer's Title Notice disapproves of any matter of title shown in the Title Documents, Seller shall, within ten (10) calendar days after Buyer's Title Notice is received by Seller, give Buyer written notice ("Seller's Title Notice") of those disapproved title matters, if any, which Seller is unwilling or unable after reasonable and good faith efforts to have eliminated from title to the Property by Close of Escrow. In the event that Seller is unable or unwilling to remove all of the title matters objected to by Buyer in Buyer's Title Notice, Buyer shall have five (5) calendar days from receipt of Seller's Title Notice to notify Seller in writing that either: (i) Buyer is willing to purchase the Property subject to such disapproved exceptions without recourse against Seller; or (ii) Buyer elects to cancel this transaction. In the event this Agreement is canceled pursuant to this Section, except as otherwise provided in this Agreement, the parties shall have no further obligations under this Agreement.

(ii) Survey. Buyer's review and approval of a current ALTA survey of the Property (the "Survey"), certified by a duly licensed surveyor or surveyors showing all physical conditions affecting the Property, sufficient deletion of the survey exceptions from the required title insurance policy and otherwise acceptable to Buyer. Buyer shall obtain the Survey at Buyer's sole cost and expense.

(iii) Inspections. Buyer shall have the right to review and approve the documentation, and conduct any and all inspections, investigations, tests and studies (including, without limitation, investigations with regard to zoning, building codes and other governmental regulations, architectural inspections, engineering tests, economic feasibility studies, soils, seismic and geologic reports and environmental testing) with respect to the Property as Buyer may elect to make or maintain. Buyer's review and approval of evidence satisfactory to Buyer and its legal counsel that the Property complies with all applicable zoning, subdivision, land use, redevelopment, energy, environmental, building and other governmental requirements applicable to the use, maintenance and occupancy of the Property. Buyer's review and approval of all documents evidencing or securing the existing encumbrances, all service contracts, insurance policies, warranties, and other agreements, reports studies, inspection or investigations of the Property, and any other contracts or document of significance to the property. Satisfactory confirmation that no condemnation proceeding is threatened or commenced with respect to the Property. Within fifteen (15) days of the Effective Date, Seller shall provide Buyer true and correct copies of all existing documents requested by Buyer regarding the Property that are in Seller's possession or under its control including the Documents and Materials (defined below). Between the Effective Date and the Close of Escrow, Buyer, its agents, contractors and subcontractors shall have the right to enter upon the Property at reasonable times during ordinary business hours to make any and all inspections and tests as may be necessary or desirable in Buyer's sole judgment and discretion, provided that Buyer's entry onto the Property shall not materially impair Seller's business activities on the Property. Buyer shall indemnify, defend and hold Seller and the Property harmless from any and all damages, claims, liabilities expenses (including reasonable attorneys' fees) arising out of or as a result of Buyer's, its agents, contractors and/or subcontractors in the event of damages caused to the Property as a result of Buyer's inspections. Buyer shall restore the Property to its original condition; provided, however, that Buyer shall not be responsible for any pre-existing conditions affecting the Property. Buyer shall promptly pay all costs, fees and expenses incurred as a result of or associated with such inspection work done or caused to be done by it on the Property as permitted by this Section. Buyer shall keep the Property free from any and all mechanics' or similar liens or charges resulting from such inspection work. Prior to accessing the Property, Buyer shall provide Seller with proof of liability insurance or self-insurance by Buyer, or Buyer's contractors, with limits not less than \$1,000,000.00, and any contractor or subcontractor of Buyer shall provide Seller with evidence of workers' compensation insurance.

(iv) Zoning and Governmental Approvals. Buyer's ability to use the Property for Buyer's intended use in compliance with all applicable zoning laws and ordinances, including use, height, density, set back and parking requirements and Buyer's ability to obtain all approvals and permits desired by Buyer or required by governmental authorities for Buyer's proposed development. The obligation of Buyer to purchase the Property is conditioned upon Buyer's acceptance, in its sole discretion, of all conditions of approval and other requirements imposed in connection with any such permit or approval Buyer agrees to use diligent efforts to

timely obtain such approvals and permits. Seller shall in good faith cooperate with Buyer in satisfying this condition, including the execution of any and all documents required to be executed by governmental authorities; provided, however, that Buyer shall pay all costs or applications and Seller shall not be required to, nor shall Seller, incur any debts, costs or liens upon the Property.

(v) Condemnation. Satisfactory confirmation that no condemnation proceeding is threatened or commenced with respect to the Property.

(vi) Litigation List. Buyer's review and approval of all actions, suits and legal or administrative proceedings the Property.

(vii) Documents and Materials. Buyer's receipt, review and approval of all Documents and Materials (as defined in Section 13 hereof) and Buyer's review and approval of all matters reflected in or referred to in the Documents and Materials, in Buyer's sole discretion.

(b) On or before the expiration of the Contingency Period, Buyer shall deliver to Seller and Escrow Holder written notice of its approval or disapproval of the contingencies detailed in Section 7(a), which shall be made in Buyer's sole and absolute discretion, of the Property and the conditions set forth herein. The failure of Buyer to deliver such notice prior to the expiration of the Contingency Period shall be deemed to constitute Buyer's approval of said condition(s). In the event Buyer disapproves of all or any of the conditions prior to the expiration of the Contingency Period, this Agreement shall automatically terminate without recourse against Seller, in which case, except as otherwise provided in this Agreement, the parties shall have no further obligations under this Agreement, and the Initial Deposit and all other monies delivered to Escrow Holder by Buyer, excluding any amounts that have as of that date become non-refundable under this Agreement, shall be immediately returned to Buyer without offset or deduction, and Buyer shall deliver copies to Seller of all tests, studies and inspections it caused to be prepared pursuant to this Section without representation or warranty. Buyer agrees that it will not disclose the contents of any environmental test of the Property to any third party, excepting Seller, unless otherwise required pursuant to applicable laws, statutes, and ordinances.

8. Conditions. Buyer's obligation to consummate the acquisition of the Property shall be further subject to the satisfaction of the following conditions:

(a) Title Insurance. At Close of Escrow, Title Company shall have issued or shall have committed to issue the Title Policy (as hereinafter defined) to Buyer.

(b) Seller's Obligations. As of the Close of Escrow, Seller shall have performed all of the obligations required to be performed by Seller under this Agreement.

(c) Seller's Representations. All representations and warranties made by Seller to Buyer in this Agreement shall be true and correct as of the Close of Escrow.

(d) Tenancies and Possessory Interests. Seller shall deliver the Property free and clear of all tenancies and possessory interests.

9. Natural Hazards Disclosures. Prior to the end of the Contingency Period, Seller will cause to be delivered to Buyer, all natural hazards disclosures as required by law.

10. Issuance of Title Insurance. At the Close of Escrow, Buyer shall cause Escrow Holder's title insurer ("Title Company") to issue to Buyer its standard form American Land Title Association ("ALTA") Owner's Policy of Title Insurance, or any endorsements, showing fee title to the Property, vested in Buyer subject only to the Approved Conditions of Title ("Title Policy"). The Title Policy shall be issued with liability in an amount equal to the Purchase Price. Buyer shall pay the premium cost of the ALTA Title Policy.

11. Costs and Expenses. All State and County transfer taxes and fees and recording costs and fees shall be paid by Seller. Any City transfer taxes shall be paid by Buyer. All costs, fees and expenses associated with repayment of existing loan(s) or other encumbrances on the Property shall be paid by Seller. Buyer and Seller shall each pay their respective legal and professional fees and fees of other consultants incurred with regard to this transaction. Any other closing costs not specified herein shall be divided between Buyer and Seller according to local custom.

12. Prorations.

(a) Taxes/Assessments. All non-delinquent real estate taxes, assessments and bonds on the Property shall be prorated as of 11:59 p.m. on the day prior to the Close of Escrow based on the actual current tax bill, but if such tax bill has not yet been received by Seller by the Close of Escrow, then the current year's taxes shall be deemed to be one hundred two percent (102%) of the amount of the previous year's tax bill for the Property. All delinquent taxes and all assessments, if any, on the Property shall be paid at the Close of Escrow from funds accruing to Seller. All supplemental taxes billed after the Close of Escrow for periods prior to the Close of Escrow shall be paid promptly by Seller to Buyer in immediately available funds. All supplemental tax bills resulting from the reassessment of the Property caused by the sale to Buyer will be paid by Buyer.

13. Review of Documents and Materials. Within fifteen (15) business days after the Effective Date, Seller shall provide to Buyer copies of documents and materials relevant to the Property as described below (collectively "Documents and Materials"). The Documents and Materials shall be provided without any representation or warranty, except, however, that Seller represents and warrants to and that Seller has no knowledge that the Documents and Materials are materially false and misleading:

(a) Licenses. Any and all licenses, permits and agreements affecting or relating to the ownership, subdivision, possession or development of the Property.

(b) Governmental Correspondence. Copies of all applications and correspondence or other written communications to or from any governmental or quasi-governmental entity, department or agency, or utility service provider regarding any permit, approval, consent or authorization with respect to the development of the Property.

(c) Surveys. Copies of the most recent survey(s), if any, pertaining to the Property or any portion thereof.

(d) Maps. Any and all tentative, parcel and/or final maps, which includes development plans, site plans, specifications or any other governmental approvals or processed documents relating to the subdivision or development of the Property.

(e) Plans. Any subdivision improvement plans, grading plans, and engineering documents relating to the Property.

(f) Reports. Any and all reports, projections, studies or other documents or written information pertaining to the Property, which includes, but is not limited to, environmental impact reports affecting the Property.

(g) Tax Statements. Any and all property tax statements pertaining to the Property for the past three (3) years.

(h) Studies. Any and all soils reports, engineering data, environmental reports and any other data or studies pertaining to the Property or any portion thereof.

(i) Litigation Materials. All materials related to pending or threatened litigation, or litigation that was pending or threatened during the period of Seller's ownership of the Property, involving the Property or the Seller on account of its ownership of the Property, including correspondence, complaints, court orders, settlements, and judgments. Litigation materials referenced herein shall include any materials related to actual or threatened condemnation proceedings as to all or a portion of the Property.

(j) Leases. Copies of all leases (and any modifications or amendments to them) with all tenants of the Property, and any correspondence related to the leases.

14. Seller's Representations and Warranties. In consideration of Buyer entering into this Agreement, Seller makes the representations and warranties set forth in this Section. Seller acknowledges that such representations and warranties are material and are being relied upon by Buyer in determining whether to acquire the Property (the continued truth and accuracy of which shall constitute a condition precedent to Buyer's obligations hereunder). To the extent that Seller becomes aware of any conflict with the representations and warranties set forth herein after the Effective Date and prior to the Close of Escrow, Seller shall provide Buyer with written notice thereof, in which case Buyer, within ten (10) calendar days following receipt of such notice, shall have the right to either (i) terminate this Agreement, in which case the provisions of Sections 7(c) regarding termination and refund of deposits shall apply, or (ii) proceed with the transaction described herein, waiving such inconsistent representation(s) and warranty(ies). In the event Buyer becomes aware of any such conflict prior to the Close of Escrow by way of written notice delivered to Buyer by Seller, and thereafter completes the transaction described hereby, Buyer shall be deemed to have proceeded in accordance with subsection (ii) above. The representations and warranties of Seller set forth in this Section 14 shall survive the Close of Escrow in accordance with Section 24(c) of this Agreement. Other than as explicitly set forth herein, Seller makes no representations, warranties, guarantees, or promises of any kind regarding the Property or the suitability thereof for Buyer's use, either express or implied. Buyer shall be responsible for its own investigation of the Property without any reliance whatsoever upon Seller, except as explicitly set forth herein. Buyer shall accept the Property in its condition on the Closing Date without any representations or warranties of any kind or nature whatsoever

by Seller as to the condition or as to the use or occupancy which may be made thereof. Buyer assumes the sole responsibility for ensuring that the conditions in, on, under, and around the Property are compatible with the use contemplated by Buyer. Other than as explicitly set forth herein, as of the Close of Escrow Buyer shall purchase the property “AS IS, WHERE IS and WITH ALL FAULTS”.

(a) Seller's Authority. Seller, and each person executing this Agreement on behalf of Seller, has the legal power, right and authority to enter into this Agreement and the instruments referenced herein, and to consummate the transactions contemplated hereby in the execution, delivery and performance of this Agreement has been duly authorized and no other action by Seller is requisite to the valid and binding execution, delivery and performance of this Agreement.

(b) Proceedings. Except as disclosed herein above, as of the Close of Escrow, to the best of Seller's knowledge, there are no actions, suits, proceedings or governmental investigations pending against the Property, in law or equity, and Seller has not received notice threatening any action, suit, proceeding or governmental investigations against the Property, in law or in equity.

(c) Compliance with Laws. As of the Close of Escrow, Seller has received no notice and, to Seller's knowledge (without the duty of investigation or inquiry by Seller), there are no violations of any applicable law, ordinance, rule, regulation or requirement of any governmental agency, body or subdivision affecting or relating to the Property, including, without limitation, any subdivision, building, use or environmental law, ordinance, rule, requirement or regulation.

(d) Condemnation. As of the Close of Escrow, to Seller's knowledge, there are no pending proceedings in eminent domain or otherwise which would affect the Property or any other portion thereof and Seller has not received written notice, or become knowledgeable, of any threatened proceedings in eminent domain or otherwise which would affect the Property or any other portion thereof.

(e) No Prior Transfers. As of the Close of Escrow, Seller has not previously sold, transferred or conveyed the Property and Seller has not entered into any executory contracts for the sale of the Property (other than this Agreement), nor does there exist any rights of first refusal or options to purchase the Property.

(f) Broker. As of the Close of Escrow, Seller has not engaged or dealt with any broker, finder or similar agent in connection with the transaction contemplated by this Agreement.

(g) Documents and Materials. To Seller's knowledge, Seller has delivered to Buyer all documents and materials requested by Buyer including the Documents and Materials described in Section 13.

15. Buyer's Representations and Warranties. In consideration of the Seller entering into this Agreement and as an inducement to Seller to sell the Property to Buyer, Buyer makes the following representations and warranties, each of which is material and is being relied

upon by Seller (the continued truth and accuracy of which shall constitute a condition precedent to Seller's obligations hereunder).

(a) Buyer's Authority. Buyer and each person executing this Agreement on behalf of Buyer, has the legal right, power and authority to enter into this Agreement and to consummate the transactions contemplated hereby, in the execution, delivery and performance of this Agreement has been duly authorized and no other action by Buyer is requisite to the valid and binding execution, delivery and performance of this Agreement.

(b) No Breach. The execution and delivery of this Agreement and each agreement and instrument delivered or to be delivered pursuant to this Agreement by Buyer, and the consummation of the transactions and the compliance by Buyer with any of the provisions does not and will not violate, or conflict with, or result in a breach of any provisions of, or constitute a default (or an event which, with notice or lapse of time or both, would constitute a default) under, or result in the termination of, or accelerate the performance required under, any of the terms, conditions or provisions of the certificate of incorporation or by-laws of Buyer, or to Buyer's actual knowledge, without any independent investigation, violate any order, injunction, statute, rule or regulation.

(c) Actions and Proceedings. No action, suit, proceeding or claim is pending or threatened seeking to restrain or prohibit this Agreement.

(d) Brokers. As of the Close of Escrow, except for the Broker described in Section 22, Buyer has not engaged or dealt with any broker, finder or similar agent in connection with the transaction contemplated by this Agreement.

16. Liquidated Damages. BUYER RECOGNIZES THAT THE PROPERTY WILL BE REMOVED BY THE SELLER FROM THE MARKET DURING THE EXISTENCE OF THIS AGREEMENT, AND THAT IF THE TRANSACTION CONTEMPLATED BY THIS DOCUMENT IS NOT CONSUMMATED BECAUSE OF BUYER'S DEFAULT, IT WOULD BE EXTREMELY DIFFICULT AND IMPRACTICAL TO ASCERTAIN THE EXTENT OF THE DETRIMENT TO SELLER. THE PARTIES HAVE DETERMINED AND AGREED THAT THE ACTUAL AMOUNT OF DAMAGES THAT WOULD BE SUFFERED BY SELLER AS A RESULT OF ANY SUCH DEFAULT IS DIFFICULT OR IMPRACTICABLE TO DETERMINE AS OF THE DATE OF THIS AGREEMENT AND THAT THE AMOUNT OF THE DEPOSIT IS A REASONABLE ESTIMATE OF THE AMOUNT OF SUCH DAMAGES. FOR THESE REASONS, THE PARTIES AGREE THAT IF THE PURCHASE AND SALE IS NOT CONSUMMATED BECAUSE OF BUYER'S DEFAULT, SELLER SHALL BE ENTITLED TO RETAIN THE INITIAL DEPOSIT AS LIQUIDATED DAMAGES. SELLER AGREES THAT THESE LIQUIDATED DAMAGES SHALL BE IN LIEU OF ANY OTHER MONETARY RELIEF OR OTHER REMEDY INCLUDING, WITHOUT LIMITATION, SPECIFIC PERFORMANCE, TO WHICH SELLER MIGHT OTHERWISE BE ENTITLED UNDER THIS AGREEMENT, AT LAW OR IN EQUITY, AND SHALL BE SELLER'S SOLE AND EXCLUSIVE RIGHT AND REMEDY. NOTHING CONTAINED HEREIN SHALL IN ANY MANNER LIMIT THE AMOUNT OF DAMAGES OBTAINABLE PURSUANT TO AN ACTION UNDER ANY HOLD HARMLESS OR

INDEMNIFICATION PROVISION HEREOF OR ATTORNEYS' FEES RECOVERABLE PURSUANT TO THIS AGREEMENT.

Seller: _____

Buyer: _____

17. Seller's Default. If the purchase and sale is not consummated because of Seller's default, Buyer may, at Buyer's option, either (i) terminate this Agreement by written notice forwarded to Seller and Escrow Officer, in which event the Deposit shall be returned to Buyer, or (ii) in the alternative, Buyer may elect to enforce, by an action for specific performance of this Agreement, but without any other recourse against Seller for any damages, costs, or liabilities.

18. Covenants of Seller. Seller hereby covenants with Buyer as follows that from the Effective Date through the Closing of Escrow or termination of this Agreement, that:

(a) Seller shall not (i) amend or waive any right related to the Property or (ii) create any new encumbrances or enter into any lease or other agreement of any type affecting the Property that would survive the Close of Escrow, without Buyer's prior written consent in each instance.

(b) Seller, at its sole cost and expense, will operate and use the Property in substantially the same manner as it has operated the Property before the Effective Date and will not change the use thereof, and will not make any material or permanent alterations or modifications to the Property without Buyer's prior written consent.

(c) Buyer and Buyer's representatives, agents, and designees shall have the right at all reasonable times until Close of Escrow to enter the Property as provided in Section 7(a)(iii).

(d) Seller shall promptly notify Buyer of any material change in any condition with respect to the Property or of any material event or circumstance that makes any representation or warranty of Seller under this Agreement untrue or misleading.

(e) Seller will cooperate in good faith with Buyer's efforts to obtain permits and approvals regarding Buyer's proposed development of the Property and adjacent property, including but not limited to Seller's execution of any and all documents required to be executed by governmental authorities; provided, however, that Buyer shall pay all costs or applications and Seller shall not be required to, nor shall Seller, incur any debts, costs or liens upon the Property. In the event the transaction contemplated herein is not consummated, any applications, permits and approvals obtained by Buyer will inure to Seller without representation or warranty from Buyer, unless the transaction is not consummated due to the default of Seller. In the event the transaction contemplated herein is not consummated, Buyer shall provide copies to Seller of all tests, reports, surveys, studies and inspections Buyer caused to be prepared for the Property pursuant to this Agreement without representation or warranty from Buyer, unless the transaction is not consummated due to the default of Seller.

19. Tax Deferred Exchange. This is the completion of a tax-deferred exchange by Buyer. Buyer and Seller agree to reasonably cooperate with the other in connection with such

exchange including, without limitation, the execution of such documents as may reasonably be necessary to effectuate the same. Such obligations shall, however, be subject to the following conditions:

(a) The party not initiating the exchange shall not be obligated to delay the close of either escrow;

(b) All additional costs in connection with the exchange shall be borne by the party initiating the exchange;

(c) The party not initiating the exchange shall not be obligated to take title to any property in connection with any such exchange (other than Buyer's rights to acquire title to the Property, as provided herein) or to execute any note, contract or other document providing for (or to otherwise incur) any personal liability whatsoever; and

(d) The party initiating the exchange shall indemnify and hold the other party harmless from and against any and all claims, demands, liabilities, costs, expenses, damages and losses (including, without limitation, attorneys' fees and costs) in any way arising out of or in connection with or resulting from the indemnified party's participation in any such exchange. The indemnification obligations hereunder shall survive the termination of this Agreement or the close of escrow and delivery of the grant deed.

20. Damage or Condemnation Prior to Closing. Seller shall promptly notify Buyer of any damage or casualty to the Property or any condemnation proceeding commenced prior to the Close of Escrow. If any such casualty, damage or proceeding relates to or may result in the loss of any material portion of the Property, Buyer may elect either to (i) terminate this Agreement, in which event all funds deposited into Escrow by Buyer which are held by Escrow Holder or have been released from Escrow shall be returned to Buyer and neither party shall have any further rights or obligations hereunder, or (ii) continue the Agreement in effect, in which event, upon the Close of Escrow, Buyer shall be entitled to any compensation, award, or other payments or relief resulting from such casualty or condemnation proceedings and the Purchase Price shall be reduced by the amount of any insurance deductible, if any, paid by Buyer.

21. Notices. All notices or other communications required or permitted hereunder shall be in writing, and shall be personally delivered or sent by registered or certified mail, postage prepaid, return receipt requested, or sent by electronic facsimile or sent by nationally recognized overnight delivery service and shall be deemed given and received upon the earlier of (i) if personally delivered, the date of delivery to the person to receive such notice, (ii) if mailed, on the date of posting by the United States Post Office, (iii) if given by electronic facsimile, when received by the other party, or (iv) if sent via overnight delivery service for next day delivery, on the date deposited with the overnight service for delivery.

TO BUYER: Town of Paradise
 5555 Skyway
 Paradise, CA
 Telephone: (530) 872-6291

TO SELLER: Shell Demery
Moller Investment Group, Inc.
6591 Collins Drive, Suite E-11
Moorpark, CA 93021
Telephone: (805) 299-8200

TO ESCROW
HOLDER: Mid Valley Title & Escrow Company
7048 Skyway
Paradise, CA 95969

Notice of change of address shall be given by written notice in the manner described in this Paragraph.

22. Brokers. Buyer and Seller represent and warrant that neither party has engaged, dealt with or consulted any broker in connection with the transaction contemplated by this Agreement. If any other claim for brokers' fees or commissions or finders' fees or commissions or similar claims are made related to the consummation of this Agreement arise, then Buyer hereby agrees to indemnify, hold harmless and defend Seller from and against such claims if they shall be based upon any statement, representation, or agreement by Buyer, and Seller hereby agrees to indemnify, hold harmless and defend Buyer if such claims shall be based upon any statement, representation or agreement made by Seller.

23. Assignment or Subsequent Transfers. Buyer may assign, transfer or convey its rights and/or obligations under this Agreement, without the prior written approval of Seller; Provided, however, that any such assignment shall not release Buyer of its obligations under this Agreement and, after such assignment, both the Buyer and the assignee shall be jointly and severally responsible to perform the obligations of Buyer under this Agreement.

24. Miscellaneous.

(a) Partial Invalidity. If any term or provision of this Agreement or the application thereof to any person or circumstance shall, to any extent, be invalid or unenforceable, the remainder on of this Agreement, or the application of such term or provision to persons or circumstances other than those as to which it is held invalid or unenforceable, shall not be affected thereby, and each such term and provision of this Agreement shall be valid, and shall be enforced to the fullest extent permitted by law.

(b) Waivers. No waiver of any breach of any covenant or provision herein contained shall be deemed a waiver of any preceding or succeeding breach thereof, or of any other covenant or provision herein contained. No extension of time for performance of any obligation or act shall be deemed an extension of time for performance of any other obligation or act except those of the waiving party, which shall be extended by a period of time equal to the period of the delay.

(c) Survival of Representations. The representations and warranties made by

each party herein shall survive for a period of two (2) years following the Close of Escrow, and for a period of one (1) year following the termination and/or cancellation of this Agreement.

(d) Successors and Assigns. This Agreement shall be binding upon and shall inure to the benefit of the permitted successors and assigns of the parties hereto.

(e) Professional Fees. If either party commences an action against the other to interpret or enforce any of the terms of this Agreement or because of the breach by the other party of any of the terms hereof, the losing party shall pay to the prevailing party reasonable attorneys' fees, costs and expenses and court costs and other costs of action incurred in connection with the prosecution or defense of such action, whether or not the action is prosecuted to a final judgment. For the purpose of this Agreement, the terms "attorneys' fees" or "attorneys' fees and costs" shall mean the fees and expenses of counsel to the parties hereto, which may include printing, photostating, duplicating and other expenses, air freight charges, and fees billed for law clerks, paralegals, librarians and others not admitted to the bar but performing services under the supervision of an attorney. The terms "attorneys' fees" or "attorneys' fees and costs" shall also include, without limitation, all such fees and expenses incurred with respect to appeals, arbitrations and bankruptcy proceedings, and whether or not any action or proceeding is brought with respect to the matter for which said fees and expenses were incurred. The term "attorney" shall have the same meaning as the term "counsel."

(f) Entire Agreement. This Agreement (including all Exhibits attached hereto) is the final expression of, and contains the entire agreement between, the parties with respect to the subject matter hereof and supersedes all prior understandings with respect thereto. This Agreement may not be modified, changed, supplemented, superseded, canceled or terminated, nor may any obligations hereunder be waived, except by written instrument signed by the party to be charged or by its agent duly authorized in writing or as otherwise expressly permitted herein. The parties do not intend to confer any benefit hereunder on any person, firm or corporation other than the parties hereto and lawful assignees.

(g) Time of Essence. Seller and Buyer hereby acknowledge and agree that time is strictly of the essence with respect to each and every term, condition, obligation and provision hereof and that failure to timely perform any of the terms, conditions, obligations or provisions hereof by either party shall constitute a material breach of and a non-curable (but waivable) default under this Agreement by the party so failing to perform.

(h) Relationship of Parties. Nothing contained in this Agreement shall be deemed or construed by the parties to create the relationship of principal and agent, a partnership, joint venture or any other association between Buyer and Seller.

(i) Construction. Headings at the beginning of each paragraph and subparagraph are solely for the convenience of the parties and are not a part of the Agreement. Whenever required by the context of this Agreement, the singular shall include the plural and the masculine shall include the feminine and vice versa. This Agreement shall not be construed as if it had been prepared by one of the parties, but rather as if both parties had prepared the same. Unless otherwise indicated, all references to paragraphs, sections, subparagraphs and subsections are to this Agreement. All exhibits referred to in this Agreement are attached and incorporated by this reference.

(j) Governing Law. The parties hereto acknowledge that this Agreement has been negotiated and entered into in the State of California. The parties hereto expressly agree that this Agreement shall be governed by, interpreted under, and construed and enforced in accordance with the laws of the State of California.

(k) Possession of Property. Buyer shall be entitled to the possession of the Property immediately following the Close of Escrow.

(l) Counterparts. This Agreement may be executed in multiple counterparts, each of which shall be deemed an original, but all of which, together, shall constitute one and the same instrument.

(m) Days of Week. If any date for performance herein falls on a Saturday, Sunday or holiday, as defined in Section 6700 of the California Government Code, the time for such performance shall be extended to 5:00 p.m. on the next business day.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the dates set forth below.

BUYER:

TOWN OF PARADISE
a California municipal corporation

By _____

Title _____

Date _____

SELLER:

MOLLER INVESTMENT GROUP, INC.,
a California corporation

By _____

Title _____

Date _____

Exhibit A
Legal Description



**TOWN OF PARADISE
Council Agenda Summary
Date: February 9, 2016**

Agenda No. 2(f)

ORIGINATED BY: Marc Mattox, Public Works Director / Town Engineer

REVIEWED BY: Lauren Gill, Town Manager

SUBJECT: Paradise Police Department Emergency Siding Repairs

COUNCIL ACTION REQUESTED:

1. Adopt a resolution accepting the work performed under the Police Department Emergency Siding Project (Contract No. 15-17).

Background:

Paradise Police Department, located at 5595 Black Olive Drive has been needing repairs to the exterior siding for many years. Indigenous woodpeckers have progressively damaged and penetrated the siding causing potential for dry rot, mold, leaks and further damage. In previous years, due to budget shortfalls, repairs and mitigation had been deferred.

In the 2015/2016 Operating Budget, the Measure C Committee recommended and Council approved an appropriation of \$21,000 for repairs to the Police Department exterior siding.

Following approval of fund allocation, the construction of the Police Department Siding Repairs was scheduled for spring 2016. However, a recent inspection of the current conditions revealed the south and west exterior building walls may not last through another wet season, let alone a predicted heavy rainfall year.

On September 8, 2015, Town Council declared an emergency to rehabilitate the southern and western exterior portions of the Paradise Police Department. This declaration is critical to avoid a catastrophic loss or further exacerbation of the current conditions. Using this action, staff could forgo the formal competitive bidding process which can take an additional 30 days. With this declaration, Council authorized the Town Manager to executed agreements necessary to complete the rehabilitation efforts.

Following the emergency declaration on September 8, staff coordinated with multiple contractors. Specifically, the Town received bids from Barron Plastering, Modern Building, ProFrame Construction, and Ginno Construction. The quotation provided by Ginno Construction was determined to be by far the most cost effective and appropriate solution for the Paradise Police Department.

Contract No. 15-17, Paradise Police Department Siding Project was fully executed on September 28, 2015 between the Town of Paradise and Ginno Construction.

Prior monthly updates to Council have included Contract Change Orders for the additional rot repairs and complete reconstruction of the front building overhang.

Analysis:

All work contract work for the subject project is complete. The completed siding replacement and overhang is expected to last over forty years with regular maintenance and care.

Financial Impact:

Contract costs for Ginno Construction, including executed change orders are \$95,361.46. Electrical, lighting and lettering materials were purchased and installed by Town staff. Total project cost is \$97,361.46.

Item No.	Description	Quantity	Unit of Measurement	Total Cost
1	Base Scope of Work - 12 Sheet R&R Plywood, Vapor Barrier, Siding Overlay and Paint	1	LS	\$37,847.00
CCO1	Building Overhang Reconstruction	1	LS	\$45,673.00
CCO2	Rot Repair Extra Work 11/10, 11/17, 11/20 & 11/23	1	Time & Materials	\$10,013.08
CCO3	Rot Repair Extra Work 12/1 & 12/2	1	Time & Materials	\$1,828.38
			SUBTOTAL	95,361.46
N/A	In-house purchases for building letters and electrical/lighting materials	1	N/A	\$2,000.00
			TOTAL	\$97,361.46

**TOWN OF PARADISE
RESOLUTION NO. 16-__**

**A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF
PARADISE ACCEPTING THE WORK PERFORMED UNDER THE
POLICE DEPARTMENT EMERGENCY SIDING PROJECT
(CONTRACT NO. 15-17).**

WHEREAS, the Town of Paradise has heretofore contracted with Ginno Construction for certain work performed under that certain project known as the Police Department Emergency Siding Project, being Contract No. 15-17; and

WHEREAS, said work of improvements, as called for by the contract between the Town of Paradise and Ginno Construction of Chico, CA, referable to said project was completed on January 15, 2016 to the satisfaction of the Town.

NOW, THEREFORE, BE IT RESOLVED AND ORDERED by the Town Council of the Town of Paradise that it hereby accepts the work performed on those certain improvements, the subject of a contract between the Town of Paradise and Ginno Construction, known and referred to as the Police Department Emergency Siding Project.

The foregoing resolution was duly and regularly introduced, passed, and adopted by the Town Council of the Town of Paradise at a regular meeting thereof held on the 9th day of February 2016.

AYES:

NOES:

ABSENT:

ABSTAIN:

JODY JONES, MAYOR

ATTEST:

JOANNA GUTIERREZ, CMC, TOWN CLERK

APPROVED AS TO FORM:

DWIGHT L. MOORE, TOWN ATTORNEY



TOWN OF PARADISE
Council Agenda Summary
Date: February 9, 2016

Agenda No. 2 (g)

ORIGINATED BY: Marc Mattox, Public Works Director / Town Engineer
REVIEWED BY: Lauren Gill, Town Manager
SUBJECT: Donation of Town Vehicle to Butte County Fire Safe Council

COUNCIL ACTION REQUESTED:

1. Adopt a resolution declaring a certain vehicle as surplus property and authorizing donation to the Butte County Fire Safe Council by the Town Manager.

Background:

Periodically, the Town accumulates various vehicles, pieces of equipment, furniture and other property, which are either no longer functional, required, or are obsolete. Staff is requesting that a certain vehicle be declared as surplus so that it can be disposed of in a legally appropriate manner.

Analysis:

The Town of Paradise currently has three Jeep Cherokees in its possession which are no longer used for basic day-to-day functions of the Paradise Police Department. Staff is recommending one of these three vehicles as surplus property to be formally donated to the Butte County Fire Safe Council, a local non-profit organization. This method of disposal is permitted by Paradise Municipal Code Section 2.145.130(E) Disposition of Supplies and Equipment.

Details for the subject vehicle are shown below:

ID:	PD-27
Year:	1999
Make:	Jeep
Model:	Cherokee
VIN:	1J4FF28XXL666053
Mileage:	129,588
Est. Value:	\$2,000

The remaining two Jeep Cherokees are recommended for retention to be used as rotating spares between departments and training vehicles.

Financial Impact:

None.

**TOWN OF PARADISE
RESOLUTION NO. 16-__**

**A RESOLUTION OF THE TOWN COUNCIL OF THE TOWN OF PARADISE DECLARING
CERTAIN POLICE, FIRE AND PUBLIC WORKS VEHICLES TO BE SURPLUS PROPERTY
AND AUTHORIZING DONATION TO THE BUTTE COUNTY FIRE SAFE COUNCIL**

WHEREAS, the Town of Paradise wishes to dispose of certain police, fire and public works department vehicles that are no longer functional or necessary to the Town's operations through public auction, internet sale, salvage or other legal method.

NOW, THEREFORE, BE IT RESOLVED by the Town Council of the Town of Paradise as follows:

Section 1. The Town hereby declares the following vehicle to become surplus property:

1. PD-27 a 1999 Jeep Cherokee, VIN: 1J4FF28XXL666053

Section 2. Pursuant to Paradise Municipal Code Section 2.45.130, the Town Manager is hereby authorized to dispose of the property set forth in Section 1 through donation to the Butte County Fire Safe Council.

PASSED AND ADOPTED by the Town Council of the Town of Paradise this 9th day of February, 2016, by the following votes:

AYES:
NOES:
ABSENT:
NOT VOTING:

Jody Jones, Mayor

ATTEST:

BY: _____
Joanna Gutierrez, CMC, Town Clerk

APPROVED AS TO FORM:

BY: _____
Dwight L. Moore, Town Attorney



**Town of Paradise
Council Agenda Summary
Date: February 9, 2016**

Agenda Item: 5(a)

Originated by: Colette Curtis, Administrative Analyst

Reviewed by: Lauren Gill, Town Manager

Subject: Public Hearing for the Community Development Block Grant Program (CDBG) 2016-2017 Action Plan

Council Action Requested:

1. Conduct 2nd public hearing to solicit comments and/or suggestions regarding the 2016-2017 Annual Plan funding priorities.

Background:

The Town of Paradise has been a U.S. Department of Housing and Development (HUD) entitlement city since 1994. HUD awards grants to entitlement community grantees to carry out a wide range of community development activities directed toward revitalizing neighborhoods, economic development, and providing improved community facilities and services.

Entitlement communities develop their own programs and funding priorities. However, grantees must give maximum feasible priority to activities which benefit low and moderate income persons. A grantee may also carry out activities which aid in the prevention or elimination of slums or blight. Additionally, grantees may fund activities when the grantee certifies that the activities meet other community development needs having a particular urgency because existing conditions pose a serious and immediate threat to the health or welfare of the community where other financial resources are not available to meet such needs. CDBG funds may not be used for activities which do not meet these broad national objectives.

HUD determines the amount of each entitlement grant by a statutory dual formula which uses several objective measures of community needs, including the extent of poverty, population, housing overcrowding, age of housing and population growth lag in relationship to other metropolitan areas.

Annual Plan Overview:

The Town has not received its funding allocation for the program year, but is estimating that HUD will allocate approximately \$175,000, to the Town of Paradise for programs and projects that directly benefit the town's low and moderate-income residents. Funding priorities for this program year include:

- Assistance to community-based organizations
- Loans to low income business owners to assist with septic and/or building improvements
- Mortgage subsidies for first time homebuyers
- Residential housing rehabilitation

Annual Action Plan and Public Meetings:

The dates of the comment period and public hearings are as follows:

- **The Draft Annual Plan** will be available to the public on February 9, 2016. The plan will be available on the Town's website (www.townofparadise.com); at the Butte County Public Library on Clark Road in Paradise, at the Paradise Senior Center; at the Family Resource Center and at the Paradise Chamber of Commerce. The public comment period is from February 9th – march 8th 2016. Written comments should be addressed to Colette Curtis, 5555 Skyway, Paradise, CA 95969.
- **Town Council on the final Annual Plan:** Tuesday, April 12, 2016, at 6:00 p.m., or as soon thereafter as possible, in the Town Hall Council Chambers at 5555 Skyway, Paradise, California. The Council will consider adopting the final 2016-2017 Annual Plan and receive additional public comment at this time.

Discussion:

Although the Town has some discretion on how the funds are used, there are many restrictions, conditions, and objectives that must be met. Community Development Block Grant funds can be used for activities that further community and economic development; provide improved community facilities and services; and provide affordable housing opportunities to low and disadvantaged residents. Each activity except planning and administrative activities, must meet one of the CDBG program's three broad National Objectives:

1. Benefit low and moderate income persons,
2. Aid in the prevention or elimination of slums or blight, or
3. Meet community development needs having a particular urgency.

The types of activities that meet the national objective will encompass the following basic qualifiers:

Area benefit activities: An activity can be area-wide meaning that the benefits are available to all the residents of a particular area where at least 51 percent of the residents are low and moderate income persons. The service area must be primarily residential, and the activity must meet the identified needs of low-and-moderate income persons.

Limited clientele activities: An activity can be “limited clientele,” which means that the activity benefits a certain, limited clientele that is at least 51 percent low income. An example of this would be our housing programs. We have to document and verify income to ensure that each client is eligible.

Housing activities: An activity carried out for the purpose of providing or improving permanent residential structures, which upon completion, will be principally occupied by low and moderate income households.

Job creation or retention activities: An activity designed to create or retain permanent jobs where at least 51% of that, computed on a full-time equivalent (FTE) basis, involves the employment of low and moderate income persons. Potentially eligible activities include: construction of a business incubator designed to offer space and assistance to new firms to help them become viable small businesses; loans to pay for expansion.

Slum Blight Removal. Activities under this category must meet ALL of the following criteria: (1) The area delineated by the grantee must meet a definition of a slum, blighted, deteriorated or deteriorating area under state or local law; (2) there must be a substantial number of deteriorated buildings through the area; and (3) the activity must address one or more conditions that contributed to the deterioration of the area. Boundaries, designations, inspections and detailed rehabilitation records must be kept.

In addition to the above qualifiers, there is a list of basic eligible activities and ineligible activities that can be carried out using CDBG funds. (Government Code Section 570.201.)

Basic Eligible Activities include: Acquisition/disposition of real property; public facilities acquisition, construction and rehabilitation; public services funding; payment of costs in support of activities eligible for funding under the HOME program; housing assistance for low/mod income families; and micro-enterprise assistance.

Fiscal Impact Analysis:

The impact of this agenda item and subsequent actions related to the CDBG Program is positive. It will result in the award of approximately \$175,000 in federal funds as we estimate the Town may receive approximately the same amount of funding as last year.



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Executive Summary

AP-05 Executive Summary - 24 CFR 91.200(c), 91.220(b)

1. Introduction

The Town of Paradise, through its Community Development Block Grant (CDBG) program, has developed a strategy that focuses on cultivating Paradise as a viable community by providing decent housing, a suitable living environment, and by expanding economic opportunities, principally for low and moderate income persons.

This year, the Town will continue to support low and moderate income homeowners who need repairs to their home, and low income first-time homebuyers who are seeking down payment assistance to purchase a home. Loans for small, low income businesses will be offered this year as well. The Town will continue funding public services through our subrecipient funding process and allocate funds for the program's planning and administrative activities.

2. Summarize the objectives and outcomes identified in the Plan

This could be a restatement of items or a table listed elsewhere in the plan or a reference to another location. It may also contain any essential items from the housing and homeless needs assessment, the housing market analysis or the strategic plan.

The objectives for the 2016-17 program year are as follows:

1. Housing Assistance - Continue First Time Home Buyer Loans and Owner Occupied Rehabilitation Loans
2. Code Enforcement - Continue proactive code enforcement activities in deteriorating and deteriorated areas
3. Business Assistance - Renew program offering low income business owners loans to start or improve their business (code corrections, facade improvements, septic etc).



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4. Public Services - Continue offering grants to non-profit community groups to provide services to the community. Previously funded programs include: Services for battered women and children, emergency overnight shelter to prevent homelessness, work training programs for at risk youth, college preparation for at risk youth, services for low income families, scholarships for low income youth to participate in sports.

3. Evaluation of past performance

This is an evaluation of past performance that helped lead the grantee to choose its goals or projects.

The Town's past experience with CDBG funds has shown a great need in our community for affordable housing and services for low income residents. As a result, the Town continues to provide low income first time home buyers with assistance. The Town also continues to provide help to low income homeowners who need assistance with repairs and code corrections. Our past experience with subrecipients has also shown that there is a great need in our community for services for battered women, children, the elderly and low income families. The funding we grant to subrecipients is focused on providing for these needs.

4. Summary of Citizen Participation Process and consultation process

Summary from citizen participation section of plan.

A public notice was published in the Paradise Post on December 26, 2015 outlining the noticing requirements of the Citizen Participation Plan and Annual Plan. The public notice announced the two public hearings that allowed citizens the opportunity to comment and make suggestions on the development of the 2016-2017 Annual Action Plan.

- **1st Public Hearing:** Tuesday, January 12, 2016 at 6:00 p.m. This public hearing was used to solicit suggestions and/or comments from the public regarding the 2016-2017 Annual Plan funding priorities.
- **2nd Public Hearing:** Tuesday, February 9, 2016 at 6:00 p.m., in the Town Hall Council Chambers at 5555 Skyway, Paradise, California. The Draft Consolidated Plan and Draft Annual Action plan was available for review by the Council and the public. This public hearing initiated a 30-day public comment period.



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- **30-Day Public Comment Period:** March 8th-April 8th, 2015. The Draft Consolidated Plan and Annual Action Plan was available for public review at the following locations, Paradise Public Library, Senior Center, Family Resource Center, Paradise Chamber of Commerce, Town Hall and could be downloaded via the Town's website.
- **Council Meeting:** Tuesday, April 12th, 2015, at 6:00 p.m., in the Town Hall Council Chambers at 5555 Skyway, Paradise, California. The Council reviewed the final draft of the 2016-2017 Annual Plan. Council adopted the drafts and approved submission of the documents to HUD.

5. Summary of public comments

This could be a brief narrative summary or reference an attached document from the Citizen Participation section of the Con Plan.

No public comments were received for the 2016-2017 plan.

6. Summary of comments or views not accepted and the reasons for not accepting them

NA

7. Summary

The Town posted the public hearing notice in the Paradise Post and made it available on the Town's website. Community Service organizations were given information about the Annual Plan process and were encouraged to discuss these projects with individuals who visit their organizations. The draft plan was made available for review at the above mentioned locations, all of which are accessible to persons with disabilities.



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PR-05 Lead & Responsible Agencies – 91.200(b)

1. Agency/entity responsible for preparing/administering the Consolidated Plan

Describe the agency/entity responsible for preparing the Consolidated Plan and those responsible for administration of each grant program and funding source.

Agency Role	Name	Department/Agency
CDBG Administrator		Town of Paradise

Table 1 – Responsible Agencies

Narrative (optional)

Consolidated Plan Public Contact Information

Colette Curtis

Administrative Analyst

5555 Skyway

Paradise CA 95969



(530) 872-6291 ext 112

ccurtis@townofparadise.com

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AP-10 Consultation – 91.100, 91.200(b), 91.215(l)

1. Introduction

Provide a concise summary of the jurisdiction’s activities to enhance coordination between public and assisted housing providers and private and governmental health, mental health and service agencies (91.215(l))

Describe coordination with the Continuum of Care and efforts to address the needs of homeless persons (particularly chronically homeless individuals and families, families with children, veterans, and unaccompanied youth) and persons at risk of homelessness.

The town’s involvement with the Butte County Continuum of Care (CoC), which compiles an annual survey of the homeless population in Paradise, has provided the town with actual data regarding homelessness in the Town. The survey report which was provided to the town only counted the actual surveys filled out by homeless persons.

The Town provides assistance to non-profit organizations, which provide services to the homeless population. Through CDBG funding, the Town assists these organizations to find solutions and additional funding that can support this population. The town is working on a rental assistance program to assist individuals who are unable to rent on their own.

Describe consultation with the Continuum(s) of Care that serves the jurisdiction's area in determining how to allocate ESG funds, develop performance standards for and evaluate outcomes of projects and activities assisted by ESG funds, and develop funding, policies and procedures for the operation and administration of HMIS

NA

2. Describe Agencies, groups, organizations and others who participated in the process and describe the jurisdiction’s consultations with housing, social service agencies and other entities



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Table 2 – Agencies, groups, organizations who participated

1	Agency/Group/Organization	Butte County Continuum of Care
	Agency/Group/Organization Type	Services-Children Services-Elderly Persons Services-Persons with Disabilities Services-Persons with HIV/AIDS Services-homeless Services-Health
	What section of the Plan was addressed by Consultation?	Housing Need Assessment Public Housing Needs Homeless Needs - Chronically homeless Homeless Needs - Families with children Homelessness Needs - Veterans Homelessness Needs - Unaccompanied youth Homelessness Strategy
	Briefly describe how the Agency/Group/Organization was consulted. What are the anticipated outcomes of the consultation or areas for improved coordination?	



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Identify any Agency Types not consulted and provide rationale for not consulting

Other local/regional/state/federal planning efforts considered when preparing the Plan

Name of Plan	Lead Organization	How do the goals of your Strategic Plan overlap with the goals of each plan?
Continuum of Care		

Table 3 – Other local / regional / federal planning efforts

Narrative (optional)



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AP-12 Participation – 91.105, 91.200(c)

**1. Summary of citizen participation process/Efforts made to broaden citizen participation
 Summarize citizen participation process and how it impacted goal-setting**

The Town held two public hearings to solicit public comment on goals for the 2016-17 plan. Town staff also met with community groups to discuss the Town's goals and needs of the community.

Citizen Participation Outreach

Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
1	Public Meeting	Non-targeted/broad community	A public hearing was held during a formally noticed Council Meeting on two separate dates. Attendance was moderate.	There were no public comments received.	NA	



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Sort Order	Mode of Outreach	Target of Outreach	Summary of response/attendance	Summary of comments received	Summary of comments not accepted and reasons	URL (If applicable)
2	Newspaper Ad	Non-targeted/broad community	Public Notice published in the Paradise Post Newspaper with public participation process and dates for comments.	No comments were received.	NA	

Table 4 – Citizen Participation Outreach



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Annual Action Plan
2016

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Expected Resources

AP-15 Expected Resources – 91.220(c) (1, 2)

Introduction

Based on last year's allocation, we expect to receive approximately \$175,000. Approximately \$95,000 from the 2015-16 year will be carried over to the 2016-17 year, These funds are budgeted for Housing Assistance and Code Enforcement.

Priority Table

Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Reminder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		



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Program	Source of Funds	Uses of Funds	Expected Amount Available Year 1				Expected Amount Available Reminder of ConPlan \$	Narrative Description
			Annual Allocation: \$	Program Income: \$	Prior Year Resources: \$	Total: \$		
CDBG	public - federal	Acquisition Admin and Planning Economic Development Housing Public Improvements Public Services	175,000	0	95,000	270,000	0	Based on last year's allocation, we expect to receive approximately \$175,000.
Other	public - federal	Housing	0	0	0	0	0	

Table 5 - Expected Resources – Priority Table



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Annual Goals and Objectives

AP-20 Annual Goals and Objectives - 91.420, 91.220(c)(3)&(e)

Goals Summary Information

Sort Order	Goal Name	Start Year	End Year	Category	Geographic Area	Needs Addressed	Funding	Goal Outcome Indicator
1	Public Services	2015	2020	Homeless Non-Homeless Special Needs Non-Housing Community Development			CDBG: \$26,250	
2	Code Enforcement	2015	2020	Code Enforcement				
3	Housing Assistance	2015	2020	Affordable Housing			CDBG: \$73,750	Homeowner Housing Rehabilitated: 10 Household Housing Unit Direct Financial Assistance to Homebuyers: 10 Households Assisted

Table 6 – Goals Summary



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Goal Descriptions

1	Goal Name	Public Services
	Goal Description	The Town of Paradise will continue to offer grants to community groups to offer public services to the community. Examples of previously awarded programs include services for victims of domestic violence, emergency overnight shelter to prevent homelessness, services for senior citizens, a community garden located at an elementary school, services for low income children and families.
2	Goal Name	Code Enforcement
	Goal Description	The Town of Paradise will continue it's Code Enforcement Program in conjunction with the Rehabilitation Program for low income homeowners.
3	Goal Name	Housing Assistance
	Goal Description	The Town of Paradise will continue to offer assistance to low income individuals and families through two housing programs: First Time Home Buyer Assistance and Owner-Occupied Rehabilitation.

Table 7 – Goal Descriptions

Estimate the number of extremely low-income, low-income, and moderate-income families to whom the jurisdiction will provide affordable housing as defined by HOME 91.215(b):

It is estimated we will assist 20 families in the 2016-17 year



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AP-50 Geographic Distribution – 91.220(f)

Description of the geographic areas of the entitlement (including areas of low-income and minority concentration) where assistance will be directed

Geographic Distribution

Target Area	Percentage of Funds
Paradise	100

Table 8 - Geographic Distribution

Rationale for the priorities for allocating investments geographically

Discussion



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Affordable Housing

AP-55 Affordable Housing – 91.220(g)

Introduction

The Town of Paradise worked with local non-profits to complete the first stage of the Paradise Community Village housing development. This development which was completed in 2013 provides 36 affordable housing rental units.

Along with the affordable rental housing component, the Paradise Community Village project is a shared vision of a developed multi-use educational, recreational and community facility for the Ridge communities that meet the individual and collective mission and needs of the project's partners. Agencies involved in the planning and construction of this project include: Boys & Girls Club of the North Valley, Ridge Family Resource Center, Town of Paradise, Paradise Recreation and Park District, Paradise Unified School District, Paradise Charter Middle School, Paradise Ridge Youth Soccer Club.

One Year Goals for the Number of Households to be Supported	
Homeless	4
Non-Homeless	20
Special-Needs	0
Total	24

Table 9 - One Year Goals for Affordable Housing by Support Requirement

One Year Goals for the Number of Households Supported Through	
Rental Assistance	0
The Production of New Units	0
Rehab of Existing Units	10
Acquisition of Existing Units	0
Total	10

Table 10 - One Year Goals for Affordable Housing by Support Type



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AP-65 Homeless and Other Special Needs Activities – 91.220(i)

Introduction

Although the Town has approximately 27,000 residents, it is by no means an urban center in the North state, and with the lack of efficient public transportation, Paradise has not become a destination for homeless individuals such as other communities in our area- as seen in Chico and Oroville. The lack of social services and shelters, coupled with the fact that these services have been available in neighboring cities has lessened both the homeless population and urgency to address these needs in Paradise.

The Butte County Housing Authority is working with the Butte Continuum of Care, which is a conglomeration of public agencies and local nonprofits, who work together to hold an annual census of homelessness in Butte County. This survey was completed on January 30, 2013. The data is a point in time survey which makes it very hard to assess the actual homeless count, since it is only a one-day juncture and may not capture the whole picture or actual homelessness in Paradise. These parameters of the survey were kept in mind as the Town decided among priority needs in this category.

Describe the jurisdictions one-year goals and actions for reducing and ending homelessness including

Reaching out to homeless persons (especially unsheltered persons) and assessing their individual needs

2013 Homeless Survey (Completed by Continuum of Care staff and volunteers)

The 2013 survey data was compiled, and the following information, provides us with an overview of homelessness in Paradise. Over 1,553 surveys were given out in Butte County, 89 or 6% were completed in Paradise. The survey results show that 29% of respondents from Paradise were adults, 38% were adults in families and 29% were children. The report did state that approximately 10% of homeless youth are or have been part of the foster care system. The high number of homeless youth that came out of the survey could be justified because Paradise has a very high number of foster care youth and youth in group homes. HUD does not current define foster youth as ‘chronically homeless.’



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Table – 9 Homeless Demographics

Source: Butte County Homeless Continuum of Care, 2013

The report cited that 9 or 18% of the homeless individuals in Paradise fell under HUD’s definition of ‘chronically homeless.’ 19% of the respondents in Paradise stated that employment/financial reasons were the common reason why they were currently homeless and 25% stated that family problems were the reason why they were homeless (Butte County Homeless Continuum of Care, 2013).

The racial breakdown for homelessness in Paradise shows that 67% of the homeless population is white, 31% are multi-racial, 1% unknown, and no respondents were Black/African American, Native Hawaiian/other Pacific Islander, American Indian/Alaskan Native, or Asian. After reviewing this data, it is determined that there is not a high incidence of minority individuals who are homeless in Paradise (Butte County Homeless Continuum of Care, 2013).

Addressing the emergency shelter and transitional housing needs of homeless persons

The Town will continue to work with local non-profits and the homeless shelter in Chico (Torres Shelter) to make sure that the chronically homeless population in Paradise will be able to seek out services from these agencies and to also make sure that agencies are able to service this population. The Torres shelter accepts individuals from around the area, and Paradise homeless individuals are encouraged to seek shelter there if needed. Sojourner House on the Ridge (SHOR) operates a nomadic shelter in Paradise with churches providing rotating shelter for homeless in the winter. There is no central location other than an intake center, and individuals are then transported to the rotating shelter for the night. There are non-profits in town that provide hot meals to residents of Paradise and they also help with emergency shelters if needed.

Helping homeless persons (especially chronically homeless individuals and families, families with children, veterans and their families, and unaccompanied youth) make the transition to permanent housing and independent living, including shortening the period of time that individuals and families experience homelessness, facilitating access for homeless individuals



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and families to affordable housing units, and preventing individuals and families who were recently homeless from becoming homeless again

The town currently works with the local Continuum of Care program to prevent chronic homelessness within our jurisdiction. The Family Resource Center also provides services to homeless individuals and youth in foster and group homes. These programs focus on transitioning individuals from homelessness to permanent housing and independent living. The FRC also has partnered with Butte County to provide rental apartments for young adults who grew up in foster care and youth homes. This program provides young adults with assistance and guidance to becoming self sufficient and able to find a job, go to school and live on their own. The town will continue funding organizations that provide case management and credit counseling services to the homeless population to encourage and teach them how to be successful in their jobs and living situation.

Helping low-income individuals and families avoid becoming homeless, especially extremely low-income individuals and families and those who are: being discharged from publicly funded institutions and systems of care (such as health care facilities, mental health facilities, foster care and other youth facilities, and corrections programs and institutions); or, receiving assistance from public or private agencies that address housing, health, social services, employment, education, or youth needs.



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AP-75 Barriers to affordable housing – 91.220(j)

Introduction

The Town encourages the development of affordable housing by initiating the following goals. The goals are used as incentives to assist with options of affordable housing construction. These bonuses and incentives are intended to contribute to the economic feasibility of affordable housing in developments proposed within the town.

- Softened the zoning requirements associated with secondary housing units to encourage development.
- The Paradise Zoning Ordinance Chapter 17.44 includes provisions about affordable housing incentives and residential density bonuses (Paradise Housing Element, 2014).

Actions it planned to remove or ameliorate the negative effects of public policies that serve as barriers to affordable housing such as land use controls, tax policies affecting land, zoning ordinances, building codes, fees and charges, growth limitations, and policies affecting the return on residential investment

The Town of has an adopted Fair Housing Impediments Analysis that provides an overview of the public policies which are in place to serve as barriers to affordable housing.

One of the barriers to affordable housing is the Town of Paradise's lack of a municipal wastewater treatment facility. Typical septic tanks and leach lines are adequate for single family development but this is not a viable alternative for new housing developments which are at higher densities. Typically, affordable housing units are built in clusters and would require a more advanced wastewater treatment system, which typically is very expensive and may lead to costs being passed on to the developer or whomever is financing the project.

The Town is currently exploring options for a sewer to service the more developed areas of Town.



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AP-85 Other Actions – 91.220(k)

Introduction

Actions planned to address obstacles to meeting underserved needs

Actions planned to foster and maintain affordable housing

Actions planned to reduce lead-based paint hazards

Actions planned to reduce the number of poverty-level families

Actions planned to develop institutional structure

Actions planned to enhance coordination between public and private housing and social service agencies

Discussion



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Program Specific Requirements

AP-90 Program Specific Requirements – 91.220(I)(1,2,4)

Introduction

Community Development Block Grant Program (CDBG)

Reference 24 CFR 91.220(I)(1)

Projects planned with all CDBG funds expected to be available during the year are identified in the Projects Table. The following identifies program income that is available for use that is included in projects to be carried out.

1. The total amount of program income that will have been received before the start of the next program year and that has not yet been reprogrammed
2. The amount of proceeds from section 108 loan guarantees that will be used during the year to address the priority needs and specific objectives identified in the grantee's strategic plan
3. The amount of surplus funds from urban renewal settlements
4. The amount of any grant funds returned to the line of credit for which the planned use has not been included in a prior statement or plan.
5. The amount of income from float-funded activities

Total Program Income



TOWN OF PARADISE
Council Agenda Summary
Date: February 9, 2016

Agenda No. 6(a)

ORIGINATED BY: Doug Danz, Onsite Sanitary Official

REVIEWED BY: Lauren Gill, Town Manager

SUBJECT: Adopt Revisions to the Paradise Municipal Code, Chapter 13.04, Regulations Pertaining to Onsite Sewage Disposal Program Administration and Construction

COUNCIL ACTION REQUESTED:

- 1) Consider waiving the first reading of Town Ordinance No. ___ and approve reading by title only; and,
- 2) Introduce Ordinance No. ____, “An Ordinance Amending Paradise Municipal Code Sections 13.04.035, 13.04.040, 13.04.070, 13.04.080, 13.04.110 and 13.04.112 Relating to Onsite Sewage Disposal Regulations.”

The proposed amendments include provisions required for subsequent approval by the State Water Resources Control Board pursuant to State Policy relating to establishment of a Local Area Management Program (LAMP).

BACKGROUND:

On June 19, 2012, the State Water Resources Control Board (State Board) adopted policy for the Design, Operation, and Maintenance of Onsite Wastewater Treatment Systems (State Policy). The State Policy requires all onsite wastewater jurisdictions in the State of California to implement a prescribed body of onsite regulations known as Tier I requirements upon all onsite wastewater treatment system construction; or, to propose their own set of prescribed requirements under the Tier II provision of the Policy. Tier II requirements must be approved by the State Board as a Local Area Management Program (LAMP).

In light of this, Town staff is proposing for review and approval by the State Board the Town’s onsite wastewater regulations as set forth in the Paradise Municipal Code (PMC) along with the regulations set forth in the Town of Paradise Manual for the Onsite Treatment of Wastewater (Manual) as a Tier II Local Area Management Plan (LAMP).

In order to be compliant with State requirements for a LAMP, certain revisions must first be made to Paradise Municipal Code Chapter 13.04 in order to allow this body of regulations to be used as part of the LAMP. Other changes propose to revise ambiguous language. Once these changes are made, the pertinent sections of the PMC will be presented to the State as part of the

total regulations that the Town of Paradise will use to govern onsite wastewater treatment systems. The deadline for submitting the LAMP to the State Board is May 13, 2016.

Since its incorporation in 1979, the Town of Paradise has developed a very comprehensive and protective body of regulations that govern onsite wastewater construction. These regulations are located in the Paradise Municipal Code (PMC) and in the Town of Paradise Manual for the Onsite Treatment of Wastewater (Manual), and are tailored to the unique geographic and hydrological conditions of the Town as well as to the Town's infrastructure and administrative processes. However, under the State Policy, Tier I regulations would take effect in the Town if a LAMP is not approved. Tier I implementation in the Town would significantly restrict, and in many cases cease, the construction of onsite sewage disposal systems in the Town. For instance, under Tier I regulations, at least ten (10) feet of permeable soil is required in most leachfield areas where a new or replacement dispersal field is built. Ten (10) feet of permeable soil doesn't typically exist in most areas of Town; therefore, most leach fields could not be repaired under Tier I requirements.

DISCUSSION:

Detailed explanations of the proposed changes to Paradise Municipal Code Chapter 13.04 - Sewage Disposal are as follows:

1. Section 13.04.035- On-site manual applicability:

The current text in this section states that existing parcels (before 1992) shall be governed by the Town of Paradise Manual for the Onsite Treatment of Wastewater (Manual) and parcels created after 1992 shall be governed by the PMC. When this regulation was created it may have served a purpose, but since then, it has become impractical to have two sets of code: one for pre-1992 and one for post-1992 parcels. In addition, the PMC is not a full set of regulations and does not cover all requirements needed in a LAMP. For example, the PMC does not have minimum setback distances between a leachfield and other items such as wells and streams, but a LAMP requires that these be included. This revision will clearly allow the Manual to be used for the LAMP, which regulation is necessary for all parcels within our jurisdiction.

Another reason for this change is that it has been a long-standing practice to use both the PMC and the Manual in regulating all septic system construction, whether new or repair, and whether the parcel is 'pre' or 'post' 1992 . This practice has been supported by regulation in PMC, Section 13.04.200, which states that septic systems on existing parcels shall be governed by the PMC *and* the Manual.

Therefore, it is proposed that Section 13.04.035 of the PMC be revised to state that *all* parcels are regulated by the Manual and not just the pre-1992 parcels.

2. Section 13.04.040 - Sewage Disposal System Required:

The current text states that sewage disposal systems must comply with the provisions of the PMC and/or the "on-site manual" (Manual). As stated above, the Manual will be a major component for the context of the LAMP and therefore cannot be an 'optional' regulation as is

implied with this term "and/or". It is proposed that the phrase be changed from "and/or" to "and".

Also in this same section the term "sewage" is used. In keeping with more contemporary terminology that has wider application, it is proposed that the term "wastewater" be used in its place.

3. Section 13.04.070 - Construction Standards

Some of the changes recommended in this section are non-substantive and are recommended so as to provide clarity and better understanding. These include:

- Change the spelling of "Onsite Manual" to "on-site manual". The recommended is used throughout the Manual and found in Definitions of the PMC. (Section A)
- Change the term "absorption field" to "dispersal field". The recommended is more accurate for the process of wastewater discharge. (Section B)
- Change "soil" to "permeable soil" so as to provide clarity to the intent of this text. (Section C.2.)
- Rename "groundwater" to "seasonally high groundwater" which is more descriptive and less ambiguous (Section C.3)
- Rename "initial sewage disposal system" to "primary dispersal field". These changes provide clarity to the requirement that suitable area must be shown only for secondary replacement fields and not tertiary. (C.5)
- The revisions to item nine (9) in Section C also provide better understanding of the requirement that dispersal fields cannot be placed in traffic areas that do not percolate faster than 30 minutes per inch.

A significant change is proposed in Section 13.04.070, C.2 & 3. Currently the text effectively states that there must be four (4) feet of vertical soil separation between the bottom of any leachfield and high groundwater or impermeable layers. Changes proposed will allow septic systems that have advanced treatment to discharge secondary treated wastewater into dispersal fields that have less than four feet of soil beneath them. The reasons for this change are:

- Secondary treated wastewater is approximately four times 'cleaner' than primary treated wastewater. It therefore needs less soil for 'filtering' to be as 'clean' as primary treated wastewater passing through four (4) feet of soil.
- Land development in the Town of Paradise will be enhanced because areas that did not have four feet of filtering soil, but have at least two, will now be approved for wastewater dispersal if advanced treatment is provided.
- Wastewater technology and regulation practiced throughout the country and in California, including the new State Onsite Wastewater Policy, allows for less 'filtering soil' beneath leaching trenches if secondary treatment is provided.
- To help assure environmental protection the Town of Paradise requires that advanced treatment systems receive periodic sampling and laboratory testing of the secondary treated wastewater they discharge.

Therefore it is recommended that these changes be allowed for Section 13.04.070 of the PMC to increase clarity, reduce ambiguity and allow less than four feet of filtering soil beneath dispersal fields that have advanced septic systems. This same proposal will be introduced in an upcoming Manual revision proposed to Town Council.

4. 13.04.080-Inspections required.

The current text of this code states that no person "shall backfill or cover with earth, or put into use, any sewage disposal system constructed," until an inspection is made of the system and an operating permit is issued. This regulation is impractical because after an inspection, the backfilling of a septic tank or leachfield should be done as quickly as possible to reduce health and safety risks. It is also impractical because of the time delay. In the normal workflow of paperwork and computer documentation, once a septic system is completed, it takes a few days for Town staff to generate an operating permit. Delaying the use of the septic system for this time period would create undue hardship on the occupants of a home.

The text change proposed for this section would allow a septic system to be backfilled just after an inspection is made and use of the septic system allowed upon approval of the inspector.

5. Section 13.04.110 - Lot area requirements:

In part C of PMC Section 13.04.110 provisions are given for those areas of a new parcel that are not allowed to be included in net lot area requirements calculations. These calculations are necessary for the assessment of onsite wastewater capabilities of a proposed parcel. 'Useable' areas of a proposed parcel are those that are suitable for onsite wastewater dispersal based on siting criteria found in regulation. Those areas that are not suitable for use are those that have siting prohibitions such as steep slopes, high groundwater, or rocky soil. Item C.4 states that one of these areas is where "the percolation rate is in excess of one hundred twenty (120) minutes per inch".

To be inclusive, another maximum percolation rate should be added to this text such as that which is found in PMC Section 13.04.070.C.9 which states, "Paved areas, or areas proposed to be paved, which exceed thirty minutes per inch of percolation rate shall not be used to determine net lot area of a parcel."

Therefore, it is recommended that Section 13.04.110.C.4 should be revised to also state that those areas proposed for vehicle loads and have a percolation rate over 30 minutes per inch cannot be used to calculate net lot useable areas.

Also in Section 13.04.110, item C.5, the word "alternative" should be added in context of the types of septic systems allowed in areas of less than seven (7) feet of soil. "Alternative" systems include pressurized shallow trench systems or capping fill systems, which are types of septic system that are allowed in areas of shallower soil but are not advanced treatment systems.

6. Section 13.04.112 - Bedrooms.

PMC Section 13.04.112 contains provisions that constitute a "bedroom" when it applies to determining the size of an onsite sewage disposal system. Item B.3. qualifies which entities are authorized to make that determination. The current text states "the health department, and the

town manager on appeal...," are authorized to make these considerations. A correction is necessary here because the "health department", Butte County Environmental Health, no longer has regulatory authority over onsite sewage disposal in the Town of Paradise. The Town of Paradise Onsite Wastewater Management Zone was formed in 1992 and acquired all authority for onsite wastewater management at that time. A statement supporting this revision already exists in Item D of this section where it correctly states, "Determination of bedrooms and sewage disposal system size shall be made by the on-site sanitary official.....the applicant may appeal the determination to the town manager".

It is proposed that the text be changed in PMC Section 13.04.112 from "health department" to "onsite sanitary official".

FINANCIAL IMPACT:

There is no financial impact associated with the first reading and introduction of the proposed ordinances. However, some cost shall be borne by the town that is associated with preparation and publications of a summary of these ordinances.

ATTACHMENTS:

Attachment A: Proposed revisions to the Paradise Municipal Code relating to onsite sewage disposal regulations in preparation for submission to the State Water Resources Control Board as part of a Local Area Management Plan (LAMP)

Attachment B: February 15, 2015 letter from Clint E. Snyder, P.G. Assistant Executive Officer, Central Valley Regional Water Quality Control Board to Doug Danz, [Onsite Sanitary Official], Town of Paradise regarding Review Criteria, Local Agency Management Programs (LAMPS) for Tier II Onsite Wastewater Treatment Systems.

Attachment A:

**PROPOSED REVISIONS TO THE PARADISE MUNICIPAL CODE
RELATING TO ONSITE SEWAGE DISPOSAL REGULATIONS IN
PREPARATION FOR SUBMISSION TO THE STATE WATER
RESOURCES CONTROL BOARD AS PART OF THE LOCAL AREA
MANAGEMENT PLAN (LAMP)**

[Strike outs and additions are highlighted in red]

**PARADISE MUNICIPAL CODE
Title 13 - Public Services
Chapter 13.04 - Sewage Disposal**

• **13.04.035 - On-site manual applicability.**

~~All Existing~~ parcels with and without existing developments shall be governed by the on-site manual, including ~~reconstruction~~ **construction**, repair, modification, ~~or~~ replacement and operation **of sewage disposal systems**. ~~New parcels must comply with the provisions of this chapter.~~ (Ord. 219 ~~§2~~(part), 1992)

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• **13.04.040 - Sewage disposal system required.**

It is unlawful for any person to maintain, occupy or use any building not provided with a sewage disposal system or which disposes of ~~wastewater sewage~~ in a manner that does not comply with the provisions of this chapter and ~~or~~ the provisions of the on-site manual. (Ord. 219 ~~§2~~(part), 1992)

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Field Code Changed

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• **13.04.070 - Construction standards.**

A. The septic tank shall be of two-compartment construction and shall be of the size and type constructed in accordance with the requirements outlined in Chapter 5.1 of the ~~Onsite Manual~~ **on-site manual**.

1. The minimum liquid capacity of new septic tanks shall be fifteen hundred gallons. Lesser capacities may be authorized by the on-site sanitary official for auxiliary septic tanks.
2. The septic tank shall be constructed of concrete, or equally durable material satisfactory to the on-site sanitary official.

B. ~~Dispersal Absorption~~-Field/Effluent Disposal. The effluent from a septic tank or an approved alternative treatment system shall be discharged into ~~an absorption-dispersal~~ field or

an approved alternative disposal system of the size and type constructed in accordance with the requirements of the on-site manual as administered by the on-site sanitary official.

C. Volume and Soil Criteria.

1. When a project has an average daily sewage flow in excess of one thousand gallons per day, one hundred percent of the original and replacement dispersal field shall be installed along with accessible diverter valve.
2. Permeable Soil-soil depth below the bottom of the leaching trench that receives non-secondary treated septic wastewater shall not be less than four feet.
3. Depth to seasonally high groundwater below the bottom of the leaching trench that receives non-secondary treated wastewater shall not be less than four feet.
4. Ground slope in the disposal area shall not be greater than thirty percent.
5. When a project involving the new construction of or alteration to the primary dispersal field has an average daily sewage flow of less than one thousand gallons per day and is to be served by a septic tank/absorption-dispersal field system, there shall be suitable area available upon the subject property for the installation of the initial-primary sewage dispersal field disposal system and a one hundred percent replacement area for of that a secondary dispersal field system.
6. Soil composition shall be such that it will serve as an effective filter for septic tank (or an approved alternative treatment system) effluent.
7. Individual leach fields shall not be excavated when the soil is wet enough to compact or smear easily.
8. Any soil testing performed pursuant to meeting the above criteria may, at the discretion of the on-site sanitary official, be witnessed by a representative from the Town Onsite Sanitation Division.
9. Wastewater effluent dispersal is not allowed in any areas that will receive vehicle loading, stationary or moving, whether the surface is asphalt, concrete, gravel or soil, which has a percolation rate greater than thirty minutes per inch. Paved areas, or areas proposed to be paved, which exceed thirty minutes per inch of percolation rate shall not be used to determine net lot area of a parcel when new parcels are being created.

(Ord. No. 429, § 2, 3, 11-9-2004; Ord. 343 § 1, 2000; Ord. 228 § 3(part), 1993; Ord. 219 § 2(part), 1992; Ord. No. 425 §§ 1, 2, 2004)

• **13.04.080 - Inspections required.**

A. No person shall backfill or cover with earth, or put into use, any sewage disposal system constructed under provisions of this chapter until an inspection of the sewage disposal system has been made by the on-site sanitary official and approval has been given and an operating permit has been issued by the on-site sanitary official.

• **13.04.110 - Lot area requirements.**

A. When designing new parcels, the establishment and use of advanced treatment systems and community wastewater systems may be approved by the onsite sanitary official.

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B. The on-site sanitary official and the State Regional Water Quality Control Board are authorized to formulate guidelines for advanced treatment systems and community wastewater systems. Advanced treatment systems and community wastewater systems shall be located, designed and installed under the direction of a registered civil engineer, registered engineering geologist or registered environmental health specialist and so certified in a manner acceptable to the on-site sanitary official.

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C. When designing new parcels that will not be using a community wastewater system, the minimum required net lot areas shall be sized according to Table 13.04.110 of this section.

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"Net lot area" means that portion of a parcel not including the following areas:

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1. Private and public easements for access or roadway purposes;

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2. Areas within the minimum separation distances shown in Table 13.04.120 of this section except required setbacks for buildings and streets;

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3. Areas with a slope in excess of thirty (30) percent;

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4. Areas where the percolation rate is in excess of one hundred twenty (120) minutes per inch or thirty (30) minutes per inch where pavement is proposed;

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5. Areas with less than seven (7) feet of soil above impervious stratum or winter groundwater, unless alternative or advanced treatment sewage disposal systems are approved by the on-site sanitary official;

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6. Easements dedicated or reserved for sewage disposal purposes shall be established in a document recorded in the recorder's office of the county. Such recorded documents shall apply only to repairs and to existing lots of record on the effective date of the regulations codified in this chapter.

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• 13.04.112 - Bedrooms.

B. 3. When determining whether or not a particular room is a "bedroom," the health department onsite sanitary official, and the town manager on appeal, may take into consideration the following features which, in various combinations (generally having only one feature does not preclude use as a bedroom), may make it unlikely that a room will be used as a bedroom:



EDMUND G. BROWN JR.
GOVERNOR



MATTHEW RODRIGUEZ
SECRETARY FOR
ENVIRONMENTAL PROTECTION

Central Valley Regional Water Quality Control Board

25 February 2015

Doug Danz
Environmental Health Director
Town of Paradise
5555 Skyway
Paradise, CA 95969-4931

**REVIEW CRITERIA, LOCAL AGENCY MANAGEMENT PROGRAMS (LAMPS) FOR TIER 2
ONSITE WASTEWATER TREATMENT SYSTEMS**

On 19 June 2012, the State Water Resources Control Board (State Board) adopted *Policy for the Design, Operation, and Maintenance of Onsite Wastewater Treatment Systems* (Policy). The Policy requires your agency to determine if it will comply with the prescriptive Tier 1 requirements of the Policy or, elect to implement Tier 2 requirements by submitting a Local Agency Management Program (LAMP). If your agency wishes to, it would submit its LAMP to the Central Valley Regional Water Quality Control Board (Central Valley Water Board) for review and approval following a public comment period¹. Since many of the agencies within the Central Valley Water Board have expressed their desire to pursue the Tier 2 option, staff has developed the attached checklist to serve two purposes:

- Serve as a guide to the agency as it develops a LAMP, and
- Assist Board staff to expedite their review of the proposed LAMPs.

The checklist was developed by Central Valley Water Board staff in cooperation with the California Conference of Directors of Environmental Health and State Water Resources Control Board staff. It summarizes OWTS Policy requirements for LAMPs and is to be used and completed during development of your LAMP. For your convenience, we can e-mail you the checklist as a spreadsheet.

The checklist was developed to ensure that a LAMP will comply with Section 9 of the OWTS Policy. To aid in determining compliance with the Policy, we request that you develop your LAMP in two parts; *Program* and *Codes*. The *Program* part should describe your agency's means of complying with the OWTS, and must include adequate detail, including technical information, to support how all the criteria work together to protect water quality and human health (Section 9.5, OWTS Policy). The *Codes* part should be a complete, detailed compilation

¹ Approved, the final version will serve as a conditional waiver of Waste Discharge Requirements, pursuant to §13269 California Water Code. For details, see:
http://www.waterboards.ca.gov/water_issues/programs/owts/docs/owts_policy.pdf.

of appropriate supporting local codes and ordinances that demonstrate your agencies legal authority to fully implement the LAMP to ensure compliance with the OWTS Policy.

We encourage you to work with Central Valley Water Board staff during development of your LAMP to ensure it fully complies with the OWTS Policy. The following are staff contacts for this program:

- Redding Office: Eric Rapport (530) 224-4998, or erapport@waterboards.ca.gov,
- Rancho Cordova Office: Anne Olson at (916) 464-4740 or aolson@waterboards.ca.gov,
- Fresno Office: Dale Harvey at (559) 445-6190 or dharvey@waterboards.ca.gov.

We look forward to working with you on this very important program for the Central Valley Water Board.



Clint E. Snyder, P.G.
Assistant Executive Officer

EJR: lmw

Attachment: Checklist

cc + attch.: Tim O'Brien, State Water Resources Control Board, Sacramento (all)
Robert Busby, Central Valley Regional Water Quality Control Board, Rancho Cordova (Local Agencies in R5S)
Lonnie Wass, Central Valley Regional Water Quality Control Board, Fresno (Local Agencies in R5F)

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Section\Clerical\Groundwater\ERapport\2015\Preliminary_Completeness_Checklist_Tier_2_LAMPs\Redding_Office\Town_of_Paradise\Preliminary_LAMP_Completeness_Check_EJR_revised_23_Feb_15.docx

Completeness Checklist for LAMPs

GENERAL REQUIREMENTS FOR LAMPs				
OWTS Policy Section	OWTS Policy Section Summary	Region 5 Comments (These do not replace your review of the OWTS Policy. Italics and websites are specific explanations, more detailed than in the Policy.)	Relevant LAMP Section	Legal Authority/ Code Section
3.3	Annual Reporting	For Section 3.3 et seq., describe your program for annual reporting to Central Valley Regional Water Quality Control Board (Central Valley Water Board) staff in a tabular spreadsheet format.		
3.3.1	Complaints	Include numbers and locations of complaints, related investigations, and means of resolution.		
3.3.2	OWTS Cleaning	Include applications and registrations issued as part of the local cleaning registration pursuant to California Health and Safety Code §117400 et seq.		
3.3.3	Permits for New and Replacement OWTS	Include numbers and locations of permits for new and replacement OWTS, and their Tiers.		
3.4	Permanent Records	Describe your program for permanently retaining records, and means of making them available to Central Valley Water Board staff within 10 working days of a written request.		
3.5	Notifications to Municipal Water Suppliers	Describe your program for notifying public well and water intake owners, and the California Department of Public Health. Notification shall be as soon as practicable, but no later than 72 hours upon discovery of a failing OWTS, as described in Sections 11.1 and 11.2, within setbacks described in Sections 7.5.6 through 7.5.10.		
9.0	Minimum OWTS Standards	This Section is an introduction; we require no specific LAMP Section citation here.		Not applicable
9.1	Considerations for LAMPs	For Section 9.1 et seq., provide your commitment to evaluate complaints, variances, failures, and inspections in Section 9.3.2 (Water Quality Assessment); and your proposed means of assessment to achieve this Policy's purpose of protecting water quality and human health.		
9.1.1	Degree of vulnerability due to local hydrogeology	<i>Describe your commitment, and proposed means to identify hydrogeologically vulnerable areas for Section 9.3.2, after compiling monitoring data. Discuss appropriate related siting restrictions and design criteria to protect water quality and public health. Qualified professionals ("Definitions," page 9 in the Policy) should identify hydrogeologically vulnerable areas. Such professionals, where appropriate during a Water Quality Assessment, should generally consider locally reasonable percolation rates of least permeable relevant soil horizons, best available evidence of seasonally shallowest groundwater (including, but not limited to, soil mottling and gleying, static water levels of nearby wells and springs, and local drainage patterns), threats to receptors (supply wells and surface water), and potential geotechnical issues (including, but not limited to, potentially adverse dips of bedding, foliations, and fractures in bedrock).</i>		
9.1.2	High quality waters and other environmental conditions requiring enhanced protection	Describe special restrictions to meet water quality and public health goals pursuant to all Federal, State, and local plans and orders. <i>Especially consider appropriate alternatives to those provided in Section 7.8, Allowable Average Density Requirements under Tier 1. See also: State Water Resources Control Board Resolution No. 68-16.</i>		

9.1.3	Shallow soils requiring non-standard dispersal systems	<i>We interpret "shallow" soils generally to mean thin soils overlying bedrock or highest seasonal groundwater. Dependent on threats to receptors, highest seasonal groundwater can locally include perched and intermittent saturated zones, as well as the shallowest local hydraulically unconfined aquifer unit. See Section 8.1.5 for Minimum Depths to Groundwater under Tier 1. Qualified professionals should make appropriate determinations on the design and construction of non-standard dispersal systems due to shallow soils.</i>		
9.1.4	High domestic well usage areas	<i>Our key potential concerns are nitrate and pathogen transport toward receptor wells, especially in areas with existing OWTS already prone to soft failures (OWTS failures not evident at grade). Appropriate qualified professionals should consider reasonable pollutant flow paths toward domestic wells, at minimum based on; publically available nitrate concentrations in local wells, published technical literature on local wastewater and non-wastewater nitrate sources, well constructions, pumping demands, and vulnerability of wells due to local hydrogeology. For pathogens, qualified professionals should ensure that field methods are sufficient to mitigate the potential for false positives.</i>		
9.1.5	Fractured bedrock	<i>Where warranted, appropriate qualified professionals should assess permeability trends of water-bearing fractures, and related potential pathways of effluent toward receptors, including but not limited to, domestic wells and surface water. The professionals should also consider potential geotechnical issues. We suggest consideration of fractured bedrock in concert with percolation rates of overlying soils; either very high or low percolation rates might warrant siting restrictions or non-standard dispersal systems. See also State Water Resources Control Board Order WQ 2014-0153-DWQ, Attachment 1, page 1-3, Item A-3.</i>		
9.1.6	Poorly drained soils	<i>Appropriate qualified professionals should give criteria for determination of representative percolation rates, including but not limited to, general site evaluation, trench logging, pre-soak and measurement methods of percolation tests, and acceptable alternatives for percolation tests.</i>		
9.1.7	Vulnerable surface water	<i>Our key potential concern is eutrophication of fresh surface water. While typically with relatively low mobility in groundwater and recently informally banned in dishwasher detergents, phosphate is a common cause. At minimum, describe appropriate qualified professionals who will consider potential pathways of wastewater-sourced phosphate and other nutrients toward potentially threatened nearby surface bodies.</i>		
9.1.8	Impaired water bodies	<i>Wolf Creek, Nevada County, and Woods Creek, Tuolumne County will require Tier 3 Advanced Protection Management Programs. This applies to Nevada, Placer, and Tuolumne Counties. See Attachment 2 of the OWTS Policy.</i>		
9.1.9	High OWTS density areas	<i>Where nitrate is an identified chronic issue, at minimum, consider nitrogen loading per area; for example, see Hantzsche and Finnemore (1992), Crites and Tchobanoglous (1998), and more recent publications as appropriate.</i>		
9.1.10	Limits to parcel size	<i>At minimum, consider hydraulic mounding, nitrate and pathogen loading, and sufficiency of potential replacement areas.</i>		

9.1.11	Areas with OWTS that predate adopted standards	This refers to areas with known, multiple existing OWTS.		
9.1.12	Areas with OWTS either within prescriptive, Tier 1 setbacks, or within setbacks that a Local Agency finds appropriate	This refers to areas with known, multiple existing OWTS.		
9.2	Scope of Coverage:	For Section 9.2 et seq., provide details on scope of coverage, for example maximum authorized projected flows, allowable system types, and their related requirements for site evaluation, siting, and design and construction requirements.		
9.2.1	Installation and Inspection Permits	Permits generally cover procedures for inspections, maintenance and repair of OWTS, including assurances that such work on failing systems is under permit; see Tier 4.		
9.2.2	Special Provision Areas and Requirements near Impaired Water Bodies	<i>Wolf Creek, Nevada County, and Woods Creek, Tuolumne County will require Tier 3 Advanced Protection Management Programs. This applies to Nevada, Placer, and Tuolumne Counties. See Attachment 2 of the OWTS Policy.</i>		
9.2.3	LAMP Variance Procedures	Variances for new installations and repairs should be in substantial conformance to the Policy, to the greatest extent practicable. Variances cannot authorize prohibited items in Section 9.4.		
9.2.4	Qualifications for Persons who Work on OWTS	Qualifications generally cover requirements for education, training, and licensing. <i>We suggest that Local Agencies review information available from the California Onsite Water Association (COWA), see:</i> http://www.cowa.org/		
9.2.5	Education and Outreach for OWTS Owners	Education and Outreach generally supports owners on locating, operating, and maintaining OWTS. At minimum, ensure that you will require OWTS designers and installers to provide owners with sufficient information to address critical maintenance, repairs, and parts replacements within 48 hours of failure; see also Tier 4. Also, provide information to appropriate volunteer groups. <i>At minimum, we suggest providing this information on your webpage.</i>		
9.2.6	Septage Disposal	Assess existing and proposed disposal locations, and their adequacy.		
9.2.7	Maintenance Districts and Zones	<i>These generally refer to Homeowners Associations, special maintenance districts, and similar responsible entities. Requirements for responsible entities should generally reflect the Local Agency's judgment on minimum sizes of subdivisions that could potentially cause environmental impacts. LAMPs should ensure that responsible entities have the financial resources, stability, legal authority, and professional qualifications to operate community OWTS.</i>		
9.2.8	Regional Salt and Nutrient Management Plans	Consider development and implementation of, or coordination with, Regional Salt and Nutrient Management Plans; see also State Board Resolution 2009-0011: http://www.waterboards.ca.gov/centralvalley/water_issues/salinity/laws_regs_policies/rw_policy_implementation_mem.pdf		
9.2.9	Watershed Management Groups	Coordinate with <i>volunteer well monitoring programs</i> and similar watershed management groups.		

9.2.10	Proximity of Collection Systems to New or Replacement OWTS	Evaluate proximity of sewer systems to new and replacement OWTS. <i>See also Section 9.4.9.</i>		
9.2.11	Public Water System Notification prior to permitting OWTS Installation or Repairs	Give your notification procedures to inform public water services of pending OWTS installations and repairs within prescribed setback distances.		
9.2.12	Policies for Dispersal Areas within Setbacks of Public Wells and Surface Water Intakes	Discuss supplemental treatments; see Sections 10.9 and 10.10. A Local Agency can propose alternate criteria; <i>however we will need rationale in detail.</i>		
9.2.13	Cesspool Discontinuance and Phase-Out	Provide plans and schedule.		
9.3	Minimum Local Agency Management Responsibilities:	For Section 9.3 et seq., discuss minimum responsibilities for LAMP management. Responsibilities should generally cover data compilation, water quality assessment, follow-up on issues, and reporting to the Central Valley Water Board:		
9.3.1	Permit Records, OWTS with Variances	Describe your records maintenance; numbers, locations, and descriptions of permits where you have granted variances.		
9.3.2	Water Quality Assessment Program:	<p>In the Water Quality Assessment Program, generally focus on areas with characteristics covered in Section 9.1. Include monitoring and analysis of water quality data, complaints, variances, failures, and inspections. Also include appropriate monitoring for nitrate and pathogens; you can use information from other programs. <i>We are available to provide further guidance on reporting requirements. In the interim, to assist with analyses and evaluation reports (Section 9.3.3), we suggest posting data on appropriate maps; for example consider the following links:</i></p> <p>http://www.nrcs.usda.gov/wps/portal/nrcs/site/ca/home/ http://www.cdpr.ca.gov/docs/emon/grndwtr/gwpa_maps.htm http://ngmdb.usgs.gov/maps/mapview/ http://www.conservation.ca.gov/cgs/information/publications/ms/Documents/M558.pdf http://www.water.ca.gov/groundwater/data_and_monitoring/northern_region/GroundwaterLevel/SacValGWContours/100t400_Wells_Spring-2013.pdf http://www.water.ca.gov/waterdatalibrary/ http://www.waterboards.ca.gov/gama/docs/hva_map_table.pdf http://geotracker.waterboards.ca.gov/gama/ http://msc.fema.gov/portal</p>		

9.3.2.1	Domestic Well Sampling	<i>Apply your best professional judgment to ensure that well sampling focuses on hydrogeologically reasonable pollutant (primarily nitrate) flow paths. A qualified professional should generally design an appropriate directed, judgmental, sample (i.e., statistically non-random). Of the links provided, the Geotracker GAMA website might be particularly useful to the professional; at minimum we suggest reviews of available nitrate data in relevant domestic wells, up-gradient, within, and down-gradient of an area of interest. For some instances, for example where a developer proposes a relatively large project, a Local Agency might require a special study to distinguish between wastewater and non-wastewater sourced nitrate. In such cases, we suggest your consideration of requiring focused sampling and analyses, for example of $\delta^{18}\text{O}$ and $\delta^{15}\text{N}$ of nitrate (Megan Young, USGS, 2014 pers comm), and the artificial sweeteners sucralose and acesulfame-K (Buerge et al 2009, Van Stempvoort et al 2011, and more recent publications as they become available).</i>		
9.3.2.2	Domestic Well Sampling, Routine Real Estate Transfer Related	This applies only if those samples are routinely performed and reported.		
9.3.2.3	Water Quality of Public Water Systems	Reviews can be by your agency or another municipality.		
9.3.2.4	Domestic Well Sampling, New Well Development	This applies if those data are reported.		
9.3.2.5	Beach Water Quality Sampling, H&S Code §115885	<i>Public beaches include those on freshwater.</i>		
9.3.2.6	Receiving Water Sampling Related to NPDES Permits	This refers to existing data from other monitoring programs.		
9.3.2.7	Data contained in California Water Quality Assessment Database	This refers to existing data from other monitoring programs.		
9.3.2.8	Groundwater Sampling Related to Waste Discharge Requirements	This refers to existing data from other monitoring programs.		
9.3.2.9	Groundwater Sampling Related to GAMA Program	This refers to existing data from other monitoring programs.		
9.3.3	Annual Status Reports Covering 9.3.1-9.3.2	Reports are due 1 February, annually, beginning one year after a Regional Board approves LAMP. Every fifth year also include an evaluation report. Submit all groundwater monitoring data in Electronic Delivery Format (EDF) for Geotracker; submit all surface water data to CEDEN.		
9.4	Not Allowed or Authorized in LAMP:	For Section 9.4 et seq., ensure that your LAMP covers prohibitions.		
9.4.1	Cesspools	Local Agencies cannot authorize cesspools of any kind or size.		
9.4.2	Projected Flow greater than 10,000 gpd	<i>Apply professional judgment to further limit projected flows.</i>		

9.4.3	Effluent Discharger Above Post-Installation Ground Surface	For example, Local Agencies cannot authorize effluent disposal using sprinklers, exposed drip lines, free-surface wetlands, and ponds.		
9.4.4	Installation on Slopes greater than 30% without Registered Professional's Report	<i>See also earlier comments, Section 9.1.1, regarding potential geotechnical concerns.</i>		
9.4.5	Decreased Leaching Area for IAPMO-Certified Dispersal System with Multiplier less than 0.70	IAPMO refers to International Association of Plumbing and Mechanical Officials. <i>Decreased leaching area refers to alternatives to conventional (stone-and-pipe) dispersal systems; these alternatives require relatively less area. The multiplier, less than 1, allows for a reduction in dispersal field area relative to a conventional system.</i>		
9.4.6	Supplemental Treatments without Monitoring and Inspection	<i>Therefore, ensure that the LAMP describes periodic inspection and monitoring for OWTS with supplemental treatments.</i>		
9.4.7	Significant Wastes from RV Holding Tanks	<i>We interpret significant amounts to mean amounts greater than incidental dumping, such that volume, frequency, overall strength, or chemical additives preclude definition as domestic wastewater; see Definitions in OWTS Policy. See also, State Water Resources Control Board Order WQ 2014-0153-DWQ, Attachment B-2.</i>		
9.4.8	Encroachment Above Groundwater	Bottom of OWTS dispersal systems cannot be less than 2 feet above groundwater, or bottom of seepage pits, less than 10 feet above groundwater. <i>We interpret groundwater to include inter-flow and perched zones, along with the shallowest main unconfined aquifer. Degree of vulnerability to pollution due to hydrogeological conditions, Section 9.1.1, and the Water Quality Assessment, Section 9.3.2., should cover in detail means of assessing seasonally shallowest depth to groundwater.</i>		
9.4.9	Installations Near Existing Sewers	New and replacement OWTS cannot occur on any lot with available public sewers less than 200 feet from a building or exterior drainage facility (exception; connection fees plus construction costs are greater than 2 times the replacement OWTS costs, and Local Agency determines no impairment to any drinking water.)		
9.4.10	Minimum Setbacks:	These setbacks are from public water systems.		
9.4.10.1	From Public Supply Wells	If the dispersal system is less than 10' in depth, then the setback must be greater than 150' from public water supply well.		
9.4.10.2	From Public Supply Wells	If the dispersal system is greater than 10' in depth, then the setback must be greater than 200' from public water supply well.		
9.4.10.3	From Public Supply Wells, Regarding Pathogens	If the dispersal system is greater than 20' in depth, and less than 600' from public water supply well, then the setback must be greater than the distance for two-year travel time of microbiological contaminants, as determined by qualified professional. In no case shall the setback be less than 200'.		
9.4.10.4	From Public Surface Water Supplies	If the dispersal system is less than 1,200' from public water system's surface water intake, within its drainage catchment, and potentially threatens an intake, then the setback must be greater than 400' from the high water mark of the surface water body.		

9.4.10.5	From Public Surface Water Supplies	If the dispersal system is greater than 1,200,'but less than 2,500,' from public water system's surface water intake, within its drainage catchment, and potentially threatens an intake, then the setback must be greater than 200' from high water mark of surface water body.		
9.4.11	Supplemental Treatments, Replacement OWTS That Do Not Meet Minimum Setback Requirements	Replacement OWTS shall meet minimum horizontal setbacks to the maximum extent practicable.		
9.4.12	Supplemental Treatments, New OWTS That Do Not Meet Minimum Setback Requirements	New OWTS shall meet minimum horizontal setbacks to the maximum extent practicable, and meet requirements for pathogens as specified in Section 10.8., and any other Local Agency's mitigation measures.		
9.5	Technical Support of LAMP	Include adequate detail to ensure that the combination of all proposed criteria will protect water quality and public health sufficiently to warrant the Central Valley Water Board's waiver of Waste Discharge Requirements, pursuant to §13269, California Water Code.		
9.6	Regional Water Quality Control Board Consideration of LAMP	Regional Boards shall consider past performance of local programs to protect water quality. <i>We will generally consider past performance based on our reviews of annual status and evaluation reports; see Section 9.3.3.</i>		

References:

Hantzsche, N.N. and E.J. Finnemore (1992). Predicting groundwater nitrate-nitrogen impacts. "Groundwater," 30, No. 4, pages 490-499.

Crites, R and G. Tchobanoglous (1998). Small and Decentralized Wastewater Management Systems, McGraw-Hill, ISBN 0-07-289087-8, 1084 pages (see especially pages 919-920).

Young, Megan, USGS Menlo Park, mbyoung@usgs.gov , (650-329-4544)

Buerge, Ignaz J., Hans-Rudolf Buser, Maren Kahle, Markus D. Müller, and Thomas Poiger (2009). Ubiquitous occurrence of the artificial sweetener acesulfame in the aquatic environment: an ideal chemical marker of domestic wastewater in groundwater. "Environmental Science and Technology," 43" pages 4,381 to 4,385.

Van Stempvoort, Dale R., James W. Roy, Susan J. Brown, and Greg Bickerton (2011). Artificial sweeteners as potential tracers in groundwater in urban environments. "Journal of Hydrology," 401 pages 126 to 133.

R:\RB5\R5RSection\N Central Valley\A Cross Section\Clerical\Groundwater\ERapport\DRAFTS 2015\Preliminary_LAMP_Completeness_Check_EJR_revised_23_Feb_15.docx

TOWN OF PARADISE ORDINANCE NO. ____

**AN ORDINANCE AMENDING THE PARADISE MUNICIPAL CODE
SECTIONS 13.04.035, 13.04.040, 13.04.070, 13.04.080, 13.04.110 and 13.04.112
RELATING TO ONSITE SEWAGE DISPOSAL SYSTEMS REGULATIONS**

The Town Council of the Town of Paradise, State of California does hereby **ORDAIN AS FOLLOWS:**

Section 1. Section 13.04.035 of the Paradise Municipal Code is amended to read as follows:

13.04.035 - On-site manual applicability.

All parcels with and without existing developments shall be governed by the on-site manual, including construction, repair, modification, replacement and operation of sewage disposal systems.

Section 2. Section 13.04.040 of the Paradise Municipal Code is amended to read as follows:

13.04.040 - Sewage disposal system required.

It is unlawful for any person to maintain, occupy or use any building not provided with a sewage disposal system or which disposes of wastewater in a manner that does not comply with the provisions of this chapter and the provisions of the on-site manual.

Section 3. Section 13.04.070 of the Paradise Municipal Code is amended to read as follows:

13.04.070 - Construction standards.

A. The septic tank shall be of two-compartment construction and shall be of the size and type constructed in accordance with the requirements outlined in Chapter 5.1 of the on-site manual.

1. The minimum liquid capacity of new septic tanks shall be fifteen hundred gallons. Lesser capacities may be authorized by the on-site sanitary official for auxiliary septic tanks.
2. The septic tank shall be constructed of concrete or equally durable material satisfactory to the on-site sanitary official.

B. Dispersal Field/Effluent Disposal. The effluent from a septic tank or an approved alternative treatment system shall be discharged into a dispersal field or an approved alternative disposal system of the size and type constructed in accordance with the requirements of the on-site manual as administered by the on-site sanitary official.

C. Volume and Soil Criteria.

1. When a project has an average daily sewage flow in excess of one thousand gallons per day, one hundred percent of the original and replacement dispersal field shall be installed along with accessible diverter valve.
2. Permeable soil depth below the bottom of the leaching trench that receives non-secondary treated septic tank effluent shall not be less than four feet.
3. Depth to seasonally high groundwater below the bottom of the leaching trench that receives non-secondary treated septic tank effluent shall not be less than four feet.
4. Ground slope in the disposal area shall not be greater than thirty percent.
5. When a project involving the new construction of or alteration to the primary dispersal field has an average daily sewage flow of less than one thousand gallons per day and is to be served by a septic tank/dispersal field system, there shall be suitable area available upon the subject property for the installation of the primary dispersal field and a one hundred percent replacement area for a secondary dispersal field system.
6. Soil composition shall be such that it will serve as an effective filter for septic tank (or an approved alternative treatment system) effluent.
7. Individual leach fields shall not be excavated when the soil is wet enough to compact or smear easily.
8. Any soil testing performed pursuant to meeting the above criteria may, at the discretion of the on-site sanitary official, be witnessed by a representative from the Town Onsite Sanitation Division.
9. Wastewater effluent dispersal is not allowed in any areas that will receive vehicle loading, stationary or moving, whether the surface is asphalt, concrete, gravel or soil, which has a percolation rate greater than thirty minutes per inch. Paved areas, or areas proposed to be paved, which exceed thirty minutes per inch of percolation rate shall not be used to determine net lot area when new parcels are being created.

Section 4. Section 13.04.080 of the Paradise Municipal Code is amended to read as follows:

- **13.04.080 - Inspections required.**

No person shall backfill or cover with earth, or put into use, any sewage disposal system constructed under provisions of this chapter until an inspection of the sewage disposal system has been made by the on-site sanitary official and approval has been given.

Section 5. Section 13.04.110 of the Paradise Municipal Code is amended to read as follows:

13.04.110 - Lot area requirements.

A. When designing new parcels, the establishment and use of advanced treatment systems and community wastewater systems may be approved by the onsite sanitary official.

B. The on-site sanitary official and the State Regional Water Quality Control Board are authorized to formulate guidelines for advanced treatment systems and community wastewater systems. Advanced treatment systems and community wastewater systems shall be located, designed and installed under the direction of a registered civil engineer, registered engineering geologist or registered environmental health specialist and so certified in a manner acceptable to the on-site sanitary official.

C. When designing new parcels that will not be using a community wastewater system, the minimum required net lot areas shall be sized according to Table [13.04.110](#) of this section. "Net lot area" means that portion of a parcel not including the following areas:

1. Private and public easements for access or roadway purposes;
2. Areas within the minimum separation distances shown in Table [13.04.120](#) of this section except required setbacks for buildings and streets;
3. Areas with a slope in excess of thirty (30) percent;
4. Areas where the percolation rate is in excess of one hundred twenty (120) minutes per inch or thirty (30) minutes per inch where pavement is proposed;
5. Areas with less than seven (7) feet of soil above impervious stratum or winter groundwater, unless alternative or advanced treatment sewage disposal systems are approved by the on-site sanitary official;
6. Easements dedicated or reserved for sewage disposal purposes shall be established in a document recorded in the recorder's office of the county. Such recorded documents shall apply only to repairs and to existing lots of record on the effective date of the regulations codified in this chapter.

Section 6. Section 13.04.112 of the Paradise Municipal Code is amended to read as follows:

13.04.112 - Bedrooms.

B. 3. When determining whether or not a particular room is a "bedroom," the onsite sanitary official, and the town manager on appeal, may take into consideration the following features which, in various combinations (generally having only one feature does not preclude use as a bedroom), may make it unlikely that a room will be used as a bedroom:

Section 7. This ordinance shall take effect thirty (30) days after the date of its passage. Before the expiration of fifteen (15) days after its passage, this ordinance or a summary thereof shall be published in a newspaper of general circulation published and circulated within the Town of Paradise along with the names of the members of the Town Council of Paradise voting for and against same.

Passed and Adopted by the Town Council of the Town of Paradise, County of Butte, State of California, on this day of _____, 2016, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

Jody Jones, Mayor

BY: _____

Joanna Gutierrez, CMC, Town Clerk

Approved as to Form:

BY: _____

Dwight L. Moore, Town Attorney



**Town of Paradise
Council Agenda Summary
Date: February 9, 2016**

Agenda Item: 6(b)

Originated by: Lauren Gill, Town Manager
Gina S. Will, Finance Director/Town Treasurer

Subject: 2015/16 Operating and Capital Budget Status Update (Mid-Year Budget Review)

Council Action Requested:

1. Review the report presented and approve the recommended mid-year budget adjustments; and,
2. Provide direction to staff for scheduling a Town Council goal setting workshop to discuss 2016/17 budget priorities; and,
3. Provide direction to staff concerning a Master Fee Schedule revision; or

Alternatives:

Refer the matter back to staff for further development and consideration.

Background:

Under the direction of the Town Council, Town management and staff have sacrificed and worked tirelessly to right the Town's financial ship. After six years of depleted reserves, delayed asset replacement and deferred maintenance, the community responded by passing a six year 0.50% transaction and use tax (Measure C) which took effect April 1, 2015. Measure C is expected to provide about \$1 million a year for six years. The appropriate use of the 2015/16 monies were vetted through the Community Oversight Committee and approved by the Town Council and includes replacement of three police cars, purchase of a new fire engine, investment in town roads, a new detective sergeant and part-time animal control officer, as well as much needed public safety equipment. The 2015/16 operating and capital budget was adopted June 29, 2015.

This mid-year budget report provides an opportunity for staff to do a comprehensive review of all budgeted accounts, including personnel expenditures. It is also the start of the next year budget cycle wherein a timeline for completion, a five-year budget projection is analyzed, and priorities are discussed.

Discussion:

Fund 1010 – General Fund

Staff met with each department and reviewed a General Fund Budget Performance Report to date for the 2015/16 fiscal year in order to review trends or significant swings in revenues and expenses and to identify needed budget adjustments. A copy of this report is attached for review. The following information was derived from this analysis and highlights of the recommended adjustments are summarized below:

Revenues

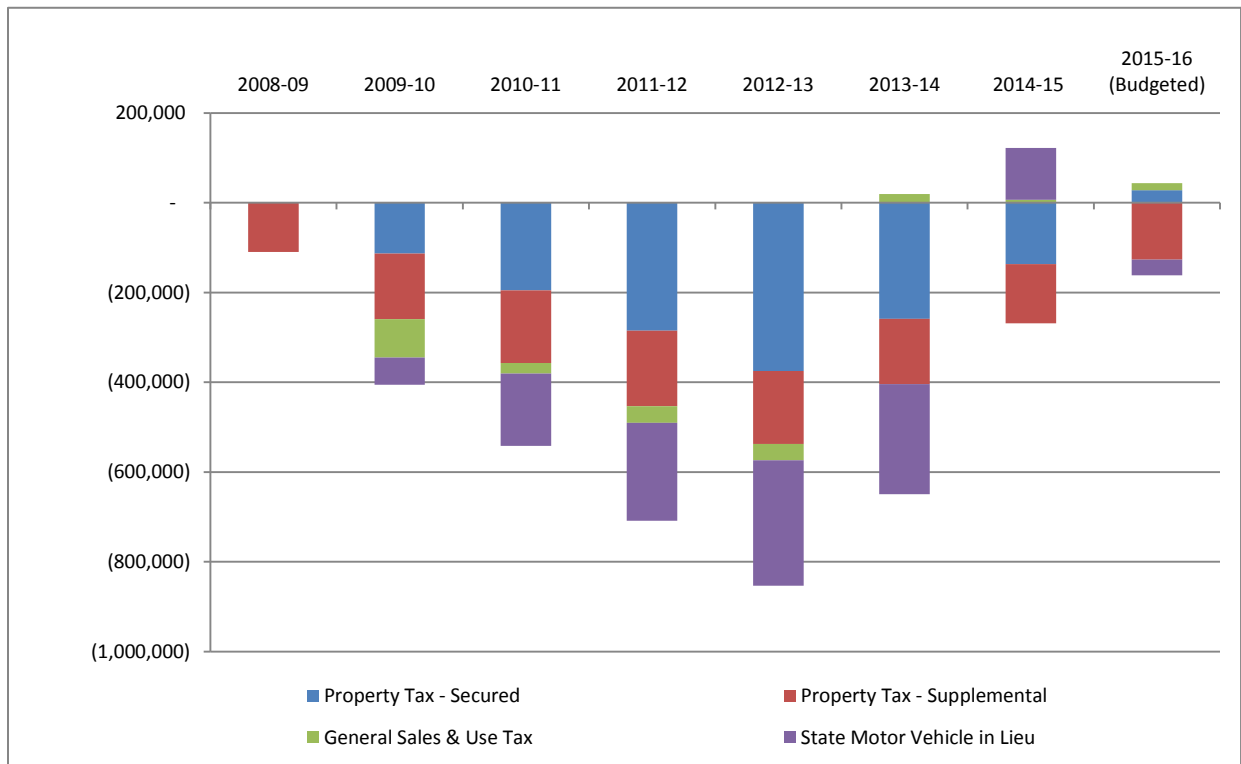
	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Measure C	\$291,666	\$998,429	\$1,071,000	\$72,571
Non Department	10,230,048	10,285,524	10,307,233	21,709
Finance	13,454	20,100	20,100	0
Police	125,505	73,221	78,351	5,130
Fire	182,925	83,465	92,808	9,343
Planning	50,325	56,479	57,325	846
Waste Management	60,640	50,373	50,593	220
Engineering	42,263	39,500	38,260	(1,240)
Community Park	2,670	2,500	2,500	0
Totals	\$10,999,496	\$11,609,591	\$11,718,170	\$108,579

- Measure C: The 0.50% transaction and use tax approved by the voters in November 2014, took effect April 1, 2015. The Town has now received two quarters of receipts. The most recent quarter receipts from July through September are historically the lowest quarter of receipts. The receipts to date support an estimate of about \$1.1 million per year; however, staff recommends remaining conservative and reducing the estimate 5%. Thus, **staff recommends increasing Measure C Revenue budget \$72,571**. Staff has just recently acquired the raw data from the Board of Equalization, and will analyze point of sale transactions versus out of Town sales and report back to Council.

- Property Taxes: The Town has received its first deposit of 2015/16 property tax receipts and final estimates from Butte County based on the finalized tax rolls. About 75% of the secured tax rolls are governed by Proposition 13 which means that property taxes cannot grow on those properties more than 2% per year. 25% of the properties then are generating most of the growth. Secured property taxes are expected to grow 3.95% as compared to growth of 3.02% last year. Unsecured property taxes are expected to grow 3.39% after a loss of 2.40% last year. Homeowner’s apportionment is expected to decline 2.75% after declining 0.47% last year.

For the first time in seven years property taxes collectively are nearly back to prerecession levels; although, Council should also take note of the following:

1. It will take several more years to make up the \$3.6 million in lost property value based revenues.

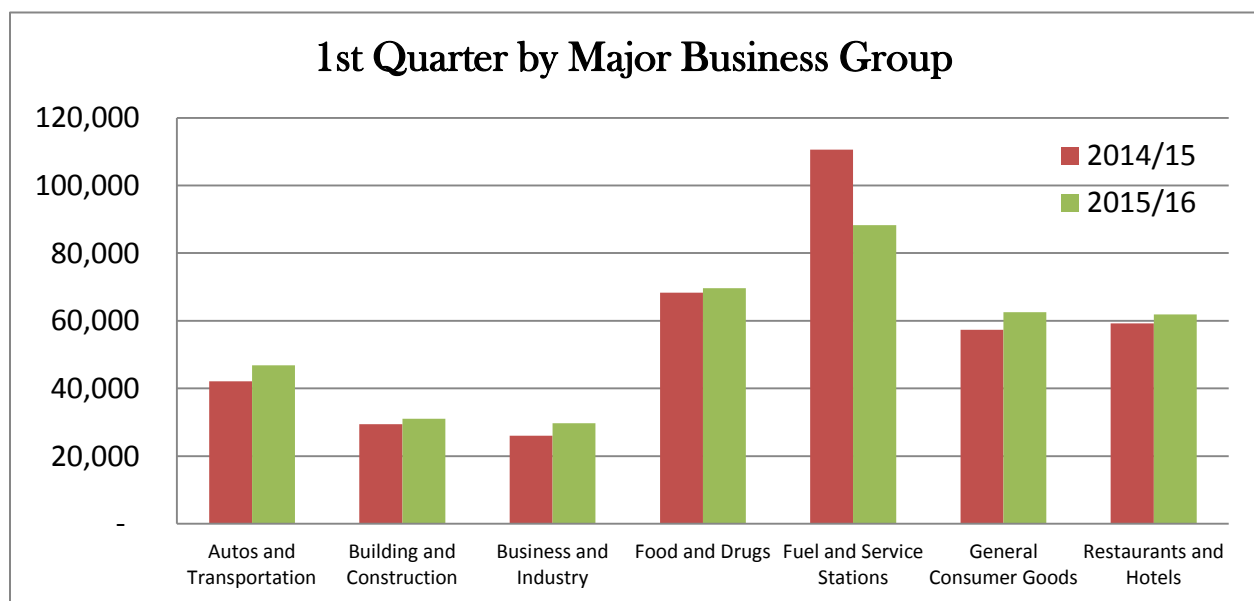


2. Staff has been notified by the League of California Cities that the Board of Equalization has determined that the Proposition 13 growth factor for 2016/17 will be 1.525%, so less than the normal 2%. Thus, about 75% of the Town's property taxes can only increase by that percent.
3. This also means then that 25% of properties will have to turn over or grow 7.4% in order for the Town to maintain property tax growth of 3%.
4. 44% of General Fund revenue (without Measure C) is generated from Property Taxes. With these constrained revenues, inflation or fast increasing CPI will create financial strain in future budgets

The following chart further summarizes property tax expectations and recommended budget adjustments for this 2015/16 budget year:

Property Taxes	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Secured	\$4,165,560	\$4,269,699	\$4,330,179	\$60,480
Unsecured	217,678	220,943	225,055	4,112
Supplemental	50,011	55,012	55,012	0
Homeowners Apportionment	67,508	69,455	65,655	(3,800)
Totals	\$4,500,757	\$4,615,109	\$4,675,901	\$60,792

- Motor Vehicle in Lieu (MVIL): The Town has received its first receipts and reviewed the County's calculations of MVIL for 2015/16. The County has corrected its formula errors from the last several years which provided some one-time revenues last year. Staff was overly optimistic in its estimates for 2015/16, and **recommends decreasing MVIL \$55,976**. With one-time monies last year the Town received \$2.28 million; this year the Town is predicted to receive \$2.14 million.
- Sales Tax: With the first quarter of 2015/16 sales tax receipts recorded, receipts remain flat. Analysis shows there is growth in every business group except for fuel stations which shows sharp decline because of lower gasoline prices. Forecasts indicate that gas prices on average in 2016 will remain 16% less than in 2015 and in 2017 will grow but will still be 9% less than 2015. Gasoline sales are the single largest contributor to sales tax generation in the Town, so this forecast supports **decreasing the 2015/16 sales tax budget \$10,059**. Sales taxes provided \$1.8 million in 2014/15 and are estimated to remain at \$1.8 million for 2015/16.



- Property Transfer Tax: Transfer taxes for the first six months show year of year growth of 56%. A good sign that properties are both selling and increasing in value. Even assuming conservative growth the remainder of the fiscal year, staff recommends **increasing the 2015/16 transfer tax budget \$15,093** to \$78,339. \$63,702 was received last year.
- Franchise Fees and Transient Occupancy Taxes (TOT): Only minimal budget adjustments are recommended by staff for Franchise Fees and TOT. Only one quarter of receipts have been recorded for the 2015/16 fiscal year and they align closely to budget estimates. The Town anticipates receiving \$872,070 in Franchise Fees and \$200,236 in TOT for 2015/16.
- State Mandated Claims Reimbursements: With the improved State economy, the State released another \$10,867 in interest on outstanding mandated claim reimbursements this fiscal year. \$6,662 toward administrative service claims and \$4,205 toward police claims. The Town is still owed \$218,810 according to the most recent report acquired from the State Controller's Office. **Staff recommends increasing the 2015/16 budget by the amounts received \$10,867.**
- Fire Equipment Rental: The 2014/15 fire season was especially demanding for the State of California. When possible, the Town lent resources to the State which resulted in rental income. A little over \$174,000 in rental income was received in 2014/15. This was significantly more than the annual average; a recent history of which is shown below:
 - 2014/15 \$174,163
 - 2013/14 \$24,601
 - 2012/13 \$94,085
 - 2011/12 \$5,609
 - 2010/11 \$0

\$75,000 was budgeted for 2015/16, but \$78,237 has already been received to date. **Staff recommends increasing the 2015/16 budget \$10,000** to \$85,000. For 2016/17 staff also recommends that a certain portion of these receipts be put aside for future fire engine replacement.

To summarize, the Town is expected to receive \$108,579 more in revenues for 2015/16 than currently budgeted. \$72,571 in Measure C receipts and \$36,008 in other receipts. While this is great compared to the recent past and confirms that revenues truly have stabilized and show moderate growth, the Town will not receive the large one-time revenues from last year that allowed the Town to start rebuilding reserves.

Further, the Town continues to be challenged by its lack of diversified revenues. Thankfully Measure C is currently filling in the gap, allowing the Town to maintain quality services for the community. Because such a large portion of its revenues are constrained, the Town should be vigilant in recouping costs of special services so that

the community as a whole isn't subsidizing the special services of a few. The last complete master fee schedule revision was 2 ½ years ago.

Expenses:

	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Measure C	\$8,392	\$881,183	\$969,919	\$88,736
Non Department	929,836	967,726	976,735	9,009
Administration	1,755,969	1,545,301	1,558,540	13,239
Police	3,587,252	4,084,261	4,042,069	(42,192)
Fire	3,463,198	3,639,083	3,636,874	(2,209)
Community Develop.	164,317	168,540	173,442	4,902
Public Works	38,174	220,479	243,145	22,666
Totals	\$9,947,138	\$11,506,573	\$11,600,725	\$94,152

Measure C:

Measure C has been essential in preserving services and maintaining a balanced budget this fiscal year. As previously reported, the Town is replacing public safety equipment, sustaining the CAL FIRE contract, planning road rehabilitation and addressing deferred maintenance issues with this funding. As the Town's budget is so lean, staff recommends Measure C help the Town address some other critical one-time expenses that will be fully described below. Following is a recap of the Measure C proposed budget.

Measure C Updated

	<u>2015/16 Amended Budget</u>	<u>2015/16 Proposed Budget</u>	<u>2015/16 Budget Adjustments</u>
Police Department			
Lieutenant Reinforcement	\$0	\$13,439	\$13,439
Sergeant Detective	97,814	\$111,619	\$13,805
Police Cadets (3)	45,000	51,563	6,563
Police Cars	100,000	100,000	0
Body Cameras	14,034	14,034	0
LiveScan Machine	12,000	11,670	(330)
Station Repairs	45,000	96,000	51,000
Officer Training	15,000	15,000	0
K-9 Program	10,000	10,000	0
	<hr/>	<hr/>	<hr/>
	\$338,848	\$423,325	\$84,477

Animal Control

Increased Officer Hours	\$24,792	\$23,751	(\$1041)
Officer Training	3,000	3,000	0
Pressure Washer	5,000	5,200	200
	<u>\$32,792</u>	<u>\$31,951</u>	<u>(\$841)</u>

Fire Department

CAL FIRE Contract	\$150,000	\$150,000	\$0
Exhaust System	20,511	20,511	0
4 SCBAs	25,000	25,000	0
Fire Engine	89,032	94,132	5,100
	<u>\$284,543</u>	<u>\$289,643</u>	<u>\$5,100</u>

Public Works

Pedestrian Safety Crossing	\$25,000	\$25,000	\$0
Road Improvements	200,000	200,000	0
	<u>\$225,000</u>	<u>\$225,000</u>	<u>\$0</u>

Subtotal	\$881,183	\$969,919	\$88,736
Unassigned Reserve	\$117,246	\$101,081	(\$16,165)
Totals	\$998,429	\$1,071,000	

➤ Police Department:

- *Lieutenant Reinforcement* – All three department leadership positions are in the final phase of their careers. Both of the Lieutenants are of retirement age and are considering retirement at the end of this fiscal year. Staff recommends recruiting at least one replacement Lieutenant as quickly as possible and providing about a month cross training between the positions. This will help transition the new person into the department as well as provide support while the department is short staffed. This additional staffing will cost about \$13,439.
- *Sergeant Detective* – A thorough review of the salary, benefits and previously not considered overtime costs associated with the Sergeant Detective position for 2015/16 is \$13,805 more than first estimated. This is more than the last estimate but less than the original budget. Given the staffing shortage and heavy case load of the department, this position has proven to be invaluable.
- *Police Cadets (3)* – All costs have been identified related to sponsoring three police cadets through the police academy. The cost includes background, the trainee's time, tuition, uniform and supplies. The final cost is expected to be \$51,563. The academy started January 4, 2016 and runs until June 10, 2016.

- *Building Repairs* – An emergency was declared by Town Council in September 2015 in order to expedite the siding repairs needed to prepare the building for a wet winter. As the repair work progressed, further damage and rot was identified. The entire building overhang needed to be reconstructed at an additional cost of \$45,673. The total cost of all the repairs and reconstruction is projected to be \$96,000. With maintenance and care, the repairs can last over forty years.

➤ *Fire Department:*

- *Type 1 Fire Engine* – In August 2015, the Town Council approved the purchase of a Pierce Enforcer Pumper Fire Engine. The engine is being constructed and will be delivered to the Town in April or May 2016. After negotiations and final design review, the final cost is \$495,050. Total costs this fiscal year will be \$94,132 with five more annual lease payments of \$86,632 in future years.

Staff met with and shared this update with the Measure C Citizen Oversight Committee on January 26, 2016.

Non Department:

- Non department specific expenses are expected to increase by \$9,009. \$4,245 in additional bank fees are projected due to the Town's investment strategy change. As a reminder, US Bank lowered its earnings credit rate making it prudent to shift more of the working capital out of US Bank into LAIF to maximize interest earnings. Also, \$3,566 will be transferred out to the Town's Housing Loan Fund as RDA loans are starting to be repaid to the town and 20% of those payments must be transferred to housing funds.

Administration:

Collectively administrative divisions are anticipated to increase \$13,239 for a variety of reasons including needed computer and equipment replacements, utility increases, staff benefit election changes and increased legal matters as summarized below:

✓ Town Council	(500)
✓ Town Clerk	(2,619)
✓ Town Manager	1,038
✓ Central Services	4,117
✓ Information Technology	5,128
✓ HR and Risk Management	724
✓ Legal Services	2,300
✓ Finance	3,051

Police Department

- *Police Administration:* With the potential retirement of Lieutenants later this year and the overall staffing shortage in the department, staff recommends hiring a replacement Lieutenant as soon as possible as described above in the Measure C section. Given the strain on the overall budget however, it will be helpful for Measure C to fund this and leave room in the budget for other possible contingencies. This shift of funding sources provides savings in the police administration budget of \$13,448. The proposed budget includes the assumption of one Lieutenant retiring this year, so if both retire, additional costs of about \$20,000 will need to be funded.
- *Police Operations:* The Police Department continues to struggle to fill open and budgeted positions within police operations. For a short time, at the end of last fiscal year, all positions were filled; however, the division is back up to four vacancies and there is a potential for more. Two replacements are needed from retirements, the AB 109 position is vacant, and a vacancy was created to promote an officer to the Measure C funded Detective Sergeant position. Four trainees were intended to be sponsored through the police academy; however, one cadet has already resigned. Further, the academy is not complete until June 2016 and then the officers will need additional training before they can patrol independently.

In the meantime, the revised personnel budget includes the salary savings from the vacant positions, additional overtime budgeted in light of the staffing shortage, and finally, funding for contracted investigative support. Overall, there is operations division savings projected of \$18,134 (\$5,000 from gasoline price savings). This is helpful considering the vulnerability of the department and provides some budget room in case of emergency and in order to recruit candidates.

- *Public Safety Communications:* Due to a medical leave situation and fewer part time dispatchers available to cover shifts, the communications division is also experiencing staffing shortages. Staff recommends unfreezing one of the dispatch positions, which depending on the staffing schedule chosen, results in a minimal budget impact because of the overtime saved. With the current staffing model and shortages, overtime is currently paid each week. The proposed revised communications budget includes the new hire and additional overtime needed due to current shortages, but also includes the savings of fewer part time dispatchers. Overall the divisions projects savings of \$11,324. Most of that savings is a result of retiree medical premiums decreased as one retiree has left the plan.

Fire Department

Overall, the fire department is expected to achieve savings of \$2,209. Namely, a result of a retiree being Medicare eligible and gasoline price savings. On the personnel contract, CAL FIRE is currently on track to achieve the \$96,884 requested budget savings already included in the budget.

Community Development – Planning

Staff recommends increasing the Community Development budgets \$4,902 principally as a result of a staff member changing their health benefit elections. Some other minor changes are recommended as shown on the attached report.

Public Works – Fleet Management

After a three month staff vacancy in Fleet Management that was cured early this fiscal year, staff has made tremendous progress in repairing and maintaining the Town’s fleet. However, bringing the aged fleet back up to safety standards will cost about \$23,000 more than expected. Even with this increase, however, the fleet budget will still be nearly \$13,000 less than the prior year. With the Measure C replacement of police cars and a fire engine the overall fleet age and maintenance will greatly improve over the next few years.

After a comprehensive review of all budgeted accounts and thorough analysis of position control, staff recommends a \$94,152 increase in budgeted expenditures. \$88,736 for Measure C and \$5,416 for other divisions.

Fiscal Impact:

Again, Measure C is the key to allowing the Town to move cautiously forward and maintain services this fiscal year. Outside of Measure C, revenues are growing modestly and the Town has to address long deferred expenditures. This year the Town will maintain a balanced budget, and is only expected to add a marginal amount to cash flow reserves. Until those cash flow reserves are adequately replenished, the Town will continue to borrow cash for operating expenses at a cost of about \$25,000 a year. Following shows the progress the Town is making in rebuilding its General Fund Ending Fund Balance and Cash Flow Reserves:

	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Revenues	\$10,707,830	10,611,162	\$10,647,170	\$36,008
Measure C Revenues	291,666	998,429	1,071,000	72,571
Expenses	(9,938,746)	(10,625,390)	(10,630,806)	5,416
Measure C Expenses	(8,392)	(881,183)	(969,919)	88,783
Net Income	\$1,052,358	\$103,018	\$117,445	

Ending Fund Balance	\$2,938,359	\$3,041,377	\$3,055,804
<i>Designated Reserves</i>			
Nonspendable (RDA)	2,008,233	1,974,731	1,983,233
Measure C Assigned	283,274	400,520	384,355
Unassigned	646,852	666,126	688,216

Fund 2030 – Building Safety and Wastewater Services

	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Revenues	\$935,539	\$812,722	\$839,830	\$27,108
Expenses	(738,488)	(824,585)	(818,538)	(6,047)
Net Income	\$197,050	(\$11,863)	\$21,292	
Ending Fund Balance	\$391,125	\$379,262	\$412,417	

Revenues:

Overall development revenues continue to rebound and show that there is building growth in the community. The 2014/15 building permits revenues were back at 2007/08 levels. The 2015/16 revenues were budgeted very conservatively. In light of the 2014/15 numbers and healthy permit and plan check numbers already being reported for 2015/16, staff recommends increasing building permits by \$10,178 and plan check fees by \$11,920. There are still conservative revenue numbers built into the proposed 2015/16 budget.

Expenses:

Collectively expenses for 2015/16 can be reduced \$6,047. While there are some increased costs related to central service allocations, there is anticipated savings from staff benefit elections and retiree health.

Fiscal Impact:

The fund will end the fiscal year with a good healthy reserve which is important to maintain for equipment replacement purposes and to prepare for the inevitable next economic downturn. Eventually the fund may need to increase staffing to maintain timely services; however, current budget numbers would not yet sustain that addition.

Fund 2070 – Animal Control Services

	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Revenues	\$198,000	\$205,275	\$205,879	\$604
Expenses	(192,907)	(210,937)	(212,475)	1,538
Net Income	\$5,092	(\$5,662)	(\$6,596)	
Ending Fund Balance	\$6,596	\$934	\$0	

Revenues:

Revenues for 2015/16 are anticipated to conclude principally as expected with some growth in code enforcement citation receipts related to unlicensed, unleashed and dangerous dogs, and some modest decreases in other categories. PASH is expected to provide \$11,900 in funding various shelter expenses for the care and comfort of the animals.

Expenses:

Expenses for 2015/16 are also expected to conclude about as expected. Overtime and animal rendering expenses are anticipated to be higher, but retiree health costs will be lower. A full personnel cost analysis was completed with the inclusion of the new 36 hour animal control officer and actual expenses will be a little less than projected.

Fiscal Impact:

The fund will require a transfer from the animal control donation fund of \$14,021 in order to balance in 2015/16. This will leave about \$48,000 in the fund at the end of the fiscal year. Without increased revenues in other areas, this is enough to sustain services for about another 3.5 years.

Fund 2120 – State Gas Tax (Street Maintenance)

	2014/15 Audited Actual	2015/16 Amended Budget	2015/16 Proposed Budget	2015/16 Budget Adjustments
Revenues	\$1,163,803	\$1,024,198	\$1,041,356	\$17,158
Expenses	(1,145,169)	(1,218,244)	(1,178,672)	(39,572)
Net Income	\$18,634	(\$194,046)	(\$137,316)	
Ending Fund Balance	\$438,273	\$244,227	\$300,957	

Revenues:

While lower gasoline prices are helpful in a couple areas of the Town's budget, it is detrimental to sales tax and gas tax revenues. Revised gas tax projections were recently released for 2015/16 allowing staff to recommend increasing gas tax receipts about \$17,158. Unfortunately, even with the increased revenue, gas tax revenue will be down 22%. This trend is projected to continue with another 7% drop in revenue projected next year. On a positive note, the Governor recognizes that additional funding is needed to rehabilitate roads statewide so has included funding for this purpose in his proposed State budget for next year. If passed, \$139,000 more in revenues could be provided to the Town.

Expenses:

The fund is expected to save about \$39,572 this budget year. A little over \$28,000 is a result of salary and benefit savings. Two positions have been out on extended leaves and one of those individuals recently retired. Two temporary employees have been hired to help fill the void. A more permanent personnel solution will be implemented later this fiscal year. A little over \$12,000 can be cut from repair and maintenance services. The debt service account can be reduced \$10,123 because \$6,287 in equipment was purchased out right instead of through lease purchase and some equipment replacement is postponed.

Fiscal Impact:

The fund is currently maintaining appropriate reserves; however, staff is monitoring the trend of decreasing revenues. This year the fund will use \$137,316 of its reserves; \$69,004 of that as a contribution to a capital project. These reserves are needed to maintain existing staffing and service levels. They are also a critical funding source for leveraging grants.

Municipal Financial Health Diagnostic Tool:

The Town will maintain its C- grade for fiscal year 2015/16 as the overall general fund outlook remains the same since the original budget was adopted. The Town is making progress on its fiscal health, but must continue to address depleted reserves, long-term obligations, diminished assets and diversity its revenue stream. Following are the items that remain a hindrance to the Town's financial health:

1. *Recurring General Fund Operating Deficits*

Measure C has temporarily cured the General Fund Operating Deficit, but the town must now diversity its revenue sources to prepare for when Measure C goes away.

2. *General Fund Unassigned Reserves are Inadequate*

A \$688,216 unassigned reserve is projected as of June 30, 2016 on an \$11.6 million budget which is 5.9% of the budget. The diagnostic tool recommends at least an 8% unassigned reserve, and the Town has a goal of 10%.

3. *Inadequate Cash and Short Term Investments*

The amount of the annual Tax Revenue Anticipation Note (TRAN) is being reduced; however, the Town still had to borrow \$2.7 million to build a cash flow bridge this fiscal year. The TRAN will cost \$31,000 in interest and issuance costs.

4. *Fixed and Personnel Costs Exceed 80% of Operating Expenditures*

The Town's fixed costs as a percent of operating expenditures have improved slightly from 90% for budget year 2014/15 to 89% for budget year 2015/16.

5. *Budget Balanced by Deferring Asset Maintenance*

For the first time in five years, Measure C has allowed the Town to budget asset replacement and maintenance in 2015/16. However, as Council knows Measure C will only last another 5 years.

6. *Pension Liabilities or Post-Employment Benefit Funding Deferred*

GASB 68 and CalPERS are requiring that the pension related unfunded liabilities be funded over time. The Town has another 15 years to pay on the Pension Obligation Bond and CalPERS is amortizing current unfunded liability over 20 + years. This leaves very little room in the budget to fund OPEB benefits (retiree health). \$150,000 to \$200,000 should be contributed toward these obligations, but the Town can only afford to contribute \$25,000 this fiscal year.

General Fund Five Year Projection:

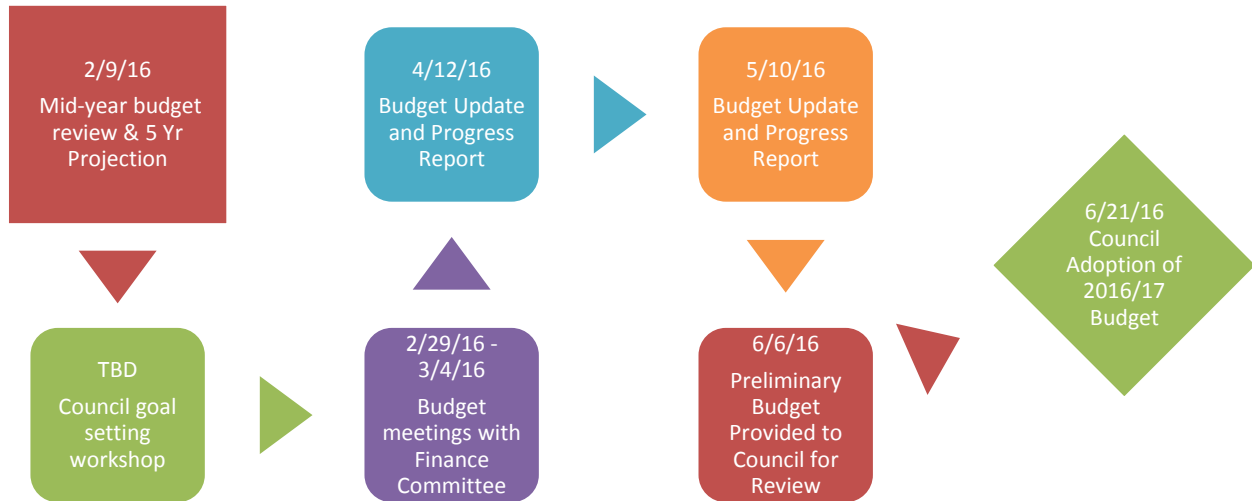
Staff made some basic and conservative assumptions about revenue and expenditure growth for the next five years. Further, staff estimated and included CalPERS pension contribution increases, Pension Obligation Bond Increases, the CAL FIRE personnel contract increases, and reductions for any lease purchases paid off. The result is that there is projected to be a little revenue that exceeds expenditures in a range from \$50,000 to \$150,000 in this five year projection. The challenge will be to prioritize the many items that will require funding. A list of the most important of these are indicated below:

- It has been at least 7 years since employees have received cost of living adjustments (COLA). Four of the five employee groups received a COLA in July of 2007. One group received a COLA in July 2008. In addition, 5 of these 7 years employees agreed to various concessions including salary reductions. The last of the salary reductions expired in June 2014. All the while, since July 2008 CPI has grown 8.6% for Western States. To further exasperate take home compensation for Town employees, medical premium caps enacted between October and December 2011, are permanent. Each year as premiums have gone up, the amount the Town contributes remains the same, and the amount employees pay increases. On average, to maintain family coverage, employees have had to contribute 4.01% of their salaries to maintain the same level of benefit.
- Measure C expires in just over 5 years, and while the Town has been careful to use Measure C mainly for asset replacement and deferred maintenance, there are some ongoing expenses being funded through this revenue source that the Town should begin to wean itself off of:
 - Sergeant Detective Position
 - CAL FIRE contract support
 - 75% of Animal Control Officer
 - Police Officer training support
 - K-9 program
- The first five year CAL FIRE personnel contract expires in June 2017 when the Town will be negotiating a new service contract. A not to exceed 5% escalator amounting to about \$150,000 a year has been built into the current contract. While the Town would like to maintain the same level of service for its wildfire vulnerable community, the majority of the Town's revenues cannot grow by 5% per year, perhaps making it difficult for the Town to sustain this contract in the long term.
- The Town has been underfunding its OPEB (retiree medical) obligation. It will contribute \$25,000 this fiscal year when it should be contributing \$150,000 to \$200,000 per year to make the obligation manageable in the future.

2016/17 Budget Adoption Timeline:

Starting with this mid-year budget report, the Mayor, Vice Mayor and Council members will have a number of opportunities to indicate their budget priorities and provide input during the budget process as indicated below:

2015/16 Operating and Capital Budget Status Update (Mid-Year Review)
February 9, 2016



Conclusion:

In conclusion, this report is not meant to be a doom and gloom report, but is meant to be cautionary. The Town has made considerable progress towards its financial stability, and the Town must continue its efforts of fiscal responsibility. All funds are being carefully monitored and only sustainable expenses are being put back into budgets. Further, the Town is being good stewards of Measure C monies and is investing those funds as expected by the community in items that sustain and enhance the services provided to the community. Next steps will be to diversify revenue sources and invest in future sustainability by providing funding for asset replacement and long term obligations.



General Fund Revenues

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Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
Fund 1010 - General Fund							
Department 00 - Non Department Activity							
Program 0000 - Non Program Activity							
REVENUE							
3110.311	Property Tax Current Secured	4,165,560	4,260,523	4,269,699	-	4,330,179	60,480
3110.312	Property Tax Current Unsecured	217,678	230,784	220,943	212,487	225,055	4,112
3110.315	Property Tax Prior Secured/Unsecured	5,534	7,344	7,344	1,954	6,000	(1,344)
3110.320	Property Tax General Supplemental	50,011	47,891	55,012	8,927	55,012	-
3130.325	General Sales and Use Tax Sales and Use Tax	1,805,853	1,822,260	1,822,260	316,545	1,812,201	(10,059)
3167.330	Real Property Transfer Tax Real Property Transfer Tax	63,702	63,246	63,246	31,887	78,339	15,093
3182.335	Franchise Taxes Franchise Taxes	855,689	865,679	870,256	160,350	872,070	1,814
3185.340	Transient Occupancy Tax Transient Occupancy Tax	197,509	200,430	200,430	55,508	200,236	(194)
3210.110	Business Licenses and Permits Business Regulation	5,022	3,800	3,800	1,371	4,200	400
3210.120	Business Licenses and Permits Bingo Regulation	132	132	132	-	132	-
3215.100	DOJ/FBI Fees Fingerprinting/Processing	-	-	-	81	-	-
3345.100	State Revenues - Other Refunds & Reimbursements	44,670	1,000	6,707	13,369	13,369	6,662
3345.200	State Revenues - Other Miscellaneous	-	24,000	-	-	-	-
3351.001	Property Tax Homeowners Apportionment	67,508	69,455	69,455	-	65,655	(3,800)
3356.001	State Motor Vehicle In Lieu Motor Vehicle In Lieu Tax	2,283,615	2,198,994	2,198,994	-	2,143,018	(55,976)
3356.003	State Motor Vehicle In Lieu Section 11001.5 Prior Year	10,952	-	-	-	-	-
3410.101	Administrative Services General Administrative Fees	60	45	45	40	45	-
3410.104	Administrative Services Returned Check Processing	153	200	200	(21)	200	-
3410.106	Administrative Services Building Rental	512	-	-	-	-	-
3410.107	Administrative Services Electronic Audio Reproduction	15	10	10	-	10	-
3410.112	Administrative Services Printed Material Production/Sale	591	550	550	389	550	-
3410.113	Administrative Services Document Copying	504	300	300	142	300	-
3410.114	Administrative Services Document Certification	270	170	170	80	170	-
3410.150	Administrative Services Late Fees	78	-	-	31	31	31
3610.100	Interest Revenue Investments	3,642	5,000	5,000	9	4,000	(1,000)
3610.150	Interest Revenue Interfund Loans	5,942	-	-	-	-	-
3630.200	Rents and Royalties Billboard Rents and Leases	440	440	440	-	440	-
3901.100	Refunds & Reimbursements Miscellaneous	136	5,000	5,000	15	2,500	(2,500)
3902.100	Miscellaneous Revenue General	35,468	500	500	775	775	275
3902.110	Miscellaneous Revenue Cash Over and Short	5	-	-	-	-	-
3910.030	Transfers In From Development Services Fund	137,713	160,436	160,436	36,456	167,982	7,546
3910.070	Transfers In From Animal Control	29,199	38,933	38,933	13,708	38,612	



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3910.120	Transfers In From State Gas Tax Fund	166,681	167,031	167,031	36,155	166,199	(832)
3910.140	Transfers In From Traffic Safety Fund	30,000	30,000	30,000	10,000	30,000	-
3910.160	Transfers In From BHS Development Svcs Fund	31,397	34,780	34,780	13,434	35,923	1,143
3910.215	Transfers In From Aband Vehicle Abate Fund	3,269	5,000	5,000	-	5,000	-
3910.650	Transfers In From Successor Agency to RDA NH	5,828	13,212	13,212	3,592	13,212	-
3910.710	Transfers In Equipment Replacement Fund	-	4,405	4,405	3,658	4,405	-
3910.900	Transfers In From Transit Fund	4,708	4,428	4,428	975	4,607	179
3910.970	Transfers In From Self Insurance Trust Fund	-	26,806	26,806	26,806	26,806	-
Department 00 - Non Department Activity Totals		10,230,048	10,292,784	10,285,524	948,724	10,307,233	21,709
Department 25 - Finance							
Program 4420 - Measure C TUT							
REVENUE							
3130.326	General Sales and Use Tax Transactions and Use Tax (TUT)	291,666	850,000	998,429	187,000	1,071,000	72,571
Program 4420 - Measure C TUT Totals		291,666	850,000	998,429	187,000	1,071,000	72,571
Program 5005 - Rental Properties							
REVENUE							
3630.100	Rents and Royalties Commercial Prop Rents & Leases	11,129	18,000	18,000	6,000	18,000	-
3901.100	Refunds & Reimbursements Miscellaneous	2,325	2,100	2,100	1,218	2,100	-
Program 5005 - Rental Properties Totals		13,454	20,100	20,100	7,218	20,100	-
Department 30 - Police							
Program 0000 - Non Program Activity							
REVENUE							
3320.100	Federal Revenue - Other Refunds and Reimbursements	4,281	3,000	3,000	476	3,000	-
3345.004	State Revenues - Other POST Reimbursements	2,165	10,000	10,000	3,646	10,000	-
3345.100	State Revenues - Other Refunds & Reimbursements	68,830	16,000	16,000	20,205	20,205	4,205
3380.100	Local Government Revenue Fines and Forfeitures	21,168	20,000	20,000	5,022	20,000	-
3380.106	Local Government Revenue Administrative Citations Police	100	-	-	-	-	-
3410.150	Administrative Services Late Fees	-	-	-	779	-	-
3421.100	Police Vehicle Repossession	252	200	200	126	200	-
3421.103	Police Weapons Storage Fee	-	150	150	-	150	-
3421.105	Police Cite Sign Off / VIN Verification	1,020	1,000	1,000	244	1,000	-
3421.110	Police DUI Accident & Arrest Processing	4,157	2,300	2,300	295	2,300	-
3421.111	Police Vehicle Impound Fee	1,008	1,200	1,200	224	1,200	-
3421.115	Police Police Report (Copy)	7,622	7,000	7,000	3,066	7,000	-
3421.120	Police Fingerprint Processing	5,724	6,000	6,000	2,033	5,500	(500)
3421.122	Police Visa/Clearance Letter	112	64	64	64	64	



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Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budet	2015/16 Mid-Year Budget Adjustments
3421.128	Police Statutory Registration	480	500	500	150	500	-
3421.130	Police Reproduce/Sale of Tapes & Photos	199	150	150	48	150	-
3421.140	Police Alarm System Registration	2,737	1,800	1,800	2,330	2,800	1,000
3421.141	Police False Alarm Response	2,829	1,500	1,500	1,524	2,000	500
3421.180	Police Special Services	1,375	1,000	1,000	1,415	1,415	415
3421.185	Police Bicycle License	11	7	7	-	7	-
3421.187	Police Subpoena Duces Tecum	670	100	100	15	100	-
3901.100	Refunds & Reimbursements Miscellaneous	163	1,000	1,000	175	500	(500)
3901.140	Refunds & Reimbursements Negligence Cost Recovery Fees	582	200	200	210	210	10
3902.100	Miscellaneous Revenue General	20	50	50	0	50	-
Department 30 - Police Totals		125,505	73,221	73,221	42,045	78,351	5,130
Department 35 - Fire							
Program 0000 - Non Program Activity							
REVENUE							
3345.100	State Revenues - Other Refunds & Reimbursements	174,163	75,000	75,000	78,237	85,000	10,000
3380.103	Local Government Revenue Fines and Citations Fire	-	-	-	220	220	220
3410.150	Administrative Services Late Fees	-	-	-	26	-	-
3422.303	Fire Out Of Hours Burning Response	176	250	250	373	373	123
3422.304	Fire Fuel Reduction Burn Permit	874	600	600	68	600	-
3422.310	Fire Report Copying	-	40	40	-	40	-
3422.315	Fire Residential Burning Regulation	5,726	7,000	7,000	308	6,000	(1,000)
3422.330	Fire Campfire/Special Activity Permit	22	-	-	-	-	-
3422.335	Fire Land Clearing Fire Regulation	-	75	75	-	75	-
3422.344	Fire Negligent/Reckless Cost Recovery	372	-	-	-	-	-
3650.100	Donations Private Sources	1,500	-	-	-	-	-
3901.100	Refunds & Reimbursements Miscellaneous	92	500	500	85	500	-
3902.100	Miscellaneous Revenue General	0	-	-	-	-	-
Department 35 - Fire Totals		182,925	83,465	83,465	79,316	92,808	9,343
Department 40 - Community Development							
Program 4720 - CDD Planning							
REVENUE							
3380.101	Local Government Revenue Fines and Citations Comm Develop	12,767	22,000	22,000	3,200	22,000	-
3400.101	CDD Planning Appeals Review	(80)	-	-	-	-	-
3400.102	CDD Planning Time Extension Review	-	-	-	344	344	344
3400.104	CDD Planning Tentative Parcel Map	1,755	3,500	3,500	1,755	3,500	-
3400.106	CDD Planning Minor Map Modificaiton Review	-	-	-	320	320	-



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Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
3400.108	CDD Planning Road Name Review	169	-	-	-	-	-
3400.109	CDD Planning Street Address Change Review	338	200	200	0	200	-
3400.110	CDD Planning Street Name Change Review	408	-	-	-	-	-
3400.111	CDD Planning Landscape Plan	241	500	500	-	250	(250)
3400.123	CDD Planning Tree Pres/Protect Plan Review	-	80	80	-	80	-
3400.130	CDD Planning General Plan Amend and Rezoning	-	1,000	1,000	-	500	(500)
3400.138	CDD Planning Development Agreement	1,182	-	-	-	-	-
3400.139	CDD Planning Research on Request	561	400	400	241	400	-
3400.150	CDD Planning Code Compliance Enforcement Fee	532	-	-	-	-	-
3400.170	CDD Planning Use Permit Class A	1,196	600	600	598	600	-
3400.171	CDD Planning Use Permit Class B	-	1,000	1,000	-	1,000	-
3400.173	CDD Planning Temporary Use Permit	80	450	450	478	478	28
3400.174	CDD Planning Administrative Permit	1,918	2,500	2,500	959	2,500	-
3400.176	CDD Planning Home Occupation Permit	1,089	1,000	1,000	-	1,000	-
3400.177	CDD Planning Site Plan/Use Permit Mod Class A	638	319	319	-	319	-
3400.178	CDD Planning Site Plan/Use Permit Mod Class B	-	-	-	1,119	1,119	1,119
3400.184	CDD Planning Site Plan Review Class A	1,721	1,000	1,000	558	1,000	-
3400.185	CDD Planning Site Plan Review Class B	-	430	430	-	215	(215)
3400.190	CDD Planning Admin Variance-Noise Ordinance	533	-	-	-	-	-
3400.200	CDD Planning Tree Felling Permit	22,752	20,000	20,000	8,758	20,000	-
3400.307	CDD Planning Design Review Application	2,526	1,500	1,500	842	1,500	-
Program	4720 - CDD Planning Totals	50,325	56,479	56,479	19,171	57,325	846
Program	4780 - CDD - Waste Management						
	REVENUE						
3182.335	Franchise Taxes Franchise Taxes	37,789	38,373	38,373	1,249	38,593	220
3340.400	State Funding - Grants Waste Mgmt	2,287	-	-	-	-	-
3345.200	State Revenues - Other Miscellaneous	6,948	-	-	7,146	-	-
3380.104	Local Government Revenue Fines and Citations Waste Mgmt	13,616	12,000	12,000	1,978	12,000	-
Program	4780 - CDD - Waste Management Totals	60,640	50,373	50,373	10,373	50,593	220
Department	45 - Public Works						
Program	4740 - Public Works - Engineering						
	REVENUE						
3402.201	PW Engineering Final Parcel Map	-	500	500	879	879	379
3402.220	PW Engineering Land Divisn/Pvt Develop Projects	8,714	10,000	10,000	5,538	10,000	-
3402.223	PW Engineering Engineering Site Plan	-	300	300	-	150	(150)
3402.224	PW Engineering Grading Check/Inspection	1,186	1,000	1,000	1,779	1,779	



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Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budet	2015/16 Mid-Year Budget Adjustments
3402.226	PW Engineering Cert of Correction with Hearing	528	-	-	528	528	528
3402.227	PW Engineering Lot Merger Review	1,055	700	700	-	350	(350)
3402.228	PW Engineering Lot Line Adjustment	3,328	1,600	1,600	616	1,600	-
3402.229	PW Engineering Cert of Compliance Review w/Hear	528	-	-	-	-	-
3402.230	PW Engineering Engineer Drain Plan/Calc Review	827	5,000	5,000	440	2,500	(2,500)
3402.232	PW Engineering Erosion Control Plan Review	674	800	800	176	800	-
3402.250	PW Engineering Oversized Vehicle Regulation	1,004	600	600	674	674	74
3402.270	PW Engineering Encroachment Permit Fees	24,420	19,000	19,000	3,334	19,000	-
Program	4740 - Public Works - Engineering Totals	42,263	39,500	39,500	13,963	38,260	(1,240)
Program	4745 - Paradise Community Park						
	REVENUE						
3470.251	Parks & Recreation Space Rental	2,590	2,500	2,500	660	2,500	-
3470.258	Parks & Recreation Miscellaneous	80	-	-	-	-	-
Program	4745 - Paradise Community Park Totals	2,670	2,500	2,500	660	2,500	-
Grand Totals		10,999,496	11,468,422	11,609,591	1,308,470	11,718,170	108,579



General Fund Expenses

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Fund 1010 - General Fund							
Department 00 - Non Department Activity							
Program 0000 - Non Program Activity							
EXPENSE							
5225	Bank Fees and Charges	7,214	4,500	4,500	3,644	8,745	4,245
5280.100	Bad Debt Write Off Expense	2,032	-	-	227	227	227
5501	Debt Service Payment - Principal	580,547	570,929	570,929	-	570,929	-
5502	Debt Service Payment - Interest	309,453	354,071	354,071	-	354,071	-
5502.150	Debt Service Payment - Interest Interfund Loans	971	376	376	-	376	-
5502.201	Debt Service Payment - Interest Tax Anticipation Notes	21,769	22,500	22,500	-	23,671	1,171
5510.201	Bond Payments - Issuance Costs Tax Anticipation Notes	7,850	7,850	7,850	7,650	7,650	(200)
5910.611	Transfers Out GASB 45 Retiree Medical Trust	-	7,500	7,500	-	7,500	-
5910.923	Transfers Out To TOP Housing Loan Fund	-	-	-	1,783	3,566	3,566
Department 00 - Non Department Activity Totals		929,836	967,726	967,726	13,304	976,735	9,009
Department 10 - Legislative							
Program 4000 - Town Council							
EXPENSE							
5101	Salaries - Permanent	17,640	18,000	18,000	8,820	18,000	-
5107	Car Allowance/Mileage	5,400	5,400	5,400	2,700	5,400	-
5111	Medicare	339	339	339	170	339	-
5112.102	Retirement Contribution Social Security	1,451	1,451	1,451	725	1,451	-
5113	Worker's Compensation	166	140	140	70	140	-
5202.100	Operating Supplies General	8	50	50	-	50	-
5219.100	Printing General	-	50	50	46	50	-
5220.100	Employee Development General	10,334	12,365	12,365	2,000	11,865	(500)
5223.105	Meals and Refreshments Emergencies and Meetings	49	-	-	-	-	-
5304	Furniture & Equipment	932	-	-	-	-	-
Department 10 - Legislative Totals		36,318	37,795	37,795	14,531	37,295	(500)
Department 15 - Town Clerk							
Program 4100 - Town Clerk							
EXPENSE							
5101	Salaries - Permanent	169,926	173,898	173,898	76,445	172,257	(1,641)
5106.100	Incentives & Admin Leave Administrative Leave	8,622	8,916	8,916	-	8,916	-
5106.200	Incentives & Admin Leave Gym Reimbursement	89	-	-	-	-	-
5107	Car Allowance/Mileage	2,387	2,382	2,382	1,188	2,382	-
5111	Medicare	2,571	2,685	2,685	1,091	2,647	(38)



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5112.101	Retirement Contribution PERS	21,078	31,349	31,349	23,318	31,349	-
5113	Worker's Compensation	1,559	1,353	1,353	678	1,355	2
5114.101	Health Insurance Medical	15,586	18,319	18,319	7,781	18,240	(79)
5114.102	Health Insurance Dental	2,106	-	-	1,155	-	-
5114.103	Health Insurance Vision	267	-	-	124	-	-
5115	Unemployment Compensation	-	-	-	532	-	-
5116.101	Life and Disability Insurance Life & Disab.	568	1,711	1,711	283	1,797	86
5116.102	Life and Disability Insurance Long Term/Short Term Disability	834	-	-	535	-	-
5119.100	Retiree Costs Medical Insurance	19,664	20,009	20,009	6,561	17,530	(2,479)
5201.100	Office Supplies General	114	175	175	-	175	-
5202.100	Operating Supplies General	45	348	348	-	358	10
5204	Subscriptions and Code Books	133	140	140	80	140	-
5210.100	Postage General	151	175	175	39	160	(15)
5213.100	Professional/Contract Services General	10,108	8,597	8,597	3,604	8,597	-
5218.100	Advertising General	3,821	3,410	3,410	401	3,410	-
5221	Election-County Services	27,417	-	-	-	-	-
5304	Furniture & Equipment	-	-	-	1,756	1,756	1,756
5501	Debt Service Payment - Principal	-	187	221	-	-	(221)
Department 15	Town Clerk Totals	287,046	273,654	273,688	125,569	271,069	(2,619)
Department 20	Administrative Services						
Program 4200	Town Manager						
	EXPENSE						
5101	Salaries - Permanent	92,336	101,670	101,670	44,943	101,670	-
5106.100	Incentives & Admin Leave Administrative Leave	4,483	5,053	5,053	-	5,053	-
5107	Car Allowance/Mileage	1,545	1,570	1,570	779	1,570	-
5111	Medicare	173	204	204	84	210	6
5112.101	Retirement Contribution PERS	10,594	19,001	19,001	14,468	19,001	-
5113	Worker's Compensation	887	790	790	396	791	1
5114.101	Health Insurance Medical	8,087	9,221	9,221	3,572	9,195	(26)
5114.102	Health Insurance Dental	979	-	-	508	-	-
5114.103	Health Insurance Vision	38	-	-	19	-	-
5115	Unemployment Compensation	-	-	-	306	-	-
5116.101	Life and Disability Insurance Life & Disab.	300	782	782	151	821	39
5116.102	Life and Disability Insurance Long Term/Short Term Disability	568	-	-	347	-	-
5119.100	Retiree Costs Medical Insurance	40,278	41,572	41,572	16,483	41,055	(517)
5201.100	Office Supplies General	-	50	50	-	50	-



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5202.100	Operating Supplies General	-	50	50	-	50	-
5210.100	Postage General	17	20	20	2	20	-
5213.100	Professional/Contract Services General	3,391	8,370	8,370	3,500	8,370	-
5260	Miscellaneous	5	-	-	-	-	-
5304	Furniture & Equipment	-	-	-	1,756	1,756	1,756
5501	Debt Service Payment - Principal	-	187	221	-	-	(221)
Program	4200 - Town Manager Totals	163,679	188,540	188,574	87,314	189,612	1,038
Program	4201 - Central Services						
	EXPENSE						
5101	Salaries - Permanent	122,460	34,847	34,847	15,288	34,847	-
5106.100	Incentives & Admin Leave Administrative Leave	3,764	-	-	-	-	-
5111	Medicare	1,845	505	505	196	505	-
5112.101	Retirement Contribution PERS	13,154	2,178	2,178	1,091	2,178	-
5113	Worker's Compensation	1,110	271	271	136	271	-
5114.101	Health Insurance Medical	15,979	10,607	10,607	4,684	10,428	(179)
5114.102	Health Insurance Dental	1,292	-	-	492	-	-
5114.103	Health Insurance Vision	132	-	-	56	-	-
5115	Unemployment Compensation	-	-	-	90	-	-
5116.101	Life and Disability Insurance Life & Disab.	433	504	504	103	529	25
5116.102	Life and Disability Insurance Long Term/Short Term Disability	621	-	-	124	-	-
5199.199	Other Fund Support IT-Serv from Tech Fee	(58,000)	-	-	-	-	-
5202.100	Operating Supplies General	11,837	2,000	2,000	1,134	2,000	-
5203.100	Repairs and Maint Supplies General	2,762	1,630	1,630	481	1,630	-
5209.101	Auto Fuel Expense Town Vehicles	150	-	-	124	400	400
5209.105	Auto Fuel Expense Employee Personal Vehicle Use	112	-	-	-	-	-
5210.100	Postage General	211	-	-	-	-	-
5211.135	Utilities Water and Sewer	700	720	720	232	720	-
5211.137	Utilities Electric and Gas	23,292	22,500	22,500	8,585	23,500	1,000
5212.100	Insurance General	198,446	172,540	172,540	171,960	172,540	-
5213.100	Professional/Contract Services General	52,444	36,151	36,151	30,907	36,151	-
5214.100	Repair and Maint Service General	66,498	12,664	12,664	6,691	13,292	628
5215.100	Rents and Leases Miscellaneous	1,785	1,784	1,784	1,123	2,000	216
5215.106	Rents and Leases Copiers	5,134	-	-	-	-	-
5216.100	Communications General Services	31,642	-	-	-	-	-
5218.100	Advertising General	71	-	-	168	168	168
5219.100	Printing General	1,357	1,010	1,010	673	1,010	-



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5220.100	Employee Development General	78	-	-	-	-	-
5225	Bank Fees and Charges	65	-	-	-	-	-
5260	Miscellaneous	25,162	26,362	26,362	25,789	26,390	28
5303	Improvements	1,230	10,000	10,000	-	10,000	-
5304	Furniture & Equipment	942	-	-	-	-	-
5500	Bond Payments - Fiscal Agent	2,794	2,500	2,500	1,831	4,331	1,831
5501	Debt Service Payment - Principal	8,911	-	-	-	-	-
Program	4201 - Central Services Totals	538,411	338,773	338,773	271,956	342,890	4,117
Program	4202 - Information Technology						
	EXPENSE						
5101	Salaries - Permanent	-	88,962	88,962	40,118	88,962	-
5106.100	Incentives & Admin Leave Administrative Leave	-	3,764	3,764	-	3,764	-
5111	Medicare	-	1,345	1,345	617	1,345	-
5112.101	Retirement Contribution PERS	-	15,012	15,012	10,855	15,012	-
5113	Worker's Compensation	-	692	692	347	693	1
5114.101	Health Insurance Medical	-	5,205	5,205	2,602	5,316	111
5115	Unemployment Compensation	-	-	-	307	-	-
5116.101	Life and Disability Insurance Life & Disab.	-	829	829	114	871	42
5116.102	Life and Disability Insurance Long Term/Short Term Disability	-	-	-	272	-	-
5199.199	Other Fund Support IT-Serv from Tech Fee	-	(80,000)	(80,000)	(33,345)	(80,000)	-
5202.100	Operating Supplies General	-	4,290	4,290	3,842	4,290	-
5209.101	Auto Fuel Expense Town Vehicles	-	150	150	32	150	-
5210.100	Postage General	-	-	-	226	300	300
5213.100	Professional/Contract Services General	-	11,500	11,500	2,071	11,500	-
5214.100	Repair and Maint Service General	-	59,360	59,360	54,496	56,233	(3,127)
5215.106	Rents and Leases Copiers	-	5,201	5,201	2,139	5,135	(66)
5216.100	Communications General Services	-	41,091	41,091	14,655	37,638	(3,453)
5218.100	Advertising General	-	100	100	168	168	68
5220.100	Employee Development General	-	2,000	2,000	200	2,000	-
5225	Bank Fees and Charges	-	200	200	-	200	-
5304	Furniture & Equipment	-	2,250	2,250	5,113	13,314	11,064
5501	Debt Service Payment - Principal	-	37,953	36,879	18,425	37,067	188
Program	4202 - Information Technology Totals	-	199,904	198,830	123,253	203,958	5,128
Program	4203 - HR and Risk Management						
	EXPENSE						
5101	Salaries - Permanent	51,828	54,249	54,249	23,932	54,249	-



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5106.100	Incentives & Admin Leave Administrative Leave	2,468	2,592	2,592	-	2,592	-
5111	Medicare	689	824	824	292	824	-
5112.101	Retirement Contribution PERS	6,425	9,155	9,155	6,656	9,155	-
5113	Worker's Compensation	475	422	422	211	423	1
5114.101	Health Insurance Medical	13,532	15,660	15,660	6,766	15,634	(26)
5114.102	Health Insurance Dental	1,841	-	-	956	-	-
5114.103	Health Insurance Vision	171	-	-	86	-	-
5115	Unemployment Compensation	-	-	-	145	-	-
5116.101	Life and Disability Insurance Life & Disab.	228	693	693	114	728	35
5116.102	Life and Disability Insurance Long Term/Short Term Disability	306	-	-	195	-	-
5119.120	Retiree Costs PERS 1959 Survivor Benefits	2,520	2,500	2,500	-	2,500	-
5202.100	Operating Supplies General	255	345	345	135	345	-
5210.100	Postage General	27	50	50	2	25	(25)
5213.100	Professional/Contract Services General	1,853	1,900	1,900	927	1,853	(47)
5218.100	Advertising General	20	-	-	-	-	-
5223.105	Meals and Refreshments Emergencies and Meetings	41	-	-	-	-	-
5304	Furniture & Equipment	-	-	-	-	786	786
Program	4203 - HR and Risk Management Totals	82,681	88,390	88,390	40,417	89,114	724
Program	4300 - Legal Services						
	EXPENSE						
5210.100	Postage General	43	20	20	4	20	-
5213.100	Professional/Contract Services General	194,835	176,400	176,400	77,737	178,700	2,300
Program	4300 - Legal Services Totals	194,878	176,420	176,420	77,741	178,720	2,300
Department	25 - Finance						
Program	4400 - Finance						
	EXPENSE						
5101	Salaries - Permanent	148,008	144,997	144,997	65,878	144,997	-
5106.100	Incentives & Admin Leave Administrative Leave	7,340	7,369	7,369	-	7,369	-
5106.200	Incentives & Admin Leave Gym Reimbursement	224	299	299	75	299	-
5107	Car Allowance/Mileage	2,093	2,028	2,028	1,019	2,028	-
5111	Medicare	2,287	2,239	2,239	971	2,239	-
5112.101	Retirement Contribution PERS	18,366	26,472	26,472	19,964	26,727	255
5113	Worker's Compensation	1,359	1,128	1,128	565	1,130	2
5114.101	Health Insurance Medical	8,858	9,369	9,369	4,369	10,943	1,574
5114.102	Health Insurance Dental	1,961	-	-	1,003	-	-
5114.103	Health Insurance Vision	197	-	-	97	-	-



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5115	Unemployment Compensation	-	-	-	472	-	-
5116.101	Life and Disability Insurance Life & Disab.	487	1,439	1,439	240	1,511	72
5116.102	Life and Disability Insurance Long Term/Short Term Disability	689	-	-	439	-	-
5119.100	Retiree Costs Medical Insurance	16,542	14,624	14,624	6,061	14,736	112
5201.100	Office Supplies General	41	50	50	-	50	-
5202.100	Operating Supplies General	322	150	150	-	150	-
5210.100	Postage General	1,571	1,550	1,550	600	1,800	250
5213.100	Professional/Contract Services General	907	636	636	215	636	-
5219.100	Printing General	906	600	600	-	600	-
5220.100	Employee Development General	110	110	110	110	110	-
5304	Furniture & Equipment	-	-	-	-	786	786
5501	Debt Service Payment - Principal	159	218	218	108	218	-
Program 4400 - Finance Totals		212,427	213,278	213,278	102,185	216,329	3,051
Program 4420 - Measure C TUT							
EXPENSE							
5213.100	Professional/Contract Services General	8,392	8,500	-	-	-	-
EXPENSE TOTALS		8,392	8,500	-	-	-	-
Cost Center Activity 300 - Police Administration							
EXPENSE							
5101	Salaries - Permanent	-	-	-	-	8,488	8,488
5104	Wages - PS Holiday Pay	-	-	-	-	410	410
5106.100	Incentives & Admin Leave Administrative Leave	-	-	-	-	466	466
5106.101	Incentives & Admin Leave School Incentive	-	-	-	-	564	564
5109.100	Allowances Uniform Allowance	-	-	-	-	504	504
5111	Medicare	-	-	-	-	145	145
5112.101	Retirement Contribution PERS	-	-	-	-	1,491	1,491
5114.101	Health Insurance Medical	-	-	-	-	1,299	1,299
5116.101	Life and Disability Insurance Life & Disab.	-	-	-	-	72	72
5303	Improvements	-	21,000	45,000	78,600	96,000	51,000
5304	Furniture & Equipment	-	12,000	12,000	-	11,670	(330)
Cost Center Activity 300 - Police Administration Totals		-	33,000	57,000	78,600	121,109	64,109
Cost Center Activity 301 - Police Operations							
EXPENSE							
5101	Salaries - Permanent	-	61,453	93,846	10,365	92,033	(1,813)
5104	Wages - PS Holiday Pay	-	3,192	2,616	567	2,551	(65)
5105	Salaries - Overtime/FLSA	-	-	-	3,094	11,000	,000



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5106.101	Incentives & Admin Leave School Incentive	-	2,386	1,952	496	2,220	268
5106.103	Incentives & Admin Leave Team Pay	-	-	-	518	-	-
5109.100	Allowances Uniform Allowance	-	775	659	155	659	-
5111	Medicare	-	983	1,432	233	1,479	47
5112.101	Retirement Contribution PERS	-	39,840	31,961	2,242	31,961	-
5113	Worker's Compensation	-	4,639	4,027	2,323	4,647	620
5114.101	Health Insurance Medical	-	14,819	5,740	1,008	5,740	-
5114.102	Health Insurance Dental	-	-	-	312	-	-
5114.103	Health Insurance Vision	-	-	-	29	-	-
5115	Unemployment Compensation	-	-	-	103	-	-
5116.101	Life and Disability Insurance Life & Disab.	-	691	581	38	581	-
5116.102	Life and Disability Insurance Long Term/Short Term Disability	-	-	-	87	-	-
5202.100	Operating Supplies General	-	2,800	2,800	314	4,702	1,902
5213.100	Professional/Contract Services General	-	3,000	3,000	-	6,240	3,240
5220.100	Employee Development General	-	19,200	19,200	13,677	24,369	5,169
5304	Furniture & Equipment	-	10,000	8,116	-	8,116	-
5501	Debt Service Payment - Principal	-	106,584	105,918	9,757	105,918	-
Cost Center Activity 301 - Police Operations Totals		-	270,362	281,848	45,318	302,216	20,368
Cost Center Activity 303 - Animal Control							
EXPENSE							
5101	Salaries - Permanent	-	23,691	14,303	3,277	14,008	(295)
5104	Wages - PS Holiday Pay	-	805	932	424	1,082	150
5105	Salaries - Overtime/FLSA	-	-	-	162	1,000	1,000
5109.100	Allowances Uniform Allowance	-	311	362	113	390	28
5111	Medicare	-	360	236	50	236	-
5112.101	Retirement Contribution PERS	-	2,136	1,015	231	956	(59)
5113	Worker's Compensation	-	2,498	1,434	1,251	2,502	1,068
5114.101	Health Insurance Medical	-	4,895	6,261	976	3,336	(2,925)
5114.102	Health Insurance Dental	-	-	-	101	-	-
5114.103	Health Insurance Vision	-	-	-	11	-	-
5115	Unemployment Compensation	-	-	-	22	-	-
5116.101	Life and Disability Insurance Life & Disab.	-	304	249	36	221	(28)
5116.102	Life and Disability Insurance Long Term/Short Term Disability	-	-	-	25	-	-
5220.100	Employee Development General	-	3,000	3,000	-	3,000	-
5223.101	Meals and Refreshments Employee Meals-MOU Overtime	-	-	-	11	20	20
5304	Furniture & Equipment	-	3,000	5,000	-	5,200	200



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	Cost Center Activity 303 - Animal Control Totals	-	41,000	32,792	6,690	31,951	(841)
	Cost Center Activity 325 - Fire Administration						
	EXPENSE						
5303	Improvements	-	20,500	20,511	20,511	20,511	-
	Cost Center Activity 325 - Fire Administration Totals	-	20,500	20,511	20,511	20,511	-
	Cost Center Activity 326 - Fire Suppression						
	EXPENSE						
5213.100	Professional/Contract Services General	-	150,000	150,000	33,694	150,000	-
5304	Furniture & Equipment	-	25,000	27,400	-	32,500	5,100
5501	Debt Service Payment - Principal	-	75,000	86,632	43,316	86,632	-
	Cost Center Activity 326 - Fire Suppression Totals	-	250,000	264,032	77,010	269,132	5,100
	Cost Center Activity 350 - Public Works Streets						
	EXPENSE						
5303	Improvements	-	-	25,000	-	25,000	-
5910.100	Transfers Out To Capital Projects	-	200,000	200,000	-	200,000	-
	Cost Center Activity 350 - Public Works Streets Totals	-	200,000	225,000	-	225,000	-
	Program 5005 - Rental Properties						
	EXPENSE						
5211.175	Utilities Rental Properties	2,096	2,300	2,300	891	2,300	-
5213.100	Professional/Contract Services General	597	-	-	-	-	-
5214.100	Repair and Maint Service General	475	480	480	200	480	-
5501	Debt Service Payment - Principal	8,601	17,202	17,202	8,601	17,202	-
	Program 5005 - Rental Properties Totals	11,769	19,982	19,982	9,692	19,982	-
	Department 30 - Police						
	Program 0000 - Non Program Activity						
	EXPENSE						
5280.100	Bad Debt Write Off Expense	-	-	-	714	714	714
	Program 0000 - Non Program Activity Totals	-	-	-	714	714	714
	Program 4510 - Police Administration						
	EXPENSE						
5101	Salaries - Permanent	326,219	336,515	336,515	154,026	327,518	(8,997)
5102	Salaries - Temporary	-	-	-	-	3,578	3,578
5103.102	Differential Pay Out of Class	229	-	-	104	-	-
5104	Wages - PS Holiday Pay	14,357	15,785	15,785	6,836	15,375	(410)
5105	Salaries - Overtime/FLSA	26	100	100	-	50	(50)
5106.100	Incentives & Admin Leave Administrative Leave	9,515	19,169	19,169	-	18,703	466



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5106.101	Incentives & Admin Leave School Incentive	8,100	19,652	19,652	9,532	19,088	(564)
5106.200	Incentives & Admin Leave Gym Reimbursement	-	360	360	90	360	-
5109.100	Allowances Uniform Allowance	2,360	2,790	2,790	1,395	2,647	(143)
5111	Medicare	5,285	6,049	6,049	2,430	5,904	(145)
5112.101	Retirement Contribution PERS	95,399	206,280	206,280	173,076	204,789	(1,491)
5113	Worker's Compensation	25,628	25,499	25,499	12,771	25,543	44
5114.101	Health Insurance Medical	37,475	44,458	44,458	18,737	43,004	(1,454)
5114.102	Health Insurance Dental	3,165	-	-	1,709	-	-
5114.103	Health Insurance Vision	418	-	-	214	-	-
5115	Unemployment Compensation	-	-	-	1,175	-	-
5116.101	Life and Disability Insurance Life & Disab.	946	3,088	3,088	473	3,170	82
5116.102	Life and Disability Insurance Long Term/Short Term Disability	1,529	-	-	990	-	-
5119.100	Retiree Costs Medical Insurance	54,900	49,170	49,170	19,992	45,744	(3,426)
5119.120	Retiree Costs PERS 1959 Survivor Benefits	240	-	-	-	-	-
5122	Accrual Bank Payoff	10,486	23,168	23,168	-	21,676	(1,492)
5201.100	Office Supplies General	2,068	2,300	2,300	422	2,300	-
5202.100	Operating Supplies General	5,999	6,879	6,879	2,400	6,879	-
5203.100	Repairs and Maint Supplies General	1,620	2,050	2,050	692	2,050	-
5204	Subscriptions and Code Books	85	100	100	85	86	(14)
5210.100	Postage General	2,071	2,200	2,200	529	2,000	(200)
5211.135	Utilities Water and Sewer	849	850	850	275	850	-
5211.137	Utilities Electric and Gas	27,101	25,000	25,000	11,343	25,000	-
5211.139	Utilities Propane	548	500	500	401	800	300
5213.100	Professional/Contract Services General	27,013	31,270	31,270	14,959	31,270	-
5214.100	Repair and Maint Service General	30,696	33,978	33,978	11,481	33,978	-
5215.100	Rents and Leases Miscellaneous	417	419	419	279	919	500
5215.106	Rents and Leases Copiers	108	2,468	2,468	538	2,468	-
5216.100	Communications General Services	5,041	6,000	6,000	1,728	5,500	(500)
5218.100	Advertising General	-	100	100	-	100	-
5219.100	Printing General	1,531	800	800	40	2,000	1,200
5220.100	Employee Development General	1,263	1,380	1,380	689	1,380	-
5223.105	Meals and Refreshments Emergencies and Meetings	417	400	400	201	400	-
5225	Bank Fees and Charges	507	600	600	464	800	200
5501	Debt Service Payment - Principal	3,949	4,068	4,068	2,030	4,068	-
Program 4510 - Police Administration Totals		707,559	873,445	873,445	452,103	859,997	(13,448)
Program 4520 - Police Operations							



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Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
EXPENSE							
5101	Salaries - Permanent	943,678	1,098,880	1,098,880	438,588	968,745	(130,135)
5102	Salaries - Temporary	1,205	-	-	1,900	-	-
5103.102	Differential Pay Out of Class	4,349	-	-	2,384	-	-
5103.105	Differential Pay Swing/Graveyard Shift	30,262	-	-	14,610	-	-
5103.108	Differential Pay Canine Maintenance	3,652	-	-	2,987	-	-
5104	Wages - PS Holiday Pay	51,864	52,708	52,708	22,244	42,649	(10,059)
5105	Salaries - Overtime/FLSA	236,198	220,000	220,000	129,681	276,815	56,815
5106.101	Incentives & Admin Leave School Incentive	40,253	42,211	42,211	19,572	34,942	(7,269)
5106.103	Incentives & Admin Leave Team Pay	4,417	-	-	1,463	-	-
5106.200	Incentives & Admin Leave Gym Reimbursement	540	540	540	90	360	(180)
5106.205	Incentives & Admin Leave PS Recruitment Incentive	10,300	5,000	5,000	1,000	3,000	(2,000)
5109.100	Allowances Uniform Allowance	19,682	21,142	21,142	7,651	18,144	(2,998)
5111	Medicare	18,500	20,761	20,761	9,634	20,048	(713)
5112.101	Retirement Contribution PERS	274,887	446,331	446,331	368,824	426,714	(19,617)
5112.102	Retirement Contribution Social Security	92	-	-	354	-	-
5113	Worker's Compensation	102,465	88,905	88,905	44,529	89,059	154
5114.101	Health Insurance Medical	241,191	285,159	285,159	109,004	236,135	(49,024)
5114.102	Health Insurance Dental	24,938	-	-	12,731	-	-
5114.103	Health Insurance Vision	2,334	-	-	1,160	-	-
5115	Unemployment Compensation	-	3,500	3,500	4,663	3,500	-
5116.101	Life and Disability Insurance Life & Disab.	3,800	13,357	13,357	1,881	11,714	(1,643)
5116.102	Life and Disability Insurance Long Term/Short Term Disability	5,943	-	-	3,576	-	-
5119.100	Retiree Costs Medical Insurance	128,230	147,748	147,748	65,067	167,578	19,830
5122	Accrual Bank Payoff	11,167	-	-	47,132	54,756	54,756
5199.130	Other Payroll Expenses Interfund Payroll Transfers	(49,813)	(127,901)	(127,901)	(19,630)	(53,186)	74,715
5202.100	Operating Supplies General	8,734	22,000	22,000	7,078	23,956	1,956
5204	Subscriptions and Code Books	-	500	500	-	500	-
5209.101	Auto Fuel Expense Town Vehicles	53,789	58,000	58,000	20,202	53,000	(5,000)
5213.100	Professional/Contract Services General	14,986	8,700	8,700	4,675	10,049	1,349
5214.100	Repair and Maint Service General	-	1,500	1,500	721	2,000	500
5216.100	Communications General Services	5,825	6,525	6,525	1,871	5,000	(1,525)
5217	Extradition/Transportation Expen	-	-	-	31	31	31
5218.100	Advertising General	65	200	200	320	400	200
5220.100	Employee Development General	9,673	20,150	20,150	7,087	21,873	1,723
5220.110	Employee Development Education Reimb MOU Program	-	1,650	1,650	-	1,650	-



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5220.120	Employee Development PD Cadet Tuition Reimb Program	2,382	-	-	-	-	-
5260	Miscellaneous	5,566	-	-	-	-	-
Program	4520 - Police Operations Totals	2,211,151	2,437,566	2,437,566	1,333,079	2,419,432	(18,134)
Program	4530 - Public Safety Communications						
	EXPENSE						
5101	Salaries - Permanent	244,705	320,255	320,255	132,424	320,056	(199)
5102	Salaries - Temporary	63,044	65,158	65,158	22,628	46,763	(18,395)
5103.102	Differential Pay Out of Class	2,032	-	-	732	-	-
5103.105	Differential Pay Swing/Graveyard Shift	9,185	-	-	4,620	-	-
5104	Wages - PS Holiday Pay	11,916	13,928	13,928	6,506	13,844	(84)
5105	Salaries - Overtime/FLSA	44,333	45,000	45,000	24,088	52,880	7,880
5106.101	Incentives & Admin Leave School Incentive	8,622	9,754	9,754	5,208	10,663	909
5106.200	Incentives & Admin Leave Gym Reimbursement	270	180	180	90	180	-
5106.205	Incentives & Admin Leave PS Recruitment Incentive	500	500	500	500	500	-
5109.100	Allowances Uniform Allowance	6,586	5,456	5,456	2,890	6,450	994
5111	Medicare	5,622	6,662	6,662	2,826	6,662	-
5112.101	Retirement Contribution PERS	28,520	42,356	42,356	27,450	42,603	247
5113	Worker's Compensation	18,764	14,727	14,727	7,376	14,752	25
5114.101	Health Insurance Medical	61,431	83,202	83,202	40,393	90,690	7,488
5114.102	Health Insurance Dental	5,572	-	-	4,032	-	-
5114.103	Health Insurance Vision	458	-	-	335	-	-
5115	Unemployment Compensation	-	3,000	3,000	1,360	1,500	(1,500)
5116.101	Life and Disability Insurance Life & Disab.	1,414	4,426	4,426	860	4,575	149
5116.102	Life and Disability Insurance Long Term/Short Term Disability	1,517	-	-	1,115	-	-
5119.100	Retiree Costs Medical Insurance	69,843	74,453	74,453	26,836	61,665	(12,788)
5199.130	Other Payroll Expenses Interfund Payroll Transfers	(50,000)	(50,000)	(50,000)	(20,838)	(50,000)	-
5202.100	Operating Supplies General	1,493	2,750	2,750	1,781	2,750	-
5204	Subscriptions and Code Books	144	150	150	144	150	-
5213.100	Professional/Contract Services General	3,877	-	-	100	3,400	3,400
5214.100	Repair and Maint Service General	33,504	35,243	35,243	-	35,243	-
5216.100	Communications General Services	21,347	20,394	20,394	9,972	20,394	-
5218.100	Advertising General	113	100	100	-	100	-
5220.100	Employee Development General	6,732	7,530	7,530	1,642	7,530	-
5220.110	Employee Development Education Reimb MOU Program	-	550	550	-	550	-
5304	Furniture & Equipment	896	1,000	1,000	483	1,550	550
5501	Debt Service Payment - Principal	66,101	66,476	66,476	33,254	66,476	-



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Program 4530 - Public Safety Communications Totals		668,541	773,250	773,250	338,807	761,926	(11,324)
Program 4550 - Fleet Management							
	EXPENSE						
5101	Salaries - Permanent	55,975	48,880	48,880	17,868	44,543	(4,337)
5105	Salaries - Overtime/FLSA	-	-	-	300	720	720
5106.100	Incentives & Admin Leave Administrative Leave	2,531	-	-	-	-	-
5109.100	Allowances Uniform Allowance	422	500	500	206	500	-
5109.102	Allowances Tool Allowance	1,000	1,000	1,000	1,000	1,000	-
5111	Medicare	867	731	731	245	646	(85)
5112.101	Retirement Contribution PERS	7,104	4,716	4,716	2,535	4,328	(388)
5113	Worker's Compensation	2,455	1,431	1,431	717	1,433	2
5114.101	Health Insurance Medical	12,405	11,786	11,786	4,337	10,765	(1,021)
5114.102	Health Insurance Dental	1,525	-	-	511	-	-
5114.103	Health Insurance Vision	142	-	-	24	-	-
5115	Unemployment Compensation	-	-	-	108	-	-
5116.101	Life and Disability Insurance Life & Disab.	190	647	647	95	620	(27)
5116.102	Life and Disability Insurance Long Term/Short Term Disability	336	-	-	150	-	-
5119.100	Retiree Costs Medical Insurance	9,081	22,182	22,182	10,794	23,196	1,014
5122	Accrual Bank Payoff	9,796	-	-	-	-	-
5202.100	Operating Supplies General	210	200	200	1,202	1,600	1,400
5203.100	Repairs and Maint Supplies General	64,827	46,600	46,600	44,183	63,000	16,400
5204	Subscriptions and Code Books	-	2,400	2,400	1,500	1,500	(900)
5209.101	Auto Fuel Expense Town Vehicles	563	-	-	147	350	350
5210.100	Postage General	10	-	-	-	-	-
5213.100	Professional/Contract Services General	12,993	2,300	2,300	2,114	4,500	2,200
5214.100	Repair and Maint Service General	35,163	27,200	27,200	16,267	35,000	7,800
5216.100	Communications General Services	604	900	900	197	800	(100)
5218.100	Advertising General	82	-	-	-	-	-
5220.100	Employee Development General	-	-	-	-	1,800	1,800
5303	Improvements	-	5,000	5,000	3,261	3,261	(1,739)
5501	Debt Service Payment - Principal	4,180	-	-	-	-	-
5910.611	Transfers Out GASB 45 Retiree Medical Trust	-	10,000	10,000	-	10,000	-
Program 4550 - Fleet Management Totals		222,460	186,473	186,473	107,761	209,562	23,089
Department 35 - Fire							
Program 0000 - Non Program Activity							
	EXPENSE						



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Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budet	2015/16 Mid-Year Budget Adjustments
5280.100	Bad Debt Write Off Expense	5,915	-	-	192	192	192
	Program 0000 - Non Program Activity Totals	5,915	-	-	192	192	192
	Program 4610 - Fire - Administrative						
	EXPENSE						
5101	Salaries - Permanent	23,793	23,650	23,650	8,401	19,100	(4,550)
5102	Salaries - Temporary	11,970	12,121	12,121	5,478	12,121	-
5111	Medicare	564	519	519	252	500	(19)
5112.101	Retirement Contribution PERS	2,949	17,795	17,795	15,767	17,176	(619)
5112.102	Retirement Contribution Social Security	743	-	-	340	-	-
5113	Worker's Compensation	618	539	539	270	540	1
5114.101	Health Insurance Medical	3,123	3,123	3,123	1,301	2,733	(390)
5115	Unemployment Compensation	-	-	-	122	-	-
5116.101	Life and Disability Insurance Life & Disab.	137	339	339	40	362	23
5116.102	Life and Disability Insurance Long Term/Short Term Disability	143	-	-	63	-	-
5119.100	Retiree Costs Medical Insurance	63,130	62,602	62,602	27,848	63,819	1,217
5122	Accrual Bank Payoff	-	-	-	2,195	2,195	2,195
5201.100	Office Supplies General	1,106	1,000	1,000	80	1,000	-
5202.100	Operating Supplies General	1,337	4,505	4,505	102	4,505	-
5203.100	Repairs and Maint Supplies General	5,048	4,500	4,500	1,435	4,500	-
5210.100	Postage General	254	345	345	27	250	(95)
5211.135	Utilities Water and Sewer	2,149	2,300	2,300	672	2,200	(100)
5211.137	Utilities Electric and Gas	21,363	21,000	21,000	7,865	24,000	3,000
5211.139	Utilities Propane	358	500	500	105	500	-
5213.100	Professional/Contract Services General	4,260	4,672	4,672	181	4,672	-
5214.100	Repair and Maint Service General	7,936	5,597	5,597	3,677	5,597	-
5215.106	Rents and Leases Copiers	7,288	2,350	2,350	1,360	2,350	-
5216.100	Communications General Services	11,100	10,850	10,850	6,047	10,850	-
5218.100	Advertising General	-	-	-	459	459	459
5219.100	Printing General	198	150	150	-	150	-
5223.105	Meals and Refreshments Emergencies and Meetings	87	-	-	87	87	87
5225	Bank Fees and Charges	215	-	-	-	-	-
5303	Improvements	66,863	6,980	6,980	395	6,980	-
5304	Furniture & Equipment	1,669	-	-	-	-	-
5501	Debt Service Payment - Principal	771	1,196	1,196	591	1,196	-
	Program 4610 - Fire - Administrative Totals	239,171	186,633	186,633	85,161	187,842	1,209
	Program 4615 - Fire - EOC						



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EXPENSE							
5202.100	Operating Supplies General	119	50	50	-	50	-
5203.100	Repairs and Maint Supplies General	186	-	-	-	-	-
5213.100	Professional/Contract Services General	-	120	120	-	120	-
5214.100	Repair and Maint Service General	-	5,260	5,260	-	5,260	-
5216.100	Communications General Services	4,313	4,141	4,141	1,633	4,141	-
5304	Furniture & Equipment	1,682	-	-	-	-	-
Program	4615 - Fire - EOC Totals	6,301	9,571	9,571	1,633	9,571	-
Program	4630 - Fire - Suppression						
EXPENSE							
5112.101	Retirement Contribution PERS	-	69,443	69,443	69,443	69,443	-
5119.100	Retiree Costs Medical Insurance	197,570	197,951	197,951	80,853	195,341	(2,610)
5202.100	Operating Supplies General	11,671	14,200	14,200	2,372	14,200	-
5203.100	Repairs and Maint Supplies General	1,806	3,500	3,500	614	3,500	-
5209.101	Auto Fuel Expense Town Vehicles	24,633	27,000	27,000	7,540	26,000	(1,000)
5213.100	Professional/Contract Services General	2,815,571	2,965,374	2,965,374	656,123	2,965,374	-
5214.100	Repair and Maint Service General	7,860	13,960	13,960	84	13,960	-
5220.100	Employee Development General	650	1,000	1,000	-	1,000	-
5269.135	Emergency Incident Costs Fire Related	271	1,500	1,500	38	1,500	-
5304	Furniture & Equipment	30,035	27,010	27,010	3,057	27,010	-
5501	Debt Service Payment - Principal	114,265	114,265	114,265	114,265	114,265	-
Program	4630 - Fire - Suppression Totals	3,204,330	3,435,203	3,435,203	934,389	3,431,593	(3,610)
Program	4640 - Fire - Volunteer Program						
EXPENSE							
5118	Volunteer Benefits	9,033	9,567	9,567	3,877	9,567	-
5202.100	Operating Supplies General	537	1,680	1,680	-	1,680	-
5213.100	Professional/Contract Services General	4,112	5,500	5,500	796	5,500	-
5220.100	Employee Development General	65	500	500	-	500	-
5223.105	Meals and Refreshments Emergencies and Meetings	35	-	-	-	-	-
Program	4640 - Fire - Volunteer Program Totals	13,783	17,247	17,247	4,673	17,247	-
Department	40 - Community Development						
Program	4720 - CDD Planning						
EXPENSE							
5101	Salaries - Permanent	59,485	73,608	73,608	32,775	73,608	-
5102	Salaries - Temporary	5,530	-	-	85	-	-
5106.100	Incentives & Admin Leave Administrative Leave	1,472	1,354	1,354	-	1,354	-



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5106.200	Incentives & Admin Leave Gym Reimbursement	18	50	50	25	50	-
5107	Car Allowance/Mileage	600	552	552	278	552	-
5109.101	Allowances Boot Allowance	300	300	300	450	450	150
5111	Medicare	869	1,095	1,095	411	1,095	-
5112.101	Retirement Contribution PERS	5,511	7,927	7,927	5,038	7,927	-
5113	Worker's Compensation	1,707	1,482	1,482	742	1,485	3
5114.101	Health Insurance Medical	15,950	10,464	10,464	6,756	15,529	5,065
5114.102	Health Insurance Dental	1,954	-	-	790	-	-
5114.103	Health Insurance Vision	180	-	-	66	-	-
5115	Unemployment Compensation	-	-	-	204	-	-
5116.101	Life and Disability Insurance Life & Disab.	269	871	871	158	914	43
5116.102	Life and Disability Insurance Long Term/Short Term Disability	226	-	-	173	-	-
5119.100	Retiree Costs Medical Insurance	14,687	15,354	15,354	6,205	15,167	(187)
5201.100	Office Supplies General	79	-	100	99	100	-
5202.100	Operating Supplies General	181	-	200	130	200	-
5209.101	Auto Fuel Expense Town Vehicles	885	-	900	264	800	(100)
5210.100	Postage General	697	-	700	249	700	-
5213.100	Professional/Contract Services General	54	-	100	-	100	-
5214.100	Repair and Maint Service General	7,124	-	6,606	6,533	6,533	(73)
5218.100	Advertising General	605	-	605	187	605	-
Program	4720 - CDD Planning Totals	118,382	113,057	122,268	61,620	127,169	4,901
Program	4780 - CDD - Waste Management						
	EXPENSE						
5101	Salaries - Permanent	31,749	30,778	30,778	13,937	30,778	-
5106.100	Incentives & Admin Leave Administrative Leave	1,001	1,001	1,001	-	1,001	-
5106.200	Incentives & Admin Leave Gym Reimbursement	73	86	86	43	86	-
5107	Car Allowance/Mileage	408	408	408	204	408	-
5111	Medicare	434	467	467	180	467	-
5112.101	Retirement Contribution PERS	3,939	5,194	5,194	3,808	5,194	-
5113	Worker's Compensation	281	239	239	120	239	-
5114.101	Health Insurance Medical	5,055	5,478	5,478	2,405	5,462	(16)
5114.102	Health Insurance Dental	580	-	-	288	-	-
5114.103	Health Insurance Vision	62	-	-	30	-	-
5115	Unemployment Compensation	-	-	-	89	-	-
5116.101	Life and Disability Insurance Life & Disab.	119	321	321	57	338	17
5116.102	Life and Disability Insurance Long Term/Short Term Disability	205	-	-	113	-	-



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5211.135	Utilities Water and Sewer	2,030	2,300	2,300	768	2,300	-
Program	4780 - CDD - Waste Management Totals	45,936	46,272	46,272	22,041	46,273	1
Department	45 - Public Works						
Program	4740 - Public Works - Engineering						
	EXPENSE						
5119.100	Retiree Costs Medical Insurance	11,872	12,814	12,814	5,240	12,321	(493)
5199.130	Other Payroll Expenses Interfund Payroll Transfers	3,367	-	-	-	-	-
5210.100	Postage General	133	150	150	31	150	-
5213.100	Professional/Contract Services General	3,514	3,000	3,000	2,900	3,000	-
5214.100	Repair and Maint Service General	3,781	2,177	2,177	2,302	2,302	125
5218.100	Advertising General	-	-	-	145	145	145
5220.100	Employee Development General	116	-	-	-	-	-
Program	4740 - Public Works - Engineering Totals	22,783	18,141	18,141	10,618	17,918	(223)
Program	4745 - Paradise Community Park						
	EXPENSE						
5202.100	Operating Supplies General	2,770	2,375	2,375	21	2,375	-
5203.100	Repairs and Maint Supplies General	826	400	400	115	400	-
5211.135	Utilities Water and Sewer	2,768	3,150	3,150	999	3,150	-
5211.137	Utilities Electric and Gas	3,557	3,700	3,700	1,111	3,600	(100)
5214.100	Repair and Maint Service General	380	685	685	80	685	-
5216.100	Communications General Services	202	205	205	71	205	-
Program	4745 - Paradise Community Park Totals	10,503	10,515	10,515	2,396	10,415	(100)
Program	4747 - Public Facilities						
	EXPENSE						
5203.100	Repairs and Maint Supplies General	221	250	250	-	250	-
5211.135	Utilities Water and Sewer	4,467	4,800	4,800	1,757	4,700	(100)
5214.100	Repair and Maint Service General	200	300	300	-	300	-
Program	4747 - Public Facilities Totals	4,888	5,350	5,350	1,757	5,250	(100)
Grand Totals		9,947,138	11,440,547	11,506,573	4,451,037	11,600,725	94,152

GENERAL FUND SUMMARY

REVENUES (LESS MEASURE C)	10,707,830	10,618,422	10,611,162	1,121,470	10,647,170	36,008
MEASURE C REVENUES	291,666	850,000	998,429	187,000	1,071,000	72,571



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TOTAL GENERAL FUND REVENUES		10,999,496	11,468,422	11,609,591	1,308,470	11,718,170	108,579
EXPENSES (LESS MEASURE C)		9,938,746	10,617,185	10,625,390	4,222,907	10,630,806	5,416
MEASURE C EXPENSES		8,392	823,362	881,183	228,130	969,919	88,736
TOTAL GENERAL FUND EXPENSES		9,947,138	11,440,547	11,506,573	4,451,037	11,600,725	94,152
NET INCOME (LESS MEASURE C)		769,084	1,237	(14,228)	(3,101,437)	16,364	
MEASURE C NET INCOME		283,274	26,638	117,246	(41,130)	101,081	
TOTAL GENERAL FUND NET INCOME		1,052,358	27,875	103,018	(3,142,567)	117,445	
ENDING FUND BALANCE (LESS MEASURE C)		2,655,085	2,656,322	2,640,857	(446,352)	2,671,449	
MEASURE C ENDING FUND BALANCE		283,274	309,912	400,520	242,144	384,355	
TOTAL GENERAL FUND ENDING FUND BALANCE		2,938,359	2,966,234	3,041,377	(204,208)	3,055,804	
DESIGNATED RESERVES							
NONSPENDABLE (RDA AND OTHER LOANS)		2,008,233	1,974,731	1,974,731		1,983,233	
ASSIGNED TO MEASURE C		283,274	309,912	400,520		384,355	
UNASSIGNED		646,852	681,591	666,126		688,216	



Building Safety & Wastewater

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
Fund 2030 - Building Safety & Waste Wtr Svcs							
REVENUE							
Department 40 - Community Development							
Program 4730 - Building and Onsite Inspections							
3380.102	Local Government Revenue Fines and Citations Onsite	21,509	15,000	15,000	5,525	14,000	(1,000)
3380.103	Local Government Revenue Fines and Citations Fire	3,000	-	-	769	1,000	1,000
3380.107	Local Government Revenue Building Safety	16,055	-	-	300	5,000	5,000
3401.301	CDD Building Plan Check Fees	67,321	45,080	53,080	40,174	65,000	11,920
3401.302	CDD Building Construction Review-Bldg Permit	243,733	172,822	189,822	115,639	200,000	10,178
3401.306	CDD Building Development Permit/DIF Est Req	424	170	170	85	170	-
3401.320	CDD Building Permit Valuation Surcharge	182	50	50	92	180	130
3404.116	Onsite Land Use Review	8,447	7,500	7,500	3,398	7,000	(500)
3404.117	Onsite Repairs to Maintain Existing Use	92,090	80,000	80,000	36,796	75,000	(5,000)
3404.118	Onsite New Installation Standard System	5,179	5,000	5,000	2,354	4,800	(200)
3404.119	Onsite Permit: Alteration/Expanded Use	519	1,000	1,000	779	900	(100)
3404.120	Onsite Review for Land Division	235	500	500	520	520	20
3404.125	Onsite Escrow Clearance	46,142	49,000	49,000	24,671	49,000	-
3404.126	Onsite Building Permit Clearance	4,771	4,000	4,000	3,201	5,000	1,000
3404.127	Onsite Operating Permit/Annual	396,148	394,000	394,000	10,553	394,000	-
3404.128	Onsite Construct Install Permit Renewal	543	-	-	255	255	255
3404.137	Onsite Alternative Systems Review	3,095	3,000	3,000	2,730	4,000	1,000
3404.138	Onsite Abandonment of Septic System	1,169	1,800	1,800	390	1,200	(600)
3404.150	Onsite Annual Evaluator License Fee	1,231	-	-	-	-	-
3404.151	Onsite Extension Req for Eval or Repair	1,328	1,300	1,300	606	1,300	-
3410.150	Administrative Services Late Fees	1	-	-	3	3	3
3422.337	Fire Code Enforcement Inspection	10,214	5,000	5,000	6,258	8,500	3,500
3422.346	Fire Administrative Fees	468	-	-	-	-	-
3422.368	Fire Permit Fees	5,247	2,500	2,500	1,989	3,000	500
3610.100	Interest Revenue Investments	574	-	-	-	-	-
3610.150	Interest Revenue Interfund Loans	971	-	-	-	-	-



Building Safety & Wastewater

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budet	2015/16 Mid-Year Budget Adjustments
3902.100	Miscellaneous Revenue General	4,944	-	-	1	1	1
3902.110	Miscellaneous Revenue Cash Over and Short	(0)	-	-	1	1	1
REVENUE TOTALS		935,539	787,722	812,722	257,088	839,830	27,108
EXPENSE							
Department 40 - Community Development							
Program 4730 - Building and Onsite Inspections							
5101	Salaries - Permanent	369,706	389,480	389,480	175,787	390,080	600
5106.100	Incentives & Admin Leave Administrative Leave	12,360	12,950	12,950	-	12,950	-
5106.200	Incentives & Admin Leave Gym Reimbursement	322	1,509	1,509	281	876	(633)
5107	Car Allowance/Mileage	1,392	1,536	1,536	762	1,536	-
5109.101	Allowances Boot Allowance	300	600	600	650	650	50
5111	Medicare	5,354	5,230	5,230	2,467	5,363	133
5112.101	Retirement Contribution PERS	43,988	66,554	66,554	49,328	66,936	382
5113	Worker's Compensation	6,946	8,474	8,474	4,245	8,489	15
5114.101	Health Insurance Medical	55,452	73,987	73,987	26,840	65,405	(8,582)
5114.102	Health Insurance Dental	9,102	-	-	4,970	-	-
5114.103	Health Insurance Vision	542	-	-	288	-	-
5115	Unemployment Compensation	-	-	-	1,201	-	-
5116.101	Life and Disability Insurance Life & Disab.	1,473	4,315	4,315	755	4,531	216
5116.102	Life and Disability Insurance Long Term/Short Term Disability	2,191	-	-	1,382	-	-
5119.100	Retiree Costs Medical Insurance	43,164	43,862	43,862	13,822	33,737	(10,125)
5201.100	Office Supplies General	222	350	350	179	350	-
5202.100	Operating Supplies General	1,575	1,500	1,500	282	1,500	-
5204	Subscriptions and Code Books	2,505	2,500	2,500	1,421	2,500	-
5209.101	Auto Fuel Expense Town Vehicles	2,564	2,700	2,700	963	2,500	(200)
5210.100	Postage General	2,167	2,100	2,100	562	1,900	(200)
5213.100	Professional/Contract Services General	5,276	5,500	5,500	2,044	5,500	-
5214.100	Repair and Maint Service General	29,685	29,686	29,686	32,667	32,667	2,981
5216.100	Communications General Services	2,022	2,350	2,350	1,114	2,350	-
5218.100	Advertising General	-	-	-	46	46	46



Building Safety & Wastewater

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
5220.100	Employee Development General	1,675	2,650	2,650	229	2,650	-
5223.105	Meals and Refreshments Emergencies and Meetings	-	-	-	26	26	26
5280.100	Bad Debt Write Off Expense	210	-	-	-	-	-
5304	Furniture & Equipment	-	-	-	2,359	2,359	2,359
5501	Debt Service Payment - Principal	583	1,215	1,316	323	655	(661)
5910.010	Transfers Out To General Fund	137,713	160,436	160,436	54,253	167,982	7,546
5910.611	Transfers Out GASB 45 Retiree Medical Trust	-	5,000	5,000	-	5,000	-
EXPENSE TOTALS		738,488	824,484	824,585	379,244	818,538	(6,047)
NET INCOME		197,050	(36,762)	(11,863)		21,292	
ENDING FUND BALANCE		391,125	354,363	379,262		412,417	



Animal Control Services

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
Fund 2070 - Animal Control							
REVENUE							
Department 30 - Police							
Program 4540 - Police - Animal Control							
3120.330	Other Taxes Voter Appointed Parcel Tax	132,362	132,362	132,362	-	132,362	-
3380.105	Local Government Revenue Fines and Citations Animal Cntrl	13,563	8,500	8,500	7,905	12,000	3,500
3410.113	Administrative Services Document Copying	80	25	25	-	25	-
3410.150	Administrative Services Late Fees	1,161	1,100	1,100	605	1,100	-
3455.200	Animal Control Adoption Fees	4,195	4,500	4,500	2,302	4,500	-
3455.205	Animal Control Surrender/Euth/Disp Fees	1,355	1,500	1,500	593	1,300	(200)
3455.210	Animal Control Dog Licenses	22,006	22,000	22,000	9,431	21,500	(500)
3455.215	Animal Control Dangerous/Wild Animal Permit	214	71	71	-	71	-
3455.225	Animal Control Impound/Quarantine Fees	12,161	7,000	7,000	3,149	6,500	(500)
3455.226	Animal Control Impound Unaltered State Fee	1,125	500	500	385	600	100
3610.100	Interest Revenue Investments	25	-	-	-	-	-
3901.100	Refunds & Reimbursements Miscellaneous	9,754	11,900	11,900	3,626	11,900	-
3902.100	Miscellaneous Revenue General	(0)	-	-	(3)	-	-
3910.811	Transfers In From Animal Control Donations	-	15,817	15,817	6,591	14,021	(1,796)
REVENUE TOTALS		198,000	205,275	205,275	34,584	205,879	604
EXPENSE							
Department 30 - Police							
Program 4540 - Police - Animal Control							
5101	Salaries - Permanent	56,925	63,078	63,078	27,799	61,002	(2,076)
5102	Salaries - Temporary	23,392	21,382	21,382	9,884	21,520	138
5103.102	Differential Pay Out of Class	293	-	-	-	-	-
5104	Wages - PS Holiday Pay	1,666	2,893	2,893	994	1,807	(1,086)
5105	Salaries - Overtime/FLSA	7,048	500	500	5,093	6,712	6,212
5106.200	Incentives & Admin Leave Gym Reimbursement	180	-	-	270	540	540
5109.100	Allowances Uniform Allowance	1,194	1,565	1,565	1,308	1,877	312
5111	Medicare	1,335	1,293	1,293	650	1,326	33
5112.101	Retirement Contribution PERS	5,329	9,057	9,057	5,535	9,470	413
5112.102	Retirement Contribution Social Security	1,485	-	-	616	-	-
5113	Worker's Compensation	7,566	6,253	6,253	3,132	6,265	12
5114.101	Health Insurance Medical	9,152	16,604	16,604	4,880	11,386	(5,218)
5114.102	Health Insurance Dental	515	-	-	1,137	-	-
5114.103	Health Insurance Vision	58	-	-	33	-	-



Animal Control Services

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budet	2015/16 Mid-Year Budget Adjustments
5115	Unemployment Compensation	3,094	-	-	312	-	-
5116.101	Life and Disability Insurance Life & Disab.	398	1,052	1,052	211	1,009	(43)
5116.102	Life and Disability Insurance Long Term/Short Term Disability	333	-	-	241	-	-
5119.100	Retiree Costs Medical Insurance	14,387	14,622	14,622	6,061	11,679	(2,943)
5201.100	Office Supplies General	168	250	250	149	250	-
5202.100	Operating Supplies General	5,293	7,290	7,290	1,188	7,290	-
5203.100	Repairs and Maint Supplies General	666	400	400	234	400	-
5204	Subscriptions and Code Books	90	180	180	-	180	-
5209.101	Auto Fuel Expense Town Vehicles	2,355	3,500	3,500	722	2,800	(700)
5210.100	Postage General	73	100	100	0	50	(50)
5211.135	Utilities Water and Sewer	715	700	700	378	900	200
5211.137	Utilities Electric and Gas	3,462	4,000	4,000	1,580	4,000	-
5211.139	Utilities Propane	742	1,070	1,070	154	1,070	-
5213.100	Professional/Contract Services General	9,306	9,668	9,668	6,300	14,468	4,800
5214.100	Repair and Maint Service General	1,535	980	980	513	980	-
5215.100	Rents and Leases Miscellaneous	1	1	1	-	1	-
5216.100	Communications General Services	1,430	1,620	1,620	662	1,620	-
5218.100	Advertising General	44	100	100	21	100	-
5219.100	Printing General	318	395	395	-	395	-
5220.100	Employee Development General	255	2,280	2,280	-	2,280	-
5223.101	Meals and Refreshments Employee Meals-MOU Overtime	-	-	-	409	500	500
5225	Bank Fees and Charges	927	950	950	649	1,200	250
5280.100	Bad Debt Write Off Expense	1,979	-	-	-	-	-
5304	Furniture & Equipment	-	-	-	786	786	786
5501	Debt Service Payment - Principal	-	187	221	-	-	(221)
5910.010	Transfers Out To General Fund	29,199	38,933	38,933	16,040	38,612	(321)
EXPENSE TOTALS		192,907	210,903	210,937	97,941	212,475	1,538
NET INCOME		5,092	(5,628)	(5,662)		(6,596)	
ENDING FUND BALANCE		6,596	968	934		-	



Gas Tax/Streets

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budget	2015/16 Mid-Year Budget Adjustments
Fund 2120 - State Gas Tax							
REVENUE							
Department 45 - Public Works							
Program 4750 - Public Works - Streets Maint.							
3355.001	State Gas Tax Section 2106	122,873	83,519	83,519	47,577	82,283	(1,236)
3355.002	State Gas Tax Section 2107	216,951	241,166	241,166	77,604	252,867	11,701
3355.003	State Gas Tax Section 2107.5	12,000	6,000	6,000	6,000	6,000	-
3355.005	State Gas Tax Section 2105	158,419	152,686	152,686	62,656	158,933	6,247
3355.007	State Gas Tax Section 2103	282,779	121,053	121,053	74,046	122,343	1,290
3410.150	Administrative Services Late Fees	246	150	150	249	350	200
3610.100	Interest Revenue Investments	289	-	-	-	100	100
3901.100	Refunds & Reimbursements Miscellaneous	4,209	2,000	2,000	2,106	2,106	106
3901.140	Refunds & Reimbursements Negligence Cost Recovery Fees	3,141	4,500	4,500	1,313	3,500	(1,000)
3902.100	Miscellaneous Revenue General	809	500	500	-	250	(250)
3910.121	Transfers In From RSTP Fund	298,181	300,000	300,000	-	300,000	-
3910.132	Transfers In From HSIP Grant	52,194	51,624	51,624	11,244	51,624	-
3910.133	Transfers In From ATP Grant	11,710	61,000	61,000	8,463	61,000	-
REVENUE TOTALS		1,163,803	1,024,198	1,024,198	291,257	1,041,356	17,158
EXPENSE							
Department 45 - Public Works							
Program 4750 - Public Works - Streets Maint.							
5101	Salaries - Permanent	450,422	465,470	465,470	178,386	418,079	(47,391)
5102	Salaries - Temporary	-	-	-	-	27,977	27,977
5103.101	Differential Pay On Call	20,595	-	-	9,271	-	-
5103.102	Differential Pay Out of Class	-	-	-	342	-	-
5105	Salaries - Overtime/FLSA	8,108	7,500	7,500	1,262	6,158	(1,342)
5106.100	Incentives & Admin Leave Administrative Leave	5,822	9,458	9,458	-	9,458	-
5106.200	Incentives & Admin Leave Gym Reimbursement	233	250	250	293	450	200
5107	Car Allowance/Mileage	1,366	2,664	2,664	1,339	2,664	-
5109.101	Allowances Boot Allowance	2,100	2,079	2,079	3,300	3,300	1,221
5111	Medicare	5,811	6,116	6,116	2,344	6,114	(2)
5112.101	Retirement Contribution PERS	49,706	62,502	62,502	41,930	58,385	(4,117)
5113	Worker's Compensation	60,068	49,696	49,696	24,877	49,755	59
5114.101	Health Insurance Medical	68,163	73,235	73,235	30,353	70,482	(2,753)
5114.102	Health Insurance Dental	10,751	-	-	4,352	-	-
5114.103	Health Insurance Vision	1,067	-	-	450	-	-
5115	Unemployment Compensation	-	-	-	1,322	-	-
5116.101	Life and Disability Insurance Life & Disab.	1,953	5,168	5,168	973	5,258	90
5116.102	Life and Disability Insurance Long Term/Short Term Disability	2,616	-	-	1,493	-	-
5119.100	Retiree Costs Medical Insurance	21,785	31,360	31,360	11,742	29,083	(2,277)



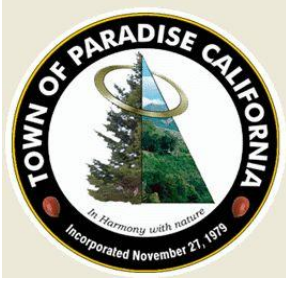
Gas Tax/Streets

2015/16 Mid-Year Budget Report

February 9, 2016

Account	Account Description	2014/15 Estimated Actual	2015/16 Adopted Budget	2015/16 Amended Budget	2015/16 YTD Transactions	Recommended 2015/16 Budet	2015/16 Mid-Year Budget Adjustments
5122	Accrual Bank Payoff	3,383	-	-	-	-	-
5199.130	Other Payroll Expenses Interfund Payroll Transfers	(3,367)	-	-	-	-	-
5201.100	Office Supplies General	168	50	50	103	150	100
5202.100	Operating Supplies General	3,401	1,700	1,700	2,169	3,400	1,700
5203.100	Repairs and Maint Supplies General	33,822	73,450	73,450	25,039	70,000	(3,450)
5204	Subscriptions and Code Books	241	300	300	1,014	1,014	714
5209.101	Auto Fuel Expense Town Vehicles	20,042	22,000	22,000	5,937	20,000	(2,000)
5209.105	Auto Fuel Expense Employee Personal Vehicle Use	-	-	-	208	208	208
5210.100	Postage General	241	10	10	29	29	19
5211.137	Utilities Electric and Gas	33,223	28,000	28,000	14,533	31,500	3,500
5211.139	Utilities Propane	84	1,000	1,000	-	100	(900)
5213.100	Professional/Contract Services General	1,133	2,100	2,100	2,907	3,500	1,400
5214.100	Repair and Maint Service General	84,077	99,400	99,400	20,539	87,000	(12,400)
5215.100	Rents and Leases Miscellaneous	2,919	-	-	-	-	-
5215.131	Rents and Leases Street Maintenance Equipment	-	-	-	2,888	2,888	2,888
5216.100	Communications General Services	4,439	4,695	4,695	2,241	4,695	-
5218.100	Advertising General	1,258	700	700	518	700	-
5219.100	Printing General	1,008	500	500	-	500	-
5220.100	Employee Development General	1,271	3,000	3,000	2,621	3,000	-
5223.101	Meals and Refreshments Employee Meals-MOU Overtime	-	75	75	-	75	-
5280.100	Bad Debt Write Off Expense	2,712	-	-	1,652	1,652	1,652
5304	Furniture & Equipment	4,940	2,000	2,000	8,287	8,287	6,287
5501	Debt Service Payment - Principal	32,795	27,678	27,731	16,162	17,608	(10,123)
5910.010	Transfers Out To General Fund	166,681	167,031	167,031	51,408	166,199	(832)
5910.100	Transfers Out To Capital Projects	40,135	69,004	69,004	5,436	69,004	-
EXPENSE TOTALS		1,145,169	1,218,191	1,218,244	477,721	1,178,672	(39,572)
NET INCOME		18,634	(193,993)	(194,046)		(137,316)	
ENDING FUND BALANCE		438,273	244,280	244,227		300,957	

(28,335)



MEMORANDUM

DATE: February 9, 2016

TO: Town Council
Citizens Oversight Committee
Department Directors and Managers

FROM: Lauren Gill, Town Manager
Gina Will, Finance Director

Town of Paradise 2016/17 Budget Adoption Timeline

February 9, 2016	2015/16 Mid-Year Budget Review and Five Year Projection
February <u>TBD</u> , 2016	Town Council goal setting workshop to determine budget priorities
February 2016	Refinement of revenue and resources projections by Finance Director
February 29 – March 4, 2016	Budget Discussions with Finance Committee
March 14, 2016	Preliminary Budget Packages to Departments
March 22, 2016	Meet with Citizens Oversight Committee to discuss possible uses for Measure “C” funds
April 12, 2016	2015/16 Budget Update and Discussions with Town Council on 2016/17 Budget Progress
April 26, 2016	Discussions with Citizens Oversight Committee on budget for Measure “C” funds

April 2016	Departments Work on Proposed 2016-17 Budgets
April 25, 2016 - Deadline	Department Budgets Due to Town Manager & Finance Director for Review
May 2 – May 13, 2016	Budget Meetings with each Department
May 10, 2016	Discussions with Town Council on Budget Progress
May 24, 2016	Discussions with Citizens Oversight Committee on Budget Progress
May 16 – May 31, 2016	Final Adjustments and Meetings with Finance Committee and Departments as Needed
June 1 – June 6, 2016	Final Edits and Compilation of Budget
June 6, 2016	2016-17 Preliminary Budget Provided to Town Council for Review
June 21, 2016	Final Budget Review Session with Town Council & 2016-17 Budget Adopted by Town Council



**TOWN OF PARADISE
Council Agenda Summary
Date: February 9, 2016**

AGENDA NO. 6(c)

ORIGINATED BY: Craig Baker, Community Development Director

REVIEWED BY: Lauren Gill, Town Manager

SUBJECT: Grant a One-Time Amnesty Period for Certain Code Enforcement Penalties and also Make Amendments to the Administrative Citation Process

COUNCIL ACTION REQUESTED:

Consider adopting a motion that would direct town staff to accomplish the following:

1. Draft a resolution document for Town Council Consideration establishing a one-time code enforcement civil penalty reduction period, and,
2. Draft an ordinance document for Town Council Consideration that would result in a minor modification to Paradise Municipal Code (PMC) Chapter 1.09 (Administrative Civil Penalties) regarding written warnings related to PMC violations.

BACKGROUND:

The Town Council established and has supported the current Code Enforcement Program to ensure that all Paradise residents have an opportunity to enjoy a safe, healthy and attractive community. Since 1997, the Town of Paradise has had a comprehensive code enforcement program specifically dedicated to enforcing the Paradise Municipal Code. There is an annual average of over 600 active code violation cases processed by code enforcement staff, including hundreds of additional citizen inquiries.

While the majority of code enforcement actions continue to achieve a high level of compliance without assessing large civil penalties, there are a number of properties in the Town of Paradise that currently have large, unpaid penalties due to long-standing chronic issues, including blight, fire hazards, and other health or safety violations. These civil penalties are either in the form of an outstanding civil penalty balance with the Town Finance Department or a tax lien against the property, or both. A number of properties that belong to this group have made little or no progress toward compliance for months or even years.

DISCUSSION

In an effort to encourage compliance, staff would like to recommend the establishment of a temporary program that may provide enough additional incentive to correct some of the most problematic Code Enforcement cases in the town. The proposed program would establish a one year-long period during which property owners who have been assessed civil penalties due to long-term or ongoing PMC violations may file an application to have fines reduced, subject to the following criteria:

- Unpaid civil penalties and/or liens must have accumulated to at least \$2000 for a single property at the time of adoption of the policy.
- All violations for which fines have been levied must have been satisfactorily corrected on the date of application for amnesty.
- Civil penalties and or liens will be reduced by 75% of their balance on the date of filing a qualifying application.
- Payment of the projected reduced balance must be received by the town prior to actual fine/lien reduction.
- Only one fine and or lien reduction shall be granted for any single property for the duration of the program.
- The applicant shall be responsible for any Town of Paradise and Butte County processing fees associated with adjusting fines and/or tax liens.
- Successful reduction of civil penalties or liens shall not prevent the assessment of additional civil penalties in the event of additional future violations.

Currently, there are approximately 47 properties in town that have a fine/lien balance of at least \$2000. Owners of qualifying properties would be notified by mail of the fine reduction program and invited to apply.

There are several other measures outlined below that have been established administratively by town staff as part of the overall Code Enforcement program in order to more effectively manage individual cases that have the potential to become prolonged and chronic:

- The Community Development Director shall consult with the Town Manager and Town Attorney to consider initiating public nuisance abatement proceedings for public nuisances that have persisted for at least six months. Shorter periods for certain violations may occasionally be appropriate, as determined by the Town Manager.
- Amend PMC Section 1.09.050(a), eliminating the required 15 day warning period for Building and Zoning Code violations and replacing with a minimum 3 day warning time period.

- Code Enforcement staff shall consult with CDD Director prior to 4th and subsequent citations for any violation.
- Include a copy of the community resource flier with each Notice of Violation as well as a copy of Business & Housing’s rehabilitation program flier for applicable violations.
- Mail copies of any Notice of Violation and Administrative Citations to tenant-occupied properties.
- Simplify Notices of Violation and Administrative Citation forms.

In addition to the protocols outlined above, town staff would like to recommend a minor text amendment to PMC Chapter 1.09 (*Administrative Civil Penalties*) regarding the period of time required between the issuance of a written warning, in the form of a Courtesy Notice of Violation, and the issuance of an Administrative Citation. California State law currently requires a “reasonable” warning period for the assessment of civil penalties associated with building and zoning code violations, but does not specify a number of days for the warning period. Section 1.09.050(a) of the PMC currently requires a warning period of at least fifteen (15) days for building and zoning code violations. However, it may be in the best interest of the community to enable code enforcement staff to issue citations more expediently for certain violations (ex., marijuana cultivation, certain public nuisances, fire life safety issues, etc.). Therefore, staff would like to suggest a minor text amendment specifying a minimum warning period of three (3) days to allow flexibility when it is in the best interest of the community. Other than building and zoning code violations, no other PMC violations are subject to a statutory warning period.

FINANCIAL IMPACT:

There is no cost to enact this policy; however, penalties currently on the books could be reduced by 75%. The Finance Director has determined that many of these fines are largely uncollectable. It should be noted that there are two goals for this amnesty offering: 1) get compliance from property owners by giving them an incentive to cure the original health/safety violation; and 2) to reduce the amount of tax liens on their property by allowing them to substantially reduce the amount owed. We see this as a win-win for property owners and the community.