

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2017



Prepared by the Finance Department
119 Fox Street
Lemoore, CA 92345
(559) 924 6712

**CITY OF LEMOORE
CALIFORNIA**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE YEAR ENDED
JUNE 30, 2017**

Prepared by

FINANCE DEPARTMENT

**CITY OF LEMOORE
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2017**

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INTRODUCTORY SECTION

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119 Fox Street • Lemoore, California 93245 • (559) 924-6700 • Fax (559) 924-9003
Office of the City Manager

June 27, 2018

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

It is with great pleasure that we present to you the City of Lemoore Comprehensive Annual Financial Report (CAFR). This report is prepared in compliance with the Governmental Accounting Standards Board (GASB) Statement 63, which incorporates deferred outflows and inflows of resources in deriving net position. This report also complies with GASB Statement 65, which changed the method for accounting and reporting items previously reported as assets and liabilities.

This report was prepared by the Finance Department in conformity with Generally Accepted Accounting Principles (GAAP) and has been audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed Certified Public Accountants. The report consists of management representation concerning the finances of the City. Management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the City of Lemoore has established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City of Lemoore's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatements. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

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

INDEPENDENT AUDITS

The City contracted with Price, Paige & Company Accountancy Corporation, a firm of Certified Public Accountants licensed to practice in the State of California, to perform the annual independent audit. The goal of the independent audit is to provide reasonable assurance that the financial statements of the City of Lemoore for the fiscal year ending June 30, 2017, are fairly presented in conformity with generally accepted accounting principles (GAAP).

There was no requirement for a Single Audit this fiscal year because the total federal grant award expenditures did not reach the \$750,000 threshold. However, as a recipient of federal, state and county grant funding, the City continues to be responsible for providing assurance that adequate internal controls are in place to ensure compliance with applicable laws and regulation relating to these award programs. Internal controls are subject to periodic evaluation by management and the City's independent auditors.

KEY FINANCIAL REPORT SECTIONS

The CAFR is divided into the following sections:

The Introductory Section includes information about the organizational structure of the City, the City's economic activities, and notable financial activities.

The Financial Section is prepared in accordance with GASB Statement No. 34 - Including the MD&A, the Basic Financial Statements including notes, and the Required Supplementary Information. The Basic Financial Statements include government-wide financial statements that present information for all City Funds. Also included in this section is the Independent Auditors' Report on the Basic Financial Statement and schedules.

The Successor Agency to the Redevelopment Agency of the City of Lemoore is also presented. The Successor Agency was created to serve as the custodial for assets to wind down the affairs of the former Redevelopment Agency.

The Statistical Section includes up to ten years of historical financial data, debt statistics and miscellaneous social and economic data of the city that is of interest to potential bond investors and other readers. Its presentation conforms to GASB Statement No. 44.

CITY PROFILE

Lemoore was incorporated in 1900 as a general law city with a council-manager government. Lemoore is located in the middle of the state in the San Joaquin Valley. The Central Valley is considered to be a national and world leader in the agricultural industry. Lemoore is positioned at the crossroads of State Highways 198 and 41. The City of Lemoore is approximately 8.5 square miles and serves a population of 26,369.

The City Council ("Council") is made up of five members. The five Council members are elected at large to serve four-year, overlapping terms. Municipal elections are held in November of even number years. Council selects two of its members to serve as the Mayor and Mayor Pro-tem. The Council is responsible, among other things, for making policy, passing ordinances, adopting the budget, appointing committees, and hiring the City Manager and City Attorney. The City Manager is responsible for carrying out the ordinances and policies of the governing council, for overseeing the day-to-day operations of the government, and for appointing the City's department heads.

The City of Lemoore provides a full range of municipal services, including: police and fire protection, the construction, maintenance, and cleaning of streets and other infrastructure; community development services; water service; refuse collection, disposal, and recycling services; waste water and storm drainage; recreation activities; and general administration.

The annual budget serves as the foundation for the City's financial planning and control. The budget is prepared on an annual basis with a process that begins in January. The budget is prepared by departments (i.e., General Fund, Traffic Safety Fund, etc.), by divisions (i.e. City Manager, City Clerk, etc.). All departments of the City are required to submit requests for appropriations to the City Manager and Finance Director. The council is required to adopt a budget no later than June 30, the close of the City of Lemoore's fiscal year. The City Manager may transfer appropriations within a department, provided that the total appropriation is not increased. All other budget appropriations require Council action. The budgets are managed and controlled by the department heads under the supervision of the City Manager and the Finance Director.

Budgets are adopted annually for the General Fund, some of the special revenue funds, enterprise funds and one internal service fund. A capital improvement program (CIP) projects budget is prepared for approval by the City Council, and updated as necessary. CIP projects are funded by capital projects funds, impact fees, operating accounts, grant proceeds or debt proceeds.

The Comprehensive Annual Financial Report includes budgetary comparisons for each individual governmental fund for which an appropriated annual budget has been adopted. The General Fund comparison is presented on page 20 as part of the basic financial statements for governmental funds. Governmental funds comparisons, other than the General Fund, with appropriated annual budgets are presented in the governmental fund subsection of this report which starts on page 21. Non-major funds are presented in the combining schedules beginning on page 75.

ECONOMIC CONDITION AND OUTLOOK

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

Local Economy

Lemoore enjoyed a one percent increase in population over the last year. This is the same as the average for the past nine years. The City of Lemoore is home to over 1,190 businesses (as measured by business licenses issued) with the top twenty five businesses generating approximately 68 percent of the City's total sales tax revenue. Additionally, the City's general economic base includes apparel stores, food and drug stores, building materials, auto dealers and supplies, service stations, restaurants and retail stores. The top three taxable sales earners for this fiscal year are restaurants, service stations and retail stores. The top three categories account for 50 percent of the total sales tax revenue.

The available labor force in Lemoore has the benefit of being very diverse. Due to the City's heavy agricultural ties, there is a large pool of diverse workers who possess a variety of educational and technical training backgrounds. Many residents are related to Navy personnel stationed at Naval Air Station Lemoore or were former military personnel and have chosen to reside permanently in Lemoore.

Demand for new business services has been steady over the past several years. The number of business licenses has remained relatively flat, with the most significant decline occurring in fiscal year 2009-2010. Fiscal year 2009-2010 was the year where the Great Recession hit businesses the hardest at the City of Lemoore. The average annual number of business licenses was 1,183 during the last eight years of history.

Overall, the City has shown growth in some of the areas that impact economic growth. According to the State of California Employment Development Department (EDD) November 2016 preliminary numbers, California's unemployment rate fell to 4.9 percent. Kings County's unemployment rate fell from 10.2 percent as of June 2016 to 8.4 percent in December 2017. This is an excellent recovery from the City of Lemoore's all time high of 16.2 percent in June of 2011. For year-end 2016-2017, transit occupancy tax and business licenses revenues were higher than budgeted.

The top three revenues in the City's General Fund generate 58% of the funding for the budget. By focusing on these, the City can maximize the return on cash flows when making decisions that affect these revenue streams.

The City's primary revenue source is the state Vehicle License Fee (VLF) which generates just over \$2 million per year. The VLF revenues has remained relatively flat, with a small increase over last fiscal year.

The second revenue source in Lemoore is Sales Tax revenue from retail sales generated from the 1% City share of the total 7.50% rate. The sales tax revenues average \$1.8 million per year sales tax has experienced a slight downward dip in the last couple of years. The drop in fuel prices at the pump is the largest impact on the sales tax revenues in Lemoore, due to the relative importance of gas stations to the City's retail sales.

The third revenue source is Property Tax, which was flat from 2007 through 2012, with a large increase in property revenues in 2013 related to the dissolution of the Redevelopment Agency in 2011. The property tax revenue had been steadily decreasing since 2014 until this year. Fiscal year 2017 showed a \$980,000 or 70% increase from the prior fiscal year. The City is watching this closely for the next fiscal year.

Financial Policies

The City of Lemoore has adopted financial polices promoting good fiscal stewardship across a number of financial areas. The following are summaries of select financial policies.

Reserve Fund Policy

The Reserve Fund policy provides guidelines to ensure sufficient reserves are maintained for revenue shortfalls and unanticipated expenditures. The Reserve Fund policy established a goal of a Reserve fund of 25 percent of General Fund expenditures. This is expected to be raised to 35 percent within five years.

Debt Financing Policy

The Debt Financing Policy provides guidelines regarding how to finance capital assets with a useful life of ten years or longer. This policy is to utilize debt financing for infrastructure assets with useful lives of over forty years. This allows the infrastructure costs to be spread out over the generations of residents that will benefit from them.

Risk Management Fund Policy

The Risk Management Fund Policy maintains cash reserves for litigation costs, claims payable and to cover claims costs under the self-insured retention. The amount in the Risk Management Fund will vary from \$300,000 to \$500,000 depending on claims activity. This policy helps to stabilize the City's budget in the long term.

AWARDS

The City received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association for the CAFR for 2015/2016.

ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the efficient and dedicated services of the staff of the Finance Department. We would like to extend out thanks to staff in all City Departments for their efforts in responding to questions and requests for detailed information during the audit and CAFR process. In addition, we would like to acknowledge the role of Price Paige and Company, for their professional support in the preparation of the CAFR. Finally, we would like to thank the Mayor, Mayor ProTem, and the City Council members for their continued leadership and support in planning and conducting the City's financial operations.

Respectfully Submitted,



Heather J. Corder
Finance Director



Government Finance Officers Association

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

Presented to

**City of Lemoore
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

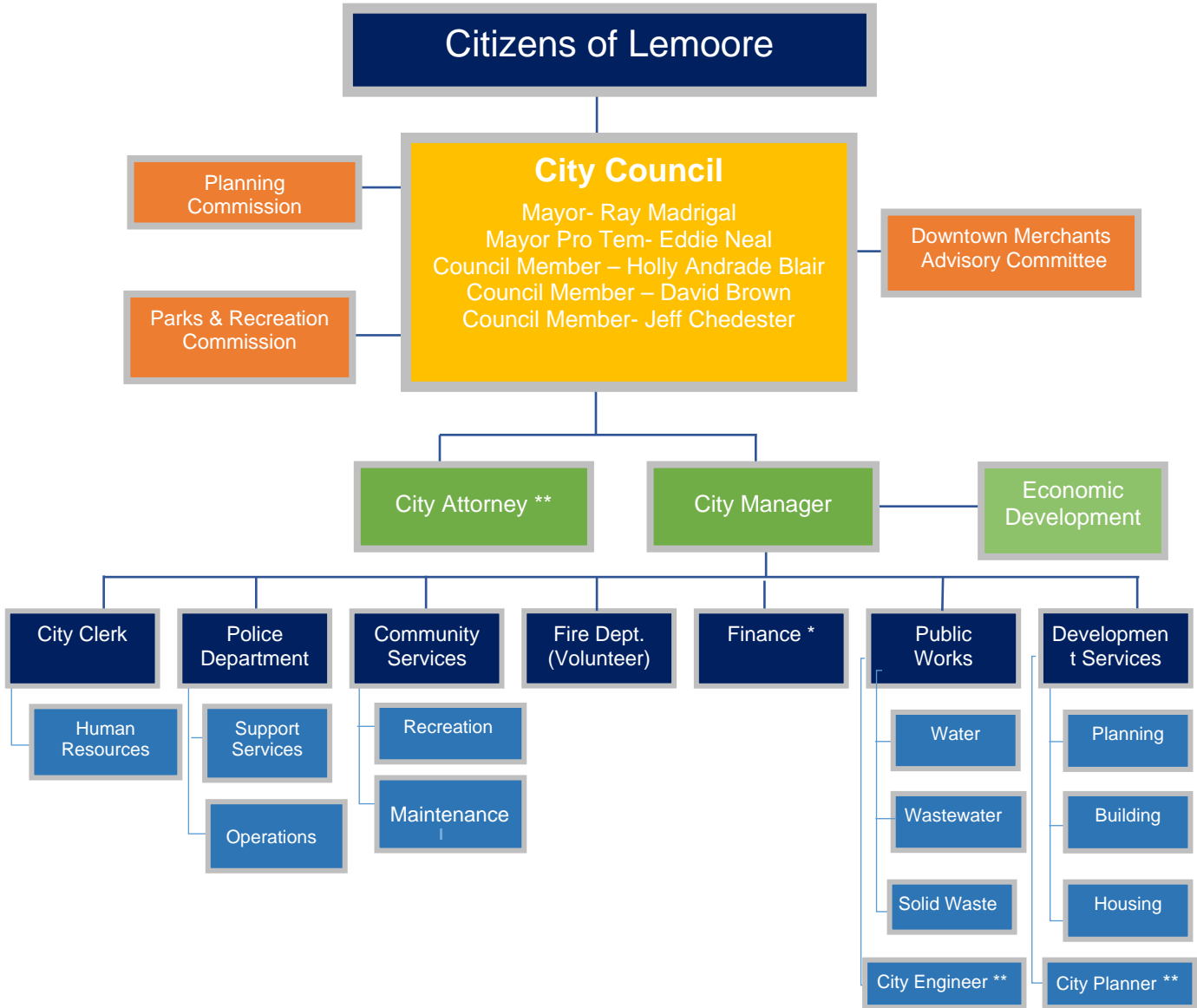
June 30, 2016

Christopher P. Morill

Executive Director/CEO

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CITY OF LEMOORE ORGANIZATION CHART



*City Treasurer
**Contract Person

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CITY OF LEMOORE, CALIFORNIA
FISCAL YEAR 2016-2017

CITY COUNCIL

MAYOR – RAY MADRIGAL
MAYOR PRO TEM – EDDIE NEAL
COUNCIL MEMBER – HOLLY ANDRADE BLAIR
COUNCIL MEMBER – DAVID BROWN
COUNCIL MEMBER – JEFF CHEDESTER

DIRECTORY OF CITY OFFICIALS

NATHAN OLSON – CITY MANAGER
MICHELLE SPEER – ASSISTANT CITY MANAGER
JANIE VENEGAS – CITY CLERK
HEATHER J. CORDER – FINANCE DIRECTOR
JASON GLICK – PARKS & REC DIRECTOR
DARRELL SMITH – POLICE CHIEF
FRANK RIVERA – PUBLIC WORKS DIRECTOR
JENELL VAN BINDSBERGERN – CITY ATTORNEY

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and
Members of the City Council
City of Lemoore, 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 City of Lemoore, California (the City) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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 City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the respective budgetary comparisons of the City of Lemoore, California, as of June 30, 2017, and, the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Gasoline Tax and Lemoore Housing Authority special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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Clovis, CA 93612

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Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-9, the Proportionate Share of Net Pension Liability on page 64, and the Schedule of Contributions on page 65 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, the related budgetary comparison schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements 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 related budgetary comparison schedules 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 June 27, 2018, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

Price Pange & Company

Clovis, California
June 27, 2018

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

This discussion and analysis of the City of Lemoore's (City) financial performance is for the fiscal year ended June 30, 2017. This Management's Discussion and Analysis (MD&A) provides a comparison of current year to prior year ending results based on the government-wide and major fund financial statements, and an analysis on the City's overall financial position and results of operations to assist users in evaluating the City's financial position as of June 30, 2017. Please read this MD&A in conjunction with the City's financial statements, notes and supplementary schedules.

FINANCIAL HIGHLIGHTS

- The City's governmental activities total assets exceeded liabilities by \$89,946,499, a decrease of \$2,050,299, compared to the prior fiscal year. This was due mostly to the City receiving a two grants from the State of California in the prior fiscal year.
- General Fund expenditures exceeded General Fund revenues by \$1,623,368. City General Fund revenue totaled \$8,837,637 and General Fund expenses totaled \$10,467,438 for fiscal year 2017. Public safety (police and fire protection) costs comprised \$5,925,328 (56.60%) of General Fund expenditures.
- The City's General Fund ended the year with a fund balance of \$9,183,761, a decrease of \$1,623,368 from the previous fiscal year. Revenues were \$745,603 less than budgeted. Expenditures were \$1,179,341 over budget due to an increase in professional services. Professional services was increased because of the increased amount of new construction. The amended budget for FY17 was reducing the General Fund in the amount of \$4,045,103.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. These statements include all activities of the City of Lemoore for the period July 1, 2016 through June 30, 2017 using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34. The Statement of Net Assets and Statement of Activities provide information about the activities of the City as a whole and present a more comprehensive analysis of the City's finances, with an economic resources measurement focus. Fund financial statements show how City services are financed, with a measurement focus on spendable resources. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's major funds.

REPORTING THE CITY AS A WHOLE

Government-wide financial statements. The government-wide financial statements report information about the City as a whole, providing readers with a broad overview of the City's finances. These statements include all assets and liabilities of the City using the accrual basis of accounting, which is similar to the accounting method used by most private sector companies. All the current year's revenues and expenses are taken into account in the statement of activities regardless of when cash is received or paid.

The *statement of net assets* presents information on all the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as one indicator of whether the City's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the City's net assets changed in the most recent fiscal year. All changes of net assets are reported as soon as the underlying event giving rise to the change occurs. Therefore, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal years' reporting periods.

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

REPORTING THE CITY AS A WHOLE (Continued)

The City's governmental activities are reported in the government-wide financial statements. Governmental activities include General Government, Public Safety (Police and Fire), Public Works, Development Services (building and planning), and Parks and Recreation.

REPORTING THE CITY'S MOST SIGNIFICANT FUNDS

Fund Financial Statements. The fund financial statements provide detailed information about the City's most significant *funds*—not the City as a whole. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Some funds are required to be established by state or federal law or by bond covenants. Management establishes other funds to control and manage money for particular purposes or to show the City is meeting legal responsibilities for using certain taxes, grants, and other funding resources. The City's three types of funds are; 1) governmental, 2) proprietary, and, 3) fiduciary.

Governmental funds—Most of the City's basic services are reported in governmental funds, which focus on how money flows in and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial resources that can readily be converted to cash. The governmental fund statements provide a detailed, short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether more or fewer financial resources can be spent in the near future to finance City programs.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the governmental funds with similar information presented for governmental activities in the government-wide financial statements. The differences of results in the governmental funds financial statements to those in the government-wide financial statements are shown in reconciliations following the governmental funds financial statements.

Proprietary funds—Proprietary funds include enterprise and internal service funds, which are self-supporting and follow a similar basis of accounting and measurement focus as the government-wide financial statements in this report. The proprietary funds financial statements provide the same type of information as the government-wide financial statements in this report. The City has four enterprise funds which include Golf Course, Water, Wastewater, and Refuse. There is one internal service fund that provides fleet maintenance service and is funded through allocations.

Fiduciary funds—Fiduciary funds are used to account for resources held for the benefit of parties outside the City. The City is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Fiduciary funds are not reflected in the City's government-wide financial statements because the City cannot use these assets to finance its operations.

Notes to the Financial Statements: The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 30 – 62 of this report

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net position. Net position as noted earlier may serve over time as a useful indicator of the City's financial position.

Below is a table showing the City's net position as of June 30, 2017 compared to June 30, 2016.

STATEMENT OF NET POSITION
JUNE 30, 2017 AND 2016

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 32,674,494	\$ 33,304,920	\$ 18,244,024	\$ 15,621,370	\$ 50,918,518	\$ 48,926,290
Capital assets, net of accumulated depreciation	<u>65,054,544</u>	<u>66,120,166</u>	<u>34,449,922</u>	<u>35,217,344</u>	<u>99,504,466</u>	<u>101,337,510</u>
Total assets	<u>97,729,038</u>	<u>99,425,086</u>	<u>52,693,946</u>	<u>50,838,714</u>	<u>150,422,984</u>	<u>150,263,800</u>
Deferred outflows of resources from pensions	<u>2,159,890</u>	<u>830,907</u>	<u>696,368</u>	<u>293,977</u>	<u>2,856,258</u>	<u>1,124,884</u>
Long-term liabilities outstanding	8,206,098	6,074,204	8,301,848	8,174,529	16,507,946	14,248,733
Other liabilities	<u>1,216,579</u>	<u>1,256,001</u>	<u>2,759,777</u>	<u>2,935,561</u>	<u>3,976,356</u>	<u>4,191,562</u>
Total liabilities	<u>9,422,677</u>	<u>7,330,205</u>	<u>11,061,625</u>	<u>11,110,090</u>	<u>20,484,302</u>	<u>18,440,295</u>
Deferred inflows of resources	<u>519,752</u>	<u>928,990</u>	<u>350,259</u>	<u>505,362</u>	<u>870,011</u>	<u>1,434,352</u>
Net position:						
Net investment in capital assets	65,054,544	66,120,166	28,618,553	28,963,532	93,673,097	95,083,698
Restricted	22,995,134	21,964,173	-	-	22,995,134	21,964,173
Unrestricted	<u>1,896,821</u>	<u>3,912,459</u>	<u>13,359,877</u>	<u>10,553,707</u>	<u>15,256,698</u>	<u>14,466,166</u>
Total net position	<u>\$ 89,946,499</u>	<u>\$ 91,996,798</u>	<u>\$ 41,978,430</u>	<u>\$ 39,517,239</u>	<u>\$ 131,924,929</u>	<u>\$ 131,514,037</u>

Compared to the prior year, total net position of the City's governmental activities decreased by \$2,050,299 due to an increase in deferred outflows of resources from pensions and an increase of long-term liabilities outstanding.

The City's total net position include three components: 1) Invested in capital assets (net of related debt), 2) restricted net assets, and 3) unrestricted net assets.

Of total net position, \$65,054,544 is the City's governmental activities investment in capital assets (e.g. land, buildings and improvements, vehicles and equipment, infrastructure) less any related debt used to acquire those assets that is still outstanding. This is a decrease of \$1,065,622 from prior fiscal year.

Governmental activities restricted net position of \$22,995,134 represent 25.57% of total net position, an increase of \$1,030,961 from prior fiscal year. Restricted net assets are resources that are subject to external restrictions on how they may be used. These restrictions are established by bond covenants or restrictions on the use of funds by state or federal regulations. The increase in governmental activities total net position is due in part to a large number capital projects and improvements budgeted to be completed in the fiscal year.

Unrestricted net position are those resources that may be used to meet the City's ongoing commitments to citizens and creditors. Government-wide unrestricted net position is \$15,256,698. This is an increase from the prior fiscal year. The increase of unrestricted net position is due in part to an increase in current assets in the Business-type Activities for fiscal year 2017.

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE (Continued)

Below is a table showing the government-wide changes in net position for fiscal year June 30, 2017 and 2016.

CITY OF LEMOORE
CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2017 AND 2016

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues						
Program revenues:						
Charges for services, miscellaneous	\$ 1,875,100	\$ 1,865,580	\$11,824,581	\$11,791,727	\$ 13,699,681	\$ 13,657,307
Operating grants and contributions	1,843,904	2,118,359	-	-	1,843,904	2,118,359
Capital grants and contributions	404,215	1,568,238	133,590	548,312	537,805	2,116,550
General revenues:						
Property taxes	2,379,422	1,395,750	-	-	2,379,422	1,395,750
Other taxes	4,668,294	4,705,014	-	-	4,668,294	4,705,014
Use of money and property	6,433	16,067	-	54,521	6,433	70,588
Unrestricted investment earnings	334,829	355,254	54,462	159,513	389,291	514,767
Other revenue	235,139	532,324	832,020	456,185	1,067,159	988,509
Total revenues and transfers	<u>11,747,336</u>	<u>12,556,586</u>	<u>12,844,653</u>	<u>13,010,258</u>	<u>24,591,989</u>	<u>25,566,844</u>
Expenditures						
General government	1,261,457	1,198,510	-	-	1,261,457	1,198,510
Public safety	6,424,105	5,595,808	-	-	6,424,105	5,595,808
Public works	4,167,172	4,034,421	-	-	4,167,172	4,034,421
Community development	711,114	14,675	-	-	711,114	14,675
Parks and recreation	1,382,208	357,965	-	-	1,382,208	357,965
Water	-	-	4,068,306	4,132,417	4,068,306	4,132,417
Sewer	-	-	2,189,816	2,535,675	2,189,816	2,535,675
Refuse	-	-	2,897,227	3,098,749	2,897,227	3,098,749
Golf Course	-	-	1,228,113	1,190,227	1,228,113	1,190,227
Total expenses	<u>13,946,056</u>	<u>11,201,379</u>	<u>10,383,462</u>	<u>10,957,068</u>	<u>24,329,518</u>	<u>22,158,447</u>
Change in net position	(2,198,720)	1,355,207	2,461,191	2,053,190	262,471	3,408,397
Prior period adjustment	148,421	251,328	-	-	148,421	251,328
Net position, beginning	<u>91,996,798</u>	<u>90,390,263</u>	<u>39,517,239</u>	<u>37,464,049</u>	<u>131,514,037</u>	<u>127,854,312</u>
Net position, ending	<u>\$ 89,946,499</u>	<u>\$ 91,996,798</u>	<u>\$ 41,978,430</u>	<u>\$ 39,517,239</u>	<u>\$ 131,924,929</u>	<u>\$ 131,514,037</u>

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE (Continued)

Total government-wide revenues for this fiscal year totaled \$24,591,987, a decrease of \$974,857 or 3.81% when compared to last fiscal year revenue of \$25,566,844. The overall decrease in revenue is a result of the City of Lemoore receiving two grants from the State of California in the prior fiscal year.

Total government-wide expenses for this fiscal year total \$24,329,518, an increase of \$2,171,071 or 9.80% when compared to last fiscal year revenue of \$22,158,447. The overall decrease is due to an increase in expenditures in all departments except Public Works.

Total governmental revenues for this fiscal year totaled \$11,747,336 a decrease of \$809,250 or 6.44% when compared to last fiscal year revenue of \$12,556,586. There was an increase in the revenues from taxes, however this was offset by the decrease in Capital Grants and Contributions.

Total governmental expenses for this fiscal year total \$13,946,056 an increase of \$2,744,677 or 24.5% when compared to last fiscal year of \$11,201,379. This was due to the large increase in expenditures in the Public Safety and Parks and Recreation Department.

Total business-type revenues for this fiscal year totaled \$12,844,653 a decrease of \$165,605 or 1.27% when compared to last fiscal year revenue of \$13,010,258. This decrease came in part from a reduced amount of funds being received from grants and contributions in 2017.

Total business-type expenses for this fiscal year total \$10,383,462, a decrease of \$573,606 or 5.24% when compared to last fiscal year of \$10,957,068. This is due in part to greater focus on the budget and a reduction in salaries and benefits.

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The City's governmental funds ended the year with a combined fund balance of \$31,276,343. This is a decrease of \$626,886 when compared to last fiscal year.

Major fund balance changes are noted below:

- General Fund expenditures exceeded revenues by \$1,629,801 with for a change in fund balance of a negative \$1,623,368. Total fund balance in the General Fund totals \$9,183,761 at June 30, 2017. This change in the General Fund was due to revenue falling short from budget by \$745,603 and expenditures exceeding the adjusted budget by \$1,179,341.
- Gasoline Tax Fund ended the year with \$1,106,293 in fund balance after \$114,877 excess of revenues over expenditures in the current fiscal year.
- Lemoore Housing Authority Fund ended the year with \$7,495,036 in fund balance due to the \$134,082 excess of revenues over expenditures.
- Other Governmental Funds combined ended the year with \$13,491,253 in fund balances due to the \$747,523 excess of revenues over expenditures.
- Business-Type Activities ended the year with \$41,978,430 in fund net position, which is an increase of \$2,461,190 or 6.23% increase over last year

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE CITY'S FUNDS (Continued)

Total revenue in all governmental funds decreased by \$974,855 in 2017 compared to previous year due mostly to intergovernmental revenue (Contributions) for various projects from other agencies being reduced in the amount of \$1,400,204.

Total expenditures in all governmental funds increased by \$2,171,071 in current fiscal year when compared to the previous fiscal year, largely due to an increase in salaries and benefits and the addition of Capital Improvement Projects.

General Fund Budgetary Highlights. During the fiscal year, there were multiple amendments to the adopted budget for fiscal year 2016/17. The original expenditure budget was \$13,333,200 this amount was decreased in the amount of \$4,045,103 for a total expenditure budget of \$9,288,097. Actual expenditures were \$1,179,341 above the expenditure budget; this was due mostly to the cost allocation being changed mid-year. Also an increase in professional services due to an increased amount of construction inside city limits. The original revenue budget of \$9,587,900 and was amended to \$9,583,240. Actual revenues came in less than budget in the amount of \$745,603.

General Government expenditures were \$70,964 under the adjusted budget. Public Safety expenditures were under budget in the amount of \$91,372.

Public Works and Parks and Recreation were well over budget, with \$616,399 and \$270,043, respectively, in budget excess for each department. This is due to salaries and benefits and professional services exceeding the budget.

All budget amendments that either increased or decreased appropriations were approved by the City Council.

CAPITAL AND DEBT ADMINISTRATION

Capital Assets. As of June 30, 2017, the City had \$99,504,466 invested in a broad range of capital assets, including land, construction in progress, buildings, equipment and infrastructure. This amount represents a net of depreciation decrease of \$1,833,044 from the prior year.

The table below sets forth the City's capital assets as of June 30, 2017 and 2016.

CITY OF LEMOORE
CAPITAL ASSETS (NET OF DEPRECIATION)
JUNE 30, 2017 AND 2016

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 2,815,713	\$ 2,815,713	\$ 2,053,591	\$ 2,053,591	\$ 4,869,304	\$ 4,869,304
Construction in progress	1,845,318	1,382,804	750,309	277,931	2,595,627	1,660,735
Buildings and improvements	11,588,657	11,872,651	16,631,110	17,281,646	28,219,767	29,154,297
Equipment and vehicles	2,781,673	2,782,067	15,014,912	15,604,176	17,796,585	18,386,243
Road network	43,637,952	44,580,778	-	-	43,637,952	44,580,778
Infrastructure	2,385,231	2,686,153	-	-	2,385,231	2,686,153
Total	<u>\$ 65,054,544</u>	<u>\$ 66,120,166</u>	<u>\$ 34,449,922</u>	<u>\$ 35,217,344</u>	<u>\$ 99,504,466</u>	<u>\$ 101,337,510</u>

Additional information on the City of Lemoore's capital assets can be found in **Note 6** of the footnotes to these financial statements on pages 47-49 of this report.

**CITY OF LEMOORE
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017**

CAPITAL AND DEBT ADMINISTRATION (Continued)

The table below sets forth the City's long-term debt as of June 30, 2017 and 2016.

CITY OF LEMOORE
LONG-TERM DEBT
JUNE 30, 2017 AND 2016

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
Net pension liability	\$ 7,799,416	\$ 5,714,421	\$ 2,792,960	\$ 2,245,747	\$10,592,376	\$ 7,960,168
Series 2013 water loan	-	-	5,831,369	6,253,812	5,831,369	6,253,812
Total	\$ 7,799,416	\$ 5,714,421	\$ 8,624,329	\$ 8,499,559	\$16,423,745	\$14,213,980

The City's long-term liabilities primarily relate to CalPERS pension liabilities and enterprise loan. Total long-term debt increased from \$14,213,980 last fiscal year to \$16,423,745, which represents an increase of \$2,209,765. This is due to an increase in the net pension liability in the amount of \$2,632,208. This increase is offset by a decrease in the liability on the Series 2013 Water Loan in the amount of \$422,443.

NEXT YEAR'S BUDGETS – FISCAL YEAR 2017/18 ECONOMIC FACTORS

This financial report was prepared eleven months after the June 30, 2017 closing date. Most of next year's budget (fiscal year 2017/18) is completed, and revenue is expected to equal or slightly exceed expenses in the General Fund for fiscal year 2017/18.

For fiscal year 2018, the City's General Fund recurring revenues are projected to be \$12,250,000, compared to the 2018 budget of \$11,551,454, an increase of \$716,222.

General Fund expenditures are budgeted to be \$11,317,150 but are projected to be slightly higher due to a salary increase at midyear. The fiscal policy of maintaining a structurally balanced budget will continue to be upheld by the City.

City management continues to take a position of conservative revenue projection and cost containment resulting in modest increases to the General Fund department expenditures outside of the five year Community Investment Program.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the City of Lemoore's finances. If you have questions about this report or need additional information, contact the City's Finance Director at:

City of Lemoore
119 Fox Street
Lemoore, California 93245
(559) 924-6712

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BASIC FINANCIAL STATEMENTS

**CITY OF LEMOORE
STATEMENT OF NET POSITION
JUNE 30, 2017**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	\$ 23,295,016	\$ 17,140,605	\$ 40,435,621
Restricted cash and investments	77,587	-	77,587
Receivables:			
Accounts, net	76,494	2,017,255	2,093,749
Notes	5,352,943	-	5,352,943
Intergovernmental	1,285,869	-	1,285,869
Other	1,314	-	1,314
Prepaid expenses	37,479	46,337	83,816
Internal balances	1,022,228	(1,022,228)	-
Inventory	-	62,055	62,055
Assets held for resale	1,485,564	-	1,485,564
Other assets	40,000	-	40,000
Capital assets:			
Nondepreciable	4,661,031	2,803,900	7,464,931
Depreciable, net of accumulated depreciation	<u>60,393,513</u>	<u>31,646,022</u>	<u>92,039,535</u>
 Total assets	 <u>97,729,038</u>	 <u>52,693,946</u>	 <u>150,422,984</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources from pensions	<u>2,159,890</u>	<u>696,368</u>	<u>2,856,258</u>
 Total deferred outflows of resources	 <u>2,159,890</u>	 <u>696,368</u>	 <u>2,856,258</u>
LIABILITIES			
Accounts payable	1,036,859	399,870	1,436,729
Accrued interest payable	-	12,052	12,052
Deposits and other liabilities	25,469	45,061	70,530
Unearned revenue	52,581	-	52,581
Advances from successor agency	-	1,842,143	1,842,143
Noncurrent liabilities:			
Due within one year	101,670	460,651	562,321
Due in more than one year	406,682	5,508,888	5,915,570
Net pension liability	<u>7,799,416</u>	<u>2,792,960</u>	<u>10,592,376</u>
 Total liabilities	 <u>9,422,677</u>	 <u>11,061,625</u>	 <u>20,484,302</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources from pensions	<u>519,752</u>	<u>350,259</u>	<u>870,011</u>
 Total deferred inflows of resources	 <u>519,752</u>	 <u>350,259</u>	 <u>870,011</u>
NET POSITION			
Net investment in capital assets	65,054,544	28,618,553	93,673,097
Restricted for:			
Public safety	438,618	-	438,618
Public works	7,828,298	-	7,828,298
Community development	8,639,440	-	8,639,440
Parks and recreation	40,663	-	40,663
Capital projects and improvements	6,048,115	-	6,048,115
Unrestricted	<u>1,896,821</u>	<u>13,359,877</u>	<u>15,256,698</u>
 Total net position	 <u>\$ 89,946,499</u>	 <u>\$ 41,978,430</u>	 <u>\$ 131,924,929</u>

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

**CITY OF LEMOORE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017**

	Program Revenues				Net (Expense) Revenue and Changes in Net Position		Total
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	
Functions/programs:							
Primary government:							
Governmental activities:							
General government	\$ 1,261,457	\$ 216,006	\$ -	\$ -	\$ (1,045,451)	\$ -	\$ (1,045,451)
Public safety	6,424,105	217,687	412,234	5,373	(5,788,811)	-	(5,788,811)
Public works	4,167,172	299,850	1,177,098	398,842	(2,291,382)	-	(2,291,382)
Community development	711,114	776,209	254,572	-	319,667	-	319,667
Parks and recreation	1,382,208	365,348	-	-	(1,016,860)	-	(1,016,860)
Total governmental activities	13,946,056	1,875,100	1,843,904	404,215	(9,822,837)	-	(9,822,837)
Business-type activities:							
Water	4,068,306	4,248,572	-	-	-	180,266	180,266
Sewer	2,189,816	3,441,368	-	120,000	-	1,371,552	1,371,552
Refuse	2,897,227	3,020,063	-	13,590	-	136,426	136,426
Golf Course	1,228,113	1,114,578	-	-	-	(113,535)	(113,535)
Total business-type activities	10,383,462	11,824,581	-	133,590	-	1,574,709	1,574,709
Total primary government	\$ 24,329,518	\$ 13,699,681	\$ 1,843,904	\$ 537,805	(9,822,837)	1,574,709	(8,248,128)
General revenues:							
Property taxes					2,379,422	-	2,379,422
Sales taxes					1,752,910	-	1,752,910
Franchise taxes					625,638	-	625,638
Transient taxes					229,248	-	229,248
Motor vehicle in-lieu					2,060,498	-	2,060,498
Unrestricted investment earnings					334,829	54,462	389,291
Other revenue					235,139	832,020	1,067,159
Gain on sale of assets					6,433	-	6,433
Total general revenues and transfers					7,624,117	886,482	8,510,599
Changes in net position					(2,198,720)	2,461,191	262,471
Net position - beginning, restated					92,145,219	39,517,239	131,662,458
Net position - ending					\$ 89,946,499	\$ 41,978,430	\$ 131,924,929

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

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FUND FINANCIAL STATEMENTS

The funds described below were determined to be Major Funds by the City in fiscal year 2017. Individual nonmajor funds may be found in the supplemental section.

GENERAL FUND

This fund is the primary operating fund of the City. It accounts for normal recurring activities traditionally associated with governments, which are not required to be accounted for in another fund. These activities are funded primarily by property taxes, sales and use taxes, interest and rental income, charges for services, and grants.

GASOLINE TAX SPECIAL REVENUE FUND

This fund accounts for revenues and expenditures apportioned to the City under the Streets and Highway Code, Sections 2103, 2105, 2106, 2107, and 2107.5 of the State of California. Expenditures for administration, maintenance, and construction must be street related.

LEMOORE HOUSING AUTHORITY SPECIAL REVENUE FUND

This fund has taken over the assets and associated functions of the Low/Moderate Income Housing Fund of the former Lemoore Redevelopment Agency and is used to account for current and future low-income households for the acquisition, rehabilitation, or new construction of single-family homes.

CITY OF LEMOORE
BALANCE SHEET – GOVERNMENTAL FUNDS
JUNE 30, 2017

	<u>Special Revenue Funds</u>				Total Governmental Funds
	General Fund	Gasoline Tax Fund	Lemoore Housing Authority Fund	Other Governmental Funds	
ASSETS					
Cash and investments	\$ 7,875,133	\$ 1,139,309	\$ 1,530,200	\$ 12,750,374	\$ 23,295,016
Restricted cash and investments	77,587	-	-	-	77,587
Receivables:					
Accounts	-	-	-	76,455	76,455
Notes	19,532	-	4,682,211	651,200	5,352,943
Intergovernmental	583,971	202	-	701,696	1,285,869
Other	1,314	-	-	-	1,314
Interfund receivables	815,799	-	-	-	815,799
Advances to other funds	740,653	-	-	-	740,653
Prepaid items	37,479	-	-	-	37,479
Other assets	40,000	-	-	-	40,000
Assets held for resale	-	-	1,485,564	-	1,485,564
Total assets	<u>\$ 10,191,468</u>	<u>\$ 1,139,511</u>	<u>\$ 7,697,975</u>	<u>\$ 14,179,725</u>	<u>\$ 33,208,679</u>
LIABILITIES					
Accounts payable	\$ 929,657	\$ 33,218	\$ 2,939	\$ 37,272	\$ 1,003,086
Deposits and other liabilities	25,469	-	-	-	25,469
Unearned revenue	52,581	-	-	-	52,581
Total liabilities	<u>1,007,707</u>	<u>33,218</u>	<u>2,939</u>	<u>37,272</u>	<u>1,081,136</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	-	-	200,000	651,200	851,200
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>200,000</u>	<u>651,200</u>	<u>851,200</u>
FUND BALANCES					
Nonspendable:					
Prepaid items	37,479	-	-	-	37,479
Notes receivable	19,532	-	4,482,211	-	4,501,743
Long-term interfund advances	740,653	-	-	-	740,653
Restricted:					
Public safety	9,901	-	-	428,717	438,618
Public works	-	1,106,293	-	6,722,005	7,828,298
Community development	788	-	3,012,825	292,416	3,306,029
Parks and recreation	40,663	-	-	-	40,663
Capital projects and improvements	-	-	-	6,048,115	6,048,115
Committed:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Public works	-	-	-	-	-
Community development	-	-	-	-	-
Parks and recreation	-	-	-	-	-
Capital projects and improvements	-	-	-	-	-
Purchase of real estate	232,275	-	-	-	232,275
Assigned:					
Subsequent year's budget:					
Appropriation of fund balance	4,745,894	-	-	-	4,745,894
Unassigned	3,356,576	-	-	-	3,356,576
Total fund balances	<u>9,183,761</u>	<u>1,106,293</u>	<u>7,495,036</u>	<u>13,491,253</u>	<u>31,276,343</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 10,191,468</u>	<u>\$ 1,139,511</u>	<u>\$ 7,697,975</u>	<u>\$ 14,179,725</u>	<u>\$ 33,208,679</u>

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

CITY OF LEMOORE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

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

Total fund balances - governmental funds	\$	31,276,343
Capital assets, net of accumulated depreciation, used in governmental activities are not current financial resources; therefore, they are not reported in the governmental funds.		65,001,354
Compensated absences are not due and payable in the current period, and therefore are not reported in the funds.		(497,400)
Net pension liability and pension related deferred outflows and inflows of resources are not due in the current period and therefore are not reported in the funds. These amounts consist of:		
Net pension liability	(7,492,290)	
Deferred outflows of resources	2,083,213	
Deferred inflows of resources	<u>(476,322)</u>	(5,885,399)
Certain assets are not available to pay for current period expenditures; therefore, they are unavailable in the governmental funds.		851,200
Internal service funds are used by management to charge the costs of fleet maintenance services to individual funds. The assets and liabilities of the internal revenue service funds are included in the governmental activities in the statement of net position.		<u>(799,599)</u>
Net position of governmental activities	\$	<u><u>89,946,499</u></u>

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

CITY OF LEMOORE
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Special Revenue Funds</u>				Total Governmental Funds
	General Fund	Gasoline Tax Fund	Lemoore Housing Authority Fund	Other Governmental Funds	
REVENUES					
Property taxes	\$ 2,290,741	\$ -	\$ -	\$ -	\$ 2,290,741
Other taxes	2,573,569	-	-	-	2,573,569
Licenses and permits	691,486	-	-	9,024	700,510
Charges for services	576,716	-	-	-	576,716
Intergovernmental	2,259,702	475,636	-	1,641,316	4,376,654
Fees and assessments	23,522	-	-	502,357	525,879
Use of money and property	179,136	4,211	116,401	38,716	338,464
Other revenue	<u>242,765</u>	<u>203</u>	<u>110,028</u>	<u>-</u>	<u>352,996</u>
Total revenues	<u>8,837,637</u>	<u>480,050</u>	<u>226,429</u>	<u>2,191,413</u>	<u>11,735,529</u>
EXPENDITURES					
Current:					
General government	1,229,916	-	-	8,124	1,238,040
Public safety	5,925,328	-	-	-	5,925,328
Public works	1,145,509	328,155	-	397,084	1,870,748
Community development	314,793	-	92,347	-	407,140
Parks and recreation	1,099,643	-	-	80,766	1,180,409
Capital outlay	<u>752,249</u>	<u>37,018</u>	<u>-</u>	<u>957,916</u>	<u>1,747,183</u>
Total expenditures	<u>10,467,438</u>	<u>365,173</u>	<u>92,347</u>	<u>1,443,890</u>	<u>12,368,848</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,629,801)</u>	<u>114,877</u>	<u>134,082</u>	<u>747,523</u>	<u>(633,319)</u>
OTHER FINANCING SOURCES (USES)					
Sale of capital assets	<u>6,433</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,433</u>
Total other financing sources (uses)	<u>6,433</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,433</u>
Net changes in fund balances	(1,623,368)	114,877	134,082	747,523	(626,886)
Fund balances, beginning, restated	<u>10,807,129</u>	<u>991,416</u>	<u>7,360,954</u>	<u>12,743,730</u>	<u>31,903,229</u>
Fund balances - ending	<u>\$ 9,183,761</u>	<u>\$ 1,106,293</u>	<u>\$ 7,495,036</u>	<u>\$ 13,491,253</u>	<u>\$ 31,276,343</u>

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

CITY OF LEMOORE
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2017

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

Net change in fund balances - total governmental funds	\$	(626,886)
Governmental funds report capital outlays as expenditures; however, in the statement of activities, the cost of those assets is capitalized. This is the amount of capital assets recorded.		1,086,762
Depreciation expense on capital assets is reported on the government-wide statement of activities, but it does not require the use of current financial resources; therefore, depreciation expense is not reported as an expenditure in the governmental funds.		(2,139,604)
Compensated absences expense reported in the statement of activities does not require the use of current financial resources; therefore, it is not reported as an expenditure in the governmental funds.		(75,223)
Changes to net pension liability and pension related deferred outflows and inflows of resources do not require the use of current financial resources, and therefore are not reported as expenditures in governmental funds.		(401,706)
Internal service funds are used by management to change the costs of fleet maintenance, employee benefits, liability and property insurance and general services to individual funds. The change in net position of certain activities of internal service funds is reported with governmental activities.		<u>(42,063)</u>
Change in net position of governmental activities	\$	<u>(2,198,720)</u>

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

**CITY OF LEMOORE
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

	Budgeted Amount		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property taxes	\$ 1,997,900	\$ 2,354,700	\$ 2,290,741	\$ (63,959)
Other taxes	2,603,100	2,627,700	2,573,569	(54,131)
Licenses and permits	743,400	765,800	691,486	(74,314)
Charges for services	465,300	651,000	576,716	(74,284)
Intergovernmental	2,302,500	2,414,300	2,259,702	(154,598)
Fees and assessments	45,500	7,900	23,522	15,622
Use of money and property	180,000	162,500	179,136	16,636
Other revenue	<u>1,250,200</u>	<u>599,340</u>	<u>242,765</u>	<u>(356,575)</u>
Total revenues	<u>9,587,900</u>	<u>9,583,240</u>	<u>8,837,637</u>	<u>(745,603)</u>
EXPENDITURES				
Current:				
General government	953,100	1,300,880	1,229,916	70,964
Public safety	6,012,500	6,016,700	5,925,328	91,372
Public works	5,007,000	529,110	1,145,509	(616,399)
Community development	322,900	341,900	314,793	27,107
Parks and recreation	829,600	829,600	1,099,643	(270,043)
Capital outlay	<u>208,100</u>	<u>269,907</u>	<u>752,249</u>	<u>(482,342)</u>
Total expenditures	<u>13,333,200</u>	<u>9,288,097</u>	<u>10,467,438</u>	<u>(1,179,341)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,745,300)</u>	<u>295,143</u>	<u>(1,629,801)</u>	<u>(1,924,944)</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	6,433	6,433
Transfers in	24,600	12,300	-	(12,300)
Transfers out	<u>(6,796,900)</u>	<u>(6,796,900)</u>	<u>-</u>	<u>6,796,900</u>
Total other financing sources (uses)	<u>(6,772,300)</u>	<u>(6,784,600)</u>	<u>6,433</u>	<u>6,791,033</u>
Net changes in fund balances	(10,517,600)	(6,489,457)	(1,623,368)	4,866,089
Fund balances, beginning, restated	<u>10,807,129</u>	<u>10,807,129</u>	<u>10,807,129</u>	<u>-</u>
Fund balances - ending	<u>\$ 289,529</u>	<u>\$ 4,317,672</u>	<u>\$ 9,183,761</u>	<u>\$ 4,866,089</u>

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

**CITY OF LEMOORE
GASOLINE TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
From other agencies	\$ 534,000	\$ 755,880	\$ 475,636	\$ (280,244)
Use of money and property	300	7,400	4,211	(3,189)
Other revenue	<u>-</u>	<u>-</u>	<u>203</u>	<u>203</u>
Total revenues	<u>534,300</u>	<u>763,280</u>	<u>480,050</u>	<u>(283,230)</u>
EXPENDITURES				
Current:				
Public works	56,900	56,900	328,155	(271,255)
Capital outlay	<u>-</u>	<u>-</u>	<u>37,018</u>	<u>(37,018)</u>
Total expenditures	<u>56,900</u>	<u>56,900</u>	<u>365,173</u>	<u>(308,273)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>477,400</u>	<u>706,380</u>	<u>114,877</u>	<u>(591,503)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(507,500)</u>	<u>(507,500)</u>	<u>-</u>	<u>507,500</u>
Total other financing sources (uses)	<u>(507,500)</u>	<u>(507,500)</u>	<u>-</u>	<u>507,500</u>
Net change in fund balances	(30,100)	198,880	114,877	(84,003)
Fund balances - beginning	<u>991,416</u>	<u>991,416</u>	<u>991,416</u>	<u>-</u>
Fund balances - ending	<u>\$ 961,316</u>	<u>\$ 1,190,296</u>	<u>\$ 1,106,293</u>	<u>\$ (84,003)</u>

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

**CITY OF LEMOORE
LEMOORE HOUSING AUTHORITY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 116,401	\$ 116,401
Other revenue	<u>-</u>	<u>-</u>	<u>110,028</u>	<u>110,028</u>
Total revenues	<u>-</u>	<u>-</u>	<u>226,429</u>	<u>226,429</u>
EXPENDITURES				
Current:				
Community development	<u>75,000</u>	<u>75,000</u>	<u>92,347</u>	<u>(17,347)</u>
Total expenditures	<u>75,000</u>	<u>75,000</u>	<u>92,347</u>	<u>(17,347)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(75,000)</u>	<u>(75,000)</u>	<u>134,082</u>	<u>209,082</u>
Net change in fund balances	(75,000)	(75,000)	134,082	209,082
Fund balances - beginning	<u>7,360,954</u>	<u>7,360,954</u>	<u>7,360,954</u>	<u>-</u>
Fund balances - ending	<u>\$ 7,285,954</u>	<u>\$ 7,285,954</u>	<u>\$ 7,495,036</u>	<u>\$ 209,082</u>

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

MAJOR PROPRIETARY FUNDS

Proprietary funds account for the City operations financed and operated in a manner similar to a private business enterprise. The intent of the City is that the cost of providing goods and services be financed primarily through user charges.

The City reported all of its Enterprise Funds and its Internal Service Fund as major funds in fiscal year 2017.

ENTERPRISE FUNDS

WATER FUND

This fund accounts for activities associated with the acquisition or construction of water facilities and the production, distribution, and transmission of potable water to users.

SEWER FUND

This fund accounts for activities associated with the acquisition or construction, and operations and maintenance of the City's sewer system, including drainage, treatment, and disposal of sanitary wastewater.

REFUSE FUND

This fund accounts for activities associated with the acquisition of refuse and disposal equipment and vehicles, and the collection and disposal of refuse throughout the City.

GOLF COURSE FUND

This fund accounts for the resources provided and used in the City's public golf course.

INTERNAL SERVICE FUND

FLEET MAINTENANCE FUND

This fund is used for the maintenance, service, and repair of the City's fleet. These services are provided to other departments or agencies of the City on a cost reimbursement basis.

CITY OF LEMOORE
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

	Business-type Activities				Total	Governmental Activities Internal Service Fund
	Water Fund	Sewer Fund	Refuse Fund	Golf Course Fund		
ASSETS						
Current assets:						
Cash and investments	\$ 3,443,838	\$ 11,928,692	\$ 1,768,075	\$ -	\$ 17,140,605	\$ -
Receivables:						
Accounts	1,279,679	699,847	351,687	17	2,331,230	39
Less: allowance for doubtful accounts	(136,877)	(94,584)	(82,514)	-	(313,975)	-
Inventory	-	-	-	62,055	62,055	-
Prepaid expenses	-	-	-	46,337	46,337	-
Total current assets	<u>4,586,640</u>	<u>12,533,955</u>	<u>2,037,248</u>	<u>108,409</u>	<u>19,266,252</u>	<u>39</u>
Noncurrent assets:						
Advances to other funds	-	1,471,883	-	-	1,471,883	-
Capital assets:						
Nondepreciable	1,059,075	868,307	252,505	624,013	2,803,900	-
Depreciable, net of accumulated depreciation	<u>21,067,443</u>	<u>8,288,029</u>	<u>723,913</u>	<u>1,566,637</u>	<u>31,646,022</u>	<u>53,190</u>
Total noncurrent assets	<u>22,126,518</u>	<u>10,628,219</u>	<u>976,418</u>	<u>2,190,650</u>	<u>35,921,805</u>	<u>53,190</u>
Total assets	<u>26,713,158</u>	<u>23,162,174</u>	<u>3,013,666</u>	<u>2,299,059</u>	<u>55,188,057</u>	<u>53,229</u>
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows from pensions	<u>247,759</u>	<u>237,846</u>	<u>210,763</u>	<u>-</u>	<u>696,368</u>	<u>76,677</u>
Total deferred outflows of resources	<u>247,759</u>	<u>237,846</u>	<u>210,763</u>	<u>-</u>	<u>696,368</u>	<u>76,677</u>
LIABILITIES						
Current liabilities:						
Accounts payable	200,329	43,598	85,100	70,843	399,870	33,774
Deposits and other liabilities	29,137	-	-	15,924	45,061	-
Compensated absences	8,319	8,403	10,912	-	27,634	2,190
Interfund payables	-	-	-	310,349	310,349	505,450
Accrued interest payable	12,052	-	-	-	12,052	-
Current portion of long-term liabilities	<u>433,017</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>433,017</u>	<u>-</u>
Total current liabilities	<u>682,854</u>	<u>52,001</u>	<u>96,012</u>	<u>397,116</u>	<u>1,227,983</u>	<u>541,414</u>
Noncurrent liabilities:						
Long-term liabilities	5,398,352	-	-	-	5,398,352	-
Advances from other funds	1,471,883	-	-	740,653	2,212,536	-
Advances from Successor Agency	-	148,380	-	1,693,763	1,842,143	-
Compensated absences	33,274	33,612	43,650	-	110,536	8,762
Net pension liability	<u>992,203</u>	<u>953,969</u>	<u>846,788</u>	<u>-</u>	<u>2,792,960</u>	<u>307,125</u>
Total noncurrent liabilities	<u>7,895,712</u>	<u>1,135,961</u>	<u>890,438</u>	<u>2,434,416</u>	<u>12,356,527</u>	<u>315,887</u>
Total liabilities	<u>8,578,566</u>	<u>1,187,962</u>	<u>986,450</u>	<u>2,831,532</u>	<u>13,584,510</u>	<u>857,301</u>
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows from pensions	<u>122,875</u>	<u>126,120</u>	<u>101,264</u>	<u>-</u>	<u>350,259</u>	<u>43,430</u>
Total deferred inflows of resources	<u>122,875</u>	<u>126,120</u>	<u>101,264</u>	<u>-</u>	<u>350,259</u>	<u>43,430</u>
NET POSITION (DEFICIT)						
Net investment in capital assets	14,823,266	10,628,219	976,418	2,190,650	28,618,553	53,190
Unrestricted	<u>3,436,210</u>	<u>11,457,719</u>	<u>1,160,297</u>	<u>(2,723,123)</u>	<u>13,331,103</u>	<u>(824,015)</u>
Total net position (deficit)	<u>\$ 18,259,476</u>	<u>\$ 22,085,938</u>	<u>\$ 2,136,715</u>	<u>\$ (532,473)</u>	41,949,656	<u>\$ (770,825)</u>
Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds					<u>28,774</u>	
Net position of business-type activities					<u>\$ 41,978,430</u>	

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

CITY OF LEMOORE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET POSITION – PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Business-type Activities				Total	Governmental Activities Internal Service Fund
	Water Fund	Sewer Fund	Refuse Fund	Golf Course Fund		
Operating revenues:						
Charges for services	\$ 4,158,338	\$ 3,354,837	\$ 2,952,842	\$ 1,114,578	\$ 11,580,595	\$ 720,897
Fines and forfeitures	89,933	65,210	58,855	-	213,998	-
Other revenues	301	21,321	8,366	-	29,988	-
Total operating revenues	<u>4,248,572</u>	<u>3,441,368</u>	<u>3,020,063</u>	<u>1,114,578</u>	<u>11,824,581</u>	<u>720,897</u>
Operating expenses:						
Salaries and benefits	970,618	662,676	730,643	23,014	2,386,951	240,828
Materials and supplies	395,469	157,604	142,925	286,275	982,273	304,736
Utilities	776,897	545,673	377,350	115,136	1,815,056	1,064
Contractual services	613,576	193,402	1,121,509	517,761	2,446,248	34,350
Repairs and maintenance	43,490	17,440	4,950	8,205	74,085	232,124
Other expenses	112,021	104,779	271,812	97,722	586,334	812
Depreciation and amortization	994,577	468,740	235,151	149,822	1,848,290	12,780
Total operating expenses	<u>3,906,648</u>	<u>2,150,314</u>	<u>2,884,340</u>	<u>1,197,935</u>	<u>10,139,237</u>	<u>826,694</u>
Operating income (loss)	<u>341,924</u>	<u>1,291,054</u>	<u>135,723</u>	<u>(83,357)</u>	<u>1,685,344</u>	<u>(105,797)</u>
Nonoperating revenues (expenses):						
Intergovernmental	-	120,000	13,590	-	133,590	-
Interest income	13,563	35,122	5,714	63	54,462	-
Interest expense	(150,313)	-	-	(30,178)	(180,491)	-
Solar rebate	807,501	-	-	-	807,501	-
Other nonoperating revenues	-	24,519	-	-	24,519	-
Total nonoperating revenues (expenses)	<u>670,751</u>	<u>179,641</u>	<u>19,304</u>	<u>(30,115)</u>	<u>839,581</u>	<u>-</u>
Changes in net position	1,012,675	1,470,695	155,027	(113,472)	2,524,925	(105,797)
Net position (deficit) - beginning	<u>17,246,801</u>	<u>20,615,243</u>	<u>1,981,688</u>	<u>(419,001)</u>		<u>(665,028)</u>
Net position (deficit) - ending	<u>\$ 18,259,476</u>	<u>\$ 22,085,938</u>	<u>\$ 2,136,715</u>	<u>\$ (532,473)</u>		<u>\$ (770,825)</u>
Adjustments to reflect consolidation of internal service fund activities related to enterprise funds					<u>(63,734)</u>	
Change in net position of business-type activities					<u>\$ 2,461,191</u>	

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

**CITY OF LEMOORE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	Business-type Activities				Total	Governmental Activities Internal Service Funds
	Water Fund	Sewer Fund	Refuse Fund	Golf Course Fund		
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipt from customers and users	\$ 3,583,636	\$ 3,402,218	\$ 2,986,526	\$ 1,117,295	\$ 11,089,675	\$ 720,858
Payments to suppliers and service providers	(1,986,725)	(1,017,410)	(2,007,223)	(998,862)	(6,010,220)	(604,395)
Payments to employees for salaries and benefits	(937,085)	(749,269)	(671,460)	(23,014)	(2,380,828)	(312,361)
Other receipts	301	21,321	8,366	-	29,988	-
Net cash provided (used) by operating activities	<u>660,127</u>	<u>1,656,860</u>	<u>316,209</u>	<u>95,419</u>	<u>2,728,615</u>	<u>(195,898)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Operating grants	-	-	13,590	-	13,590	-
Advance from (to) other funds	(450,000)	450,000	-	(43,163)	(43,163)	195,898
Other nonoperating revenues	-	24,519	-	-	24,519	-
Net cash provided (used) by noncapital financing activities	<u>(450,000)</u>	<u>474,519</u>	<u>13,590</u>	<u>(43,163)</u>	<u>(5,054)</u>	<u>195,898</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Capital grants and rebates	807,501	120,000	-	-	927,501	-
Principal paid on capital debt	(422,443)	-	-	-	(422,443)	-
Interest paid on capital debt	(151,186)	-	-	(30,178)	(181,364)	-
Acquisition and construction of capital assets	(373,345)	(654,635)	(30,747)	(22,141)	(1,080,868)	-
Net cash provided (used) by capital and related financing activities	<u>(139,473)</u>	<u>(534,635)</u>	<u>(30,747)</u>	<u>(52,319)</u>	<u>(757,174)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Interest received	13,563	35,122	5,714	63	54,462	-
Net cash provided (used) by investing activities	<u>13,563</u>	<u>35,122</u>	<u>5,714</u>	<u>63</u>	<u>54,462</u>	<u>-</u>
Increase (decrease) in cash and cash equivalents	84,217	1,631,866	304,766	-	2,020,849	-
Cash and cash investments, July 1	<u>3,359,621</u>	<u>10,296,826</u>	<u>1,463,309</u>	<u>-</u>	<u>15,119,756</u>	<u>-</u>
Cash and cash investments, June 30	<u>\$ 3,443,838</u>	<u>\$ 11,928,692</u>	<u>\$ 1,768,075</u>	<u>\$ -</u>	<u>\$ 17,140,605</u>	<u>\$ -</u>

Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities

Operating income (loss)	\$ 341,924	\$ 1,291,054	\$ 135,723	\$ (83,357)	\$ 1,685,344	\$ (105,797)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	994,577	468,740	235,151	149,822	1,848,290	12,780
Changes in assets and liabilities:						
(Increase) decrease in accounts receivable	(667,123)	(17,829)	(25,171)	490	(709,633)	(39)
(Increase) decrease in inventory	-	-	-	5,336	5,336	-
(Increase) decrease in deferred outflows of resources	(146,292)	(128,022)	(128,077)	-	(402,391)	(37,443)
Increase (decrease) in accounts payable	(45,272)	1,488	(88,677)	20,901	(111,560)	(31,309)
Increase (decrease) in deposits and other liabilities	2,488	-	-	2,227	4,715	-
Increase (decrease) in compensated absences	7,516	(7,486)	16,374	-	16,404	(16,601)
Increase (decrease) in deferred inflows of resources	(52,734)	(62,133)	(40,236)	-	(155,103)	(23,946)
Increase (decrease) in net pension liability	225,043	111,048	211,122	-	547,213	6,457
Net cash provided (used) by operating activities	<u>\$ 660,127</u>	<u>\$ 1,656,860</u>	<u>\$ 316,209</u>	<u>\$ 95,419</u>	<u>\$ 2,728,615</u>	<u>\$ (195,898)</u>

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

FIDUCIARY FUNDS

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City administers the activity of a private purpose trust fund. The City uses an agency fund to account for assets which are custodial in nature and does not involve measurement of results of the operations. Fiduciary funds are not reflected in the government-wide statements because the resources of those funds are not available to support the City's own programs.

LEMOORE REDEVELOPMENT SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND

This fund is used to account for assets and liabilities of the former Lemoore Redevelopment Agency until they are distributed to other units of state and local government as a result of the dissolution of the redevelopment agency.

AGENCY FUNDS

These funds are used to account for assets held by the City as an agent for the Irrigation District, individuals, private organizations, other governments and/or other funds. The funds are custodial in nature and do not involve measurement of results in operations.

**CITY OF LEMOORE
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2017**

	Lemoore Redevelopment Successor Agency Private Purpose Trust Fund	Agency Funds
ASSETS		
Cash and investments	\$ 4,219,098	\$ 451,505
Restricted cash with fiscal agent	2,325,871	-
Intergovernmental receivables	-	305,858
Advances to City of Lemoore	1,842,143	-
Notes receivable	1,225,798	-
Land held for resale	524,058	-
Other assets	-	28,800
	<u>\$ 10,136,968</u>	<u>\$ 786,163</u>
LIABILITIES		
Accounts payable	\$ 1,004,168	\$ 323,758
Payable to State Department of Finance	18,050	-
Interest payable	270,448	-
Deposits and other liabilities	-	462,405
Long-term liabilities:		
Due within one year	806,612	-
Due in more than one year	16,699,171	-
	<u>\$ 18,798,449</u>	<u>\$ 786,163</u>
NET POSITION		
Net position held in trust for the retirement of obligations of the Lemoore Successor Agency to the former Lemoore Redevelopment Agency	<u>\$ (8,661,481)</u>	

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

**CITY OF LEMOORE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	Lemoore Redevelopment Successor Agency Private Purpose Trust Fund
ADDITIONS	
Taxes	\$ 2,770,924
Investment earnings	98,604
Miscellaneous	113
Intrafund transfers	2,000,508
Total additions	4,870,149
DEDUCTIONS	
Community development	273,612
Transfer of loan receivable	2,000,508
Interest expense	1,630,091
Total deductions	3,904,211
Change in net position	965,938
Net position (deficit) - beginning	(9,627,419)
Net position (deficit) - ending	\$ (8,661,481)

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

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The City of Lemoore, California (the “City”) is a charter city operating under a Council-Member form of government. During the year ended June 30, 2000, the voters of the City approved a Charter which gives the City Council greater self-rule, and the Charter was accepted by the California Secretary of State.

The accompanying basic financial statements include the financial activities of the City, the primary government and its component units, the Lemoore Financing Authority (Financing Authority) and the Lemoore Housing Authority (Housing Authority). Financial information for the City and its component units are accounted for in the accompanying financial statements in accordance with principles defining the governmental reporting entity adopted by the Governmental Accounting Standards Board. The City Council members, in separate sessions, serve as the governing board of the component units. These entities are presented on a blended basis.

The **Lemoore Financing Authority** (Financing Authority) was formed in August 1989 for the purpose of assisting the financing or refinancing of certain public capital facilities within the City. The Financing Authority is governed by a five-member board of directors, which consists of the members of the City Council with the City Manager as the Executive Director. The financial transactions for the Financing Authority are recorded in the Water, Sewer, and Golf Course enterprise funds. The Financing Authority does not issue separate financial statements.

The **Lemoore Housing Authority** (Housing Authority) was formed in February 2011 for the purpose of providing sanitary and safe housing for people of very low, low, or moderate income within the City’s territorial jurisdiction. The Housing Authority is governed by a five-member board of directors, which consists of the members of the City Council with the City Manager as the Executive Director. The financial transactions for the Housing Authority are recorded in the Lemoore Housing Authority special revenue fund. The Housing Authority does not issue separate financial statements.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental audits. The Governmental Accounting Standards Board is the accepted standard setting body for governmental accounting and financial reporting principles. The more significant of the City’s accounting policies are described below.

Basis of Presentation

The accounts of the City are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Government-Wide Financial Statements – The statement of net position and the statement of activities display information about the primary government (the City) and its component unit. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the *governmental and business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the City's *business-type activities* and for each function of the City's *governmental activities*. Direct expenses are those that are specifically associated with a program or function and, therefore, are included in the program expense reported for individual function. Certain indirect costs, which cannot be identified and broken down, are included in the program expense reported for individual functions and activities. Program revenues include, 1) fines, fees, and charges paid by the recipients of goods and services offered by the programs and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented instead as general revenues.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the statement of net position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the statement of activities those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated: due to/due from other funds, interfund note receivable/interfund long-term debt, and transfers in/transfers out.

Fund Financial Statements – The fund financial statements provide information about the City's funds. Separate statements for each fund category – *governmental, proprietary, and fiduciary* – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. An accompanying schedule is presented to reconcile and explain the differences in funds and changes in fund balances as presented in these statements to the net position and changes in net position presented in the government-wide financial statements.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

Major funds are defined as funds that have either assets, liabilities, revenues or expenditures/expenses equal to ten percent fund type total and five percent of the City's funds. The General Fund is always a major fund. The City may also select other funds it believes should be presented as major funds. The City reports the following major governmental funds:

The **General Fund** is the primary operating fund of the City. It accounts for normal recurring activities traditionally associated with government, which are not required to be accounted for in another fund. These activities are funded primarily by property taxes, sales and use taxes, interest and rental income, charges for services, and grants.

The **Gasoline Tax Fund** accounts for revenues and expenditures apportioned to the City under the Streets and Highway Code, Sections 2103, 2105, 2106, 2107, and 2107.5 of the State of California. Expenditures for administration, maintenance, and construction must be street related.

The **Lemoore Housing Authority Fund** has taken over the assets and associated functions of the Low/Moderate Income Housing Fund of the former Lemoore Redevelopment Agency and is used to account for current and future low-income households for the acquisition, rehabilitation, or new construction of single-family homes.

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation (Continued)

Enterprise fund financial statements include a statement of net position, statement of revenues, expenses and changes in net position, a statement of cash flows for each major enterprise fund and nonmajor funds aggregated.

The City has four major enterprise funds, the Water Fund, Sewer Fund, Refuse Fund, and Golf Course Fund, which are used to account for operations that are financed and operated in a manner similar to private business enterprise. In an enterprise fund, the intent of the City Council is that costs (expenses, including depreciation) of providing services to the general public, on a continuing basis, be financed or recovered primarily through user charges.

The City reports the following major enterprise funds:

The **Water Fund** accounts for the activities of the City's water production and distribution operations.

The **Sewer Fund** accounts for the activities of the City's sanitary sewer system operations.

The **Refuse Fund** accounts for the activities of the City's refuse collection and disposal operations.

The **Golf Course Fund** accounts for the resources provided and used in the golf course.

The City's fiduciary funds are used to account for resources held for the benefit of parties outside the government. The fund's activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The City uses an agency fund to account for assets which are custodial in nature and does not involve measurement of results of operations. Accordingly, it presents only a statement of fiduciary net position and does not present a statement of changes in fiduciary net position. Fiduciary funds are not reflected in the government-wide statements because the resources of those funds are not available to support the City's own programs. Fiduciary funds are presented on an economic resources measurement focus and the accrual basis of accounting, similar to the government-wide financial statements.

The City reports the following fiduciary funds:

Lemoore Redevelopment Successor Agency Private Purpose Trust Fund is used to account for assets and liabilities of the former redevelopment agency until they are distributed to other units of state and local government as a result of the dissolution of the redevelopment agency.

Agency Funds are used to account for assets held by the City as an agent for the Irrigation District, individuals, private organizations, other governments and/or other funds. The funds are custodial in nature and do not involve measurement of results of operations.

Additionally, the City reports the following fund type:

Internal Service Funds are used to account for fleet maintenance services provided to other departments or agencies of the City on a cost reimbursement basis.

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified basis of accounting*. Revenues, except for grants, are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal year. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirement, and the amount is received during the period or within the availability period for this revenue resource (within 60 days of year-end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met. All other revenues items are considered to be measurable and available only when cash is received by the City.

The proprietary and private-purpose trust funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

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

The City applies all applicable GASB pronouncements in accounting and reporting for its proprietary operations as well as the following private sector standards issued on or before November 30, 1989, unless these pronouncements conflict with or contradict GASB pronouncements. Governments have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The City has elected not to follow subsequent private sector guidance.

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances

Cash and Cash Equivalents

For the purposes of the statement of cash flows, the City considered all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Deposits and Investments

The City maintains a cash and investment pool that is available for use by all funds. This pool utilizes investments authorized by the Government Code and is further defined by the City's investment policy that is approved by the City Council.

Authorized investments include deposits in the State of California administered Local Agency Investment Fund (LAIF), insured certificates of deposits, collateralized certificates of deposits, commercial paper, money market mutual funds, federally sponsored credit agency securities, and securities backed by the U.S. Government. All investments are stated at fair value.

Interest income earned as a result of pooling is distributed to the appropriate funds based on month end cash balances in each fund. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

Restricted Assets

Certain proceeds of general obligation debt and enterprise debt are classified as restricted assets on the balance sheet because their use is limited by applicable debt covenants. "Cash with fiscal agent" is used to report resources set aside for potential deficiencies in the repayment ability of the enterprise funds, and for payment of construction projects undertaken by the City.

Interfund Transactions

Interfund transactions are reflected as loans, services provided or used, reimbursements or transfers. Loans reported as receivables and payables, as appropriate, are subject to elimination upon consolidation and are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the noncurrent portion of interfund loans). Any residual balances outstanding between the *governmental activities* and the *business-type activities* are reported in the fund financial statements, and are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not available financial resources.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

Receivables

Enterprise fund statements report an allowance for uncollectible accounts against the account receivables. All customers are billed monthly. The estimated value of services provided, but unbilled at year-end, has been included in the accompanying financial statements.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances
(Continued)

Property Tax Calendar

Property taxes are assessed, collected and allocated by Kings County throughout the fiscal year according to the following property tax calendar:

Lien Date	January 1
Levy Date	July 1 to June 30
Due Dates	November 1, 1 st installment; February 1, 2 nd installment
Delinquent Dates	December 10, 1 st installment; April 10, 2 nd installment

Revenues from taxpayer-assessed taxes (sales and use, business license, transient occupancy, utility users, gas, and franchise fees) are accrued in the governmental funds when they are both measurable and available. The City considers these revenues available if they are received during the period when settlement of prior fiscal year accounts payable occurs. Historically, the majority of these taxes are received within 60 days of the fiscal year-end.

The City accrues as receivable all property taxes received during the first (60) days of the new fiscal year.

Inventory of Supplies and Prepaid Items

Inventory is valued at the lower of cost, determined by the first-in, first-out method, or market and consists primarily of golf merchandise and food and beverage items sold at the golf course. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Assets Held for Resale

Land and improvements held by the City for the purpose of improving and reselling are accounted for in the account. Property is valued at the lower of cost or net realizable value.

Capital Assets

The City's assets are categorized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting capital assets at \$5,000. Gifts or contributions of capital assets are recorded at fair value when received. Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and improvements	40 years
Machinery and equipment	5-15 years
Road network.....	25-50 years
Infrastructure.....	10-15 years

In accordance with GASB Statement No. 34, the City is required to account for and report infrastructure capital assets. The City's road network consists of seven subsystems which include sidewalk, curb and gutter, pavement, landscape zones, streetlights, railroad crossings, and traffic signals. Subsystem detail is not presented in these basic financial statements; however, the City maintains detailed information on these subsystems. The assets in these subsystems are depreciated using the straight-line method.

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances
(Continued)

Risk Management

The City participates with other public entities in a joint venture under a joint powers agreement which establishes the Central San Joaquin Valley Risk Management Authority (CSJVRMA). The relationship between the City and CSJVRMA is such that CSJVRMA is not a component unit of the City for financial reporting purposes.

Interest Payable

In the government-wide financial statements, interest payable for long-term debt is recognized as the liability is incurred for the governmental fund-types and proprietary-fund types.

In the fund financial statements, proprietary fund-types recognize the interest payable when the liability is incurred.

Compensated Absences Payable

City employees are granted vacation and sick leave in varying amounts depending on the number of years of service. City employees also accumulate hours of overtime as compensated time off. For governmental funds, earned but unused, vested leave (vacation, compensated time off, holiday) is expensed and established as a liability and is reported in the government-wide statement of net position in the governmental activities column. Vested leave for enterprise funds is recorded as an expense and liability of those funds as the benefits accrue. No liability is recorded for non-vesting leave such as sick leave.

Unearned Revenue

Unearned revenue is that for which asset recognition criteria have been met, but for which asset revenue recognition criteria have not been met. The City typically records intergovernmental revenues (primary grants and subventions) received but not earned (qualifying expenditures not yet incurred) as unearned revenue.

Unavailable Revenue

In the fund financial statements, unavailable revenue is recorded when transactions have not yet met the revenue recognition criteria based on the modified accrual basis of accounting. The City records unavailable revenue for transactions for which revenues have been earned, but for which funds are not available to meet current financial obligations.

Long-Term Debt

In the government-wide financial statements and enterprise fund type statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or enterprise fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premiums or discount.

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

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances
(Continued)**

Pensions

In government-wide financial statements, pensions are recognized and disclosed using the accrual basis of accounting (see Note 12 and the RSI section immediately following the notes to financial statements), regardless of the amount recognized as pension expenditures on the modified accrual basis of accounting. The City recognizes a net pension liability of the qualified pension plan in which it participates, which represents the excess of the total pension liability over the fiduciary net position of the qualified pension plan, measured as of the City's fiscal year-end or the City's proportionate share thereof in the case of a cost-sharing multiple-employer plan. Changes in the net pension liability during the period are recorded as pension expense, or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change, in the period incurred. Those changes in net pension liability that are recorded as deferred inflows of resources or deferred outflows of resources that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience are amortized over the weighted average remaining service life of all participants including retirees, in the respective qualified pension plan and recorded as a component of pension expense beginning with the period in which they arose. Projected earnings on qualified pension plan investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred.

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

Deferred Outflows and Inflows of Resources

Pursuant to GASB Statement No. 63 and GASB Statement No. 65, the City recognizes deferred outflows and inflows of resources. A deferred outflow of resources is defined as a consumption of net position by the government that is applicable to a future reporting period. A deferred inflow of resources is defined as an acquisition of net position by the government that is applicable to a future reporting period. Refer to Notes 10 and 12 for a detailed listing of the deferred outflows and deferred inflows of resources the City has recognized.

Budgetary Information

Budgetary and Budgetary Accounting

Budgets are established by department and approved by the City Council. The budgets are then managed and controlled by department heads under the supervision of the City Manager. Budgets are adopted annually for the general funds, some of the special revenue funds, enterprise funds, and internal service funds. Formal budgetary integration is employed as a management control device during the year for these funds. The annual budgets are prepared on the basis of accounting utilized by the fund.

A two-year capital projects budget is prepared in even years for approval by the City Council, and updated in odd years. Capital projects are funded by capital projects funds, impact fees, operating accounts, grant proceeds or loan proceeds.

Expenditures may not legally exceed budgeted appropriations at the fund level. The City Manager is authorized to make budget transfers between accounts within any department. The City Council may transfer funds from reserves to departments or enterprise activities as deemed appropriate during the fiscal year.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

**Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances
(Continued)**

Excess of Expenditures Over Appropriations

Under GASB No. 34, budgetary comparison information is required to be presented for the general fund and each major special revenue fund with a legally adopted budget. The City only adopts annual operating budgets for the General Fund, Gasoline Tax Fund, Traffic Safety Fund, Maintenance Assessment District Fund, Downtown Improvement Fund, and Facility Infrastructure Fund. Therefore, budget comparison information for all other special revenue and capital projects funds is not included in the City’s financial statements.

The following funds incurred expenditures in excess of appropriations in the following amounts for the year ended June 30, 2017:

Major Funds:

General Fund:

Current:

Public works	\$ 616,399
Parks and recreation	270,043
Capital outlay	482,342

Gasoline Tax Special Revenue Fund:

Current:

Public works	271,255
Capital outlay	37,018

Lemoore Housing Authority Special Revenue Fund:

Community development	17,347
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Nonmajor Funds:

Grants Special Revenue Fund:

Current:

Parks and recreation	28,566
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Streets Grant Special Revenue Fund:

Current:

Parks and recreation	18,147
Capital outlay	186,571

Recreation Improvement Capital Project Fund:

Current:

Parks and recreation	37,500
Capital outlay	167,862

Capital Improvement Fees Capital Project Fund:

Capital outlay	602,783
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The excess expenditures were covered by available fund balance in the funds.

Use of Estimates

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

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balances (Continued)

Classification of Net Position

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

- ***Net investment in capital assets*** – This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.
- ***Restricted net position*** – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- ***Unrestricted net position*** – This category represents the net position of the City, which is not restricted for any project or other purpose.

When both restricted and unrestricted net position are available, restricted resources are depleted first before the unrestricted resources are used.

Fund Balances

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- **Committed:** This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the City Council. These amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements.
- **Assigned:** This classification includes amounts that are constrained by the City's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the City Council or through the City Council delegating this responsibility to the City manager through the budgetary process. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- **Unassigned:** This classification includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the City.

The City would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 – CASH AND INVESTMENTS

Cash and investments as of June 30, 2017 are classified in the accompanying financial statements as follows:

Statement of Net Position:	
Cash and investments	\$ 40,435,621
Restricted cash and investments	77,587
Fiduciary funds:	
Cash and investments	4,670,603
Restricted cash with fiscal agents	<u>2,325,871</u>
 Total cash and investments	 <u>\$ 47,509,682</u>

Cash and investments as of June 30, 2017 consist of the following:

Cash on hand	\$ 6,050
Deposits with financial institutions	18,827,815
Investments	<u>28,675,817</u>
 Total cash and investments	 <u>\$ 47,509,682</u>

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

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

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio or Amount</u>	<u>Maximum Investment of One Issuer or Amount</u>
U.S. Treasury obligations	5 years	None	None
U.S. Agency securities	5 years	None	None
Bankers acceptances	180 days	40%	30%
Commercial paper	270 days	25%	10%
National certificates of deposit	5 years	30%	Legal Limit
Repurchase agreements	1 year	None	None
Medium-term notes	5 years	30%	None
Mutual accounts	N/A	20%	10%
Money market accounts	N/A	20%	10%
Local agency investment fund (LAIF)	N/A	None	None

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

Investments Authorized by Debt Agreements

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

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio or Amount	Maximum Investment of One Issuer or Amount
U.S. Treasury obligations	None	None	None
U.S. Agency securities	None	None	None
Bankers acceptances	180 days	None	None
Commercial paper	270 days	None	None
Money market mutual funds	N/A	None	None
Investment contracts	30 years	None	None

Disclosures 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 City manages its exposure to interest rate risk is by maintaining funds in liquid, short-term investments which can be converted to cash when necessary to meet disbursement requirements.

Information about the sensitivity of the fair values of the City's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the City's investments by maturity:

Investment Type	Fair Value	Remaining Maturity (in months)			
		12 Months or Less	13 to 24 Months	25 to 60 Months	More Than 60 Months
State Investment Pool	\$ 16,146,090	\$ 16,146,090	\$ -	\$ -	\$ -
Federal agency securities:					
Federal Home Loan Mortgage Corporation	4,988,333	-	-	4,988,333	-
Certificates of Deposits	5,215,523	1,080,548	2,394,608	1,740,367	-
Held by Bond Trustee:					
Money Market Funds	<u>2,325,871</u>	<u>2,325,871</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 28,675,817</u>	<u>\$ 19,552,509</u>	<u>\$ 2,394,608</u>	<u>\$ 6,728,700</u>	<u>\$ -</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 2 – 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, the City’s investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

Investment Type	Amount	Minimum Legal Rating	Ratings as of Year-End			
			AAAm	AA+	A	Not Rated
State Investment Pool	\$ 16,146,090	N/A	\$ -	\$ -	\$ -	\$ 16,146,090
Federal agency securities:						
Federal Home Loan Mortgage Corporation	4,988,333	N/A	-	4,988,333	-	-
Certificates of Deposits	5,215,523	N/A	-	-	-	5,215,523
Held by Bond Trustee:						
Money Market Funds	<u>2,325,871</u>	A	<u>868,060</u>	<u>-</u>	<u>238,586</u>	<u>1,219,225</u>
Total	<u>\$ 28,675,817</u>		<u>\$ 868,060</u>	<u>\$ 4,988,333</u>	<u>\$ 238,586</u>	<u>\$ 22,580,838</u>

Concentration of Credit Risk

Concentration of credit risk is the risk that the failure of any one issuer would place an undue financial burden on the City. The investment policy of the City contains no limitations on the amount that can be invested in any one issuer beyond that stipulated in the California Government Code. As of June 30, 2017, investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) that represents 5% or more of the total pooled investment in the following:

Issuer	Investment Type	Reported Amount
Federal Home Loan Mortgage Corporation	Federal agency securities	\$ 4,988,333

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 2 – CASH AND INVESTMENTS (Continued)

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a city will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterpart (e.g. broker-dealer) to a transaction, a city will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: the California Government Code requires that a financial institution secure deposits made by the state or local government units by pledging securities in an undivided collateral pool held by a depository regulated under the 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 City deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

GASB Statement No. 40 requires the following disclosure be made with respect to custodial credit risk relating to deposits and investments:

As of June 30, 2017, the carrying amount of the City's bank deposits was \$18,827,815, and the respective bank balances totaled \$17,997,251. Of the total bank balance, \$933,122 was insured through the Federal Depository Insurance Company (FDIC). The remaining \$17,064,129 was collateralized with pooled securities held by the financial institution's trust department. These securities are held in the name of the financial institution and not in the name of the City.

In addition, as of June 30, 2017, none of the City's investments with financial institutions were held in uncollateralized accounts.

Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

Local Agency Investment Fund

The City of Lemoore is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the City's investment in this pool is reported in the accompanying financial statements at amounts based upon the City's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF is not registered with the Securities and Exchange Commission and is not rated. Deposits and withdrawals to and from LAIF are transferred on the basis of \$1 and not fair value. Accordingly, under the fair value hierarchy, LAIF is uncategorized.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 2 – CASH AND INVESTMENTS (Continued)

Fair Value Hierarchy

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The City has the following recurring fair value measurements as of June 30, 2017:

Investments by Fair Value Level	Amount	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Certificates of Deposit	\$ 5,215,523	\$ -	\$ 5,215,523	\$ -
Federal agency securities:				
Federal Home Loan Mortgage Corporation	<u>4,988,333</u>	-	<u>4,988,333</u>	-
	<u>10,203,856</u>	<u>\$ -</u>	<u>\$ 10,203,856</u>	<u>\$ -</u>
State Investment Pool	16,146,090			
Money Market Funds	<u>2,325,871</u>			
	<u>\$ 28,675,817</u>			

In determining fair value, the City’s custodians use various methods including market and income approaches. Based on these approaches, the City’s custodians utilize certain assumptions that market participants would use in pricing the asset or liability. The City’s custodians utilize valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs.

Various inputs are used in determining the value of the City’s investments and other financial instruments. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. These inputs are summarized in the three broad levels: Level 1 – quoted prices in active markets for identical investments, Level 2 - other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.) and Level 3 – significant unobservable inputs (including the district’s own assumptions in determining the fair value of investments).

NOTE 3 – FORGIVABLE LOANS

The City administers a housing rehabilitation loan program. Under this program, individuals with incomes below certain levels are eligible to receive low interest loans for rehabilitation work on their homes. These performing loans are secured by deeds of trust on the rehabilitation properties.

Forgivable loans are not required to be paid back unless the participating homeowner sells, transfers title to the rehabilitated property, or discontinues residence in the dwelling at which time the full amount of the deferred loan is due. These loans are “non-performing loans” and are not recorded as loans receivable in the financial statements. Such loans totaled \$1,883,761 as of June 30, 2017.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 4 – INTERFUND ACTIVITIES

Interfund balances for the purpose of the government-wide statements have been eliminated. The composition of interfund balances in the fund level statements as of June 30, 2017, is as follows:

Current Interfund Receivables/Payables

Current interfund balances are generally short-term loans to cover temporary cash deficits in various funds and are expected to be repaid shortly after the end of the fiscal year. The City's interfund receivables and payables consisted of the following at June 30, 2017.

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
Governmental Funds		
Major Funds:		
General Fund	\$ 815,799	\$ -
Golf Course Fund	-	310,349
Internal Service Funds		
Fleet Maintenance Fund	-	<u>505,450</u>
Totals	<u>\$ 815,799</u>	<u>\$ 815,799</u>

Long-Term Interfund Advances

Long-term interfund advances are advances to other funds that are not expected to be repaid in one year or less. The City's long-term interfund advances consisted of the following at June 30, 2017:

	<u>Advances to Other Funds</u>	<u>Advances from Other Funds</u>
Governmental Funds		
Major Funds:		
General Fund	\$ 740,653	\$ -
Enterprise Funds		
Major Funds:		
Water Fund	-	1,471,883
Sewer Fund	1,471,883	148,380
Golf Course Fund	-	2,434,416
Fiduciary Funds		
Successor Agency Private Purpose Trust Fund	<u>1,842,143</u>	-
Totals	<u>\$ 4,054,679</u>	<u>\$ 4,054,679</u>

On August 5, 2013, the City's General Fund loaned \$1,439,128 to the Golf Course enterprise fund to pay off the 1995 Golf Course Bonds and related expenses. The loan bears 1.35% interest, payable quarterly over an eight-year term. The final payment of the loan is scheduled for June 30, 2021. The loan balance is \$740,653 as of June 30, 2017.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 4 – INTERFUND ACTIVITIES (Continued)

Long-Term Interfund Advances (Continued)

On May 7, 2013, the City’s Sewer Fund loaned \$2,371,883 to the Water Fund for the solar project. The loan is payable annually over a five-year term. The final payment of the loan is scheduled for June 30, 2020. The loan balance is \$1,471,883 as of June 30, 2017.

On June 30, 2005, the City’s Golf Course Fund obtained a loan from the Lemoore Redevelopment Successor Agency for \$1,039,850 bearing 2.38% interest. This loan incurred interest beginning July 1, 2005. Payments of approximately \$300,000 per year will begin in fiscal year 2021. The loan was obtained to cover both direct expenses and debt service of the golf course. The final payment of the loan is scheduled for June 30, 2027. The loan balance is \$1,693,763 as of June 30, 2017.

On March 21, 2006, the City’s Sewer Fund obtained a loan from the Lemoore Redevelopment Successor Agency for \$148,380. The loan was obtained for the installation of the oversized storm sewer improvements along 19½ Avenue. During the ten years immediately following payment of the loan, any new adjoining property development will reimburse the City its prorated share for oversizing; and the City will then reimburse the Successor Agency of the City of Lemoore annually for all funds collected for such oversizing. Any balance remaining on the loan to the Successor Agency, after the ten-year period, will be forgiven to the City, provided the non-payment is due to lack of development. The loan balance is \$148,380 as of June 30, 2017.

NOTE 5 – ASSETS HELD FOR RESALE

The following is a summary of changes in the assets held for resale during the 2016-2017 fiscal year:

	Balance <u>June 30, 2016</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2017</u>
Land held for resale	<u>\$ 1,485,564</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,485,564</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6 – CAPITAL ASSETS

Capital assets activity of the governmental activities for the year ended June 30, 2017 is as follows:

Governmental Activities

	Balance (as restated) June 30, 2016	Additions	Reductions	Balance June 30, 2017
Capital assets, not being depreciated:				
Land	\$ 2,815,713	\$ -	\$ -	\$ 2,815,713
Construction in progress	<u>1,478,728</u>	<u>707,144</u>	<u>(340,554)</u>	<u>1,845,318</u>
Total capital assets, not being depreciated	<u>4,294,441</u>	<u>707,144</u>	<u>(340,554)</u>	<u>4,661,031</u>
Capital assets, being depreciated				
Buildings and improvements	16,451,735	197,794	-	16,649,529
Machinery and equipment	7,125,841	436,397	(309,850)	7,252,388
Road network	46,293,329	80,032	-	46,373,361
Infrastructure	<u>4,791,535</u>	<u>5,949</u>	<u>-</u>	<u>4,797,484</u>
Total capital assets, being depreciated	<u>74,662,440</u>	<u>720,172</u>	<u>(309,850)</u>	<u>75,072,762</u>
Less accumulated depreciation for:				
Buildings and improvements	(4,579,084)	(481,788)	-	(5,060,872)
Machinery and equipment	(4,343,774)	(436,791)	309,850	(4,470,715)
Road network	(1,808,475)	(926,934)	-	(2,735,409)
Infrastructure	<u>(2,105,382)</u>	<u>(306,871)</u>	<u>-</u>	<u>(2,412,253)</u>
Total accumulated depreciated, net	<u>(12,836,715)</u>	<u>(2,152,384)</u>	<u>309,850</u>	<u>(14,679,249)</u>
Total capital assets, being depreciated, net	<u>61,825,725</u>	<u>(1,432,212)</u>	<u>-</u>	<u>60,393,513</u>
Governmental activities capital assets, net	<u>\$ 66,120,166</u>	<u>\$ (725,068)</u>	<u>\$ (340,554)</u>	<u>\$ 65,054,544</u>

Depreciation expense was charged to the functions/programs of the governmental activities of the primary government as follows:

Governmental Activities:	
General government	\$ 29,094
Public safety	326,646
Public works	1,737,038
Parks and recreation	46,470
Community development	356
Capital assets held by the Internal Service Funds were charged to the various functions based on their usage	<u>12,780</u>
Total depreciation expense - governmental activities	<u>\$ 2,152,384</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6 – CAPITAL ASSETS (Continued)

Capital assets activity of the business-type activities for the year ending June 30, 2017 is as follows:

Business-Type Activities

	Balance (as restated) June 30, 2016	Additions	Reductions	Transfers/ Adjustments	Balance June 30, 2017
Water Fund:					
Capital Assets, not being depreciated:					
Land	\$ 427,232	\$ -	\$ -	\$ -	\$ 427,232
Construction in progress	<u>252,416</u>	<u>379,427</u>	<u>-</u>	<u>-</u>	<u>631,843</u>
Total capital assets, not being depreciated	<u>679,648</u>	<u>379,427</u>	<u>-</u>	<u>-</u>	<u>1,059,075</u>
Capital assets, being depreciated:					
Buildings and improvements	16,795,957	-	-	-	16,795,957
Machinery and equipment	<u>14,325,091</u>	<u>-</u>	<u>(19,349)</u>	<u>-</u>	<u>14,305,742</u>
Total capital assets, being depreciated	<u>31,121,048</u>	<u>-</u>	<u>(19,349)</u>	<u>-</u>	<u>31,101,699</u>
Less accumulated depreciation for:					
Buildings and improvements	(6,762,617)	(256,918)	-	-	(7,019,535)
Machinery and equipment	<u>(2,295,209)</u>	<u>(737,659)</u>	<u>18,147</u>	<u>-</u>	<u>(3,014,721)</u>
Total accumulated depreciation, net	<u>(9,057,826)</u>	<u>(994,577)</u>	<u>18,147</u>	<u>-</u>	<u>(10,034,256)</u>
Total capital assets, being depreciated, net	<u>22,063,222</u>	<u>(994,577)</u>	<u>(1,202)</u>	<u>-</u>	<u>21,067,443</u>
Water fund capital assets, net	<u>\$ 22,742,870</u>	<u>\$ (615,150)</u>	<u>\$ (1,202)</u>	<u>\$ -</u>	<u>\$ 22,126,518</u>
Sewer Fund:					
Capital assets, not being depreciated:					
Land	\$ 749,841	\$ -	\$ -	\$ -	\$ 749,841
Construction in progress	<u>25,515</u>	<u>92,951</u>	<u>-</u>	<u>-</u>	<u>118,466</u>
Total capital assets, not being depreciated	<u>775,356</u>	<u>92,951</u>	<u>-</u>	<u>-</u>	<u>868,307</u>
Capital assets, being depreciated:					
Buildings and improvements	8,142,916	-	-	-	8,142,916
Machinery and equipment	<u>5,314,816</u>	<u>561,684</u>	<u>-</u>	<u>(20,442)</u>	<u>5,856,058</u>
Total capital assets, being depreciated	<u>13,457,732</u>	<u>561,684</u>	<u>-</u>	<u>(20,442)</u>	<u>13,998,974</u>
Less accumulated depreciation for:					
Buildings and improvements	(2,497,430)	(263,705)	-	-	(2,761,135)
Machinery and equipment	<u>(2,765,217)</u>	<u>(205,035)</u>	<u>-</u>	<u>20,442</u>	<u>(2,949,810)</u>
Total accumulated depreciation, net	<u>(5,262,647)</u>	<u>(468,740)</u>	<u>-</u>	<u>20,442</u>	<u>(5,710,945)</u>
Total capital assets, being depreciated, net	<u>8,195,085</u>	<u>92,944</u>	<u>-</u>	<u>-</u>	<u>8,288,029</u>
Sewer fund capital assets, net	<u>\$ 8,970,441</u>	<u>\$ 185,895</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,156,336</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6 – CAPITAL ASSETS (Continued)

Business-Type Activities (Continued)

	Balance June 30, 2016	Additions	Reductions	Transfers/ Adjustments	Balance June 30, 2017
Refuse Fund:					
Capital assets, not being depreciated:					
Land	\$ 252,505	\$ -	\$ -	\$ -	\$ 252,505
Total capital assets, not being depreciated	<u>252,505</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>252,505</u>
Capital assets, being depreciated					
Machinery and equipment	2,463,435	30,747	-	-	2,494,182
Total capital assets, being depreciated	<u>2,463,435</u>	<u>30,747</u>	<u>-</u>	<u>-</u>	<u>2,494,182</u>
Less accumulated depreciation for:					
Machinery and equipment	(1,535,118)	(235,151)	-	-	(1,770,269)
Total accumulated depreciation, net	<u>(1,535,118)</u>	<u>(235,151)</u>	<u>-</u>	<u>-</u>	<u>(1,770,269)</u>
Total capital assets, being depreciated, net	<u>928,317</u>	<u>(204,404)</u>	<u>-</u>	<u>-</u>	<u>723,913</u>
Refuse fund capital assets, net	<u>\$ 1,180,822</u>	<u>\$ (204,404)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 976,418</u>
Golf Course Fund:					
Capital assets, not being depreciated:					
Land	\$ 624,013	\$ -	\$ -	\$ -	\$ 624,013
Total capital assets, not being depreciated	<u>624,013</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>624,013</u>
Capital assets, being depreciated					
Buildings and improvements	4,428,991	-	-	-	4,428,991
Machinery and equipment	561,443	22,141	(809)	20,441	603,216
Total capital assets, being depreciated	<u>4,990,434</u>	<u>22,141</u>	<u>(809)</u>	<u>20,441</u>	<u>5,032,207</u>
Less accumulated depreciation for:					
Buildings and improvements	(2,831,051)	(125,033)	-	-	(2,956,084)
Machinery and equipment	(465,065)	(24,789)	809	(20,441)	(509,486)
Total accumulated depreciation, net	<u>(3,296,116)</u>	<u>(149,822)</u>	<u>809</u>	<u>(20,441)</u>	<u>(3,465,570)</u>
Total capital assets, being depreciated, net	<u>1,694,318</u>	<u>(127,681)</u>	<u>-</u>	<u>-</u>	<u>1,566,637</u>
Golf course fund capital assets, net	<u>\$ 2,318,331</u>	<u>\$ (127,681)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,190,650</u>
Business-type capital assets, net	<u>\$ 35,212,464</u>	<u>\$ (761,340)</u>	<u>\$ (1,202)</u>	<u>\$ -</u>	<u>\$ 34,449,922</u>

Depreciation expense is charged to business-type functions as follows:

Business-Type Activities:

Water	\$ 994,577
Sewer	468,740
Refuse	235,151
Golf Course	<u>149,822</u>
Total	<u>\$ 1,848,290</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 7 – DEPOSITS AND OTHER LIABILITIES

Deposits and other liabilities consist of the following at June 30, 2017:

	General Fund	Water Fund	Golf Course Fund	Total
Deposits	\$ 25,469	\$ -	\$ -	\$ 25,469
Other liabilities	-	29,137	15,924	45,061
Total deposits and other liabilities	<u>\$ 25,469</u>	<u>\$ 29,137</u>	<u>\$ 15,924</u>	<u>\$ 70,530</u>

NOTE 8 – COMPENSATED ABSENCES

The City's policy relating to compensated absences is described in Note 1. As shown in long-term liabilities (Note 9), the noncurrent portion of this debt at fiscal year-end was \$406,682 and \$110,535, for governmental activities and business-type activities, respectively. This obligation is expected to be paid in future years from the available resources derived from the respective funds to which the employee services are rendered.

Because of the nature of compensated absences and uncertainty over when vacations will be taken, a statement of debt service requirements to maturity of compensated absences has not been presented. At June 30, 2017, the balance is \$508,352 for governmental activities and \$138,170 for business-type activities.

NOTE 9 – LONG-TERM LIABILITIES

The following is a summary of the long-term liabilities transactions of the City for governmental activities for the year ended June 30, 2017:

	Balance June 30, 2016	Incurred or Issued	Satisfied or Matured	Balance June 30, 2017	Due Within One Year
Governmental Activities:					
Compensated absences	\$ 449,729	\$ 339,399	\$ (280,776)	\$ 508,352	\$ 101,670
Governmental activities long-term liabilities	<u>\$ 449,729</u>	<u>\$ 339,399</u>	<u>\$ (280,776)</u>	<u>\$ 508,352</u>	<u>\$ 101,670</u>

The following is a summary of the long-term liabilities transactions of the City for business-type activities for the year ended June 30, 2017:

	Balance June 30, 2016	Incurred or Issued	Satisfied or Matured	Balance June 30, 2017	Due Within One Year
Business-Type Activities:					
Series 2013 water revenue loan	\$ 6,253,812	\$ -	\$ (422,443)	\$ 5,831,369	\$ 433,017
Compensated absences	121,766	138,335	(121,931)	138,170	27,634
Business-type activities long-term liabilities	<u>\$ 6,375,578</u>	<u>\$ 138,335</u>	<u>\$ (544,374)</u>	<u>\$ 5,969,539</u>	<u>\$ 460,651</u>

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 9 – LONG-TERM LIABILITIES (Continued)

Series 2013 Water Revenue Loan

In May 2013, the City obtained a water revenue loan from Pinnacle Public Finance, Inc. for \$7,068,000 bearing 2.48% interest, payable quarterly over a fifteen-year term. The loan was obtained to finance the acquisition and construction of various capital improvements, which primarily consists of photovoltaic water wells water systems throughout the City, as well as the expansion of a parking complex. The City irrevocably pledged all of the net revenues of the water fund to the punctual payment of the loan. After September 1, 2018, the City has the option to prepay the unpaid principal of the loan in whole or in part on any loan payment date. The final payment of the loan is scheduled for March 1, 2029.

The following is a schedule of the future estimated minimum payments related to the Series 2013 Water Revenue Loan at June 30, 2017:

Fiscal Years Ending June 30	Series 2013 Water Revenue Loan		
	Principal	Interest	Total
2018	\$ 433,017	\$ 140,612	\$ 573,629
2019	443,856	129,773	573,629
2020	454,967	118,662	573,629
2021	466,355	107,274	573,629
2022	478,029	95,600	573,629
2023-2027	2,575,735	292,408	2,868,143
2028-2029	979,410	24,440	1,003,850
Totals	<u>\$ 5,831,369</u>	<u>\$ 908,769</u>	<u>\$ 6,740,138</u>

NOTE 10 – DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. The City has pension related items that qualify to be reported in deferred outflows of resources. The pension related deferred outflows of resources are described in detail in Note 12.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has two types of items that qualify for reporting in this category and they are unavailable revenues and pension deferrals.

- Unavailable revenues arise only under a modified accrual basis of accounting and are reported only in the governmental funds balance sheet. Deferred inflows of resources reported in the governmental funds for unavailable revenues are as follows:

	Lemoore Housing Authority	Other Governmental Funds	Total Governmental Funds
Deferred housing loans	<u>\$ 200,000</u>	<u>\$ 651,200</u>	<u>\$ 851,200</u>
Total	<u>\$ 200,000</u>	<u>\$ 651,200</u>	<u>\$ 851,200</u>

- The City has pension related items that qualify to be reported in deferred inflows of resources. The pension related deferred inflows of resources are described in detail in Note 12.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 11 – POST-RETIREMENT BENEFITS

The City allows its retirees who retire under provisions of a regular service retirement to have the opportunity to continue enrollment in the City’s health insurance program. The retirees have the same choice of insurance plans as those of current employees. The retirees are pooled together separately from the active employee pool and pay the full cost of the insurance premiums without cost to the City.

NOTE 12 – DEFINED BENEFIT PENSION PLAN

California Public Employees’ Retirement Plan (CalPERS)

A. General Information about the Pension Plan

Plan Description – All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost Sharing Multiple-Employer Plan (Plan) administered by the California Public Employees’ Retirement System (CalPERS). The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all other.) Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The City of Lemoore’s (City) sponsors four rate plans (two miscellaneous and two safety.) Benefit provisions under the Plan are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided – CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 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 the Plan are applied as specified by the Public Employees’ Retirement Law.

The rate plan provisions and benefits in effect at June 30, 2017 are summarized as follows:

	Miscellaneous	
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 63	52 - 67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.00%	6.25%
Required employer contribution rates	8.377%	6.555%
	Safety	
	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2% @ 50	2.7% @ 57
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	2.0% to 2.7%
Required employee contribution rates	9.00%	11.50%
Required employer contribution rates	14.785%	12.082%

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

California Public Employees’ Retirement Plan (CalPERS) (Continued)

A. General Information about the Pension Plans (Continued)

Benefits Provided (Continued)

Beginning in fiscal year 2016, CalPERS collects employer contributions for the Plan as a percentage of payroll for the normal cost portion as noted in the rates above and as a dollar amount for contributions toward the unfunded liability. The dollar amounts are billed on a monthly basis. The City’s required contribution for the unfunded liability was \$449,754 for the fiscal year ended June 30, 2017.

Contributions – Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the Plan 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 City is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

The City’s contributions to the plan for the year ended June 30, 2017 were \$1,088,741.

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

As of June 30, 2017, the City reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$10,592,376.

The City’s net pension liability for the Plan is measured as the proportionate share of the net pension liability. The net pension liability of the Plan is measured as of June 30, 2016, and the total pension liability for the Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015, rolled forward to June 30, 2016, using standard update procedures. The City’s proportion of the net pension liability was based on a projection of the City’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The City’s proportionate share of the net pension liability for the Plan as of June 30, 2015 and 2016 was as follows:

Proportion - June 30, 2015	0.1160%
Proportion - June 30, 2016	0.1224%
Change - Increase (Decrease)	0.0064%

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

California Public Employees’ Retirement Plan (CalPERS) (Continued)

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

For the year ended June 30, 2017, the City recognized pension expense of \$1,372,268. At June 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 1,035,775	\$ -
Changes of assumptions	-	308,542
Differences between actual and expected experience	8,280	29,815
Net differences between projected and actual earnings on plan investments	1,562,054	-
Change in employer's proportion	250,149	350,635
Differences between the employer's actual contributions and the employer's proportionate share of contributions	-	181,019
Total	<u>\$ 2,856,258</u>	<u>\$ 870,011</u>

\$1,035,775 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, 2018. Other amounts reported as deferred outflow of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	
2018	\$ (155,733)
2019	(44,563)
2020	745,206
2021	405,562
2022	-
Thereafter	-

C. Actuarial Assumptions

The total pension liabilities in the June 30, 2015 actuarial valuations were determined using the following actuarial assumptions:

Valuation Date	June 30, 2015
Measurement Date	June 30, 2016
Actuarial Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:	
Discount Rate	7.65%
Inflation	2.75%
Payroll Growth	3.00%
Projected Salary Increase	3.3% - 14.2% ⁽¹⁾
Investment Rate of Return	7.5% ⁽²⁾
Mortality	Derived using CalPERS' Membership Data for all Funds ⁽³⁾

⁽¹⁾ Depending on age, service and type of employment

⁽²⁾ Net of pension plan investment expenses, including inflation

⁽³⁾ The mortality table was developed based on CalPERS specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

California Public Employees’ Retirement Plan (CalPERS) (Continued)

C. Actuarial Assumptions (Continued)

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2014 valuation were based on the results of January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experiences Study can be found on the CalPERS website.

D. Discount Rate

The discount rate used to measure the total pension liability was 7.65 percent for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the Plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing of the plans, the test revealed the assets would not run out. Therefore, the current 7.65 percent discount rate is appropriate and the use of the municipal bond rate calculation is not deemed necessary. The long-term expected discount rate of 7.65 percent is 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.

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 PERF cash flows. Using historical returns of all the funds’ asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 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.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 12 – DEFINED BENEFIT PENSION PLAN (Continued)

California Public Employees’ Retirement Plan (CalPERS) (Continued)

D. Discount Rate (Continued)

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. The target allocation shown was adopted by the Board effective on July 1, 2015.

<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	47.00%	5.25%	5.71%
Global Fixed Income	19.00%	0.99%	2.43%
Inflation Sensitive	6.00%	0.45%	3.36%
Private Equity	12.00%	6.83%	6.95%
Real Estate	11.00%	4.50%	5.13%
Infrastructure and Forestland	3.00%	4.50%	5.09%
Liquidity	2.00%	-0.55%	-1.05%
Total	<u>100.00%</u>		

^(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 City’s proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what the City’s proportionate share of the 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>Discount Rate -1%</u>	<u>Current Discount Rate</u>	<u>Discount Rate +1%</u>
6.65%	7.65%	8.65%
\$16,565,019	\$10,592,376	\$5,669,390

E. Pension Plan Fiduciary Net Position

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

F. Payable to the Pension Plan

There was no outstanding amount of contributions to the pension plan required for the year ended June 30, 2017.

NOTE 13 – DEFERRED COMPENSATION

The City has established a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan, available to all full-time employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts deferred under the plan and all income attributable to those amounts are solely the property and rights of the plan participants. The City has no liability for losses under the plan. The assets and related liabilities are not reported on the City’s financial statements in accordance with Governmental Accounting Standards Board Statement No. 32, “Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans.”

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 14 – RISK MANAGEMENT

The City is a member of the Central San Joaquin Valley Risk Management Authority (CSJVRMA), a public entity risk pool for workers' compensation and general liability insurance. The CSJVRMA is a consortium of 54 cities located in California's San Joaquin Valley. It was established under the provisions of California Government Code Section 6500 et. seq. CSJVRMA is governed by a Board of Directors consisting of one member appointed by each member city. The day-to-day business operations are handled by a management group employed by CSJVRMA. The relationship between the City and CSJVRMA is such that CSJVRMA is not considered a component unit of the City for financial reporting purposes.

For liability insurance, the risk pool covers the City above its self-insurance retention level of \$50,000 up to \$1,000,000. CSJVRMA participates in the excess pool, which provides general liability coverage from \$1,000,000 to \$29,000,000.

The City maintains a self-insured retention level of \$50,000 for workers' compensation insurance. Coverage between \$50,000 and \$500,000 is provided through the risk pool. CSJVRMA participates in an excess pool, which provides workers' compensation coverage from \$500,000 to \$5,000,000 and purchases excess insurance above \$5,000,000 to the statutory limit.

At the termination of the joint venture agreement and after all claims have been settled, any excess or deficit will be divided among the cities in proportion to the aggregate amount of contribution made by each.

The annual financial report may be obtained from the consortium's executive office at 1750 Creekside Oaks Drive, Suite 200, Sacramento, CA 95833. The following is a summary of financial information of the CSJVRMA as of and for the fiscal year ended June 30, 2017:

Total assets	\$ 100,984,219
Total liabilities	<u>83,009,648</u>
Member's equity	<u>\$ 17,974,571</u>
Total revenue for year	\$ 46,513,252
Total expenses for year	<u>43,973,513</u>
Change in net position	<u>\$ 2,539,739</u>

NOTE 15 – CONTINGENT LIABILITIES AND COMMITMENTS

General Liability

There are various claims and legal actions pending against the City for which no provision has been made in the financial statements. In the opinion of the City Attorney and City Management, liabilities arising from these claims and legal actions, if any, will not be material to these financial statements.

Federal Awards

The City has received federal awards for specific purposes that are subject to review and audit by the federal government. Although such audits could result in expenditure disallowances under award terms, any required reimbursements are not expected to be material.

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 16 – SEGMENT INFORMATION FOR WATER FUND

The Water Fund is an enterprise fund that accounts for the City’s water utility operations and collection and administration of water fees. Segment information for the utility operations is as follows:

	<u>Water Fund</u>
CONDENSED STATEMENT OF NET POSITION	
Assets:	
Current assets	\$ 4,586,640
Noncurrent assets	22,126,518
Total assets	<u>26,713,158</u>
Deferred Outflows of Resources	<u>247,759</u>
Liabilities:	
Current liabilities	682,854
Noncurrent liabilities	7,895,712
Total liabilities	<u>8,578,566</u>
Deferred Inflows of Resources	<u>122,875</u>
Net Position:	
Net investment in capital assets	14,823,266
Unrestricted	3,436,210
Total net position	<u>\$ 18,259,476</u>
CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION	
Operating revenues	\$ 4,248,572
Depreciation expenses	(994,577)
Other operating expenses	<u>(2,912,071)</u>
Operating income (loss)	<u>341,924</u>
Nonoperating revenues (expenses)	
Other nonoperating revenue	807,501
Investing income	13,563
Interest expense	<u>(150,313)</u>
Total nonoperating revenues (expenses)	<u>670,751</u>
Changes in net position	1,012,675
Beginning net position	<u>17,246,801</u>
Ending net position	<u>\$ 18,259,476</u>
CONDENSED STATEMENT OF CASH FLOWS	
Net cash provided (used) by:	
Operating activities	\$ 660,127
Noncapital financing activities	(450,000)
Capital and related financing activities	(139,473)
Investing activities	<u>13,563</u>
Net increase (decrease) in cash and investments	84,217
Beginning cash and investments	<u>3,359,621</u>
Ending cash and investments	<u>\$ 3,443,838</u>

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 17 – LEMOORE REDEVELOPMENT SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND

On January 30, 2012, the City Council elected to become the Successor Agency for the former redevelopment agency in accordance with Assembly Bill 1X26 (the "Bill") which dissolved all redevelopment agencies in the State of California.

Under the control of an oversight board, remaining assets can only be used to pay enforceable obligations in existence at the date of dissolution of the redevelopment agency (including the completion of any unfinished projects that were subject to legally enforceable contractual commitments).

Successor agencies are only allocated revenue in the amount that is necessary to pay estimated annual installment payments on enforceable obligations of the former redevelopment agency until all enforceable obligations of the prior redevelopment agency have been paid in full and all assets have been liquidated.

Cash and Investments

A reconciliation of the Lemoore Redevelopment Successor Agency Private Purpose Trust Fund's cash and investments as of June 30, 2017 is as follows:

Cash on hand	\$ 4,219,098
Cash with fiscal agents	<u>2,325,871</u>
Total cash and investments	<u>\$ 6,544,969</u>

Receivables

A reconciliation of the Lemoore Redevelopment Successor Agency Private Purpose Trust Fund's receivables balances as of June 30, 2017 is as follows:

Advances to the City of Lemoore	\$ 1,842,143
Note receivable	<u>1,225,798</u>
Total receivables	<u>\$ 3,067,941</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 17 – LEMOORE REDEVELOPMENT SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND
(Continued)

Long-term Liabilities

The following is a summary of long-term liabilities transactions for the Lemoore Redevelopment Successor Agency Private Purpose Trust Fund at June 30, 2017:

	Balance June 30, 2016	Incurred or Issued	Satisfied or Matured	Balance June 30, 2017	Amounts Due Within One Year	Amounts Due in More Than One Year
Bonds payable:						
2011 RDA Tax Allocation	\$ 18,485,000	\$ -	\$ 17,320,000	\$ 1,165,000	\$ 180,000	\$ 985,000
Less: bond discount	(631,330)	-	(447,192)	(184,138)	-	(184,138)
2014 RDA Tax Allocation Refunding	<u>15,330,587</u>	-	<u>604,523</u>	<u>14,726,064</u>	<u>626,612</u>	<u>14,099,452</u>
Total bonds payable	<u>33,184,257</u>	-	<u>17,477,331</u>	<u>15,706,926</u>	<u>806,612</u>	<u>14,900,314</u>
Leprino Owner Participation Agreement Obligation	<u>2,801,525</u>	-	<u>1,002,668</u>	<u>1,798,857</u>	-	<u>1,798,857</u>
Business-type activities long-term liabilities	<u>\$ 35,985,782</u>	<u>\$ -</u>	<u>\$ 18,479,999</u>	<u>\$ 17,505,783</u>	<u>\$ 806,612</u>	<u>\$ 16,699,171</u>

Tax Allocation Refunding Bonds

2011 Tax Allocation Bonds

On March 4, 2011, the Agency issued \$19,150,000 of its 2011 Tax Allocation Bonds (the 2011 Bonds) bearing interest of 3.0% to 7.375%, payable semi-annually on February 1 and August 1, commencing August 1, 2011. Beginning August 2, 2012, principal comes due annually in various sums through August 1, 2040, subject to optimal redemption by the Agency, on whole or in part on August 1, 2017. The 2011 Bonds are payable from and secured by incremental property tax revenue (Pledged Tax Revenues).

On December 5, 2016, the Agency participated in a partial defeasance of the 2011 Tax Allocation Bonds by placing cash in irrevocable escrow accounts held and managed by bank trustees. Accordingly, the escrow account and the defeased portion of the bonds are not included on the Agency's financial statements. The Agency's remaining bonds are payable through August 1, 2024.

The following is a schedule of the future estimated minimum payments related to the 2011 Bonds at June 30, 2017:

Fiscal Years Ending June 30	2011 Tax Allocation Refunding Bond		
	Principal	Interest	Total
2018	\$ 180,000	\$ 61,419	\$ 241,419
2019	180,000	52,306	232,306
2020	195,000	42,453	237,453
2021	195,000	31,728	226,728
2022	200,000	20,244	220,244
2023-2024	<u>215,000</u>	<u>21,697</u>	<u>236,697</u>
Totals	<u>\$ 1,165,000</u>	<u>\$ 229,847</u>	<u>\$ 1,394,847</u>

CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 17 – LEMOORE REDEVELOPMENT SUCCESSOR AGENCY PRIVATE PURPOSE TRUST FUND
(Continued)

Long-term Liabilities (Continued)

2014 RDA Tax Allocation Refunding Bonds

The Agency issued \$15,855,465 of its Tax Allocation Refunding Bonds on June 27, 2014 (the 2014 Bonds) to currently fund \$4,160,427 and \$10,269,654 of the Agency's remaining issuances of the 1998 RDA Tax Allocation Refunding Bond and the 2003 RDA Tax Allocations Refunding Bonds, and to fund issuance costs and a reserve account. Beginning February 1, 2015, interest and principal on the 2014 Bonds is payable semi-annually on February 1 and August 1 of each year at an interest rate of 3.960% per annum. Debt Service payments of the 2014 Bonds are secured by a pledge of the property tax revenue increments collected on properties within the redevelopment project area. The debt agreement requires a reserve account to be held by the trustee. The final payment of the loan is scheduled for August 1, 2033.

The following is a schedule of the future estimated minimum payments related to the 2014 Bonds at June 30, 2017:

<u>Fiscal Years Ending June 30</u>	<u>2014 Tax Allocation Refunding Bond</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 626,612	\$ 570,745	\$ 1,197,357
2019	653,805	545,393	1,199,198
2020	675,446	519,074	1,194,520
2021	706,474	491,712	1,198,186
2022	736,800	463,135	1,199,935
2023-2027	4,117,091	1,846,793	5,963,884
2028-2032	4,947,189	953,059	5,900,248
2033-2034	<u>2,262,647</u>	<u>90,390</u>	<u>2,353,037</u>
Totals	<u>\$ 14,726,064</u>	<u>\$ 5,480,301</u>	<u>\$ 20,206,365</u>

Leprino Owner Participation Agreement Obligation

On March 7, 2000, the Agency entered into an owner participation agreement with Leprino Foods Company (Leprino) whereby Leprino was to construct a dairy and related products manufacturing and storage facility within the redevelopment project area. The City was to reimburse Leprino \$3 million for the cost of the infrastructure improvements which contributed to the elimination of blight in the project area. Subsequently, due to an expansion of the project scope requiring Leprino to increase its investment from \$125 million to more the \$250 million, the Agency's reimbursement obligation increased to \$6 million, payable in 10 annual installments of \$600,000 each year, subject to the Leprino facility having an assessed value in excess of \$250 million and verification of actual infrastructure costs incurred by Leprino. During the June 30, 2013 fiscal year, a final payment of \$1,613,666 was made. This payment was adjusted from \$600,000 because the facility's assessed value was \$413 million.

On September 4, 2007, the Agency entered into an amendment to the Owner Participation Agreement with Leprino Foods Company (Leprino). Leprino has decided to expand the production capacity of the plant to permit the increase in the milk received on a daily basis from its current level of 6,000,000 pounds of milk per day, to install additional packaging capacity and make other process improvements. The 2007 Expansion Project includes the completion of the addition work at the Expanded Wastewater Pretreatment System.

It has been acknowledged that the City will incur an additional liability of approximately \$6 million for wastewater improvements at the Leprino plant and this liability will be paid from the additional tax increments that the plant would generate based on this expansion.

The total liability to Leprino Foods Company at June 30, 2017 was \$1,798,857.

**CITY OF LEMOORE
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2017**

NOTE 18 – RESTATEMENT OF BEGINNING NET POSITION/FUND BALANCE

Prior Period Adjustments

Governmental Activities

Beginning net position of the Governmental Activities in the Government-Wide Statement of Activities has been restated to record a prior period adjustment as presented in the reconciliation below:

Beginning net position	\$ 91,996,798
Prior Period Adjustment:	
Overstatement of deposit	<u>148,421</u>
Total prior period adjustments	<u>148,421</u>
Beginning net position, as restated	<u><u>\$ 92,145,219</u></u>

Fund Financial Statements

The City has determined that certain transactions were recorded incorrectly in the prior year. The beginning fund balance of the General Fund has been restated as presented in the reconciliation below:

<u>Description</u>	<u>General Fund</u>
Beginning fund balance	\$ 10,658,708
Prior period adjustment:	
Overstatement of deposit	<u>148,421</u>
Total prior period adjustment	<u>148,421</u>
Beginning fund balance, as restated	<u><u>\$ 10,807,129</u></u>

REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF LEMOORE
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLAN
PROPORTIONATE SHARE OF NET PENSION LIABILITY
LAST 10 YEARS*
AS OF JUNE 30, 2017**

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Proportion of the net pension liability	0.1197%	0.1160%	0.1224%
Proportionate share of the net pension liability	\$ 7,519,752	\$ 7,960,168	\$ 10,592,376
Covered payroll	\$ 5,076,165	\$ 5,273,173	\$ 5,467,395
Proportionate Share of the net pension liability as percentage of covered payroll	148.14%	150.96%	193.74%
Plan fiduciary net position as a percentage of the total pension liability	81.49%	80.97%	76.05%

Notes to Schedule:

Benefit changes. There were no changes in benefits.

Change in assumptions. The discount rate was changed from 7.5 percent (net of administrative expenses) to 7.65 percent to correct for an adjustment to exclude administrative expenses.

* Schedule is intended to show information for ten years. Additional years will be displayed as they become available.

**CITY OF LEMOORE
REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)
COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
LAST 10 YEARS*
AS OF JUNE 30, 2017**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Actuarially determined contribution	\$ 1,048,489	\$ 1,067,105	\$ 1,088,741	\$ 1,035,775
Contributions in relation to the actuarially determined contributions	<u>1,048,489</u>	<u>1,067,105</u>	<u>1,088,741</u>	<u>1,035,775</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 5,076,165	\$ 5,273,173	\$ 5,467,395	\$ 5,850,364
Contributions as a percentage of covered payroll	20.66%	20.24%	19.91%	17.70%

* Schedule is intended to show information for 10 years commencing with the fiscal year ended June 30, 2015. Additional years will be displayed as they occur.

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SUPPLEMENTARY INFORMATION

**CITY OF LEMOORE
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

Nonmajor Special Revenue Funds

The **Special Revenue Funds** are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

The **Traffic Safety Fund** is used to account for proceeds of traffic citations, which may be used for programs promoting traffic safety, such as street improvements, striping, and the like.

The **Local Transportation Fund** is used to account for the maintenance and construction of roadways and for specialized engineering services using transportation development act funds.

The **Grants Fund** is used to account for the City's receipts and expenditures of the state, federal, and other grants.

The **Maintenance Assessment District Fund** is used to account for City maintenance costs relating to the public improvements within the assessment district area.

The **TE/STP Exchange Fund** is used to account for projects undertaken with federal streets transportation and planning funds received by the City through the State of California.

The **Downtown Improvement Fund** is used to account for economic development and revitalization endeavors by local businesses in the downtown area.

The **Streets Grant Fund** is used to account for the City's street improvements using miscellaneous state and federal grants.

Nonmajor Capital Projects Funds

The **Capital Projects Funds** are established to account for resources used for the acquisition and constructions of capital facilities by the City, except for those financed for enterprise funds.

The **Street Improvement Fund** is used to account for improvements to local streets and roads using developer fees, grant proceeds, and other sources designated by the City Council for this purpose.

The **Recreation Improvement Fund** is used to account for the revenue from developer fees to be used for acquisition and development of parks and recreation facilities.

The **Facility Infrastructure Fund** is used to account for improvements to City buildings and improvements using developer fees, grant proceeds, and other sources designated by the City Council for this purpose.

The **Capital Improvement Fees Fund** is used to account for miscellaneous capital projects using developer fees.

**CITY OF LEMOORE
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2017**

	Combined Special Revenue Funds	Combined Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and investments	\$ 6,779,624	\$ 5,970,750	\$ 12,750,374
Receivables:			
Accounts	7,273	69,182	76,455
Notes	651,200	-	651,200
Intergovernmental	<u>701,696</u>	<u>-</u>	<u>701,696</u>
Total assets	<u>\$ 8,139,793</u>	<u>\$ 6,039,932</u>	<u>\$ 14,179,725</u>
LIABILITIES			
Accounts payable	<u>\$ 35,833</u>	<u>\$ 1,439</u>	<u>\$ 37,272</u>
Total liabilities	<u>35,833</u>	<u>1,439</u>	<u>37,272</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	<u>651,200</u>	<u>-</u>	<u>651,200</u>
Total deferred inflows of resources	<u>651,200</u>	<u>-</u>	<u>651,200</u>
FUND BALANCES			
Restricted:			
Public safety	428,717	-	428,717
Public works	6,722,005	-	6,722,005
Community development	292,416	-	292,416
Capital projects and improvements	<u>9,622</u>	<u>6,038,493</u>	<u>6,048,115</u>
Total fund balances	<u>7,452,760</u>	<u>6,038,493</u>	<u>13,491,253</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 8,139,793</u>	<u>\$ 6,039,932</u>	<u>\$ 14,179,725</u>

**CITY OF LEMOORE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	Combined Special Revenue Funds	Combined Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Licenses and permits	\$ 9,024	\$ -	\$ 9,024
From other agencies	1,631,520	9,796	1,641,316
Fees and assessments	254,275	248,082	502,357
Use of money and property	<u>18,103</u>	<u>20,613</u>	<u>38,716</u>
 Total revenues	 <u>1,912,922</u>	 <u>278,491</u>	 <u>2,191,413</u>
 EXPENDITURES			
Current:			
General government	8,124	-	8,124
Public works	394,384	2,700	397,084
Parks and recreation	28,566	52,200	80,766
Capital outlay	<u>186,571</u>	<u>771,345</u>	<u>957,916</u>
 Total expenditures	 <u>617,645</u>	 <u>826,245</u>	 <u>1,443,890</u>
 Excess (deficiency) of revenues over (under) expenditures	 <u>1,295,277</u>	 <u>(547,754)</u>	 <u>747,523</u>
 Net changes in fund balances	 1,295,277	 (547,754)	 747,523
 Fund balances - beginning	 <u>6,157,483</u>	 <u>6,586,247</u>	 <u>12,743,730</u>
 Fund balances - end of year	 <u>\$ 7,452,760</u>	 <u>\$ 6,038,493</u>	 <u>\$ 13,491,253</u>

**CITY OF LEMOORE
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017**

	Traffic Safety	Local Transportation	Grants Fund	Maintenance Assessment District	TE/STP Exchange Fund	Downtown Improvement	Streets Grants Fund	Totals
ASSETS								
Cash and investments	\$ 428,380	\$ 1,997,977	\$ 251,604	\$ 2,849,448	\$ 982,571	\$ 9,925	\$ 259,719	\$ 6,779,624
Receivables:								
Accounts	337	-	-	6,936	-	-	-	7,273
Notes	-	-	651,200	-	-	-	-	651,200
Intergovernmental	-	453,381	40,812	-	-	-	207,503	701,696
Total assets	<u>\$ 428,717</u>	<u>\$ 2,451,358</u>	<u>\$ 943,616</u>	<u>\$ 2,856,384</u>	<u>\$ 982,571</u>	<u>\$ 9,925</u>	<u>\$ 467,222</u>	<u>\$ 8,139,793</u>
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ 27,826	\$ 3,037	\$ 303	\$ 4,667	\$ 35,833
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>27,826</u>	<u>3,037</u>	<u>303</u>	<u>4,667</u>	<u>35,833</u>
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue	-	-	651,200	-	-	-	-	651,200
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>651,200</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>651,200</u>
FUND BALANCES								
Restricted:								
Public safety	428,717	-	-	-	-	-	-	428,717
Public works	-	2,451,358	-	2,828,558	979,534	-	462,555	6,722,005
Community development	-	-	292,416	-	-	-	-	292,416
Capital projects and improvements	-	-	-	-	-	9,622	-	9,622
Total fund balances	<u>428,717</u>	<u>2,451,358</u>	<u>292,416</u>	<u>2,828,558</u>	<u>979,534</u>	<u>9,622</u>	<u>462,555</u>	<u>7,452,760</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 428,717</u>	<u>\$ 2,451,358</u>	<u>\$ 943,616</u>	<u>\$ 2,856,384</u>	<u>\$ 982,571</u>	<u>\$ 9,925</u>	<u>\$ 467,222</u>	<u>\$ 8,139,793</u>

CITY OF LEMOORE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Traffic Safety	Local Transportation	Grants Fund	Maintenance Assessment District	TE/STP Exchange Fund	Downtown Improvement	Streets Grants Fund	Totals
REVENUES								
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,024	\$ -	\$ 9,024
From other agencies	-	453,380	145,574	517,830	160,570	-	354,166	1,631,520
Fees and assessments	4,920	-	-	249,355	-	-	-	254,275
Use of money and property	1,294	6,053	-	8,095	2,666	32	(37)	18,103
Total revenues	<u>6,214</u>	<u>459,433</u>	<u>145,574</u>	<u>775,280</u>	<u>163,236</u>	<u>9,056</u>	<u>354,129</u>	<u>1,912,922</u>
EXPENDITURES								
Current:								
General government	-	-	-	-	-	8,124	-	8,124
Public works	-	-	-	364,776	11,461	-	18,147	394,384
Parks and recreation	-	-	28,566	-	-	-	-	28,566
Capital outlay	-	-	-	-	-	-	186,571	186,571
Total expenditures	<u>-</u>	<u>-</u>	<u>28,566</u>	<u>364,776</u>	<u>11,461</u>	<u>8,124</u>	<u>204,718</u>	<u>617,645</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,214</u>	<u>459,433</u>	<u>117,008</u>	<u>410,504</u>	<u>151,775</u>	<u>932</u>	<u>149,411</u>	<u>1,295,277</u>
Net change in fund balance	6,214	459,433	117,008	410,504	151,775	932	149,411	1,295,277
Fund balances - beginning	<u>422,503</u>	<u>1,991,925</u>	<u>175,408</u>	<u>2,418,054</u>	<u>827,759</u>	<u>8,690</u>	<u>313,144</u>	<u>6,157,483</u>
Fund balances - ending	<u>\$ 428,717</u>	<u>\$ 2,451,358</u>	<u>292,416</u>	<u>\$ 2,828,558</u>	<u>\$ 979,534</u>	<u>\$ 9,622</u>	<u>\$ 462,555</u>	<u>\$ 7,452,760</u>

**CITY OF LEMOORE
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2017**

	Street Improvement	Recreation Improvement	Facility Infrastructure	Capital Improvement Fees	Totals
ASSETS					
Cash and investments	\$ 121,794	\$ 2,124,904	\$ 443,019	\$ 3,281,033	\$ 5,970,750
Receivables:					
Accounts	<u>-</u>	<u>32,578</u>	<u>-</u>	<u>36,604</u>	<u>69,182</u>
Total assets	<u>\$ 121,794</u>	<u>\$ 2,157,482</u>	<u>\$ 443,019</u>	<u>\$ 3,317,637</u>	<u>\$ 6,039,932</u>
LIABILITIES					
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,439</u>	<u>\$ 1,439</u>
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,439</u>	<u>1,439</u>
FUND BALANCES					
Restricted:					
Capital projects and improvements	<u>121,794</u>	<u>2,157,482</u>	<u>443,019</u>	<u>3,316,198</u>	<u>6,038,493</u>
Total fund balances	<u>121,794</u>	<u>2,157,482</u>	<u>443,019</u>	<u>3,316,198</u>	<u>6,038,493</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 121,794</u>	<u>\$ 2,157,482</u>	<u>\$ 443,019</u>	<u>\$ 3,317,637</u>	<u>\$ 6,039,932</u>

**CITY OF LEMOORE
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Street Improvement</u>	<u>Recreation Improvement</u>	<u>Facility Infrastructure</u>	<u>Capital Improvement Fees</u>	<u>Totals</u>
REVENUES					
From other agencies	\$ -	\$ -	\$ -	\$ 9,796	\$ 9,796
Fees and assessments	-	121,117	-	126,965	248,082
Use of money and property	<u>369</u>	<u>7,094</u>	<u>1,346</u>	<u>11,804</u>	<u>20,613</u>
Total revenues	<u>369</u>	<u>128,211</u>	<u>1,346</u>	<u>148,565</u>	<u>278,491</u>
EXPENDITURES					
Current:					
Public works	-	-	1,300	1,400	2,700
Parks and recreation	-	52,200	-	-	52,200
Capital outlay	<u>-</u>	<u>168,362</u>	<u>-</u>	<u>602,983</u>	<u>771,345</u>
Total expenditures	<u>-</u>	<u>220,562</u>	<u>1,300</u>	<u>604,383</u>	<u>826,245</u>
Excess (deficiency) of revenues over (under) expenditures	<u>369</u>	<u>(92,351)</u>	<u>46</u>	<u>(455,818)</u>	<u>(547,754)</u>
Net change in fund balances before extra ordinary item	<u>369</u>	<u>(92,351)</u>	<u>46</u>	<u>(455,818)</u>	<u>(547,754)</u>
Net change in fund balances	369	(92,351)	46	(455,818)	(547,754)
Fund balances - beginning	<u>121,425</u>	<u>2,249,833</u>	<u>442,973</u>	<u>3,772,016</u>	<u>6,586,247</u>
Fund balances - ending	<u>\$ 121,794</u>	<u>\$ 2,157,482</u>	<u>\$ 443,019</u>	<u>\$ 3,316,198</u>	<u>\$ 6,038,493</u>

**CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS - TRAFFIC SAFETY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fees and assessments	\$ 25,500	\$ 5,000	\$ 4,920	\$ (80)
Use of money and property	<u>1,000</u>	<u>800</u>	<u>1,294</u>	<u>494</u>
Total revenues	<u>26,500</u>	<u>5,800</u>	<u>6,214</u>	<u>414</u>
EXPENDITURES				
Current:				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>26,500</u>	<u>5,800</u>	<u>6,214</u>	<u>414</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(440,000)</u>	<u>(440,000)</u>	<u>-</u>	<u>440,000</u>
Total other financing sources (uses)	<u>(440,000)</u>	<u>(440,000)</u>	<u>-</u>	<u>440,000</u>
Net change in fund balances	(413,500)	(434,200)	6,214	440,414
Fund balances - beginning	<u>422,503</u>	<u>422,503</u>	<u>422,503</u>	<u>-</u>
Fund balances (deficit) - ending	<u>\$ 9,003</u>	<u>\$ (11,697)</u>	<u>\$ 428,717</u>	<u>\$ 440,414</u>

CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS – LOCAL TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
From other agencies	\$ -	\$ 501,500	\$ 453,380	\$ (48,120)
Use of money and property	-	-	6,053	6,053
Total revenues	-	501,500	459,433	(42,067)
EXPENDITURES				
Current:				
Public safety	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	501,500	459,433	(42,067)
Net change in fund balances	-	501,500	459,433	(42,067)
Fund balances - beginning	1,991,925	1,991,925	1,991,925	-
Fund balances - ending	<u>\$ 1,991,925</u>	<u>\$ 2,493,425</u>	<u>\$ 2,451,358</u>	<u>\$ (42,067)</u>

**CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS – GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
From other agencies	\$ 1,419,400	\$ -	\$ 145,574	\$ 145,574
Total revenues	<u>1,419,400</u>	<u>-</u>	<u>145,574</u>	<u>145,574</u>
EXPENDITURES				
Current:				
Parks and recreation	-	-	28,566	(28,566)
Total expenditures	<u>-</u>	<u>-</u>	<u>28,566</u>	<u>(28,566)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,419,400</u>	<u>-</u>	<u>117,008</u>	<u>117,008</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>1,419,400</u>	<u>1,419,400</u>	<u>-</u>	<u>(1,419,400)</u>
Total other financing sources (uses)	<u>1,419,400</u>	<u>1,419,400</u>	<u>-</u>	<u>(1,419,400)</u>
Net change in fund balances	2,838,800	1,419,400	117,008	(1,302,392)
Fund balances - beginning	<u>175,408</u>	<u>175,408</u>	<u>175,408</u>	<u>-</u>
Fund balances - ending	<u>\$ 3,014,208</u>	<u>\$ 1,594,808</u>	<u>\$ 292,416</u>	<u>\$ (1,302,392)</u>

CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS – MAINTENANCE ASSESSMENT DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES				
From other agencies	\$ 366,300	\$ -	\$ 517,830	\$ 517,830
Fees and assessments	212,600	243,910	249,355	5,445
Use of money and property	<u>11,000</u>	<u>-</u>	<u>8,095</u>	<u>8,095</u>
Total revenues	<u>589,900</u>	<u>243,910</u>	<u>775,280</u>	<u>531,370</u>
EXPENDITURES				
Current:				
Public works	<u>374,000</u>	<u>407,400</u>	<u>364,776</u>	<u>42,624</u>
Total expenditures	<u>374,000</u>	<u>407,400</u>	<u>364,776</u>	<u>42,624</u>
Excess (deficiency) of revenues over (under) expenditures	<u>215,900</u>	<u>(163,490)</u>	<u>410,504</u>	<u>573,994</u>
Net change in fund balances	215,900	(163,490)	410,504	573,994
Fund balances - beginning	<u>2,418,054</u>	<u>2,418,054</u>	<u>2,418,054</u>	<u>-</u>
Fund balances - ending	<u>\$ 2,633,954</u>	<u>\$ 2,254,564</u>	<u>\$ 2,828,558</u>	<u>\$ 573,994</u>

**CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS – TE/STP EXCHANGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
From other agencies	\$ 160,000	\$ 160,000	\$ 160,570	\$ 570
Use of money and property	<u>200</u>	<u>1,600</u>	<u>2,666</u>	<u>1,066</u>
Total revenues	<u>160,200</u>	<u>161,600</u>	<u>163,236</u>	<u>1,636</u>
EXPENDITURES				
Current:				
Public works	<u>12,900</u>	<u>12,900</u>	<u>11,461</u>	<u>1,439</u>
Total expenditures	<u>12,900</u>	<u>12,900</u>	<u>11,461</u>	<u>1,439</u>
Excess (deficiency) of revenues over (under) expenditures	<u>147,300</u>	<u>148,700</u>	<u>151,775</u>	<u>3,075</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>117,500</u>	<u>117,500</u>	<u>-</u>	<u>(117,500)</u>
Total other financing sources (uses)	<u>117,500</u>	<u>117,500</u>	<u>-</u>	<u>(117,500)</u>
Net change in fund balances	264,800	266,200	151,775	(114,425)
Fund balances - beginning	<u>827,759</u>	<u>827,759</u>	<u>827,759</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,092,559</u>	<u>\$ 1,093,959</u>	<u>\$ 979,534</u>	<u>\$ (114,425)</u>

CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS – DOWNTOWN IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Licenses and permits	\$ -	\$ 12,000	9,024	\$ (2,976)
Use of money and property	<u>-</u>	<u>-</u>	<u>32</u>	<u>32</u>
Total revenues	<u>-</u>	<u>12,000</u>	<u>9,056</u>	<u>(2,944)</u>
EXPENDITURES				
Current:				
General government	<u>21,500</u>	<u>21,500</u>	<u>8,124</u>	<u>13,376</u>
Total expenditures	<u>21,500</u>	<u>21,500</u>	<u>8,124</u>	<u>13,376</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,500)</u>	<u>(9,500)</u>	<u>932</u>	<u>10,432</u>
Net change in fund balances	(21,500)	(9,500)	932	10,432
Fund balances - beginning	<u>8,690</u>	<u>8,690</u>	<u>8,690</u>	<u>-</u>
Fund balances (deficits) - ending	<u>\$ (12,810)</u>	<u>\$ (810)</u>	<u>\$ 9,622</u>	<u>\$ 10,432</u>

CITY OF LEMOORE
NONMAJOR SPECIAL REVENUE FUNDS – STREETS GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
From other agencies	\$ 1,199,000	\$ -	\$ 354,166	\$ 354,166
Use of money and property	<u>-</u>	<u>-</u>	<u>(37)</u>	<u>(37)</u>
Total revenues	<u>1,199,000</u>	<u>-</u>	<u>354,129</u>	<u>354,129</u>
EXPENDITURES				
Current:				
Public works	-	-	18,147	(18,147)
Capital outlay	<u>-</u>	<u>-</u>	<u>186,571</u>	<u>(186,571)</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>204,718</u>	<u>(204,718)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,199,000</u>	<u>-</u>	<u>149,411</u>	<u>149,411</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(1,199,000)</u>	<u>(1,199,000)</u>	<u>-</u>	<u>1,199,000</u>
Total other financing sources (uses)	<u>(1,199,000)</u>	<u>(1,199,000)</u>	<u>-</u>	<u>1,199,000</u>
Net change in fund balances	-	(1,199,000)	149,411	1,348,411
Fund balances - beginning	<u>313,144</u>	<u>313,144</u>	<u>313,144</u>	<u>-</u>
Fund balances (deficit) - ending	<u>\$ 313,144</u>	<u>\$ (885,856)</u>	<u>\$ 462,555</u>	<u>\$ 1,348,411</u>

CITY OF LEMOORE
NONMAJOR CAPITAL PROJECTS FUNDS – STREET IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES				
Use of money and property	\$ -	\$ -	\$ 369	\$ 369
Total revenues	<u>-</u>	<u>-</u>	<u>369</u>	<u>369</u>
EXPENDITURES				
Current:				
Public works	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>369</u>	<u>369</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net change in fund balances	50,000	50,000	369	(49,631)
Fund balances - beginning	<u>121,425</u>	<u>121,425</u>	<u>121,425</u>	<u>-</u>
Fund balances - ending	<u>\$ 171,425</u>	<u>\$ 171,425</u>	<u>\$ 121,794</u>	<u>\$ (49,631)</u>

CITY OF LEMOORE
NONMAJOR CAPITAL PROJECTS FUNDS – RECREATION IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES				
Fees and assessments	\$ -	\$ -	\$ 121,117	\$ 121,117
Use of money and property	<u>-</u>	<u>-</u>	<u>7,094</u>	<u>7,094</u>
Total revenues	<u>-</u>	<u>-</u>	<u>128,211</u>	<u>128,211</u>
EXPENDITURES				
Current:				
Parks and recreation	14,700	14,700	52,200	(37,500)
Capital outlay	<u>500</u>	<u>500</u>	<u>168,362</u>	<u>(167,862)</u>
Total expenditures	<u>15,200</u>	<u>15,200</u>	<u>220,562</u>	<u>(205,362)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,200)</u>	<u>(15,200)</u>	<u>(92,351)</u>	<u>(77,151)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(254,500)</u>	<u>(254,500)</u>	<u>-</u>	<u>254,500</u>
Total other financing sources (uses)	<u>(254,500)</u>	<u>(254,500)</u>	<u>-</u>	<u>254,500</u>
Net change in fund balances	(269,700)	(269,700)	(92,351)	177,349
Fund balances - beginning	<u>2,249,833</u>	<u>2,249,833</u>	<u>2,249,833</u>	<u>-</u>
Fund balances - ending	<u>\$ 1,980,133</u>	<u>\$ 1,980,133</u>	<u>\$ 2,157,482</u>	<u>\$ 177,349</u>

CITY OF LEMOORE
NONMAJOR CAPITAL PROJECTS FUNDS – FACILITY INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 1,346	\$ 1,346
Total revenues	-	-	1,346	1,346
EXPENDITURES				
Current:				
Public works	29,900	29,900	1,300	28,600
Total expenditures	29,900	29,900	1,300	28,600
Excess (deficiency) of revenues over (under) expenditures	(29,900)	(29,900)	46	29,946
OTHER FINANCING SOURCES (USES)				
Transfers out	(120,000)	(120,000)	-	120,000
Total other financing sources (uses)	(120,000)	(120,000)	-	120,000
Net change in fund balances	(149,900)	(149,900)	46	149,946
Fund balances - beginning	442,973	442,973	442,973	-
Fund balances - ending	<u>\$ 293,073</u>	<u>\$ 293,073</u>	<u>\$ 443,019</u>	<u>\$ 149,946</u>

CITY OF LEMOORE
NONMAJOR CAPITAL PROJECTS FUNDS – CAPITAL IMPROVEMENT FEES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – BUDGET TO ACTUAL
FOR THE YEAR ENDED JUNE 30, 2017

	<u>Budgeted Amount</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
REVENUES				
From other agencies	\$ -	\$ -	\$ 9,796	\$ 9,796
Fees and assessments	-	-	126,965	126,965
Use of money and property	-	-	11,804	11,804
Total revenues	<u>-</u>	<u>-</u>	<u>148,565</u>	<u>148,565</u>
EXPENDITURES				
Current:				
Public works	10,100	10,100	1,400	8,700
Capital outlay	<u>200</u>	<u>200</u>	<u>602,983</u>	<u>(602,783)</u>
Total expenditures	<u>10,300</u>	<u>10,300</u>	<u>604,383</u>	<u>(594,083)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,300)</u>	<u>(10,300)</u>	<u>(455,818)</u>	<u>(445,518)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(1,653,000)</u>	<u>(1,653,000)</u>	<u>-</u>	<u>1,653,000</u>
Total other financing sources (uses)	<u>(1,653,000)</u>	<u>(1,653,000)</u>	<u>-</u>	<u>1,653,000</u>
Net change in fund balances	(1,663,300)	(1,663,300)	(455,818)	1,207,482
Fund balances - beginning	<u>3,772,016</u>	<u>3,772,016</u>	<u>3,772,016</u>	<u>-</u>
Fund balances - ending	<u>\$ 2,108,716</u>	<u>\$ 2,108,716</u>	<u>\$ 3,316,198</u>	<u>\$ 1,207,482</u>

**CITY OF LEMOORE
FIDUCIARY FUNDS
JUNE 30, 2017**

Fiduciary Funds

The **Trust and Agency Funds** are used to account for assets held by a governmental unit in a trustee capacity and/or as an agent for individuals, private organizations, other governmental units, and /or other funds. These include Successor Agency private purpose trust funds and agency funds.

Private Purpose Trust Funds

The **Lemoore Redevelopment Successor Agency Debt Service Fund** is used to retire debt obligations.

The **Lemoore Redevelopment Successor Agency Capital Projects Fund** is used to account for Successor Agency activities approved in the ROPS.

Agency Funds

The **Laguna Irrigation Fund** is used to account for an agreement to benefit water recharge or to purchase water.

The **Other Agency Funds** is used to account for development deposit amounts and a trust account for contributions to be used for special activities.

The **Insurance Fund** is used to account for dental benefits for employees.

**CITY OF LEMOORE
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE PURPOSE TRUST FUNDS
JUNE 30, 2017**

	Lemoore Redevelopment Successor Agency Debt Service	Lemoore Redevelopment Successor Agency Capital Projects	Total Lemoore Redevelopment Successor Agency Private-Purpose Trust Fund
ASSETS			
Cash and investments	\$ 10,972	\$ 4,208,126	\$ 4,219,098
Restricted cash with fiscal agents	2,325,871	-	2,325,871
Advances to City of Lemoore	-	1,842,143	1,842,143
Notes receivable	-	1,225,798	1,225,798
Assets held for resale	-	524,058	524,058
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 2,336,843</u>	<u>\$ 7,800,125</u>	<u>\$ 10,136,968</u>
LIABILITIES			
Accounts payable	\$ -	\$ 1,004,168	\$ 1,004,168
Intergovernmental payable	-	18,050	18,050
Interest payable	270,448	-	270,448
Long-term liabilities:			
Due within one year	806,612	-	806,612
Due in more than one year	14,900,314	1,798,857	16,699,171
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>15,977,374</u>	<u>2,821,075</u>	<u>18,798,449</u>
NET POSITION			
Held in trust for the retirement of obligations of the former Lemoore Redevelopment Agency	<u>(13,640,531)</u>	<u>4,979,050</u>	<u>(8,661,481)</u>
	<u> </u>	<u> </u>	<u> </u>
Total net position (deficit)	<u>\$ (13,640,531)</u>	<u>\$ 4,979,050</u>	<u>\$ (8,661,481)</u>

**CITY OF LEMOORE
 COMBINING STATEMENT OF
 CHANGES IN FIDUCIARY NET POSITION
 PRIVATE PURPOSE TRUST FUNDS
 FOR THE YEAR ENDED JUNE 30, 2017**

	Lemoore Redevelopment Successor Agency Debt Service	Lemoore Redevelopment Successor Agency Capital Projects	Total Lemoore Redevelopment Successor Agency Private-Purpose Trust Fund
ADDITIONS			
Taxes	\$ -	\$ 2,770,924	\$ 2,770,924
Investment earnings	15,137	83,467	98,604
Miscellaneous	-	113	113
Intrafund transfers	<u>2,000,508</u>	<u>-</u>	<u>2,000,508</u>
Total additions	<u>2,015,645</u>	<u>2,854,504</u>	<u>4,870,149</u>
DEDUCTIONS			
Community development	3,000	270,612	273,612
Intrafund transfers	-	2,000,508	2,000,508
Interest expense	<u>1,630,091</u>	<u>-</u>	<u>1,630,091</u>
Total deductions	<u>1,633,091</u>	<u>2,271,120</u>	<u>3,904,211</u>
Changes in net position	382,554	583,384	965,938
Net position (deficit) - beginning	<u>(14,023,085)</u>	<u>4,395,666</u>	<u>(9,627,419)</u>
Net position (deficit) - ending	<u>\$ (13,640,531)</u>	<u>\$ 4,979,050</u>	<u>\$ (8,661,481)</u>

**CITY OF LEMOORE
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 AGENCY FUNDS
 JUNE 30, 2017**

	Laguna Irrigation	Other Agency Funds	Insurance	Totals
ASSETS				
Cash and investments	\$ 64,404	\$ 257,552	\$ 129,549	\$ 451,505
Accounts receivable	-	305,858	-	305,858
Other assets	28,800	-	-	28,800
 Total assets	 \$ 93,204	 \$ 563,410	 \$ 129,549	 \$ 786,163
LIABILITIES				
Accounts payable	\$ -	\$ 323,758	\$ -	\$ 323,758
Due to others	93,204	202,577	129,549	425,330
Deposits	-	37,075	-	37,075
 Total liabilities	 \$ 93,204	 \$ 563,410	 \$ 129,549	 \$ 786,163

CITY OF LEMOORE
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2017

Laguna Irrigation

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>
ASSETS				
Cash and investments	\$ 44,718	\$ 20,057	\$ 371	\$ 64,404
Other assets	<u>28,800</u>	<u>-</u>	<u>-</u>	<u>28,800</u>
Total assets	<u>\$ 73,518</u>	<u>\$ 20,057</u>	<u>\$ 371</u>	<u>\$ 93,204</u>
LIABILITIES				
Due to others	<u>\$ 73,518</u>	<u>20,057</u>	<u>371</u>	<u>\$ 93,204</u>
Total liabilities	<u>\$ 73,518</u>	<u>\$ 20,057</u>	<u>\$ 371</u>	<u>\$ 93,204</u>

Other Agency Funds

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>
ASSETS				
Cash and investments	\$ 237,785	\$ 544,206	\$ 524,439	\$ 257,552
Accounts receivable	<u>-</u>	<u>305,858</u>	<u>-</u>	<u>305,858</u>
Total assets	<u>\$ 237,785</u>	<u>\$ 850,064</u>	<u>\$ 524,439</u>	<u>\$ 563,410</u>
LIABILITIES				
Accounts payable	\$ 23,944	\$ 801,698	\$ 501,884	\$ 323,758
Due to others	176,910	35,444	9,777	202,577
Deposits	<u>36,931</u>	<u>24,088</u>	<u>23,944</u>	<u>37,075</u>
Total liabilities	<u>\$ 237,785</u>	<u>\$ 861,230</u>	<u>\$ 535,605</u>	<u>\$ 563,410</u>

CITY OF LEMOORE
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2017
(Continued)

Insurance

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>
ASSETS				
Cash and investments	\$ 117,931	\$ 819,894	\$ 808,276	\$ 129,549
Total assets	<u>\$ 117,931</u>	<u>\$ 819,894</u>	<u>\$ 808,276</u>	<u>\$ 129,549</u>
LIABILITIES				
Due to others	\$ 117,931	\$ 76,680	\$ 65,062	\$ 129,549
Total liabilities	<u>\$ 117,931</u>	<u>\$ 76,680</u>	<u>\$ 65,062</u>	<u>\$ 129,549</u>

Total

	<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>
ASSETS				
Cash and investments	\$ 400,434	\$ 1,384,157	\$ 1,333,086	\$ 451,505
Accounts receivable	-	305,858	-	305,858
Other assets	28,800	-	-	28,800
Total assets	<u>\$ 429,234</u>	<u>\$ 1,690,015</u>	<u>\$ 1,333,086</u>	<u>\$ 786,163</u>
LIABILITIES				
Accounts payable	\$ 23,944	\$ 801,698	\$ 501,884	\$ 323,758
Due to others	368,359	132,181	75,210	425,330
Deposits	36,931	24,088	23,944	37,075
Total liabilities	<u>\$ 429,234</u>	<u>\$ 957,967</u>	<u>\$ 601,038</u>	<u>\$ 786,163</u>

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STATISTICAL SECTION

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STATISTICAL SECTION

This part of the **City of Lemoore's** comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the government's overall financial health.

Contents

Financial Trends: These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity: These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity: These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information: These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

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

**CITY OF LEMOORE
NET POSITION BY COMPONENTS
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net investment in capital assets	\$ 42,040,440	\$ 45,841,891	\$ 44,904,303	\$ 36,380,777	\$ 61,864,076	\$ 62,852,134	\$ 64,415,727	\$ 65,532,375	\$ 66,120,166	\$ 65,054,544
Restricted	29,521,460	31,758,572	32,151,791	35,119,950	19,545,949	10,447,890	5,900,358	12,592,988	21,112,973	22,995,134
Unrestricted	9,056,856	9,153,728	9,418,125	9,806,053	9,661,340	19,517,911	25,065,810	12,206,195	4,763,659	1,896,821
Total governmental activities net assets	\$ 80,618,756	\$ 86,754,191	\$ 86,474,219	\$ 81,306,780	\$ 91,071,365	\$ 92,817,935	\$ 95,381,895	\$ 90,331,558	\$ 91,996,798	\$ 89,946,499
Business-Type Activities										
Net investment in capital assets	\$ 11,418,932	\$ 11,435,322	\$ 16,260,519	\$ 17,266,866	\$ 21,892,596	\$ 23,444,815	\$ 21,533,822	\$ 30,015,455	\$ 28,963,532	\$ 28,618,553
Restricted	1,488,495	1,417,663	-	-	-	-	-	-	-	-
Unrestricted	(420,159)	1,306,625	4,251,948	6,027,206	10,323,565	11,763,520	16,709,167	7,217,352	10,553,707	13,359,877
Total business-type activities net assets	\$ 12,487,268	\$ 14,159,610	\$ 20,512,467	\$ 23,294,072	\$ 32,216,161	\$ 35,208,335	\$ 38,242,989	\$ 37,232,807	\$ 39,517,239	\$ 41,978,430
Primary Government:										
Net investment in capital assets	\$ 53,459,372	\$ 57,277,213	\$ 61,164,822	\$ 53,647,643	\$ 83,756,672	\$ 86,296,949	\$ 85,949,549	\$ 95,547,830	\$ 95,083,698	\$ 93,673,097
Restricted	31,009,955	33,176,235	32,151,791	35,119,950	19,545,949	10,447,890	5,900,358	12,592,988	21,112,973	22,995,134
Unrestricted	8,636,697	10,460,353	13,670,073	15,833,259	19,984,905	31,281,431	41,774,977	19,423,547	15,317,366	15,256,698
Total Primary Governmental activities net assets	\$ 93,106,024	\$ 100,913,801	\$ 106,986,686	\$ 104,600,852	\$ 123,287,526	\$ 128,026,270	\$ 133,624,884	\$ 127,564,365	\$ 131,514,037	\$ 131,924,929

**CITY OF LEMOORE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Expenses										
Governmental Activities:										
General government	\$ 3,337,096	\$ 3,193,542	\$ 3,096,277	\$ 6,725,881	\$ 4,487,075	\$ 2,057,530	\$ 1,632,438	\$ 1,246,579	\$ 1,198,510	\$ 1,261,457
Public safety	4,520,649	4,953,938	4,625,887	4,608,197	4,807,752	4,546,380	5,058,509	5,421,986	5,595,808	6,424,105
Public works	403,106	380,679	300,551	350,549	312,893	3,204,362	1,802,463	5,172,165	4,034,421	4,167,172
City Streets	525,633	562,662	487,812	-	-	-	-	-	-	-
Community development	3,381,788	4,317,676	7,134,297	13,191,774	4,439,747	2,069,524	2,258,286	158,908	14,675	711,114
Parks and Recreation	1,001,477	929,905	899,853	405,919	414,746	467,875	586,826	556,303	357,965	1,382,208
Interest on long-term debt	1,100,696	1,153,844	1,072,656	1,743,738	1,190,083	-	-	-	-	-
Unallocated depreciation	-	-	-	-	-	187,081	301,683	-	-	-
Total Governmental Activities Expenses	<u>14,270,445</u>	<u>15,492,246</u>	<u>17,617,333</u>	<u>27,026,058</u>	<u>15,652,296</u>	<u>12,532,752</u>	<u>11,640,205</u>	<u>12,555,941</u>	<u>11,201,379</u>	<u>13,946,056</u>
Business-Type Activities:										
Water	2,907,098	3,012,344	2,794,055	3,427,536	3,216,132	3,131,361	3,663,339	4,256,397	4,132,417	4,068,306
Sewer	1,794,460	1,755,303	1,729,026	1,792,761	1,895,857	1,654,160	1,744,294	2,286,071	2,535,675	2,189,816
Refuse	2,282,627	2,418,969	2,132,818	2,022,570	1,985,803	2,094,112	2,042,944	2,774,668	3,098,749	2,897,227
Golf Course	1,540,356	1,546,483	1,530,665	1,450,794	1,393,917	1,269,053	1,291,826	1,116,532	1,190,227	1,228,113
Total Business-Type Activities Expenses	<u>8,524,541</u>	<u>8,733,099</u>	<u>8,186,564</u>	<u>8,693,661</u>	<u>8,491,709</u>	<u>8,148,686</u>	<u>8,742,403</u>	<u>10,433,668</u>	<u>10,957,068</u>	<u>10,383,462</u>
 Total Primary Government Expenses	 <u>\$ 22,794,986</u>	 <u>\$ 24,225,345</u>	 <u>\$ 25,803,897</u>	 <u>\$ 35,719,719</u>	 <u>\$ 24,144,005</u>	 <u>\$ 20,681,438</u>	 <u>\$ 20,382,608</u>	 <u>\$ 22,989,609</u>	 <u>\$ 22,158,447</u>	 <u>\$ 24,329,518</u>

**CITY OF LEMOORE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(CONTINUED)**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Program Revenues										
Governmental Activities:										
Charges for services:										
General government	\$ 125,791	\$ 106,515	\$ 131,662	\$ 142,139	\$ 110,700	\$ 112,078	\$ 329,690	\$ 119,061	\$ 171,887	\$ 216,006
Public safety	273,965	247,139	156,944	174,441	186,374	248,714	204,964	349,755	232,671	217,687
Public works	606,846	637,344	696,710	447,935	669,787	282,882	375,243	281,221	342,972	299,850
Community development	15,846	23,925	11,822	9,780	9,903	514,313	542,068	675,228	712,348	776,209
Parks and Recreation	81,751	79,996	126,182	176,923	219,804	325,469	380,335	382,980	405,702	365,348
Operating contributions and grants:										
General government	-	3,831	2,689	111,375	-	-	-	-	-	-
Public safety	261,215	236,716	357,666	432,888	244,082	265,459	307,629	433,986	487,641	412,234
Public works	-	-	-	-	-	-	-	-	1,594,088	1,177,098
City Streets	-	207,953	226,042	-	-	-	-	-	-	-
Community development	-	147,800	755,855	63,214	1,177,690	147,661	30,398	48,561	36,630	254,572
Capital contributions and grants:										
Public safety	-	44,658	50,585	-	-	-	-	-	-	5,373
Public works	-	-	108,364	850,513	1,026,752	1,280,749	1,194,454	337,260	1,568,238	398,842
City Streets	1,066,382	1,225,507	321,957	-	-	-	-	-	-	-
Community development	5,037	-	-	-	-	-	-	-	-	-
Parks and Recreation	109,649	492,340	-	-	-	-	-	-	-	-
Total Governmental Activities program revenues	2,546,482	3,453,724	2,946,478	2,409,208	3,645,092	3,177,325	3,364,781	2,628,052	5,552,177	4,123,219
Business-Type Activities:										
Charges for services:										
Water	3,194,438	4,105,646	3,790,398	5,008,749	4,128,405	4,145,592	4,182,222	3,942,183	3,762,207	4,248,572
Sewer	2,833,901	3,776,539	3,500,520	3,541,929	3,694,785	3,577,349	3,482,196	3,402,947	3,727,389	3,441,368
Refuse	2,567,235	2,685,981	2,825,938	2,865,372	2,889,494	2,948,335	2,906,828	2,950,079	3,010,489	3,020,063
Golf Course	1,443,786	1,373,493	1,384,200	1,372,337	1,406,092	1,319,848	1,299,190	1,102,945	1,291,642	1,114,578
Operating contributions and grants:										
Refuse	126,444	-	-	-	-	-	-	-	-	-
Capital contributions and grants:										
Water	-	-	4,925,785	707,835	24,178	-	38,196	-	-	-
Sewer	1,513,184	85,680	33,600	-	2,195,752	639,590	419,398	-	548,312	120,000
Refuse	-	-	5,000	6,952	306,160	290,256	570,919	149,610	-	13,590
Total Business-Type program revenues	11,678,988	12,027,339	16,465,441	13,503,174	14,644,866	12,920,970	12,898,949	11,547,764	12,340,039	11,958,171
Total Primary Government Program Revenues	\$ 14,225,470	\$ 15,481,063	\$ 19,411,919	\$ 15,912,382	\$ 18,289,958	\$ 16,098,295	\$ 16,263,730	\$ 14,175,816	\$ 17,892,216	\$ 16,081,390

CITY OF LEMOORE
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(CONTINUED)

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Net Revenues (Expenses)										
Governmental Activities	\$ (11,723,963)	\$ (12,038,522)	\$ (14,670,855)	\$ (24,616,850)	\$ (12,007,204)	\$ (9,355,427)	\$ (8,275,424)	\$ (9,927,889)	\$ (5,649,202)	\$ (9,822,837)
Business-Type Activities	<u>3,154,447</u>	<u>3,294,240</u>	<u>8,278,877</u>	<u>4,809,513</u>	<u>6,153,157</u>	<u>4,772,284</u>	<u>4,156,546</u>	<u>1,114,096</u>	<u>1,382,971</u>	<u>1,574,709</u>
Total Net Revenues (Expenses)	<u>\$ (8,569,516)</u>	<u>\$ (8,744,282)</u>	<u>\$ (6,391,978)</u>	<u>\$ (19,807,337)</u>	<u>\$ (5,854,047)</u>	<u>\$ (4,583,143)</u>	<u>\$ (4,118,878)</u>	<u>\$ (8,813,793)</u>	<u>\$ (4,266,231)</u>	<u>\$ (8,248,128)</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property taxes	\$ 9,413,719	\$ 10,225,746	\$ 10,147,859	\$ 11,312,419	\$ 6,767,250	\$ 3,069,388	\$ 2,156,929	\$ 1,990,281	\$ 1,395,750	\$ 2,379,422
Sales taxes	1,730,663	1,979,203	1,768,904	1,597,534	1,768,113	2,014,040	2,122,348	2,081,582	1,821,904	1,752,910
Other taxes	3,166,748	3,385,656	3,621,897	3,786,700	4,303,681	3,888,353	4,341,569	4,690,086	2,883,110	2,915,384
Unrestricted investment earnings	1,510,852	1,041,178	520,767	388,377	286,623	195,537	207,775	173,184	355,254	334,829
Other revenue	74,541	219,723	233,226	256,065	3,136,138	537,498	465,649	753,415	532,324	235,139
Gain (Loss) on sale of assets	-	-	-	-	-	(997)	(57,342)	8,810	16,067	6,433
Capital contributions	-	-	-	-	-	-	812,613	-	-	-
Transfers	<u>1,663,416</u>	<u>1,895,744</u>	<u>2,005,911</u>	<u>2,108,316</u>	<u>1,347,974</u>	<u>1,398,178</u>	<u>1,348,085</u>	-	-	-
Total general revenues	<u>17,559,939</u>	<u>18,747,250</u>	<u>18,298,564</u>	<u>19,449,411</u>	<u>17,609,779</u>	<u>11,101,997</u>	<u>11,397,626</u>	<u>9,697,358</u>	<u>7,004,409</u>	<u>7,624,117</u>
Business-Type Activities:										
Unrestricted investment earnings	230,422	162,906	79,891	80,428	56,592	31,507	37,239	87,024	159,513	54,462
Gain (Loss) on sale of assets	-	-	-	-	-	-	(14,381)	(39,811)	456,185	-
Capital contributions	-	-	-	-	-	-	357,036	125,879	54,521	-
Other revenue	-	-	-	-	-	-	-	-	-	832,020
Transfers	<u>(1,663,416)</u>	<u>(1,895,744)</u>	<u>(2,005,911)</u>	<u>(2,108,316)</u>	<u>(1,347,974)</u>	<u>(1,398,178)</u>	<u>(1,348,085)</u>	-	-	-
Total general revenues	<u>\$ (1,432,994)</u>	<u>\$ (1,732,838)</u>	<u>\$ (1,926,020)</u>	<u>\$ (2,027,888)</u>	<u>\$ (1,291,382)</u>	<u>\$ (1,366,671)</u>	<u>\$ (968,191)</u>	<u>\$ 173,092</u>	<u>\$ 670,219</u>	<u>\$ 886,482</u>
Extraordinary Item:										
Gain on dissolution of Redevelopment Agency	-	-	-	-	7,268,746	-	-	-	-	-
Change in Net Position	<u>\$ 7,557,429</u>	<u>\$ 8,270,130</u>	<u>\$ 9,980,566</u>	<u>\$ (2,385,814)</u>	<u>\$ 17,733,096</u>	<u>\$ 5,152,183</u>	<u>\$ 6,310,557</u>	<u>\$ 1,056,657</u>	<u>\$ 3,408,397</u>	<u>\$ 262,471</u>

**CITY OF LEMOORE
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
General Fund										
Reserved	\$ 1,769,055	\$ 1,755,299	\$ 1,733,878	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	8,729,139	8,051,020	8,485,175	-	-	-	-	-	-	-
Nonspendable	-	-	-	1,704,244	660,171	97,286	1,360,705	1,166,650	971,046	797,664
Restricted	-	-	-	-	-	-	-	80,257	16,873	51,352
Committed	-	-	-	2,374,959	2,593,761	1,321,595	-	-	-	232,275
Assigned	-	-	-	-	-	-	-	96,038	216,600	4,745,894
Unassigned	-	-	-	6,369,941	6,661,552	10,710,575	11,090,967	11,149,833	9,454,189	3,356,576
Total General Fund	<u>\$ 10,498,194</u>	<u>\$ 9,806,319</u>	<u>\$ 10,219,053</u>	<u>\$ 10,449,144</u>	<u>\$ 9,915,484</u>	<u>\$ 12,129,456</u>	<u>\$ 12,451,672</u>	<u>\$ 12,492,778</u>	<u>\$ 10,658,708</u>	<u>\$ 9,183,761</u>
All other governmental funds										
Reserved	\$ 9,309,943	\$ 10,262,432	\$ 11,611,653	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	4,452,044	5,382,553	5,652,401	-	-	-	-	-	-	-
Capital projects funds	15,499,703	15,868,676	14,177,260	-	-	-	-	-	-	-
Debt service	756,605	1,497,969	2,087,046	-	-	-	-	-	-	-
Nonspendable	-	-	-	6,535,121	-	-	4,405,474	8,816	651,200	4,482,211
Restricted	-	-	-	41,546,633	12,421,997	10,447,890	5,900,358	12,512,731	21,096,100	17,610,371
Committed	-	-	-	7,158,186	7,075,622	7,392,997	7,585,676	-	-	-
Assigned	-	-	-	-	-	369,110	398,946	-	-	-
Unassigned	-	-	-	(219,143)	535,184	-	(244,902)	5,918,314	(651,200)	-
Total all other governmental funds	<u>\$ 30,018,295</u>	<u>\$ 33,011,630</u>	<u>\$ 33,528,360</u>	<u>\$ 55,020,797</u>	<u>\$ 20,032,803</u>	<u>\$ 18,209,997</u>	<u>\$ 18,045,552</u>	<u>\$ 18,439,861</u>	<u>\$ 21,096,100</u>	<u>\$ 22,092,582</u>

CITY OF LEMOORE
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues										
Property taxes	\$ 9,403,666	\$ 10,210,173	\$ 10,144,716	\$ 11,309,161	\$ 6,745,624	\$ 3,053,995	\$ 2,128,660	\$ 1,978,931	\$ 1,308,832	\$ 2,290,741
Other taxes	2,464,134	2,719,047	2,409,957	2,293,676	2,484,776	2,706,573	2,877,392	2,881,451	2,610,203	2,573,569
Licenses and permits	763,657	749,987	586,583	380,851	601,682	665,896	689,558	725,821	788,015	700,510
Charges for services	193,023	154,741	166,355	236,895	308,408	399,471	458,129	500,426	576,245	576,716
Intergovernmental	3,342,780	3,948,971	4,977,496	4,402,488	5,644,429	4,729,214	5,149,163	4,654,689	5,776,858	4,376,654
Fees and assessments	670,077	1,424,248	146,596	298,824	653,299	304,094	462,662	564,602	1,068,265	525,879
Use of money and property	1,513,388	1,021,490	497,277	393,764	294,163	211,195	216,489	173,184	355,255	338,464
Other revenue	961,704	936,751	1,091,559	1,294,820	511,698	555,868	618,937	878,158	536,987	352,996
Total revenues	<u>19,312,429</u>	<u>21,165,408</u>	<u>20,020,539</u>	<u>20,610,479</u>	<u>17,244,079</u>	<u>12,626,306</u>	<u>12,600,990</u>	<u>12,357,262</u>	<u>13,020,660</u>	<u>11,735,529</u>
Expenditures										
Current:										
General government	3,015,382	2,854,211	2,725,266	3,798,765	4,482,387	2,067,528	1,628,021	1,251,489	1,519,628	1,238,040
Public safety	4,356,897	4,906,949	4,602,554	4,503,385	4,755,182	4,639,315	4,979,815	5,189,952	6,146,235	5,925,328
Public works	389,709	381,075	300,608	345,426	339,296	354,785	401,503	1,651,697	1,674,726	1,870,748
City streets	451,519	517,262	456,177	-	-	-	-	-	-	-
Community development	4,190,892	5,264,786	8,041,554	5,533,770	3,128,090	1,609,414	1,775,792	158,909	14,675	407,140
Parks and recreation	828,596	811,872	793,389	408,167	414,165	462,244	578,425	524,344	630,886	1,180,409
Capital outlay	3,891,366	4,084,111	2,366,274	1,884,348	1,339,845	4,536,290	4,669,389	3,154,886	2,479,736	1,747,183
Debt service										
Bond issuance cost	-	-	-	1,009,397	-	-	-	-	-	-
Principal	854,439	890,980	922,521	1,401,199	455,000	-	-	-	-	-
Interest	1,096,855	1,151,191	1,070,658	1,364,557	960,869	-	-	-	-	-
Total expenditures	<u>19,075,655</u>	<u>20,862,437</u>	<u>21,279,001</u>	<u>20,249,014</u>	<u>15,874,834</u>	<u>13,669,576</u>	<u>14,032,945</u>	<u>11,931,277</u>	<u>12,465,886</u>	<u>12,368,848</u>
Excess (deficiency) of revenues over expenditures	<u>236,774</u>	<u>302,971</u>	<u>(1,258,462)</u>	<u>361,465</u>	<u>1,369,245</u>	<u>(1,043,270)</u>	<u>(1,431,955)</u>	<u>425,985</u>	<u>554,774</u>	<u>(633,319)</u>
Other financing sources (uses)										
Bond proceeds	-	-	-	19,150,000	-	-	-	-	-	-
Sale of capital assets	-	-	79,268	-	-	-	9,201	8,810	16,067	6,433
Operating transfers in	4,325,823	6,606,909	9,647,742	8,888,692	9,278,355	1,931,121	1,733,248	2,049,390	107,236	-
Operating transfers out	(2,575,974)	(4,608,418)	(7,539,084)	(6,677,629)	(7,827,634)	(496,685)	(282,416)	(503,186)	(107,236)	-
Total other financing sources (uses)	<u>1,749,849</u>	<u>1,998,491</u>	<u>2,187,926</u>	<u>21,361,063</u>	<u>1,450,721</u>	<u>1,434,436</u>	<u>1,460,033</u>	<u>1,555,014</u>	<u>16,067</u>	<u>6,433</u>
Extraordinary Item										
Gain/loss on dissolution of Redevelopment Agency	-	-	-	-	(35,550,894)	-	-	-	-	-
Net change in fund balances	<u>\$ 1,986,623</u>	<u>\$ 2,301,462</u>	<u>\$ 929,464</u>	<u>\$ 21,722,528</u>	<u>\$ 2,819,966</u>	<u>\$ 391,166</u>	<u>\$ 28,078</u>	<u>\$ 1,980,999</u>	<u>\$ 570,841</u>	<u>\$ (626,886)</u>
Debt service as a percentage of noncapital expenditures	12.85%	12.17%	10.54%	15.06%	9.74%	0.00%	0.00%	0.00%	0.00%	0.00%

**CITY OF LEMOORE
 ASSESSED VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS**

Fiscal Year	Local Secured	Utility	Unsecured	Total
2008	1,476,908,563	857,527	42,301,715	1,520,067,805
2009	1,618,788,968	828,108	42,411,801	1,662,028,877
2010	1,626,916,526	825,630	39,269,425	1,667,011,581
2011	1,709,130,426	554,384	28,706,275	1,738,391,085
2012	1,758,796,967	574,763	26,393,761	1,785,765,491
2013	1,737,953,522	575,662	28,254,947	1,766,784,131
2014	1,751,569,065	574,057	27,317,455	1,779,460,577
2015	1,665,821,072	684,859	25,689,595	1,692,195,526
2016	1,797,274,999	680,243	23,520,387	1,821,475,629
2017	1,864,123,891	665,582	24,922,222	1,889,711,695

Source: MuniServices, LLC

NOTE:

In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the Debt Service payment of Lemoore High School District, West Hills Community College District and Hills Community College District sfid No. 3.

**CITY OF LEMOORE
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
PER \$100 OF ASSESSED VALUE
LAST TEN FISCAL YEARS**

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
City Direct Rates:										
City of Lemoore Basic Rate	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
Overlapping Rates:										
Lemoore Union High School District				0.045187	0.044631	0.045886	0.046730	0.047924	0.043767	0.041812
West Hills Community College District				0.000004	0.002160	0.013878	0.011106	0.011206	0.017244	0.016254
West Hills College District SFID No. 3				0.001024	0.025856	0.018342	0.019058	0.016280	0.024884	0.016002
Total Direct Rate #	<u>1.000000</u>	<u>1.000000</u>	<u>1.000000</u>	<u>1.046215</u>	<u>1.072647</u>	<u>1.078106</u>	<u>1.076894</u>	<u>1.075410</u>	<u>1.085895</u>	<u>1.074068</u>

Source: MuniServices, LLC

In 1978, California voters passed Proposition 13 which sets the property tax rate at a 1.00% fixed amount. This 1.00% is shared by all taxing agencies for which the subject property resides within. In addition to the 1.00% fixed amount, property owners are charged taxes as a percentage of assessed property values for the Debt Service payment of Lemoore High School District, West Hills Community College District and Hills Community College District sfid No. 3

The City of Lemoore only has 7 years available for this table and has decided to present this statistical table as such.

**CITY OF LEMOORE
PRINCIPAL LOCAL SECURED TAXPAYERS
CURRENT YEAR AND 11 YEARS AGO**

Property Owner	Primary Land Use	2006-07		2016-17	
		Assessed Value	% of Total (1)	Assessed Value	% of Total (1)
Leprino Foods Company	Food Processing	\$291,472,873	22.07%	\$ 395,641,373	21.22%
Olam West Coast Inc.	Food Processing			80,282,651	4.31%
Agusa	Food Processing	11,766,949	0.89%	13,021,317	0.70%
GHQ Investments	Apartments			11,900,635	0.64%
Lemoore Properties II LP	Apartments			11,404,997	0.61%
Lemoore Apartments LLC	Apartments			11,031,501	0.59%
Paul and Vickie Daley LP	Residential Properties	4,744,507	0.36%	10,391,148	0.56%
Valley Oak Apartments LLC	Apartments			7,415,238	0.40%
Tanglewood Lemoore Ltd.	Apartments	4,527,849	0.34%	7,414,443	0.40%
Lemoore Cinemas	Movie Theater	3,868,024	0.29%	7,187,807	0.39%
Heritage Lemoore Ltd.	Apartments	5,464,492	0.41%	6,306,336	0.34%
South Coast Property Company	Apartments			6,032,180	0.32%
Winn California Properties LLC	Apartments	5,213,974	0.39%	6,021,525	0.32%
Lemoore Capital LP	Shopping Center			5,940,998	0.32%
Benderson-Lemoore Associates LP	Commercial	5,016,077	0.38%	5,790,611	0.31%
Carole D, Delap	Shopping Center			5,619,841	0.30%
Save Mart Supermarkets	Supermarket	4,650,081	0.35%	4,750,266	0.25%
Anand Investments LLC	Hotel/Motel	4,014,320	0.30%	4,278,718	0.23%
Michael A. Trebbow	Apartments			4,091,049	0.22%
JADJ Land Holdings LLC	RV/Boat Storage			3,992,500	0.21%
HR LLC	Commercial	3,428,876	0.26%		
Lemoore Center LLC	Shopping Center	4,531,155	0.34%		
Lemoore Rural LLC	Residential Properties	4,052,174	0.31%		
JB Moses Management Corp.	Hotel/Motel	3,972,205	0.30%		
Lemoore Hospitality LLC	Hotel/Motel	3,774,598	0.29%		
Lennar Fresno Inc.	Residential Properties	3,565,823	0.27%		
Devante Liberty LP	Residential land	3,488,400	0.26%		
Golden Gate Holdings LLC	Commercial	3,194,855	0.24%		
Principal Taxpayer Totals		<u>\$370,747,232</u>	<u>28.05%</u>	<u>\$ 608,515,134</u>	<u>32.64%</u>

Source: MuniServices, LLC

Note: (1) 2016-17 Local Secured Assessed Valuation : \$1,864,123,891

**CITY OF LEMOORE
TAX APPORTIONMENT
LAST EIGHT FISCAL YEARS**

	<u>FY 2009-10</u>	<u>FY 2010-11</u>	<u>FY 2011-12</u>	<u>FY 2012-13</u>	<u>FY 2013-14</u>	<u>FY 2014-15</u>	<u>FY 2015-16</u>	<u>FY 2016-17</u>
Secured	\$ 688,035	\$ 775,359	\$ 795,210	\$ 854,481	\$ 943,748	\$ 930,083	\$ 714,846	\$ 848,432
Unsecured	37,138	35,556	36,832	37,360	38,081	38,750	40,909	30,137
Prior Secured	31,261	34,940	18,051	24,844	(6,229)	9,534	14,583	13,775
Prior Unsecured	104	623	-	442	106	(1,456)	1,023	-
SB813	17,266	36,616	16,808	9,335	15,582	34,903	44,938	46,769
Prior SB 813	18,340	15,343	-	8,926	6,252	4,689	893	-
Airplane	761	464	548	552	569	266	265	-
Transfer Tax	50,104	33,095	39,014	48,190	48,948	51,486	57,355	63,751
RDA RPTTF Residual (ABX1 26)	-	-	160,893	219,158	873,292	928,574	491,374	1,351,628
Lemoore RDA 25% Pass-through *	-	-	-	168,891	-	-	-	-
Total	<u>\$ 843,009</u>	<u>\$ 931,996</u>	<u>\$ 1,067,356</u>	<u>\$1,372,179</u>	<u>\$ 1,920,349</u>	<u>\$ 1,996,829</u>	<u>\$ 1,366,186</u>	<u>\$ 2,354,492</u>

Source: Kings County

* For FY2013-2014 and forward, this was included in Secured Tax.

The City of Lemoore only has 8 years available for this table and has decided to present this statistical table as such.

**CITY OF LEMOORE
RATIOS OF OUTSTANDING DEBT
BY TYPE
LAST FISCAL TEN YEARS**

Fiscal Year	Governmental Activities			Loans Payable	Total Business-Type	Total Primary Government	Percentage of Personal Income	Debt Per Capita
	Certificates of Participation	Capital Leases	Total Government					
2008	-	-	-	-	-	-	0.00%	-
2009	-	-	-	-	-	-	0.00%	-
2010	-	-	-	-	-	-	0.00%	-
2011	-	-	-	-	-	-	0.00%	-
2012	2,275,000	12,855	2,287,855	-	-	2,287,855	0.31%	93
2013	2,070,000	8,353	2,078,353	7,068,000	7,068,000	9,146,353	1.23%	366
2014	-	4,183	4,183	7,068,000	7,068,000	7,072,183	0.93%	280
2015	-	-	-	6,665,937	6,665,937	6,665,937	0.81%	263
2016	-	-	-	6,375,578	6,375,578	6,375,578	0.73%	243
2017	-	-	-	5,831,369	5,831,369	5,831,369	0.64%	221

Source: City of Lemoore, Finance Department

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Also, Redevelopment Bonds prior to 2011 are removed for consistency in reporting after dissolution.

**CITY OF LEMOORE
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2017**

2016-2017 Assessed Valuations:

2016-2017 Assessed Valuation	\$	1,889,711,695
Redevelopment Incremental Valuation		-
Adjusted Assessed Valuation	\$	1,889,711,695

<u>Overlapping Debt Tax and Assessment Debt:</u>	<u>Total Debt</u> <u>6/30/2017</u>	<u>% Applicable</u> (1)	<u>District's Share of</u> <u>Debt 6/30/16</u>
West Hills Community College District	\$ 15,565,000	18.15%	\$ 2,824,425
West Hills Community College District School Facilities Improvements District No. 3	36,650,626	40.03%	14,671,979
Lemoore Union High School District	12,644,317	69.30%	8,762,006
Total Overlapping Tax and Assessment Debt			<u>26,258,410</u>
 <u>Direct and Overlapping General Fund Debt:</u>			
Kings County General Fund Obligation	\$ 15,710,000	18.76%	2,946,568
Kings County Pension Obligation Bonds	5,652,710	18.76%	1,060,222
West Hills Community College District General Fund Obligation	-	0.00%	-
Lemoore Union High School District Certificates of Participation	842,000	69.30%	583,472
City of Lemoore	-	100.00%	-
Total Direct and Overlapping General Fund Debt			<u>4,590,262</u>
 Overlapping Tax Increment Debt (Successor Agency):	 15,891,064	 100.00%	 <u>15,891,064</u>
 Total Direct Debt			 -
Total Overlapping Debt			<u>46,739,736</u>
Combined Total Debt			<u>\$ 46,739,736</u> (2)

Ratios to 2015-16 Assessed Valuations:

Total Overlapping Tax and Assessment Debt	1.39%
Total Direct Debt	0.00%
Combined Total Debt	2.47%

Ratios to Redevelopment Successor Agency Incremental Valuation (1,009,194,715):

Total Overlapping Tax Increment Debt	1.57%
--------------------------------------	-------

AB:(\$500)

Notes:

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

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

Source: MuniServices, LLC

**CITY OF LEMOORE
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Gross Assessed Valuation	\$ -	\$ -	\$ -	\$ 1,738,391,085	\$ 1,785,765,491	\$ 1,766,784,131	\$ 1,779,460,577	\$ 1,692,195,526	\$ 1,821,475,629	\$ 1,889,711,695
Debt Margin Ratio (1)				3.75%	3.75%	3.75%	3.75%	3.75%	3.75%	3.75%
Debt Margin	\$ -	\$ -	\$ -	\$ 65,189,666	\$ 66,966,206	\$ 66,254,405	\$ 66,729,772	\$ 63,457,332	\$ 68,305,336	\$ 70,864,189
Less Outstanding General Obligation Bonds				0%	0%	0%	0%	0%	0%	0%
Net Debt Margin	\$ -	\$ -	\$ -	\$ 65,189,666	\$ 66,966,206	\$ 66,254,405	\$ 66,729,772	\$ 63,457,332	\$ 68,305,336	\$ 70,864,189

(1) California Government Code, Section 43605 sets debt limit as 15% The code section was enacted when assessed valuations were based on 25% of full market value. This has since changed to 100% of full market value. Thus, the limit shown is 3.75% (one-fourth the limit of 15%).

The City of Lemoore only has 7 years available for this table and has decided to present this statistical table as such.

**CITY OF LEMOORE
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Calendar Year	Population (1) City of Lemoore	Kings County				
		Population (1)	Personal Income (2) (thousands of dollars)	Per Capita Personal Income (2)	Unemployment Rate (3)	
2008	24,502	154,434	3,968,492	26,383	10.60%	
2009	23,859	151,816	3,978,531	26,170	14.20%	-3%
2010	24,531	152,982	3,792,920	24,908	16.10%	3%
2011	24,700	152,533	4,051,300	26,580	16.20%	1%
2012	24,559	151,060	4,516,364	29,701	15.30%	-1%
2013	24,979	150,537	4,491,688	29,679	13.50%	2%
2014	25,225	149,942	4,533,297	30,049	12.10%	1%
2015	25,325	149,721	4,864,335	32,371	10.50%	0%
2016	26,199	150,373	5,000,842 (4)	33,126	10.20%	3%
2017	26,369	149,537	5,135,686 (4)	34,287	8.40%	1%

- Sources:
- (1) California Department of Finance.
 - (2) U.S. Department of Commerce, Bureau of Economic Analysis (Kings County)
 - (3) California Employment Development Department.
 - (4) Per Capita Personal Income was computed using Census Bureau midyear population estimates. Estimates reflect county population estimates as of March 2016

**CITY OF LEMOORE
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR**

Business Name	2016-17	
	Number of Employees	Percent of Total Employment (%)
US Naval Air Station	5,758	48.80%
Leprino Foods CO (East & West locations)	1,308	11.08%
Lemoore Union Elementary School District *	323	2.74%
Lemoore Union High School District	230	1.95%
West Hills College-Lemoore	154	1.31%
Superior Truck Lines	120	1.02%
City of Lemoore **	119	1.01%
Kmart **	85	0.72%
Save Mart **	74	0.63%
Mc Donald's **	64	0.54%
Total Top Employers	8,235	69.79%
Total City Employment (1)	11,800	

Source: MuniServices, LLC

*Includes classified, certificated, and admin employees

** Includes full and part time

(1) Total City Labor Force provided by EDD Labor Force Data.

Note: Lemoore Naval Air Station (5,758) is a significant employer in the Lemoore area, however, they are not located within the City limits.

**CITY OF LEMOORE
FULL-TIME AND PART-TIME CITY EMPLOYEES
BY FUNCTION
LAST TEN FISCAL YEARS**

Function	FY 2007-08 Authorized Positions	FY 2008-09 Authorized Positions	FY 2009-10 Authorized Positions	FY 2010-11 Authorized Positions	FY 2011-12 Authorized Positions	FY 2012-13 Authorized Positions	FY 2013-14 Authorized Positions	FY 2014-15 Authorized Positions	FY 2015-16 Authorized Positions	FY 2016-17 Authorized Full Time Positions
City Manager	4.13	4.50	7.03	7.64	6.67	5.70	5.95	5.94	2.50	5.00
Finance Department	3.07	3.11	3.00	3.34	3.00	3.74	3.00	3.44	4.94	6.00
Public Works	2.70	2.70	2.70	2.70	2.70	2.70	3.75	3.75	3.00	7.00
Utility Department	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.75	6.01	3.00
Maintenance Division	10.65	9.10	6.90	10.68	7.15	11.76	8.15	12.95	5.82	3.00
Streets	5.25	5.37	4.89	0.22	0.00	0.00	0.00	0.00	3.00	3.00
Building Inspection	3.40	4.63	4.21	2.30	7.08	2.30	6.99	2.37	4.13	4.00
Police Department	39.68	39.67	40.59	37.17	37.34	37.09	38.73	40.73	48.35	39.00
Fire Department	1.68	1.64	1.46	1.40	1.36	1.25	1.25	1.25	0.50	0.00
Parks and Recreation Department	12.05	12.28	9.44	6.94	8.78	6.82	6.04	5.89	11.41	7.00
Planning Department	5.93	4.87	3.81	0.80	1.62	0.55	0.00	0.00	2.00	2.00
Water Department	10.40	13.47	13.30	12.94	16.33	12.79	15.46	11.92	19.22	12.50
Refuse Department	12.90	12.46	10.64	7.53	9.69	10.00	10.27	12.52	12.83	11.00
Sewer Department	10.33	10.60	11.54	9.75	10.65	10.65	11.85	12.68	13.20	11.50
Fleet Maintenance Department	4.66	5.48	4.24	3.33	3.20	3.30	3.53	3.66	3.57	3.00
Golf Course	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9.48	0.00	0.00
LLMD Department	5.49	3.96	0.50	0.12	0.00	0.00	0.00	0.00	0.00	0.00
Redevelopment Department	4.42	4.09	4.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	140.74	141.92	131.25	109.85	118.57	111.65	117.97	130.33	140.49	117.00

Source: City of Lemoore, Finance Department

**CITY OF LEMOORE
OPERATING INDICATORS
BY FUNCTION
LAST TEN FISCAL YEARS**

Function:	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public Safety:										
Police (1)										
Calls for Service	29,621	29,872	28,266	30,984	29,882	32,100	46,897	45,828	39,973	40,738
Citations	1,791	1,206	1,204	1,382	1,393	1,630	1,325	1,592	1,432	1,844
Cases assigned to detectives	299	292	307	420	305	544	2,622	2,844	1,013	206
Arrests	1,066	1,218	1,296	1,268	1,453	1,560	1,285	1,793	1,551	1,599
Fire (2)										
Calls for Service	1,403	1,359	1,465	N/A	907	1,854	1,736	1,694	1,655	1,863
Public Works (3)										
Miles of street resurfacing	0.00	1.01	7.55	2.34	18.72	12.41	12.86	1.47	0.00	0.00

(1) Source: City of Lemoore's Police Department.

(2) Source: City of Lemoore's Fire Department.

(3) Source: City of Lemoore's Public Works Department.

**CITY OF LEMOORE
CAPITAL ASSET STATISTICS
BY FUNCTION
LAST TEN FISCAL YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Public Safety:										
Police Stations*	1	1	1	1	1	1	1	1	1	1
Fire Stations*	2	2	2	2	2	2	2	2	2	2
Community Development & Community Services:										
Parks and Open Space- Acreage	117	117	117	117	117	117	117	117	117	117
Community Center	1	1	1	1	1	1	1	1	1	1
Library (County)	1	1	1	1	1	1	1	1	1	1
Historic Stowe House	37	37	37	37	37	37	37	37	37	37
Elementary Schools (K-8)	8	8	8	8	8	8	8	8	8	8
Middle Schools (6-8)	1	1	1	1	1	1	1	1	1	1
High Schools (9-12)	3	3	3	3	3	3	3	3	3	3
College	1	1	1	1	1	1	1	1	1	1
Private Schools	2	2	2	2	2	2	2	2	2	2
Public Works:										
Area of City (square miles)	8.84	8.84	8.84	8.84	8.84	8.84	8.84	8.84	8.84	8.84
Miles of streets										
Number of Street lights (1)	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433	1,433
Number of vehicles (city wide)	85	110	113	107	111	118	132	108	111	126

Source: Various City of Lemoore Departments

**CITY OF LEMOORE
TAXABLE SALES BY CATEGORY
LAST TEN CALENDAR YEARS
(IN THOUSANDS OF DOLLARS)**

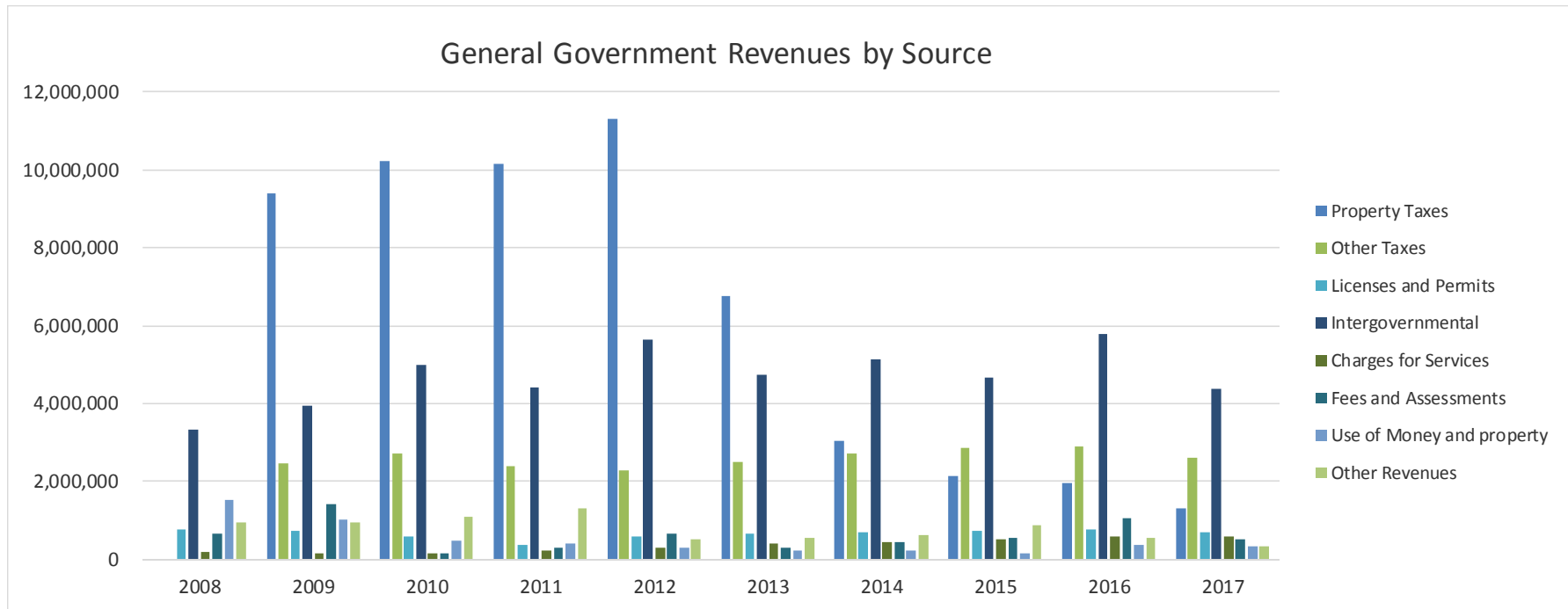
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Apparel Stores	\$ 382	\$ 348	\$ 390	\$ 281	\$ 599	\$ 639	\$ 681	\$ 559	\$ 346	\$ 337
Food Stores	9,121	9,272	9,482	9,671	9,696	10,782	11,553	11,767	12,433	7,874
Eating and Drinking Places	19,163	19,028	18,679	18,758	21,186	21,750	24,710	26,086	27,766	28,608
Building Materials	5,017	4,702	4,862	5,661	5,238	4,778	5,176	6,699	4,683	5,762
Auto Dealers and Supplies	18,150	12,721	7,860	8,164	9,390	9,916	10,702	10,508	10,804	13,509
Service Stations	28,163	30,450	25,344	29,167	35,073	35,102	37,653	39,520	32,458	31,684
Other Retail Stores	35,752	31,917	30,256	28,044	27,473	28,432	29,108	29,359	29,251	31,178
All other Outlets	<u>66,628</u>	<u>86,852</u>	<u>68,976</u>	<u>62,196</u>	<u>78,171</u>	<u>92,014</u>	<u>92,897</u>	<u>86,970</u>	<u>72,282</u>	<u>63,215</u>
Total Direct Rate	<u>\$182,376</u>	<u>\$195,290</u>	<u>\$165,849</u>	<u>\$161,942</u>	<u>\$186,826</u>	<u>\$203,413</u>	<u>\$212,480</u>	<u>\$211,468</u>	<u>\$190,022</u>	<u>\$182,167</u>

Source: State of California Board of Equalization and The HdI Companies

Note: Due to confidentiality issues, the names of the ten largest revenue payer are not available, The categories presented are intended to provide alternative information regarding the sources of the City's revenue

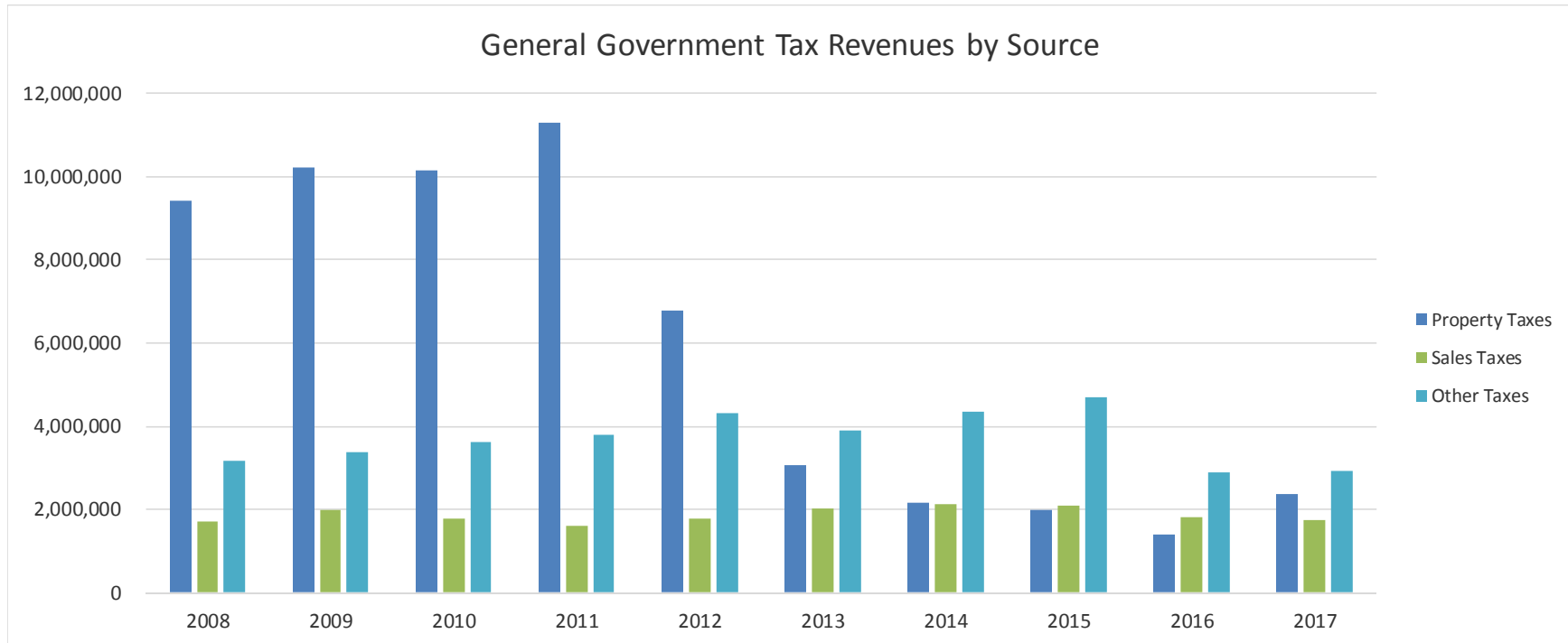
**CITY OF LEMOORE
GENERAL GOVERNMENT REVENUES
BY SOURCE
LAST TEN FISCAL YEARS**

Fiscal Year	Property Taxes	Other Taxes	Licenses and Permits	Intergovernmental	Charges for Services	Fees and Assessments	Use of Money and property	Other Revenues	Total
2008	9,403,666	2,464,134	763,657	3,342,780	193,023	670,077	1,513,388	961,704	19,312,429
2009	10,210,173	2,719,047	749,987	3,948,971	154,741	1,424,248	1,021,490	936,751	21,165,408
2010	10,144,716	2,409,957	586,583	4,977,496	166,355	146,596	497,277	1,091,559	20,020,539
2011	11,309,161	2,293,676	380,851	4,402,488	236,895	298,824	393,764	1,294,820	20,610,479
2012	6,745,624	2,484,776	601,682	5,644,429	308,408	653,299	294,163	511,698	17,244,079
2013	3,053,995	2,706,573	665,896	4,729,214	399,471	304,094	211,195	555,868	12,626,306
2014	2,128,660	2,877,392	689,558	5,149,163	458,129	462,662	216,489	618,937	12,600,990
2015	1,978,931	2,881,451	725,821	4,654,689	500,426	564,602	173,184	878,158	12,357,262
2016	1,308,832	2,610,203	788,015	5,776,858	576,245	1,068,265	355,255	536,987	13,020,660
2017	2,290,741	2,573,569	700,510	4,376,654	576,716	525,879	338,464	352,996	11,735,529



**CITY OF LEMOORE
GENERAL GOVERNMENT TAX REVENUE
BY SOURCE
LAST TEN FISCAL YEARS**

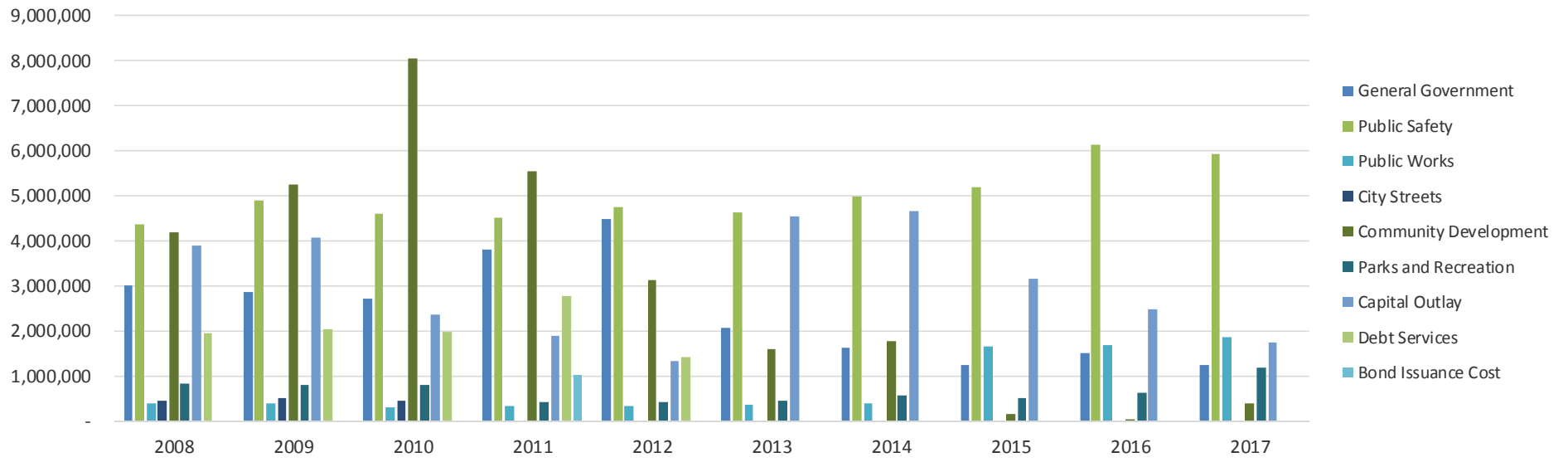
Fiscal Year	Property Taxes	Sales Taxes	Other Taxes	Total
2008	9,413,719	1,730,663	3,166,748	14,311,130
2009	10,225,746	1,979,203	3,385,656	15,590,605
2010	10,147,859	1,768,904	3,621,897	15,538,660
2011	11,312,419	1,597,534	3,786,700	16,696,653
2012	6,767,250	1,768,113	4,303,681	12,839,044
2013	3,069,388	2,014,040	3,888,353	8,971,781
2014	2,156,929	2,122,348	4,341,569	8,620,846
2015	1,990,281	2,081,582	4,690,086	8,761,949
2016	1,395,750	1,821,904	2,883,110	6,100,764
2017	2,379,421	1,752,910	2,915,384	7,047,715



**CITY OF LEMOORE
GENERAL GOVERNMENT EXPENDITURES
BY SOURCE
LAST TEN FISCAL YEARS**

Fiscal Year	General Government	Public Safety	Public Works	City Streets	Community Development	Parks and Recreation	Capital Outlay	Debt Services	Bond Issuance Cost	Total
2008	3,015,382	4,356,897	389,709	451,519	4,190,892	828,596	3,891,366	1,951,294	-	19,075,655
2009	2,854,211	4,906,949	381,075	517,262	5,264,786	811,872	4,084,111	2,042,171	-	20,862,437
2010	2,725,266	4,602,554	300,608	456,177	8,041,554	793,389	2,366,274	1,993,179	-	21,279,001
2011	3,798,765	4,503,385	345,426	-	5,533,770	408,167	1,884,348	2,765,756	1,009,397	20,249,014
2012	4,482,387	4,755,182	339,296	-	3,128,090	414,165	1,339,845	1,415,869	-	15,874,834
2013	2,067,528	4,639,315	354,785	-	1,609,414	462,244	4,536,290	-	-	13,669,576
2014	1,628,021	4,979,815	401,503	-	1,775,792	578,425	4,669,389	-	-	14,032,945
2015	1,251,489	5,189,952	1,651,697	-	158,909	524,344	3,154,886	-	-	11,931,277
2016	1,519,628	6,146,235	1,674,726	-	14,675	630,886	2,479,736	-	-	12,465,886
2017	1,238,040	5,925,328	1,870,748	-	407,140	1,180,409	1,747,183	-	-	12,368,848

General Government Expenditures by Source



**CITY OF LEMOORE
NAVY ACTIVE DUTY, RESERVISTS,
GUARDS, AND CIVILIANS AT
NAVAL AIR STATION
LEMOORE, CA**

Source: DMDC UICSS

Source: DMDC Self-Service

As of 31 October 2017

BASE NAME	SERVICE / COMPONENT	SERVICE MEMBER COUNT
LEMOORE NAS	NAVY ACTIVE DUTY ENLISTED	3,833
LEMOORE NAS	NAVY ACTIVE DUTY OFFICER	808
LEMOORE NAS	NAVY SELECTED RESERVE ENLISTED	497
LEMOORE NAS	NAVY SELECTED RESERVE OFFICER	55
LEMOORE NAS	NAVY APF CIVILIAN	340
LEMOORE NAS	NAVY NAF CIVILIAN	225
	TOTAL	5,758

Disclaimer: Defense Manpower Data Center (DMDC) owns the data provided in this report. This office claims no ownership of any kind, expressed or implied of the information therein.

Source : NAS Lemoore Offices.

The City decided to only provide one year of dates for this statistic