

CITY OF



CALISTOGA, CALIFORNIA



COMPREHENSIVE ANNUAL  
FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2020

# CITY OF CALISTOGA, CALIFORNIA

**Comprehensive Annual Financial Report  
For the  
Fiscal Year Ended June 30, 2020**



**Prepared by the Administrative Services Department**

CITY OF CALISTOGA, CALIFORNIA  
 Comprehensive Annual Financial Report  
 For the  
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# INTRODUCTORY SECTION

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SILVER ROSE

# CITY OF CALISTOGA

1232 Washington Street • Calistoga, CA 94515  
707.942.2800



December 31, 2020

The Honorable Mayor, Members of the City Council and Citizens of Calistoga

We hereby submit the Comprehensive Annual Financial Report, or CAFR, of the City of Calistoga for the fiscal year ended June 30, 2020. The fiscal year covers financial transactions from July 1, 2019 to June 30, 2020 on a modified or full accrual basis, depending on the fund type. The City follows a policy of preparing a complete set of financial statements in conformity with accounting principles generally accepted in the United States of America after the end of each fiscal year. An independent licensed certified public accounting firm audits these financial statements.

City management assumes full responsibility for the completeness and reliability of all the information presented in this report. We have established a comprehensive internal control framework that when followed, is designed both to protect the City's assets from loss, theft, or misuse and to provide sufficient reliable information for the City of Calistoga's financial statements in conformity with U.S. generally accepted accounting principles. The cost of internal controls should not out-weigh associated benefits and the internal controls have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

## **Auditor's Report Summary**

R.J. Ricciardi, Inc., a licensed and certified public accounting firm, has audited the City of Calistoga's financial statements. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Calistoga for the fiscal year ended June 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management and; evaluating the overall financial statement presentation. R.J. Ricciardi, Inc., has concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified audit opinion that the City of Calistoga's financial statements for the fiscal year ended June 30, 2020 are fairly presented in conformity with U.S. generally accepted accounting principles. The independent auditor's report is presented as the first component of the financial section of this report.

## **Comprehensive Annual Financial Report (CAFR)**

This CAFR contains financial information and data using the new financial reporting format established for governments by the Governmental Accounting Standards Board (GASB). The GASB sets accounting and financial reporting standards for governments in the United States of America. The financial reporting standards require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of Calistoga's MD&A can be found immediately following the report of the independent auditors.



## **PROFILE OF THE CITY AND ITS OPERATIONS**

The City of Calistoga was incorporated in 1886 as a general law city in the County of Napa, State of California. The City is established as a Council-Manager form of local government and governed by an elected Mayor and a four-member City Council. The Council is responsible, among other matters, for passing ordinances, adopting the City budget, appointing committees, and hiring the City Manager and City Attorney. The Council is elected on a non-partisan basis. Council members serve four-year staggered terms, with two members elected every two years. The Mayor is elected to serve a two-year term.

The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the daily operations of the City, hiring department directors, appointing all other employees, and otherwise managing daily operations of the City.

The City of Calistoga provides a full range of services including; police and fire protection; planning activities, code enforcement and building inspections; parks facilities, aquatics and recreation programs; construction and maintenance of streets, public buildings and other infrastructure facilities; cemetery, water production and distribution; and wastewater collection, treatment and recycling. The City Council also exercises oversight of Calistoga Public Facilities Corporation; a non-profit public benefit corporation for the financing of City facilities and equipment, and this component unit is included in the City's financial statements as part of the primary governmental reporting entity.

The City of Calistoga is located about 75 miles north of San Francisco in the northern part of Napa County. The City is approximately 2.6 square miles with an estimated population of 5,348 as of January 1, 2020. However, an additional surrounding population of 2,000 to 3,000 is considered part of the greater Calistoga community. The 2010 US Census reflects an ethnic diversity with 49% of the population white, 49% Hispanic and 2% other non-white. The median age is 38.2 years and almost 25% of the population is over 60 years. The median income is \$50,128 with an estimated 30% employed in management, professional or related occupations, 31% in services, 13.5% in sales or office and 25.5% in other occupations. An estimated 85% have a high school education and 29% have a bachelor's degree or higher. Of the 2,295 housing units an estimated 24% are mobile homes. The City has a diverse population with income, housing and employment reflecting a tourist, wine producing and retirement community.

The Napa Valley is one of the world's premier grape growing and wine producing regions and draws thousands of tourists each year to the area. Samuel Brannan, a California pioneer, and entrepreneur founded the Calistoga community in 1860's, as a tourist health resort with the natural geothermal water in the area. The City's primary economic base is still tourism. The vineyards and commercial wineries, fine shops, cafes and restaurants, world famous mineral hot springs and tourist accommodations featuring mud baths and spa treatments and scenic valley mountains, all combine to make the City of Calistoga a place to visit for tourists from around the world. The mild climate and beauty of the area has also drawn retirees to three large mobile home parks in the City.

## **DISCUSSION OF FACTORS AFFECTING FINANCIAL CONDITION**

The information presented in the CAFR is perhaps best understood when it is considered in relationship to the City's specific environment and the City's plans.

## **Local Economy**

As discussed previously, the City of Calistoga's local economy is primarily related to agriculture, wine production, tourism, and health services. The City has a stable assessed valuation base which continues increasing property tax revenue collections. The taxable sales base is primarily centered on restaurants and other tourist related products. The 36 lodging facilities range from small bed and breakfasts inns to large resorts with geothermal spas and other health treatments. These lodging facilities generate the largest single source of annual revenue to the City from transient occupancy tax, in addition to generation of sales and property tax.

About 75% of the City's general fund revenues come from the local transient occupancy tax, sales tax, and property taxes. As the City looks ahead to Fiscal Year 2020-21, the external factor of COVID-19 and the instability of the economy revenues in the Fiscal Year 2020-21 Budget has been scaled back by approximately 28% or \$3 million in the General Fund.

## **Budget**

The City's budget serves as the base for the City's financial planning and control systems. The annual budget begins on July 1<sup>st</sup> and ends on June 30<sup>th</sup> and is approved by City Council every May or June. Throughout the fiscal year, City Council reviews and updated budget projections to ensure fiscal accountability. All City departments submit budget updates and requests to the City Manager each spring in preparation of the budget. The City Manager uses this information, as well as revenue and expenditure forecasts, to develop a proposed budget. The City Manager presents a proposed budget to the City Council in May or June. The City Council holds public hearings on the proposed budget, provides input and feedback and then finally adopts an annual budget resolution. The budget is adopted by fund at the department and project levels. The Council periodically reviews during the fiscal year the City's actual financial activity in relationship to the original budget, and as necessary amends the original budget to reflect changing conditions.

Budget to actual comparisons are provided in this report for each governmental fund for which an appropriated annual budget has been adopted. The general fund's comparison, a major fund under the new reporting standards, is presented as required supplementary information in a separate section of this report immediately following the notes to the financial statements. For the City's other governmental-type funds a budget to actual comparison schedule is presented as optional information in the section of this report containing combining financial statements and individual fund schedules,

## **Long-Term Financial Planning**

In 2020, the City experienced from the prior year a 27% decline from transient occupancy and 1% from sales taxes. Improvements and rehabilitation of existing lodging facilities accompanied with the addition of new facilities helped to offset the decline in transient occupancy tax from March through June.

The City experienced a net taxable value increase of 14.7% for the Fiscal Year 2019-20 tax roll, which was somewhat more than the increase experienced countywide at 6.5%. The assessed value increase between Fiscal Year 2018-19 and Fiscal Year 2019-20 was \$154 million. The change attributed to the 2% Proposition 13 inflation adjustment was \$18.8 million, which accounted for 12% of all growth experienced in the City.

Transfers of ownership and new improvements were the drivers of individual parcel growth between roll years. The largest assessed value increase was reported on a commercial parcel owned by Silver Rose Property Owner LP. The parcel, which is the site of the Four Seasons, has been reappraised adding over \$61 million to the roll. New development and improvements by the Resort at Indian Springs, LLC added \$8 million in value.

Current median home prices, in many regions, are at or above the pre-recession peak values. In the past year, the number of sales has generally declined and growth in median sales prices has flattened in most areas of the State. Despite the moderation of growth in sales prices and somewhat lower mortgage rates, affordability remains a concern, particularly in coastal regions. The median sales price of a detached single-family residential home in Calistoga from January through October 2019 was \$697,500. This represents a \$2,500 (-.4%) decrease in median sales price from 2018.

The City has a very stable property valuation base due to the growth management program and the nature of the community housing stock and ownership. However, even with the economic cautions, a conservative projection of slight growth in the primary general fund revenue sources should be sufficient to fund the projected growth in general municipal operations.

For Fiscal Year 2019-20, the City's general fund will have a fund balance of about \$7.1 million as compared to \$7.9 million in June 2019 and \$8.3 million in June 2018. Of the \$7.1 million approximately \$.7 million is non-spendable. The remaining \$6.4 million is available for spending in Fiscal Year 2020-21.

The reason for the decrease in the general fund balance was due mainly to COVID-19 and the shelter-in-place that began in March 2020 in addition to the increase in free recreation programs offered, legal costs and day-to-day operations and maintenance of city programs.

At June 30, 2019 the net pension liability amount was \$9.3 million and at June 30, 2020 the amount is \$9.0 million. By contributing \$1.0 million in Fiscal Year 2018-19 the net pension liability decreased by \$.3 million. There was a partially offsetting increase in liability mainly due to risk pool's actual experience for the year being different than assumed, including the impact of CalPERS change in valuation systems. Due to the decline in revenues, the City was not able to contribute any additional funds to the net pension liability, as has been done in prior years.

For Fiscal Year 2019-20 the City had an operating income loss of \$0.014 million for the enterprise funds as compared to \$0.2 million in Fiscal Year 2018-19. The decrease was attributable to increase in utility rates and one-time revenues. Total revenue for the enterprise funds was \$7.6 million as compared to \$8.7 million in Fiscal Year 2018-19. In Fiscal Year 2019-20 the City was granted \$.7 million in grants and contributions as opposed to \$2.5 million received in Fiscal Year 2018-19. City staff is awaiting grant award approvals in an amount not to exceed \$14 million. If successful, some of the projects to be undertaken will include Kimball Intake and Drain Valve, Scada upgrades, Dunaweal Pump station and Conn Creek Waterline relocation.

The City's financial outlook for Fiscal Year 2020-21 remains unpredictable but appears to be improving with the State transitioning to Stage 3. With the exception of the 50% General Fund Reserve the proposed budget meets and/or exceeds all of the City Council's established goals and policies related to finance and addresses key Council initiatives related to infrastructure, programs, and community support.

The impacts from the COVID-19 pandemic are significant and highly variable. Fortunately, the City has a modest reserve, which when combined with strategic cuts will carry us through the next Fiscal Year. All current vacancies will remain unfilled and unfunded. Key positions going unfilled include the Senior Planner, Associate Engineer, Utility Operator, Code Enforcement Officer and Recreation Coordinator. If future vacancies occur, they will be filled only if the position is critical for public safety or health.

The proposed budget provides for fully staffed Police and Fire Departments, including part-time Fire Fighter positions to respond to PSPS events, red-flag warnings, and possible strike team requests.

There are potential demands and threats to the City finances that are not specifically addressed in the Fiscal Year 2020-21 budget. These include impacts from future PSPS events, fire threats or other acts of nature (flood, earthquake, etc.), any extension of the shelter in place order, hotel occupancy less than projected, or significant default on utilities bills.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Calistoga for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ending June 30, 2019. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable program requirements. The City has received the award for the last eight fiscal years since June 30, 2012.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe our current CAFR continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance and other departments. We would like to express our appreciation to all members of the departments who assisted and contributed to the preparation of this report. Credit must also be given to the City Council and the Management staff for their continued support for maintaining the highest standards of professionalism in the management of the City of Calistoga's financial affairs.

Respectfully submitted,



Michael Kirn  
City Manager



Gloria Leon  
Administrative Services Director/City Treasurer

**CITY OF CALISTOGA, CALIFORNIA  
PRINCIPAL CITY OFFICIALS  
AS OF JUNE 30, 2020**

**Elected Officials**

**City Council**

Chris Canning  
Michael Dunsford  
Gary Kraus  
Irais Lopez-Ortega  
Donald Williams

Mayor  
Vice Mayor  
Councilmember  
Councilmember  
Councilmember

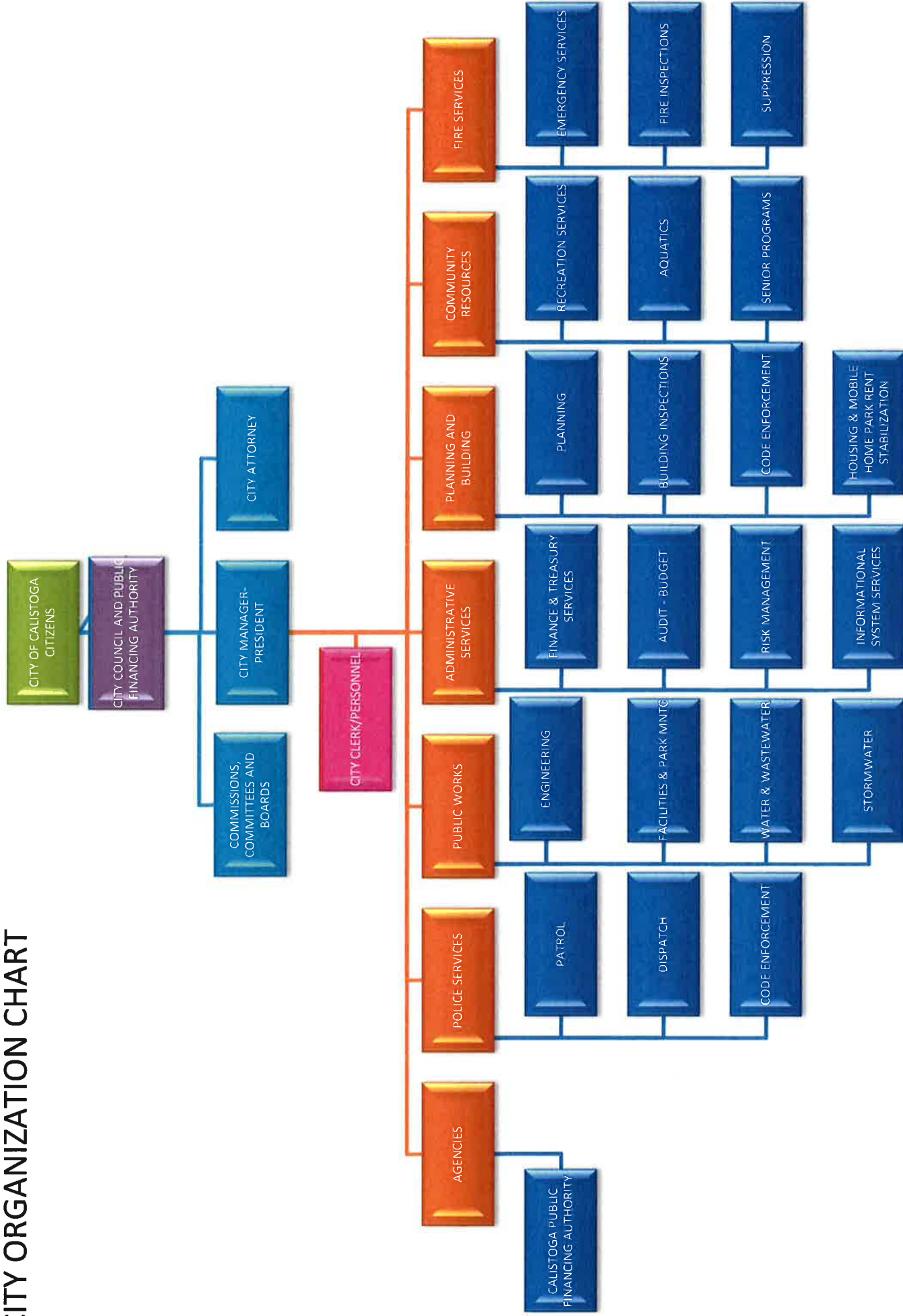
**Appointed Officials**

**City Management Staff**

Michael Kirn  
Michelle Marchetta Kenyon  
Mitch Celaya  
Zach Tusinger  
Steve Campbell  
Kendall Rose Granucci  
Gloria Leon  
Derek Rayner, P.E.

City Manager  
City Attorney  
Police Chief  
Planning & Building Director  
Fire Chief  
City Clerk  
Administrative Services Director/City Treasurer  
City Engineer & Public Works Director

# FISCAL YEAR 2019/20 CITY ORGANIZATION CHART





Government Finance Officers Association

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

Presented to

**City of Calistoga  
California**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO

# FINANCIAL SECTION

## MANAGEMENT'S DISCUSSION AND ANALYSIS, BASIC FINANCIAL STATEMENTS, AND NOTES TO THE FINANCIAL STATEMENT

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PIONEER BRIDGE



R. J. RICCIARDI, INC.  
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and  
Members of the City Council  
City of Calistoga  
Calistoga, 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 Calistoga, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the City of Calistoga'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, we consider internal control relevant to City of Calistoga'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 of Calistoga's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Calistoga, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

*Required Supplementary Information*

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

*Other Information*

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

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures, 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 information is fairly stated, in all material respects in relation to the financial statements as a whole.

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

*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2020, on our consideration of City of Calistoga'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 the effectiveness of the City of Calistoga's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

*R. J. Ricciardi, Inc.*

R. J. Ricciardi, Inc.  
Certified Public Accountants

San Rafael, California  
December 31, 2020

This section of the *City of Calistoga's* annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year that ended on June 30, 2020. Please read it in conjunction with the City's accompanying transmittal letter, the basic financial statements, and the accompanying notes to these financial statements, which follow this section.

## **FINANCIAL HIGHLIGHTS**

- The City's total net position increased by about \$0.7 million over Fiscal Year 2018-19 after conducting all City operations. This was due to assets exceeding liabilities.
- As of June 30, 2020, the assets of the City's Governmental Activities exceeded its liabilities at the close of the fiscal year by \$34.4 million (net position). Of that amount \$25.4 million was invested in capital assets net of related debt. Restricted funds account for \$9.5 million for capital projects, public safety, streets, and housing. Unrestricted net position is about (\$0.6) million.
- City total assets increased by \$0.6 million to \$82.4 million, of which \$46.0 million represented governmental assets and \$36.4 million represented business-type assets.
- City total liabilities decreased by \$1.2 million to \$28.2 million, of which \$12.8 million were governmental liabilities and \$15.4 were business-type liabilities. Primary reason for decrease is repayment of annual debt service.
- Overall City-wide revenues from all governmental and business-type activities decreased by \$3.2 million compared to Fiscal Year 2018-19 for a total of \$20.9 million. Charges for Services increased by \$0.6 million; Transient occupancy taxes decreased by \$1.7 million and property, sales and other taxes remained stable at \$3.7 million. Business-type activity revenues from grants and contributions decreased by \$1.8 million from the prior year. All the decreases were primarily due to COVID-19 and the shelter-in-place commencing March 2020.
- The City's total expense from all programs in Fiscal Year 2019-20 increased by \$1.4 million compared to Fiscal Year 2018-19. This was due in large part to the increase in free recreation programs offered, legal costs, and day-to-day operations and maintenance in all city departments.
- City's total deferred outflow of resources decreased by \$1.4 million to \$3.8 million, of which \$2.8 million represented governmental outflows and \$1.0 million represented business-type outflows.
- City's total deferred inflow of resources decreased by \$0.2 million as a result of the accrual of pension and other post-employment benefits (OPEB) related amounts. More information on pension and OPEB accounting can be found in the Notes starting on page 46.
- The General Fund reported a fund balance of \$7.1 million at the end of the Fiscal Year 2019-20. Of this amount \$0.7 million is non-spendable.
- The City business-type funds ended Fiscal Year 2019-20 with net position of \$21.5 million, most of which is invested in the water and wastewater facilities and systems (net of related debt).
- The City business-type funds ended the Fiscal Year 2019-20 with an operating income loss of \$0.01 million as compared to a loss of \$0.2 million in Fiscal Year 2018-19.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of five parts – a *management's discussion and analysis* (this section), the *basic financial statements*, *required supplementary information*, an optional section that presents *combining statements* for nonmajor governmental funds and budget to actual comparison statements and a *statistical* section. The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are *government-wide financial statements* that provide both long-term and short-term information about the City's *overall* financial status.
- The remaining statements are *fund financial statements* that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
  - The *governmental funds* statements tell how *general government* services like public safety, general government, community services, public works and other services were financed in the *short term* as well as what remains for future spending.

**MANAGEMENT’S DISCUSSION AND ANALYSIS**

- *Proprietary fund* statements offer *short-* and *long-term* financial information about the activities the government operates, such as the City's water/wastewater systems.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. In addition to these required elements, we have included a section with combining statements that provide details about our non-major funds, each of which are added together and presented in single columns in the basic financial statements. Also included are optional budgetary comparison statements for the City's non-major governmental funds.

Figure A-1 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

**Figure A-1  
Major Features of City of Calistoga  
Government-Wide and Fund Financial Statements**

	Fund Statements		
	Government-Wide Statements	Governmental Funds	Proprietary Funds
<b>Scope</b>	Entire City government	The activities of the City that are not proprietary or fiduciary, such as police, fire, streets, general government, and community services	Activities the City operates similar to private businesses: the water and wastewater systems
<b>Required financial statements</b>	> Statement of net position > Statement of activities	> Balance sheet > Statement of revenues, expenditures, and changes in fund balances	> Statement of net position > Statement of revenues expenses, and changes in net position > Statement of cash flows
<b>Accounting basis and measurement focus</b>	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
<b>Type of asset/liability information</b>	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
<b>Type of inflow/outflow information</b>	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

**Government-wide Statements**

The government-wide statements present the total financial picture of the City and provide readers with a broad view of the City’s finances using accounting methods similar to those used by private-sector companies. The statement of net position includes *the entire* City's’ assets and liabilities. All the current year’s revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's *net position* and how they have changed. Net position – the difference between the City's assets and liabilities – is one way to measure the City's financial health, or *position*. Over time, increases or decreases in the City's net position are an indicator of whether its financial health is improving or deteriorating, respectively.

The government-wide financial statements of the City are reported in two categories:

- *Governmental activities* – All of the City's basic services are included here, such as general government, police, fire, streets, public works, and community services. Property taxes, sales taxes, transient occupancy taxes, special and other taxes, user charges and fees and state, local and federal grants finance these activities.
- *Business-Type activities* - The City charges fees to customers to help cover the costs of certain services. The City's water and wastewater enterprises are reported here.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant funds – not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

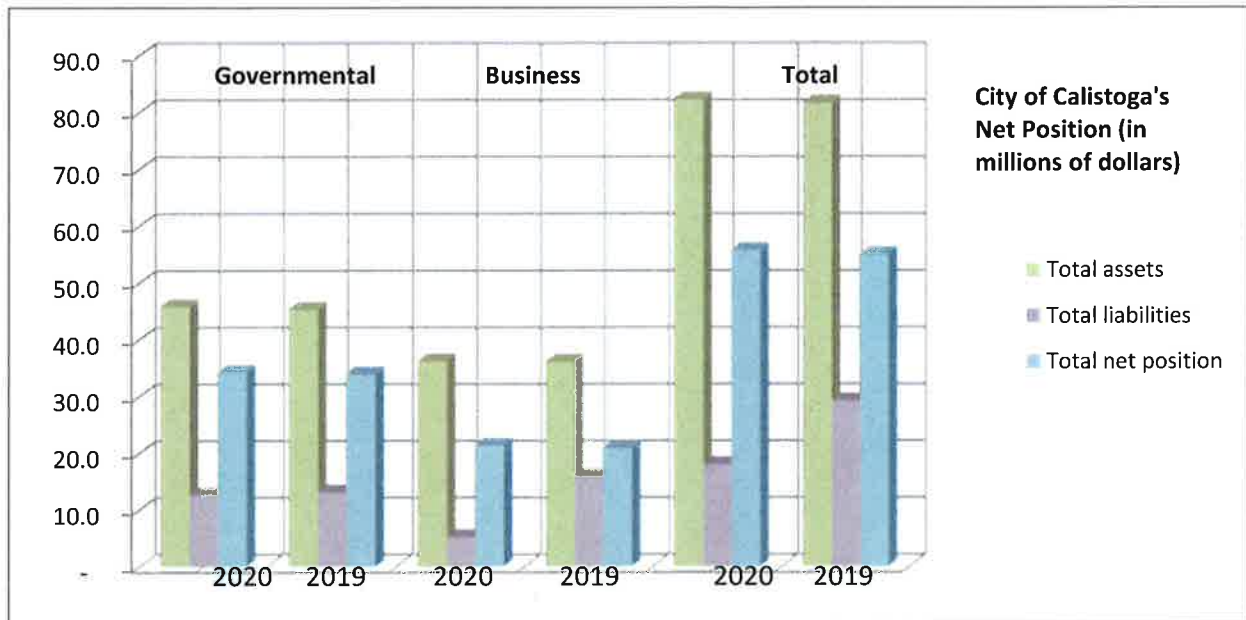
- The City's major governmental funds, the General Fund, HOME Grant Fund, CDBG Open Grant Fund and Capital Lease Projects Funds are reported in separate columns and all other non-major governmental funds are aggregated in a single column. The City's water and wastewater funds are reported separately each as a major fund.
- The City Council establishes other funds to control and manage money for particular purposes (such as restricted donations). Some funds are maintained to demonstrate that the City is properly using certain specific fees for their intended purpose (such as landscape maintenance fees).
- Other funds are maintained for similar purposes but in addition demonstrate the City's ability to repay its long-term debt obligations, such as capital lease obligations

The City has two kinds of funds:

- *Governmental funds* – The City's basic services are included in governmental funds, which focus on (1) *how cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed *short-term view* that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statement, or on the subsequent page, that explains the relationship (or differences).
- *Proprietary funds* - The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions reported as business-type activities in the government-wide financial statements, the City's water, and wastewater operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Calistoga's various functions. The City uses an internal service fund to account for its fleet of vehicles and equipment. Because these services predominately benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements. Proprietary funds provide the same type of information as the government-wide statements, only in more detail. The proprietary fund statements provide separate information for the City's water and wastewater operations, both of which are considered to be major funds of the City. The internal service funds are presented in a separate column alongside the totals for the City's proprietary enterprise funds.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

**Net Position.** The City's combined net position increased by \$0.7 million between Fiscal Year 2018-19 and Fiscal Year 2019-20 to \$ 55.9 million.



**Table A-1**  
**City of Calistoga's Net Position**  
(in millions of dollars)

	Governmental Activities		Business-type Activities		Fiscal Year Totals		Total Percentage Change
	2020	2019	2020	2019	2020	2019	2019 TO 2020
Current and other assets	\$ 17.9	\$ 18.1	\$ 3.0	\$ 2.8	\$ 20.9	\$ 20.9	0.0%
Capital assets	28.1	27.4	33.4	33.5	61.5	60.9	1.0%
<b>Total assets</b>	<b>46.0</b>	<b>45.5</b>	<b>36.4</b>	<b>36.3</b>	<b>82.4</b>	<b>81.8</b>	<b>0.7%</b>
Deferred outflows- loss of refunding	-	-	0.1	0.1	0.1	0.1	
Deferred outflows - pension	2.6	3.7	0.9	1.4	3.5	5.1	-31.1%
Deferred outflows - OPEB	0.2	0.1	-	-	0.2	0.1	0.0%
Long-term debt outstanding	2.2	2.5	11.3	12.1	13.5	14.6	-7.5%
Other liabilities	10.6	10.8	4.1	4.0	14.7	14.8	-0.7%
<b>Total liabilities</b>	<b>12.8</b>	<b>13.3</b>	<b>15.4</b>	<b>16.1</b>	<b>28.2</b>	<b>29.4</b>	<b>-4.1%</b>
Deferred inflows - pension	1.2	1.3	0.5	0.6	1.7	1.8	0.0%
Deferred inflows - OPEB	0.5	0.5	-	-	0.5	0.5	0.0%
<b>Net position</b>							
Net Invested in capital assets	25.4	24.5	21.4	20.6	46.8	45.1	3.6%
Restricted	9.5	8.8	-	-	9.5	8.8	8.3%
Unrestricted	(0.5)	0.8	0.1	0.4	(0.4)	1.3	-130.5%
<b>Total net position</b>	<b>\$ 34.4</b>	<b>\$ 34.1</b>	<b>\$ 21.5</b>	<b>\$ 21.1</b>	<b>\$ 55.9</b>	<b>\$ 55.2</b>	<b>1.3%</b>

\*\*\*due to rounding figures are not exact

**Changes in Net Position**

The City's Fiscal Year 2019-20 total revenues of \$20.9 million was less than in Fiscal Year 2018-19. There was an increase of 8.1% for charges for services, due to increased utility rates; 7% more in operating grants and contributions due partly to a CDBG Grant; and a 26.8% decrease in transient occupancy tax due to the commencement of COVID-19 in March 2020 and still viable in the community with less hotel stays. During Fiscal Year 2019-20 approximately 38% of the City's total revenue came from various taxes including property, sales, and transient occupancy as opposed to a total of 40% in Fiscal Year 2018-19. Property taxes increased by 14%, whereby the City received \$0.3 million, a one-time educational revenue augmentation (ERAF) payment. The total cost of all programs and services in Fiscal Year 2019-20 was \$20.2 million an increase of 7.3% from Fiscal Year 2018-19 and includes a wide range of services such as police and fire protection, streets, public works, general administration, community services, water and wastewater operations. Largest contributors to the increase was public safety, community services, housing, and public works. (See Table A-2).

<b>Table A-2</b>								
<b>Changes in the City of Calistoga's Net Position</b>								
(in millions of dollars)								
Governmental Activities		Business-type Activities		Fiscal Year Totals		Total Percentage Change		
2020	2019	2020	2019	2020	2019	2020	2019	2019 TO 2020
<b>Revenues</b>								
Program revenues								
Charges for services	\$ 2.1	\$ 2.1	\$ 6.8	\$ 6.1	\$ 8.8	\$ 8.2		8.1%
Operating Grants and contributions	2.6	2.4	-	-	2.6	2.4		7.0%
Capital Grants and contributions	0.2	0.4	0.7	2.5	0.9	2.9		-69.2%
General revenues								
Transient occupancy taxes	4.7	6.4	-	-	4.7	6.4		-26.8%
Property, Sales and other taxes	3.7	3.7	-	-	3.7	3.7		0.8%
Other	0.1	0.4	0.1	0.1	0.2	0.6		-58.2%
<b>**Total revenues</b>	<b>13.3</b>	<b>15.4</b>	<b>7.6</b>	<b>8.7</b>	<b>20.9</b>	<b>24.1</b>		<b>-13.1%</b>
<b>Expenses</b>								
General government	2.3	2.6	-	-	2.3	2.6		-13.4%
Public safety	5.6	5.0	-	-	5.6	5.0		13.0%
Community services	1.0	0.8	-	-	1.0	0.8		23.8%
Housing	0.6	0.4	-	-	0.6	0.4		27.9%
Recreation services	0.5	0.5	-	-	0.5	0.5		-2.0%
Public works	2.2	1.9	-	-	2.2	1.9		15.0%
Planning & building	0.7	0.8	-	-	0.7	0.8		-3.9%
Water	-	-	3.7	3.6	3.7	3.6		3.9%
Wastewater	-	-	3.4	3.1	3.4	3.1		12.5%
Other	0.1	0.1	-	-	0.1	0.1		-14.3%
<b>**Total expenses</b>	<b>13.0</b>	<b>12.2</b>	<b>7.1</b>	<b>6.7</b>	<b>20.2</b>	<b>18.8</b>		<b>7.3%</b>
<b>Excess (deficiency) before transfers and Special Items</b>								
	0.3	3.2	0.5	2.0	0.8	5.2		-83.8%
<b>Transfers</b>								
	(0.0)	(0.4)	0.0	0.4	-	-		
<b>Increase(decrease) in net position</b>								
	0.3	2.9	0.5	2.3	0.8	5.2		-83.8%
<b>Net position, beginning</b>								
	34.1	31.2	21.0	18.6	55.1	49.8		10.6%
<b>Prior Period Adjustment</b>								
	0.0	0.0	0.0	0.1	-	0.1		
<b>**Net position, ending</b>	<b>\$ 34.4</b>	<b>\$ 34.1</b>	<b>\$ 21.5</b>	<b>\$ 21.0</b>	<b>\$ 55.9</b>	<b>\$ 55.1</b>		<b>1.6%</b>

\*\*due to rounding figures are not exact

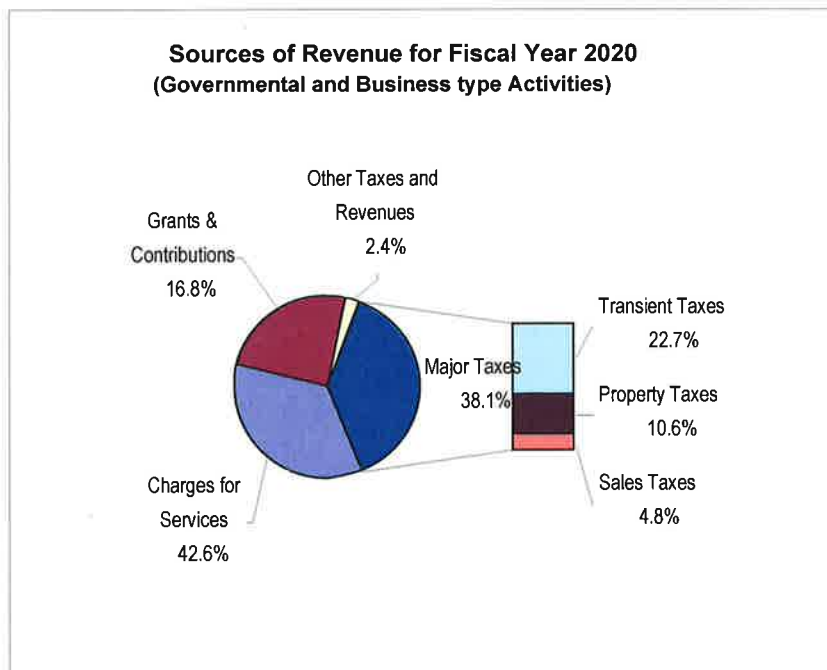
**Governmental and Business-Type Activities**

Total revenues from all governmental type activities in Fiscal Year 2019-20 was less at \$20.9 million compared to \$ 24.1 million in Fiscal Year 2018-19. This was primarily due to COVID-19. In Fiscal Year 2019-20 the City saw an increase of 8.1% in charges for services, 7% more in operating grants and contributions because of a Community Block Grant, 69.2% less in capital grants due to the sunset of Measure A and 26.8% less in transient occupancy tax. In addition, there was a 14.1% increase in property taxes, and 18% less in sales tax. Measure T provided \$.4 million for reconstruction of Cedar Street, Grant Street, Spring Street, Lake Street, Harley Street, and the Petrified Forest Project.

As the graph below shows, the City's primary sources of revenue come from charges for services and tax revenues. About 81% of all City revenues are from taxes, water sales, wastewater fees, and local charges for services.

When all operations were concluded, the governmental activities function reported a change of \$0.3 million in net position. When compared to Fiscal Year 2018-19 overall expenses for Fiscal Year 2019-20 were \$0.8 million more. The increase in expenses was due to increases in public safety, community services, housing, and public works.

Net position of business type-activities increased by \$0.5 million due to increases in utility rates. City staff was successful in applying and being awarded capital grants and contributions which includes a Community Development Block Grant (CDBG) in the amount of \$0.6 million for housing needs. In addition, the City received a grant from Office of Emergency Services in the amount of \$0.2 million for the Riverside Pond Project.





## MANAGEMENT'S DISCUSSION AND ANALYSIS

The majority of the City's operating expenses are incurred to provide public safety, water, and wastewater services. These three programs account for 63.4% of the City's total operating expenses in Fiscal Year 2019-20.

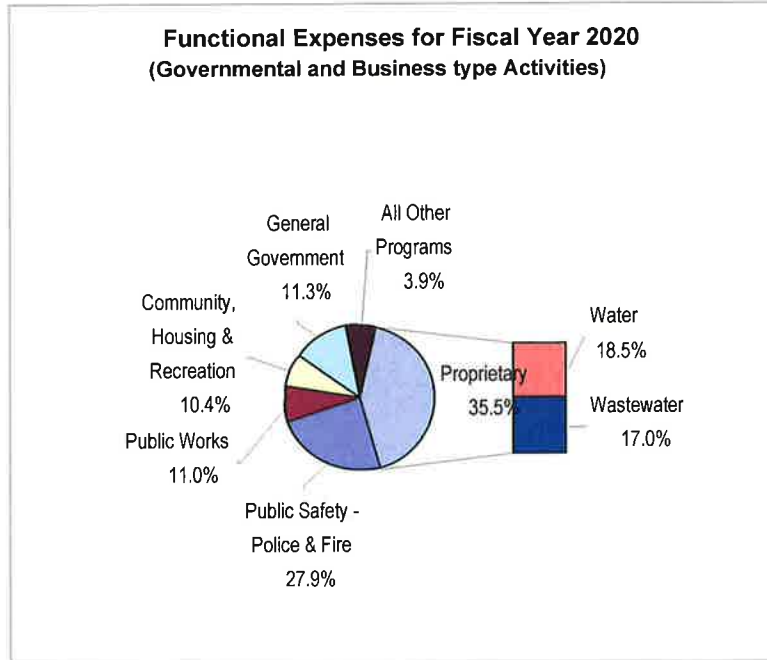


Table A-3 presents the cost of each of the City's three largest programs – public safety, water, and wastewater. The cost of all programs this year was \$20.2 million, compared to \$ 18.8 million in Fiscal Year 2018-19; approximately an overall 7.4% increase for the year. There were increases in water and wastewater due primarily to purchase of water and day-to-day operations. For all other departments, the increase was due to employee cost of living adjustments and increases in benefits.

	Total Cost of Services		Total Percentage Change
	2020	2019	2019 TO 2020
Public Safety	\$ 5.6	\$ 5.0	12.0%
General Government	2.3	2.6	-11.5%
Public Works	2.2	1.9	15.8%
Water	3.7	3.6	2.8%
Wastewater	3.4	3.1	9.7%
All other	3.0	2.6	15.4%
<b>Total</b>	<b>\$20.2</b>	<b>\$18.8</b>	<b>7.4%</b>

**Governmental Activities**

Users and contributors funded \$4.8 million of the \$13.0 million in costs of city's governmental activity programs leaving the City general revenues to fund the other \$8.2 million. General revenues were sufficient to pay for these services. The expense of governmental services was absorbed by:

- Those who directly benefited from or used the programs (about \$2.1 million), and
- Other governments and organizations that subsidized certain programs with grants and contributions (approximately \$2.7 million).

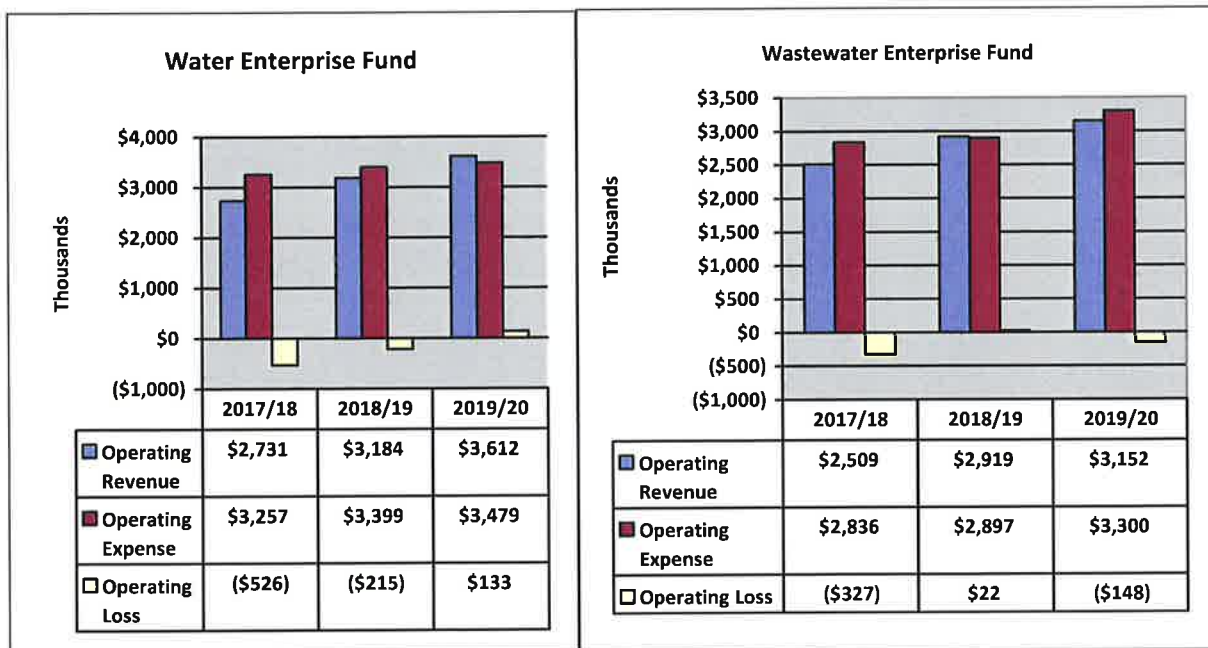
The City ended the fiscal year with a change in net position of \$0.3 million in the governmental activities as compared to \$2.8 million in fiscal year 2018-19. The reason for the large decrease was that in fiscal year 2019-20 the City received \$1.7 million less in general revenues and general expenses went up by \$0.8 million when compared to fiscal year 2018-19. Additional information can be found in the Statement of Activities on Page 16.

**Business-Type Activities**

The City's business-type activities (water and wastewater) had a change in net position of \$0.4 million during the fiscal year. Total revenue for the business-type activities was \$7.6 million comprised of \$0.7 million in capital grants and contributions, \$6.8 million in charges for services, and \$.1 million in other revenues. Total program revenues decreased by 13% in Fiscal Year 2019-20 when compared to Fiscal Year 2018-19. This was due to receiving in Fiscal Year 2019-20 \$1.8 million less in capital grants and contributions and \$0.7 million more in utility charges.

Total expenses for the year were \$7.2 million, an increase of \$0.5 million from the prior year. This is due to increases in purchasing of water and day-to-day operations and maintenance.

**Three Year Operating Revenue & Expense History for Business-Type Activities**



Business-type activities should generate enough revenue to cover the cost of operations and capital needs, however in past years the City has transferred general government revenue to the water and wastewater enterprise funds to subsidize the rates. The operating expenses and capital costs of the business enterprises are continuing to rise, primarily due to state regulations and the increases to the cost to purchase water supply.

## **FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As the City completed the year, its governmental funds reported combined fund balance of \$16.6 million which is \$0.009 million less than was reported at the end of Fiscal Year 2018-19. Of this amount \$0.7 million is non-spendable by enabling legislation or external funding source providers and \$9.5 million are restricted for specific purposes by the City Council. The unearned revenue balances of \$7.0 million for the Home grant fund, CDBG open grant fund and Other governmental funds are being classified as restricted fund balances for affordable housing programs. The remaining \$6.4 million is unassigned fund balance available for spending at the City's discretion but is also subject to Council-established policies for future contingencies.

The following are the major funds that either qualified under the reporting criteria or were important to financial statement users:

*General Fund* - The General Fund had a decrease of \$2.5 million in revenues as compared to Fiscal Year 2018-19 and the costs of the City's General Fund operations were \$1.1 million more than General Fund revenues. After transfers in and out, the General Fund reported a net (\$0.7) million decrease in fund balance for Fiscal Year 2019-20 as compared to (\$0.4) million decrease in Fiscal Year 2018-19. This was primarily due to COVID-19 and less hotel stays and dining in restaurants.

At year end, the City's General Fund had a fund balance of \$7.1 million as compared to \$7.9 million in Fiscal Year 2018-19. Of that amount \$0.7 million is non-spendable. The City's General Fund at June 30, 2020 had \$5.9 million in cash and investments as compared to \$6.0 million cash and investments available in Fiscal Year 2018-19.

The General Fund had a transfer out of \$0.5 million to cover debt service lease payments, water operations fund for subsidy reimbursements, and to the equipment replacement fund.

*Home Grant Fund*- This fund was established to account for a HOME loan between the City and Palisades Investors, L.P. in the original amount of \$3,197,184 bearing interest at 3% per annum. Payments of principal and interest are due annually from excess/distributable cash with the entire principal and interest due in 2064. The objectives and intent of the HOME program is to provide decent affordable housing to lower-income household, strengthen the ability of state and local governments to provide housing; expand the capacity of non-profit housing providers; and leverage private sector participation. The City, at June 30, 2020, had \$3.9 million in notes receivables in the HOME grant fund.

*CDBG Open Grant Fund* – This fund was established to provide “silent” second mortgages to eligible families for assistance in purchasing their first house. The City currently holds 17 first time homebuyer notes with a fund balance of \$1.2 million at June 30, 2020. Maximum loan amounts for second mortgages were set at \$250,000 by the California Department of Housing and Community Development. The City mortgages are financed as a deferred payment loan. Loans are due upon sale or transfer of title or when the borrower no longer occupies the home as his/her principal residence.

*Capital Lease Project Fund* – This fund was established in 2007 in the amount of \$4.7 million to account for capital improvements for the City, including public safety improvements, infrastructure, public recreational facilities, and other public works projects. Amounts in this fund are held by Deutsche Bank National Trust and are held, disbursed, and returned when reimbursements for projects are completed. The fund has a balance of \$0.03 million at June 30, 2020 for completion of projects.

### **General Fund Budgetary Highlights**

Over the course of the year, the City Council made various revisions to the City budget. The budget amendments fall into two categories: changes made during the year for unanticipated appropriations and at the year end review for adjustments in revenues and costs and increases in appropriations to better reflect operations and improvements during the year.

Excluding budgeted transfers in Fiscal Year 2019-20 General Fund revenues came in at about \$0.7 million more than the final amended budget as a result of one-time ERAF property tax payment in the amount of \$0.03 million; sales tax, \$0.04 million; interest earnings \$0.07 million; transient occupancy taxes, \$0.2 million; and intergovernmental, \$0.3 million. There was a difference of \$1.6 million projected between the original budget and the final budget. This is partly due to COVID-19.

Actual General Fund expenditures were \$1.8 million less than the final amended budget. This was mainly due to COVID-19 and capital projects of \$1.4 million not being able to come on board.

At June 30, 2019 the net pension liability amount was \$9.3 million and at June 30, 2020 the amount is \$9.0 million. By contributing \$1.0 million in Fiscal Year 2018-19 the net pension liability decreased by \$0.3 million. There was a partially offsetting increase in liability mainly due to risk pool's actual experience for the year being different than assumed, including the impact of CalPERS change in valuation systems.

The detailed budgetary comparison schedule for the General Fund can be found on page 57 of this report.

### **CAPITAL ASSET AND DEBT ADMINISTRATION**

#### **Capital Assets**

At the end of Fiscal Year 2019-20, the City had invested \$61.5 million (net of accumulated depreciation) in a broad range of capital assets, including land, vehicles, equipment, the water system, wastewater system and other capital assets. (See Table A-4) This amount represents a net increase (including additions and deductions) of about \$0.6 million, or 1.0%, more than Fiscal Year 2018-19.

#### **This year's major capital assets additions included:**

In Fiscal Year 2019-20, the City added \$0.6 million to capital assets. Some of the improvement projects that were undertaken during the year was the repaving and reconstruction of Spring, Lake, Grant, Cedar and Washington Streets for a total of \$.5 million the majority being paid through Measure T and SB1 grants.

The Palisades Lift Station and Riverside Pond Projects were completed in Fiscal Year 2019-20 and staff is awaiting grant awards over \$14 million for the Kimball Intake & Drain Valve, Scada upgrades, Dunawael Pump station and Conn Creek Waterline relocation. A total of \$0.7 million was transferred from construction in progress to completed projects during Fiscal Year 2019-20 for business type activities. An additional \$0.1 million was transferred to construction in progress during Fiscal Year 2019-20 for the governmental activities. A type 3 Brush Truck was donated to the Fire Department with an asset value of \$0.4 million.

Additional information about the City's capital assets can be found under Capital Assets, Section D Pages 37 through Pages 39 under the notes to the financial statements.

The following table provides information on the City’s capital assets.

<b>Table A-4</b>								
<b>City of Calistoga’s Capital Assets</b>								
(net of depreciation, in millions of dollars)								
	Governmental Activities		Business-type Activities		Fiscal Year Totals		Total Percentage Change	
	2020	2019	2020	2019	2020	2019	2019 to 2020	
Land	\$ 3.7	\$ 3.7	\$ 2.8	\$ 2.8	\$ 6.5	\$ 6.5	0.0%	
Construction in progress	0.3	0.1	0.5	1.1	0.8	1.2	-33.3%	
Buildings	1.5	1.4	-	-	1.5	1.4	7.1%	
Internal service equipment	1.6	1.3	-	-	1.6	1.3	23.1%	
Improvements	20.8	20.8	-	-	20.8	20.8	0.0%	
Water utility system	-	-	16.9	17.4	16.9	17.4	-2.9%	
Wastewater system	-	-	13.2	12.3	13.2	12.3	7.3%	
<b>Total</b>	<b>\$ 28.1</b>	<b>\$ 27.3</b>	<b>\$ 33.4</b>	<b>\$ 33.6</b>	<b>\$ 61.5</b>	<b>\$ 60.9</b>	<b>1.0%</b>	

**Long Term Debt**

At the end of Fiscal Year 2019-20, the City had \$14.7 million in long-term debt and capital lease obligations outstanding. Of the \$14.7 million, approximately 82% relates to the City’s business-type activities, mainly the water and wastewater systems, and the remaining 18% is applicable to governmental type financing activities.

In the business-type activities the City made all required payments of principal and interest on its obligations in the amount of \$1.1 million. Additional information about the City’s long term debt and capital leases can be found under Long-Term Debt Section E on Page 39 and Section F Pages 41 through Pages 44 and Capital Leases, Section F Page 40 under the notes to the financial statements.

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES**

For the Fiscal Year 2020-21, General Fund revenue projections continue to be conservative and based on known changes in on going revenues from taxes and one-time capital grants.

- Budget projections for Fiscal Year 2020-21 revenues excluding transfers are projected at 25.5% less as compared to Fiscal Year 2019-20 budget projections for a total of \$7.5 million. The main factor affecting the decrease is COVID-19 and not knowing what the impact will have on revenues in the new fiscal year. Staff has relied on professional consultants to project the economic impacts COVID-19 will have on the budget. Occupancy tax, property, tax, and sales tax comprise 68 percent or \$5.1 million of the City’s General Fund revenue. Outside of the additional revenues transient occupancy revenues have been projected conservatively due to COVID-19 and the uncertainty in the economy and the impact it may have on local government.
- The General Fund Fiscal Year 2020-210 budgeted operating appropriations adopted are \$9.9 million as compared to the final Fiscal Year 2019-20 appropriations of \$10.9 million. The \$1.0 million decrease is due to COVID-19 and less revenues available. Vacant positions, cost of living adjustments, merit increases, and deferred maintenance, repairs and contract services have been frozen in the budget.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

- The General Fund appropriations for capital projects for Fiscal Year 2020-21 is \$0.3 million. Projects include \$1.0 million budgeted for pavement maintenance; \$.03 million for the community center roof repair, \$.02 million for community pool improvements, \$.04 million for Pioneer Park improvements, \$.02 million for Oat Hill Mine, and \$0.9 million for the Lincoln Bridge Utility Agreement. Additional funding for the projects will come from Measure T, Cultural Fund, Road Maintenance SB1, Transportation impact fees and City Administrative impact fees.
- The General Fund will be transferring out \$0.5 million for debt service, and equipment replacement fund.

### CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, please see the City Website at [www.ci.calistoga.ca.us](http://www.ci.calistoga.ca.us) or contact the Administrative Services Director/City Treasurer (City of Calistoga, 1232 Washington Street, Calistoga, California 94515, 707-942-2803 or [finance@ci.calistoga.ca.us](mailto:finance@ci.calistoga.ca.us)).

**CITY OF CALISTOGA**  
**Statement of Net Position**  
**June 30, 2020**

	<b>Governmental Activities</b>	<b>Business Type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 9,185,785	\$ 2,530,181	\$ 11,715,966
Net receivables	1,604,977	1,150,352	2,755,329
Prepayment	129,077	-	129,077
Total current assets	<u>10,919,839</u>	<u>3,680,533</u>	<u>14,600,372</u>
Noncurrent assets:			
Internal balances	659,384	(659,384)	-
Receivables-long-term	6,359,714	7,973	6,367,687
Nondepreciable assets	3,936,785	3,277,025	7,213,810
Depreciable assets, net	24,114,253	30,106,130	54,220,383
Total capital assets, net	<u>28,051,038</u>	<u>33,383,155</u>	<u>61,434,193</u>
Total noncurrent assets	<u>35,070,136</u>	<u>32,731,744</u>	<u>67,801,880</u>
Total assets	<u>45,989,975</u>	<u>36,412,277</u>	<u>82,402,252</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows of resources - loss of refunding	-	66,455	66,455
Deferred outflows of resources - pension	2,592,056	946,837	3,538,893
Deferred outflows of resources - OPEB	222,272	-	222,272
Total deferred outflows of resources	<u>2,814,328</u>	<u>1,013,292</u>	<u>3,827,620</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	638,911	378,967	1,017,878
Accrued liabilities	-	-	-
Compensated absences	266,890	94,818	361,708
Deposits	62,755	201,381	264,136
Accrued interest payable	26,555	109,677	136,232
Accrued expenses	-	55,965	55,965
Unearned revenues	-	6,976	6,976
Claims and settlements	15,888	-	15,888
Bonds, leases, agreements, notes and certificates due in one year	373,902	841,100	1,215,002
Total current liabilities	<u>1,384,901</u>	<u>1,688,884</u>	<u>3,073,785</u>
Noncurrent liabilities:			
Compensated absences	130,000	20,000	150,000
Bonds, leases, agreements, notes and certificates due in more than one year	2,237,883	11,252,785	13,490,668
Net pension liability	6,530,690	2,432,130	8,962,820
Net pension liability (OPEB)	2,475,635	-	2,475,635
Total noncurrent liabilities	<u>11,374,208</u>	<u>13,704,915</u>	<u>25,079,123</u>
Total liabilities	<u>12,759,109</u>	<u>15,393,799</u>	<u>28,152,908</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows of resources - pension	1,186,693	492,108	1,678,801
Deferred inflows of resources - OPEB	473,081	-	473,081
Total deferred inflows of resources	<u>1,659,774</u>	<u>492,108</u>	<u>2,151,882</u>
<b>NET POSITION</b>			
Net investment in capital assets	25,439,253	21,355,725	46,794,978
Restricted for:			
Streets, recreation, capital projects	2,040,815	-	2,040,815
Public safety	424,168	-	424,168
Housing	7,051,225	-	7,051,225
Unrestricted	(572,692)	183,937	(388,755)
Total net position	<u>\$ 34,382,769</u>	<u>\$ 21,539,662</u>	<u>\$ 55,922,431</u>

See accompanying notes to the basic financial statements

**CITY OF CALISTOGA**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2020**

Functions/Programs	Program Revenues				Net (Expenses) Revenue and Changes in Net Assets		
	Expenses	Charges for Services		Operating Grants and Contributions	City Government		Total
		Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities		
City government							
Governmental activities:							
General government	\$ 2,270,455	\$ 296,248	\$ -	\$ -	\$ (1,974,207)	\$ -	\$ (1,974,207)
Public safety	5,636,298	1,245,907	212,077	-	(4,178,314)	-	(4,178,314)
Community services	1,036,375	10,495	76,511	-	(949,369)	-	(949,369)
Housing	548,456	43,907	1,167,333	-	662,784	-	662,784
Recreation services	495,322	24,527	3,111	-	(467,684)	-	(467,684)
Public works	2,216,466	105,763	1,141,688	147,398	(821,617)	-	(821,617)
Planning and building	730,715	325,420	-	-	(405,295)	-	(405,295)
Interest on long-term debt	64,614	-	-	-	(64,614)	-	(64,614)
Total governmental activities	12,998,701	2,052,267	2,600,720	147,398	(8,198,316)	-	(8,198,316)
Business-Type Activities:							
Water	3,725,486	3,611,082	-	220,158	-	105,754	105,754
Wastewater	3,428,523	3,151,753	-	511,367	-	234,597	234,597
Total business-type activities	7,154,009	6,762,835	-	731,525	-	340,351	340,351
Total City government	\$ 20,152,710	\$ 8,815,102	\$ 2,600,720	\$ 878,923	(8,198,316)	340,351	(7,857,965)
General revenues and transfers							
General revenues:							
Taxes:							
Property taxes					2,226,521		2,226,521
Transient occupancy taxes					4,704,800		4,704,800
Sales taxes					1,037,116		1,037,116
Other taxes					427,745		427,745
Unrestricted investment earnings					110,905	105,495	216,400
Other general revenues					11,005	-	11,005
Transfers					(18,626)	18,626	-
Total general revenues and transfers					8,499,466	124,121	8,623,587
Change in net position					301,150	464,472	765,622
Net position, beginning					34,081,619	21,075,190	55,156,809
Net position, ending					\$ 34,382,769	\$ 21,539,662	\$ 55,922,431

See accompanying notes to the basic financial statements



**CITY OF CALISTOGA**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2020**

	<u>General Fund</u>	<u>HOME Grant Fund</u>	<u>CDBG Open Grant Fund</u>	<u>Capital Lease Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS</b>						
Cash and investments	\$ 5,900,780	\$ 2,763	\$ -	\$ 33,834	\$ 2,672,188	\$ 8,609,565
Taxes receivables	722,692	-	-	-	-	722,692
Accounts receivables	229,255	-	-	-	237,830	467,085
Due from other governments	96,171	-	-	-	274,790	370,961
Accrued interest receivable	41,424	-	-	-	-	41,424
Advances to other funds	659,384	-	-	-	195,993	855,377
Prepayments	78,202	-	-	-	31,158	109,360
Notes receivables	-	3,935,149	1,218,250	-	1,206,315	6,359,714
<b>Total assets</b>	<b>\$ 7,727,908</b>	<b>\$ 3,937,912</b>	<b>\$ 1,218,250</b>	<b>\$ 33,834</b>	<b>\$ 4,618,274</b>	<b>\$ 17,536,178</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>						
Liabilities:						
Accounts payables	\$ 552,168	\$ -	\$ -	\$ -	\$ 78,299	\$ 630,467
Advances from other funds	-	-	-	-	195,993	195,993
Deposits	44,985	-	-	-	17,770	62,755
<b>Total liabilities</b>	<b>597,153</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>292,062</b>	<b>889,215</b>
Fund balances:						
Nonspendable	737,586	-	-	-	-	737,586
Restricted for capital improvements	-	-	-	33,834	-	33,834
Restricted for affordable housing	-	3,937,912	1,218,250	-	1,895,063	7,051,225
Restricted for streets	-	-	-	-	1,835,922	1,835,922
Restricted for facilities	-	-	-	-	168,084	168,084
Restricted for public safety	-	-	-	-	424,168	424,168
Restricted for parks	-	-	-	-	2,975	2,975
Unassigned	6,393,169	-	-	-	-	6,393,169
<b>Total fund balances</b>	<b>7,130,755</b>	<b>3,937,912</b>	<b>1,218,250</b>	<b>33,834</b>	<b>4,326,212</b>	<b>16,646,963</b>
<b>Total liabilities and fund balances</b>	<b>\$ 7,727,908</b>	<b>\$ 3,937,912</b>	<b>\$ 1,218,250</b>	<b>\$ 33,834</b>	<b>\$ 4,618,274</b>	<b>\$ 17,536,178</b>
<b>Total Governmental Fund Balances</b>						<b>\$ 16,646,963</b>
Amounts reported for governmental activities in the statement of net position are different because:						
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds						26,467,582
The assets and liabilities of the internal service fund are included in the governmental activities in the statement of net position						2,171,113
Liabilities for other post employment benefit (OPEB) obligations do not result in the use of current financial resources and are not reported in the funds						(3,051,118)
Some liabilities, including bonds, leases, compensated absences, and accrued interest are not due and payable in the current period and are therefore not reported in the funds						2,592,056
Deferred outflow related to pension						222,272
Deferred outflow related to OPEB						(1,186,693)
Deferred inflow related to pension						(473,081)
Deferred inflow related to OPEB						(6,530,690)
Net pension liability						(2,475,635)
Net pension liability OPEB						-
<b>Net Position of Governmental Activities</b>						<b>\$ 34,382,769</b>

See accompanying notes to the basic financial statements

**CITY OF CALISTOGA**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balances**  
**Governmental Funds**  
**For the Fiscal Year Ended June 30, 2020**

	General Fund	HOME Grant Fund	CDBG Open Grant Fund	Capital Lease Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>						
Property taxes	\$ 2,226,521	\$ -	\$ -	\$ -	\$ -	\$ 2,226,521
Sales taxes	1,037,116	-	-	-	-	1,037,116
Transient occupancy taxes	4,704,800	-	-	-	394,760	5,099,560
Other taxes	427,745	-	-	-	-	427,745
Licenses and permits	216,744	-	-	-	-	216,744
Fines and forfeits	113,953	-	-	-	-	113,953
Intergovernmental	1,052,108	-	-	-	1,039,526	2,091,634
Interest and rents	110,905	-	-	1,010	57,179	169,094
Charges for services	771,523	-	-	-	300,219	1,071,742
Miscellaneous	130,408	90,797	-	-	644,166	865,371
<b>Total revenues</b>	<b>10,791,823</b>	<b>90,797</b>	<b>-</b>	<b>1,010</b>	<b>2,435,850</b>	<b>13,319,480</b>
<b>EXPENDITURES</b>						
Current:						
General government	2,295,883	-	-	-	-	2,295,883
Public safety	5,043,526	-	-	-	17,923	5,061,449
Community services	934,621	-	-	-	-	934,621
Housing	-	-	-	-	555,189	555,189
Recreation services	310,228	-	-	-	-	310,228
Public works	1,370,345	-	-	-	330,991	1,701,336
Planning and building	707,842	-	-	-	-	707,842
Debt service:						
Principal	-	-	-	-	306,176	306,176
Interest	-	-	-	-	67,726	67,726
Capital outlay	1,220,249	-	-	-	-	1,220,249
<b>Total expenditures</b>	<b>11,882,694</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,278,005</b>	<b>13,160,699</b>
Excess (deficiency) of revenues over expenditures	(1,090,871)	90,797	-	1,010	1,157,845	158,781
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	837,403	-	-	-	526,253	1,363,656
Transfers out	(477,830)	-	-	(47,540)	(1,006,094)	(1,531,464)
<b>Total other financing sources (uses)</b>	<b>359,573</b>	<b>-</b>	<b>-</b>	<b>(47,540)</b>	<b>(479,841)</b>	<b>(167,808)</b>
<b>Net change in fund balances</b>	<b>(731,298)</b>	<b>90,797</b>	<b>-</b>	<b>(46,530)</b>	<b>678,004</b>	<b>(9,027)</b>
Fund balances, July 1	7,862,053	3,847,115	1,218,250	80,364	3,648,208	16,655,990
Fund balances, June 30	<b>\$ 7,130,755</b>	<b>\$ 3,937,912</b>	<b>\$ 1,218,250</b>	<b>\$ 33,834</b>	<b>\$ 4,326,212</b>	<b>\$ 16,646,963</b>

See accompanying notes to the basic financial statements

**CITY OF CALISTOGA**  
**Reconciliation of the Statement of Revenues,**  
**Expenditures and Changes in Fund Balances of**  
**Governmental Funds to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2020**

Net Change in Fund Balances - Total Governmental Funds	\$	(9,027)
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures, however, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays \$1,443,105 exceed depreciation (\$1,079,682).</p>		363,423
<p>Repayments of long-term debt principal and claims are reported as expenditures in the governmental funds, but the repayments reduce liabilities in the statement of net assets</p>		306,176
<p>Accrued interest payable on long-term debt does not require the use of current financial resources and is not reported in the funds until due</p>		3,112
<p>Governmental funds report compensated absences when payments are made or are immediately due. However, in the statement of activities these costs are recorded when incurred.</p>		18,633
<p>Internal service funds are closed by charging additional amounts or reducing charges to participating governmental activities to completely cover the internal service fund's costs for the year</p>		495,302
<p>Decrease (increase) in long-term claim liabilities do not require the use of current financial resources and are not reported in the funds</p>		12,810
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Government funds record OPEB expense as it is paid.</p>		(118,433)
<p>Governmental funds record pension expense as it is paid. However, in the Statement of Activities those costs are reversed as deferred outflows/(inflows)</p>		
<p>Governmental funds record pension expense as it is paid. However, in the Statement of Activities those costs are reversed as deferred outflows (inflows) and an increase/(decrease) in net pension liability</p>		<u>(770,846)</u>
Net differences		<u>310,177</u>
Change in Net Position of Governmental Activities	\$	<u><u>301,150</u></u>

See accompanying notes to the basic financial statements

**City of Calistoga**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2020**

	Enterprise Funds			Governmental Activities- Internal Service Fund
	Water	Wastewater	Totals	
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 449,814	\$ 2,080,367	\$ 2,530,181	\$ 576,220
Receivables(net)	598,167	552,185	1,150,352	2,815
Prepays	-	-	-	19,717
Due from Other Funds	-	-	-	-
Total current assets	1,047,981	2,632,552	3,680,533	598,752
Noncurrent assets:				
Other assets:				
Notes receivable	2,200	5,773	7,973	-
Total other noncurrent assets	2,200	5,773	7,973	-
Capital assets:				
Land	2,338,730	464,108	2,802,838	-
Equipment and vehicles	1,389,723	1,190,551	2,580,274	4,076,152
Distribution and collection systems	24,202,020	24,497,872	48,699,892	-
Water rights, net of amortization	771,784	-	771,784	-
Construction in progress	362,416	111,771	474,187	-
Less accumulated depreciation	(9,446,455)	(12,499,365)	(21,945,820)	(2,492,695)
Net capital assets	19,618,218	13,764,937	33,383,155	1,583,457
Total noncurrent assets	19,620,418	13,770,710	33,391,128	1,583,457
Total assets	20,668,399	16,403,262	37,071,661	2,182,209
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Deferred outflow of resources - loss on refunding	42,361	24,094	66,455	-
Deferred outflow of resources - pension	465,254	481,583	946,837	-
Total deferred outflow of resources	507,615	505,677	1,013,292	-
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	172,180	206,787	378,967	11,095
Compensated absences	47,409	47,409	94,818	-
Deposits	201,381	-	201,381	-
Accrued interest	67,693	41,984	109,677	-
Accrued expenses	12,179	43,786	55,965	-
Due to other funds	-	-	-	-
Unearned Revenue	1,925	5,051	6,976	-
Agreements, loans, and certificates due in one year	233,000	608,100	841,100	-
Total current liabilities	735,767	953,117	1,688,884	11,095
Noncurrent liabilities:				
State revolving loan payable	-	1,036,933	1,036,933	-
Certificate of participation	3,390,000	4,175,000	7,565,000	-
USDA Loan	2,650,852	-	2,650,852	-
Advances from other funds	-	659,384	659,384	-
Compensated absences	10,000	10,000	20,000	-
Net pension liability	1,154,820	1,277,310	2,432,130	-
Total noncurrent liabilities	7,205,672	7,158,627	14,364,299	-
Total liabilities	7,941,439	8,111,744	16,053,183	11,095
<b>DEFERRED INFLOW OF RESOURCES</b>				
Deferred inflow of resources - pension	231,658	260,450	492,108	-
Total deferred inflow of resources	231,658	260,450	492,108	-
<b>NET POSITION</b>				
Net Investment in capital assets	13,386,727	7,968,998	21,355,725	1,583,457
Unrestricted (deficit)	(383,811)	567,748	183,937	587,656
Total net position	\$ 13,002,916	\$ 8,536,746	\$ 21,539,662	\$ 2,171,113

See accompanying notes to the basic financial statements

**CITY OF CALISTOGA**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2020**

	Enterprise Funds			Governmental Activities Internal- Service Fund
	Water	Wastewater	Totals	
<b>OPERATING REVENUES</b>				
Sales of water	\$ 3,489,974	\$ -	\$ 3,489,974	\$ -
Service fees	-	3,057,429	3,057,429	416,159
Miscellaneous	121,108	94,324	215,432	2,814
Total operating revenues	3,611,082	3,151,753	6,762,835	418,973
<b>OPERATING EXPENSES</b>				
Maintenance and operations	1,967,157	1,021,354	2,988,511	396,501
Employee services	807,778	1,310,867	2,118,645	-
Interfund charges for services	82,500	82,500	165,000	-
Depreciation and amortization	620,262	884,729	1,504,991	154,744
Total operating expenses	3,477,697	3,299,450	6,777,147	551,245
Operating income (loss)	133,385	(147,697)	(14,312)	(132,272)
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Gain(Loss) on capital assets	-	-	-	36,451
Interest and investment revenue	48,914	56,581	105,495	6,942
Interest expense	(247,789)	(129,073)	(376,862)	-
Net nonoperating revenues (expenses)	(198,875)	(72,492)	(271,367)	43,393
Income (loss) before contributions and transfers	(65,490)	(220,189)	(285,679)	(88,879)
Contributions and transfers				
Transfers in	18,626	-	18,626	149,181
Transfers out	-	-	-	-
Capital contributions	220,158	511,367	731,525	435,000
Net contributions and transfers	238,784	511,367	750,151	584,181
Change in net position	173,294	291,178	464,472	495,302
Total net position, July 1	12,829,622	8,245,568	21,075,190	1,675,811
Total net position, June 30	\$ 13,002,916	\$ 8,536,746	\$ 21,539,662	\$ 2,171,113

See accompanying notes to the basic financial statements

**CITY OF CALISTOGA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2020**

	Enterprise Funds			Governmental Activities- Internal Service Fund
	Water	Wastewater	Totals	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 3,528,944	\$ 2,921,927	\$ 6,450,871	\$ -
Payments to suppliers	(1,975,736)	(683,685)	(2,659,421)	(482,277)
Cash received from other funds for services	-	-	-	489,828
Payments to other funds for services	(82,500)	101,310	18,810	-
Payments to employees for services	(807,778)	(1,310,867)	(2,118,645)	-
Other operating receipts	121,108	94,325	215,433	-
	<u>784,038</u>	<u>1,123,010</u>	<u>1,907,048</u>	<u>7,551</u>
Net cash provided by (used for) operating activities				
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers in from other funds	18,626	-	18,626	149,181
	<u>18,626</u>	<u>-</u>	<u>18,626</u>	<u>149,181</u>
Net cash provided by noncapital financing activities				
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Capital contributions and grants	220,158	511,367	731,525	435,000
Proceeds from sale of capital assets	-	-	-	36,451
Principal payments on capital debt	(231,000)	(589,786)	(820,786)	-
Interest paid on long-term debt	(248,087)	(130,003)	(378,090)	-
Purchases of capital assets	(145,309)	(1,196,226)	(1,341,535)	(468,260)
	<u>(404,238)</u>	<u>(1,404,648)</u>	<u>(1,808,886)</u>	<u>3,191</u>
Net cash provided by (used for) capital and related financing activities				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Payments on long-term notes	2,474	6,494	8,968	-
Interest receipts	48,914	56,581	105,495	6,942
	<u>51,388</u>	<u>63,075</u>	<u>114,463</u>	<u>6,942</u>
Net cash provided by investing activities				
Net increase (decrease) in cash and cash equivalents	449,814	(218,563)	231,251	166,865
Cash and cash equivalents balances - beginning of the year	-	2,298,930	2,298,930	409,355
Cash and cash equivalents balances-end of the year	<u>\$ 449,814</u>	<u>\$ 2,080,367</u>	<u>\$ 2,530,181</u>	<u>\$ 576,220</u>

See accompanying notes to the basic financial statements

**CITY OF CALISTOGA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Fiscal Year Ended June 30, 2020**

	Enterprise Funds			Governmental Activities- Internal Service Fund
	Water	Wastewater	Totals	
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>				
Operating income (loss)	\$ 133,385	\$ (147,697)	\$ (14,312)	\$ (132,272)
Adjustments to reconcile operating income loss to net cash provided by operating activities:				
Depreciation and amortization expense	620,262	884,730	1,504,992	154,744
Change in assets and liabilities:				
Decrease(increase) in deposits	473	-	473	-
Decrease(increase) in accounts receivable	41,719	(128,286)	(86,567)	70,855
Decrease(increase) in due from other funds	-	183,810	183,810	-
Increase(decrease) in compensated absences	(847)	(847)	(1,694)	-
Increase(decrease) in accrued expenses	-	40,000	40,000	-
Increase(decrease) in accounts payable	55,726	117,621	173,347	(87,041)
Increase(decrease) in due to other funds	(183,810)	-	(183,810)	-
Increase(decrease) in deferred revenue	(2,749)	(7,216)	(9,965)	-
Increase(decrease) in pension liabilities	119,879	180,895	300,774	-
Decrease(increase) in prepayments	-	-	-	1,265
Net cash provided by (used for) operating activities	<u>\$ 784,038</u>	<u>\$ 1,123,010</u>	<u>\$ 1,907,048</u>	<u>\$ 7,551</u>
<b>Noncash capital financing activities:</b>				
Amortization of bond loss on refunding	\$ 1,765	\$ 1,095	\$ 2,860	\$ -

**City of Calistoga**  
**Statement of Fiduciary Net Position**  
**June 30, 2020**

	<b>Agency Fund</b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 92
Assessments receivable	46,143
Total assets	46,235
<b>LIABILITIES</b>	
Deposits payable to Tourism Business Improvement District	46,235
Total liabilities	\$ 46,235

See accompanying notes to the basic financial statements



## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### A. Reporting Entity

The City of Calistoga is a municipal corporation governed by an elected five-member City Council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable.

The Calistoga Public Facilities Corporation is a legally separate entity for which the City is financially accountable, and it is governed by the elected City Council. The Corporation was formed to provide a method of financing public improvements. The financial activities of the Corporation are blended with those of the City and are reported in the City's governmental funds, and as capital assets of the City and debt obligations of the City.

### B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

### C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the *proprietary fund financial statements*. 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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, transient occupancy taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as

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revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Non-exchange transactions, in which the City gives or receives value without directly, receiving or giving equal value in exchange, include taxes, grants, entitlements, and donations. On the accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied or assessed. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The City reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. The *HOME Grant and CDBG Open Grant Funds* account for resources used for various programs funded partially or entirely by federal grant monies. The *Capital Lease Projects Fund* is used to account for the proceeds from a commercial lease arrangement used to obtain financing for pool, public works, fire station, and other recreational facilities.

The City reports the following major proprietary funds:

The *Water Fund* accounts for the operations of the City's water treatment and distribution system. The *Wastewater Fund* accounts for the operation of the City's wastewater treatment plant and collection facilities.

Additionally, the City reports the following fund type:

The internal service fund is used to account for the City's general operating equipment and related services provided to other City departments, on a cost reimbursement basis.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the City's water and wastewater function and other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

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 the proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise and internal service funds are charges to customers for sales and services. Operating expenses for the enterprise and internal service funds include the costs of sales and services, administration costs and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Fiduciary Funds are used by the City as Agency Funds to account for assets held by the City as an agent for special districts. Agency funds have no measurement focus and are excluded from the Government-wide financial statement but are presented in separate Fiduciary Fund financial statements.

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**D. Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of financial position or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period (s) and so will not be recognized as an outflow of resources (expense/expenditures) until then. In addition to liabilities, the statement of financial position or balance sheet will sometimes, report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position 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. Unavailable revenue, a type of deferred inflow of resources, is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: taxes receivable, interest on interfund advances and loans receivable. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**E. Assets, Liabilities, and Net Position or Equity**

**F. Deposits and Investments**

The City is authorized by its most recent investment policy to invest in the State of California Local Agency Investment Fund, (LAIF) U.S. Treasury bonds, bills, and notes, obligations issued by US Government agencies, banker's acceptances, repurchase agreements, time deposits, savings and demand accounts. Additional types of investments including mutual and money market funds are also authorized by long-term debt financing agreements and indentures. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investments for the City are reported at fair value. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

***Fair Value Hierarchy***

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels based on the extent to which inputs used in measuring fair value are observable in the market.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 inputs are inputs – other than quoted prices included within Level 1 – that are observable for an asset or liability, either directly or indirectly.

Level 3 inputs are unobservable inputs for an asset or liability.

If the fair value of an asset or liability is measured using inputs from more than one level of fair value hierarchy, the measurement is considered to be based on the lowest priority level input that is significant to the entire measurement.

**2. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year 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 non-current portion of interfund loans). All

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other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable government funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Long-term notes receivable is reported as assets in the governmental funds despite their focus on current financial resources, but they are offset by deferred revenue amounts in the governmental funds until such a time those collections on the notes are realized by the funds.

All trade and property tax receivables are not shown net of an allowance for uncollectibles.

Property taxes are levied as of July 1 on property values assessed as of the prior January 1. State statutes provide that the property tax rate be limited generally to one percent of assessed value, be levied by only the County, and be shared by applicable jurisdictions. The County of Napa collects the taxes and distributes them to taxing jurisdictions on the basis of assessed valuations subject to voter-approved debt. Property taxes are due on November 1 and March 1 and become delinquent on December 10 and April 10. The City receives property taxes pursuant to an arrangement with the County known as the "Teeter Plan". Under the plan, the County assumes responsibility for the collection of delinquent taxes and pays the full allocation to the City. The City recognizes property tax revenues in the fiscal year in which they are due to the City.

### **3. Inventories and Prepaid Items**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed or placed in service.

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 under the consumption method.

### **4. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental-type or business type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$ 5,000 (\$50,000 for infrastructure type assets) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value rather than fair value at the date of donation. Under the GASB 34 Implementation Rules, the City is a Phase 3 entity and was not required to record infrastructure assets existing or acquired prior to July 1, 2003 at the date these new financial reporting standards were implemented; and the City has not recorded such assets. The costs of normal maintenance and repairs that do not add to the value of asset or materially extend assets lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of the business-type activities is included as part of the capitalized value of the assets constructed.

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

<u>Assets</u>	<u>Years</u>
Buildings and improvements	50
Public domain infrastructure	50
System infrastructure-Utility	50
Vehicles and equipment	5 – 10

Intangible type assets such as water rights are amortized to expense over the estimated term of the contractual arrangement underlying such rights using a straight-line amortization periods of 20 and 50 years.

#### **5. Cash Equivalents**

For purposes of the statement of cash flows, the City considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Proprietary fund types, cash and investments balances classified as Available for Operations are considered cash equivalents for purposes of the statement of cash flows.

#### **6. Compensated Absences and Other Post-Employment Benefits**

It is the government's policy to permit employees to accumulate earned but unused vacation. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The City accrues each year as a liability in the government-wide financial statements, the long-term portion is recorded in the Statement of Net Position.

#### **7. Long-term Obligations**

In the government-wide financial statements, and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position.

#### **8. Fund Balances Governmental Funds**

Fund balances for governmental funds are reported in classifications based primarily on the extent to which the city is bound to honor constraints about the specific purposes for which amounts in those funds can be spent. These classifications include (1) nonspendable, (2) restricted, (3) committed, (4) assigned and (5) unassigned amounts. Non-spendable amounts generally are items not expected to be readily converted into cash such as inventories, prepaid items, and long-term receivables not offset by deferred revenue accounts.

Restricted amounts include those where constraints placed on the uses of the resources are externally imposed by grantors, contributors, other governments or by laws and regulations. Committed amounts are those that can only be used for a specific purpose as determined by the City Council. Such committed amounts may be redeployed for other uses only by the direction of the City Council.

Assigned amounts are fund balance amounts constrained by the City's intent to be used for specific purposes as determined by the City Manager or City's Director of Administrative Services. Unassigned fund balance amounts are the residual amounts reported only in the General Fund or funds having deficit balances.

The City Council by resolution established a policy that delegates to the City Manager or Director of Administrative Services the authority to establish, rescind or modify assigned amounts. Committed amounts may be established, modified, or rescinded by the adoption of a resolution of the City Council.

When expenditures are incurred for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, the City considers restricted amounts to have been spent first. When expenditures are incurred for which any class of unrestricted fund balance could be used, the City considers committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts.

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**9. Comparative Data**

Certain amounts presented in the prior year data have been reclassified to be consistent with the current years' presentation.

**10. Net Position**

GASB Statement No. 63 requires that the difference between assets added to the deferred outflows of resources and liabilities added to the deferred inflows of resources be reported as Net Position. Net position is measured on the full accrual basis as compared to Fund Balance, which is measured on the modified accrual basis. Net Position is the excess of all the City's assets over all its liabilities, regardless of source.

Net Position is divided into three captions and is described as follows:

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

*Restricted* describes the portion of Net Position which is restricted as to use by the terms and conditions of agreements with outside parties, governmental regulations, laws, or other restrictions which the City cannot unilaterally alter. These are principally debt service requirements.

*Unrestricted* describes the portion of Net Position which does not meet the definition of net investment in capital assets or restricted net position.

**11. Prepayments**

Prepaid items represent payments made to vendors for which the benefits are applicable to future accounting periods. Prepaids are recorded using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

**12. Estimates and Assumptions**

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**1. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation of Certain Differences between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position**

The governmental fund balance sheet includes reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statements of net assets. One element of that reconciliation explains that "capital assets are not financial resources and are not reported in the funds." The details of this \$ 26,467,581 difference are on the following page:

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Capital assets	\$39,580,993
Less: Internal service funds	(4,076,152)
Accumulated depreciation	(11,529,955)
Less: Internal service funds	<u>2,492,695</u>
 Net adjustment to increase <i>fund balance – total governmental funds</i> to arrive at <i>net assets – governmental activities</i>	 <u><u>\$26,467,581</u></u>

Another element of the reconciliation explains that "long-term liabilities" are not due and payable in the current period and are therefore not reported in the funds. The details of this \$3,051,118 difference are shown below:

Long-Term Debt Obligations and Related Interest:	
Accrued interest	\$ (26,555)
Capital lease obligations	(2,611,785)
Claims	(15,888)
Compensated absences	<u>(396,890)</u>
Net adjustment to decrease fund balance total governmental <i>Funds to arrive at net assets - governmental activities</i>	 <u><u>\$ (3,051,118)</u></u>

**B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-Wide Statement of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this \$310,177 difference and other significant components of the difference are on the following page:

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Capital outlay capitalized	\$ 1,911,363
Less: Internal service fund additions	(468,258)
Depreciation expense	(1,234,426)
Less: internal service fund depreciation	154,744
Repayment of long-term debt principal	306,176
Internal service fund income	495,302
Other post-employment benefit expense	(118,433)
Pension expense	(770,846)
Other items	<u>34,555</u>
Net adjustment to increase net changes in fund balances – <i>Total governmental funds to arrive at changes in net assets of governmental activities</i>	<u><u>\$ 310,177</u></u>

## 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

### A. Budgetary Information

Annual budgets are adopted on a basis of consistent with generally accepted accounting principles for all governmental funds and proprietary funds. The City is not required to have a capital lease budget. Appropriations lapse at fiscal year-end. The appropriated budget is prepared by fund, function, and department. The City Manager may authorize transfers of appropriations within the sub-categories of the major expenditure categories of the adopted budget. The legal level of control is the fund level. The Council made supplemental appropriations during the fiscal year. Encumbrance accounting is not employed in governmental funds. The expenditures budgets exclusive of fund transfers were exceeded in the MTC Street Special Revenue Funds by \$69,705. A transfer from the cultural/recreational fund was made to the MTC Street Fund to offset the variance.

The City did not prepare budgets for several Special Revenue Funds: HOME, CDBG Open Grants, CDBG Loan Repayment, Northwest Drainage, and Fire Donation.

## 3. DETAILED NOTES ON ALL FUNDS

### A. Deposits and Investments

Deposits and investments at June 30, 2020 consisted of the following:

Demand deposits: (Time deposits and book bank balances)	\$ 521,820
Pooled investments	11,160,403
Investments with trustees	<u>33,835</u>
Total deposits and investments	<u><u>\$ 11,716,058</u></u>



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Investments - At June 30, 2020, the City had the following investments.

Investment	Average Maturity	Fair Value
State Investment Pool (LAIF)	167 days	\$ 11,160,403
Goldman Sachs Fin SQ Government Fund	14 days	33,835
		<u>\$ 11,194,238</u>

Cash and Investments as of June 30, 2020 are classified in the accompanying financial statements as follows:

Statement of Net Position	
Cash and investments available for operations	\$ 11,715,966
Fiduciary funds- cash and investments	<u>92</u>
Total cash and investments	<u><u>\$ 11,716,058</u></u>

The total cash and investments above include those amounts held by the City in its Fiduciary funds. However, the entity-wide presentation excludes Fiduciary funds totals, as the City is merely acting as an agent for other parties (assessment districts).

California law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of the City's cash on deposit or first trust deed mortgage notes with a value of 150% of the deposit as collateral for these deposits. Under California Law, this collateral is held in the City's name and places the City ahead of general creditors of the institution. The City has waived collateral requirements for the portion of deposits covered by federal deposit insurance.

*Local Agency Investment Fund (LAIF)*- 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 City reports its investment in LAIF at the fair value amount provided by LAIF, which at June 30, 2020 was \$17,383 more than the City's cost. The balance available for withdrawal is based on the accounting records maintained by LAIF, which are on an amortized cost basis. Included in LAIF's investment portfolio are collateralized mortgage obligations, mortgage-backed securities, other asset-backed securities, loans to certain state funds, and floating rate securities issued by federal agencies, government-sponsored enterprises, and corporations.

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of the City's investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City participates in the State of California, Local Agency Investment Fund investment pool (LAIF). LAIF invests a portion of the pool funds in structured notes and asset-backed securities, which are subject to interest rate risk. The City's current investment policy is designed with the objective of attaining a market rate of return on its' investments consistent with the constraints imposed by the safety objective and cash flow considerations. Yield is to be considered only after the basic requirements of adequate safety and liquidity have been met.

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

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<u>Investment Type</u>	<u>12 Months or less</u>	<u>13 to 24 Months</u>	<u>Total</u>
California local agency investment fund	\$ 11,160,403	\$ -	\$ 11,160,403
Goldman Sachs Fin SQ government fund	33,835	-	33,835
Total investments	<u>\$ 11,194,238</u>	<u>\$ -</u>	
Cash in bank and on hand			521,820
Total cash and investments			<u>\$ 11,716,058</u>

***Fair Value Hierarchy***

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure fair value of assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2020:

<u>Investment Type</u>	<u>Level 2</u>	<u>Exempt</u>	<u>Total</u>
California local agency investment fund	\$ 11,160,403	\$ -	\$ 11,160,403
Goldman Sachs Fin SQ government fund	33,835	-	33,835
Total investments	<u>\$ 11,194,238</u>	<u>\$ -</u>	
Cash in bank and on hand			521,820
Total cash and investments			<u>\$ 11,716,058</u>

Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. The California Local Agency Investment Fund (LAIF) classified in Level 2 of the fair value hierarchy, are valued using quoted prices for a non-active market portfolio at fiscal year-end. Fair value is defined as the quoted market value on the last trading day of the period. These prices are obtained from various pricing sources by the custodian bank.

***Credit Risk***

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. The actual ratings as of June 30, 2020 are provided by Standard and Poor's except as noted.

As of June 30, 2020, none of the City's deposits or investments were exposed to custodial credit risk.

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<u>Investment Type</u>	<u>AAAm</u>	<u>Investment</u>
Money market mutual funds	\$ -	\$ -
<i>Not rated:</i>		
California local agency investment fund	-	11,160,403
Goldman Sachs in Fin SQ government fund	-	33,835
Cash in bank and on hand	-	521,820
Total cash and investments	<u>\$ -</u>	<u>\$ 11,716,058</u>

**B. Receivables**

Receivables as of year-end for the government's individual major and non-major funds in the aggregate, net of the applicable allowances for uncollectible accounts is as follows:

	General Fund	CDBG Open and HOME Grants	Nonmajor Funds & IS Fund	Total Governmental	Water	Wastewater	Total Enterprise
Accounts	\$ 229,255	\$ -	\$ 237,830	\$ 467,085	\$ 572,203	\$ 440,213	\$ 1,012,416
Taxes	722,692	-	-	722,692	-	48,473	48,473
Interest	41,424	-	-	41,424	-	-	-
Governments	96,171	-	274,790	370,961	25,964	63,499	89,463
Notes	-	5,153,399	1,206,315	6,359,714	2,200	5,773	7,973
Totals	<u>\$ 1,089,542</u>	<u>\$ 5,153,399</u>	<u>\$ 1,718,935</u>	<u>\$ 7,961,876</u>	<u>\$ 600,367</u>	<u>\$ 557,958</u>	<u>\$ 1,158,325</u>

The notes receivable of \$6,359,714 consists of housing rehabilitation loans of \$137 bearing interest at rates of 3 to 6 percent and repayable in monthly installments, other loans of \$129,178 including one loan for \$250,000 plus accrued and unpaid interest for the development of low to moderate income apartments, maturing in 2023 and repayable out of residual receipts, and \$2,045,250 in first-time homebuyer assistance loans secured by 4<sup>th</sup> deeds of trust and repayable between 30 and 55 years or under certain conditions including sale of the housing unit.

In addition, the total notes receivable also includes \$3,935,149 a loan made from the proceeds of a HOME grant funded by a federal grant passed through the State of California. The loan bears interest at 3 percent per annum, matures in 55 years is secured by a deed of trust on an affordable housing multi-family complex. The loan is repayable starting the first fiscal year following the first year of the project's operations from and to the extent of available cash flows as defined in the agreement.

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**C. Inter-fund Transfers, receivables, and payables**

The composition of inter-fund transfers of June 30, 2020, is as follows:

Transfers In:	General Fund	Non-Major Funds	Water	Internal Service Fund	Total Transfers Out
General fund	\$ -	\$ 377,245	\$ 18,626	\$ 81,959	\$ 477,830
Capital lease	47,540	-	-	-	47,540
Non-Major funds	789,863	149,009	-	67,222	1,006,094
<b>Totals</b>	<b>\$ 837,403</b>	<b>\$ 526,254</b>	<b>\$ 18,626</b>	<b>\$ 149,181</b>	<b>\$ 1,531,464</b>

The General Fund made transfers out for \$81,959 to the equipment replacement fund for software for the recreation program, city clerk department and finance department, and a compact track loader for the public works department. The General Fund also transferred out \$373,902 for the Westamerica debt service annual payment. In addition, the General Fund made a transfer in the amount of \$18,626 to the enterprise fund for operations and \$3,342 for the Berry Street and Brannan Street Projects. Other transfers out of the non-major funds were made to reimburse the General Fund for street and public safety costs. Measure T funds in the amount of \$372,563 were used to cover pavement maintenance as well as the Petrified Forest Project.

1. The composition of inter-fund was:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Asset</u>	<u>Liability</u>
Mobile Home Park	City Debt Service	\$ 31,158	\$ 31,158
Traffic Signal Fund	MTC Street Fund	164,835	164,835
General Fund	Wastewater Fund	659,384	659,384
<b>Totals</b>		<b>\$ 855,377</b>	<b>\$ 855,377</b>

Inter-fund balances are presented in the Government-wide financial statements only. They represent the net interfund receivables and payables remaining after the elimination of all such balances within governmental and business-type activities.

**Transfers To/From Other Funds**

From the Mobile Home Park Fund to the City Debt Service fund to offset negative cash balance.

From the Traffic Signal Fund to the MTC Street Fund to offset negative cash balance.

From the General Fund to the Wastewater Fund to help fund costs for capital projects.

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**D. Capital Assets – Governmental Activities**

Capital asset activity relating to governmental activities for the year ended June 30, 2020 was as follows:

	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
<b>Governmental activities:</b>				
Capital assets, not being depreciated				
Land	\$ 3,668,126	\$ -	\$ -	\$ 3,668,126
Construction in progress	<u>128,269</u>	<u>140,390</u>	<u>-</u>	<u>268,659</u>
Total capital assets, not being depreciated	<u>3,796,395</u>	<u>140,390</u>	<u>-</u>	<u>3,936,785</u>
Capital assets being depreciated:				
Buildings	3,728,981	180,965	-	3,909,946
Machinery and equipment	891,162	139,219	-	1,030,381
Equipment - internal service fund	3,607,894	468,258	-	4,076,152
Infrastructure	11,185,291	330,100	-	11,515,391
Improvements	<u>14,459,907</u>	<u>652,431</u>	<u>-</u>	<u>15,112,338</u>
Total capital assets being depreciated	<u>33,873,235</u>	<u>1,770,973</u>	<u>-</u>	<u>35,644,208</u>
Less accumulated depreciation for:				
Buildings	(2,283,426)	(109,837)	-	(2,393,263)
Machinery and equipment	(844,041)	(8,482)	-	(852,523)
Equipment - internal service	(2,337,953)	(154,743)	-	(2,492,696)
Infrastructure	(3,923,864)	(321,628)	-	(4,245,492)
Improvements	<u>(906,245)</u>	<u>(639,736)</u>	<u>-</u>	<u>(1,545,981)</u>
Total accumulated depreciation	<u>(10,295,529)</u>	<u>(1,234,426)</u>	<u>-</u>	<u>(11,529,955)</u>
Total capital assets, being depreciated, net	<u>23,577,706</u>	<u>536,547</u>	<u>-</u>	<u>24,114,253</u>
Governmental activities capital assets, net	<u>\$ 27,374,101</u>	<u>\$ 676,937</u>	<u>\$ -</u>	<u>\$ 28,051,038</u>

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**D. Capital Assets – Business-Type Activities**

Capital asset activity relating to business-type activities for the year ended June 30, 2020 was as follows:

	Beginning <u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	Ending <u>Balance</u>
<b>Business-type activities:</b>				
Capital assets, not being depreciated				
Land	\$ 2,802,838	\$ -	\$ -	\$ 2,802,838
Construction in progress	<u>1,082,116</u>	<u>51,383</u>	<u>(659,312)</u>	<u>474,187</u>
Total capital assets, not being depreciated	<u>3,884,954</u>	<u>51,383</u>	<u>(659,312)</u>	<u>3,277,025</u>
Capital assets being depreciated:				
Wastewater collection and treatment	22,723,666	1,774,206	-	24,497,872
Water rights	1,589,875	-	-	1,589,875
Water treatment and distribution system	24,127,035	74,985	-	24,202,020
Equipment - wastewater	1,153,879	36,672	-	1,190,551
Equipment - water	<u>1,326,123</u>	<u>63,601</u>	<u>-</u>	<u>1,389,724</u>
Total capital assets being depreciated	<u>50,920,578</u>	<u>1,949,464</u>	<u>-</u>	<u>52,870,042</u>
Less accumulated depreciation and amortization for:				
Wastewater collection and treatment system	(10,811,876)	(801,032)	-	(11,612,908)
Water rights	(769,101)	(48,990)	-	(818,091)
Equipment- wastewater	(802,762)	(83,697)	-	(886,459)
Equipment - water	(953,178)	(40,294)	-	(993,472)
Water treatment and distribution system	<u>(7,922,005)</u>	<u>(530,978)</u>	<u>-</u>	<u>(8,452,983)</u>
Total accumulated depreciation	<u>(21,258,922)</u>	<u>(1,504,991)</u>	<u>-</u>	<u>(22,763,913)</u>
Total capital assets, being depreciated, net	<u>29,661,656</u>	<u>444,473</u>	<u>-</u>	<u>30,106,129</u>
Business-type activities capital assets, net	<u>\$ 33,546,610</u>	<u>\$ 495,856</u>	<u>\$ (659,312)</u>	<u>\$ 33,383,154</u>

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**D. Capital Assets – Depreciation Expense**

Depreciation expense was charged to functions/programs of the City as follows:

**Governmental activities:**

General government	\$	36,816
Public safety		99,839
Community services		101,554
Recreation services		179,314
Public Works		662,159
Capital assets held by the City's internal service fund are charged to the various functions based on their usage of the assets		154,744
<b>Total depreciation expense-governmental activities</b>	<b>\$</b>	<b>1,234,426</b>

**Business-type activities:**

Water	\$	571,272
Water rights amortization		48,990
Wastewater		884,729
<b>Total depreciation expense-governmental activities</b>	<b>\$</b>	<b>1,504,991</b>

**E. Long-Term Debt**

Long-term debt activity for the 2020 fiscal year was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental</b>					
<b>Activities:</b>					
2016 Capital lease obligation	\$ 2,917,961	\$ -	\$ 306,176	\$ 2,611,785	\$ 373,902
<b>Total</b>	<b>\$2,917,961</b>	<b>\$ -</b>	<b>\$306,176</b>	<b>\$2,611,785</b>	<b>\$373,902</b>
<b>Business-type</b>					
<b>Activities:</b>					
2011 Certificates of participation	\$ 2,784,852	\$ -	\$ 66,000	\$ 2,718,852	\$ 68,000
2018 Certificates of participation	3,720,000	-	165,000	3,555,000	165,000
State Revolving Fund Loan	1,684,819	-	319,786	1,365,033	328,100
2018 Certificates of participation	4,725,000	-	270,000	4,455,000	280,000
<b>Total</b>	<b>\$12,914,671</b>	<b>\$ -</b>	<b>\$820,786</b>	<b>\$12,093,885</b>	<b>\$841,100</b>

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**F. Capital Leases – Governmental Type Activities including Internal Service**

In fiscal 2008, the City entered into a capital lease arrangement in an original amount of \$4,674,000 with West America Bank for the purpose of obtaining financing to make improvements to pool, recreation, fire, and public works facilities. In fiscal year 2016 the City reset the lease to minimize the overall costs of the 2008 lease. The new loan amount is \$3,870,414. Resetting the interest rate on the 2007 Lease generates total savings of approximately \$619,994. Net present value savings are approximately \$517,692 or 13.54%. The lease is payable in monthly installments of between \$24,000 and \$35,700 commencing July 1, 2016 and continuing through February 1, 2028. The lease bears interest at 2.44 percent per annum. The leasing arrangement included a lease between the City of Calistoga and the Calistoga Public Facilities Corporation, a blended component unit of the City. The lease receivable and payable between the City and its component unit financing corporation has been eliminated from these financial statements. The City has not pledged any specific revenue source for repayment of the lease but has agreed to appropriate sufficient resources from any source of legally available funds to make the payments.

Future minimum lease payments and the net present value of these minimum lease payments as of June 30, 2020 were as follows:

<u>Fiscal Year Ending June 30</u>	West America Bank Lease
2021	\$ 373,902
2022	373,902
2023	373,902
2024	373,902
2025	373,902
2026-2028	<u>996,844</u>
Total minimum lease payments	2,866,354
Less amounts representing interest	<u>(254,569)</u>
Net present value of minimum lease payments	<u>\$ 2,611,785</u>



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**Water Enterprise**

*2011 Certificates of Participation*

In July 2011, the City entered into an installment purchase agreement with the Calistoga Public Facilities Financing Corporation for \$3,750,000 wherein the City agreed to make installment payments to the Corporation in exchange for the Corporation obtaining financing to fund water treatment plant improvements by issuing Certificates of Participation.

The United States Department of Agriculture (USDA) provided a \$3,750,000 loan to the Corporation to provide financing for the subject improvements and for the repayment to the City of construction costs and other improvements made by the City's water enterprise. The USDA provided the loan by purchasing the Certificates of Participation referred to above. The installment agreement receivable and payable between the Corporation and the City has been eliminated from these financial statements as the Corporation is a blended component unit of the City, and the \$3,750,000 is reported by the City as long-term debt (the certificates of participation) of the City's water enterprise fund.

Under the arrangements, the City has pledged net revenues of the water enterprise as security for the payment of the certificates of participation. The City is also obligated to fund a reserve fund in an amount equal to \$148,237 with funding of this reserve to be made over a ten-year period. The certificates bear interest at 2.5 percent and principal/interest payments are due each January 1 and July 1 through July 1, 2051.

Under the arrangement, the USDA shall fund the purchase price of the certificates from time to time by paying cash advances to the Trustee. Interest shall begin to accrue only upon disbursement of funds by USDA to the Trustee. As of June 30, 2014, the USDA had obligated funding of \$3,750,000, had drawdowns of \$3,203,852 to the City and there was a \$546,148 undisbursed balance on the USDA Loan. The Mount Washington Tank which was funded through the Certificates of Participation has been completed; therefore, the undisbursed balance will not be used by the City.

Final payment on the loan is scheduled for 2048. For fiscal year 2020, Capital Contribution Revenues, amounted to \$220,158 and operating costs including operating expenses, but not interest or depreciation amounted to \$2,857,435. Net Revenues available for debt service amounted to \$753,647 which represents 559% of the \$134,421 in debt service. The City made a principal payment of \$66,000 and an interest payment of \$68,796 during the fiscal year so the outstanding receivable of \$2,718,852 which represents the City's liability at June 30, 2020 for the Certificates. Future debt service principal and interest remaining to be paid on the agreement is approximately \$3,784,659. Principal and interest combined on the certificates will require the City to make annual payments which in the aggregate are expected to be from \$68,000 to \$132,000 each fiscal year.

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Future debt service for water on the Certificates of Participation is:

Fiscal Year	Principal	Interest	Total
2021	\$ 68,000	\$ 67,121	\$ 135,121
2022	69,000	65,409	134,409
2023	71,000	63,659	134,659
2024	73,000	61,859	134,859
2025	75,000	60,009	135,009
2026-2030	403,000	270,644	673,644
2031-2035	456,000	217,032	673,032
2036-2040	516,000	156,357	672,357
2041-2045	585,000	87,669	672,669
2046-2049	402,852	16,048	418,900
Totals	<u>\$ 2,718,852</u>	<u>\$ 1,065,807</u>	<u>\$ 3,784,659</u>

*2018 Certificates of Participation*

In May 2018, the City entered into an installment purchase agreement with the Calistoga Public Facilities Financing Corporation (CPFFC) for the refunding of \$3,255,000 an outstanding purchase agreement dated as of November 1, 2005, between the California Statewide Communities Development Authority (CSCDA) and the City, and an installment purchase agreement with the CPFFC and USDA for the refunding of \$1,728,556 an outstanding purchase agreement dated as of March 27, 2008, between the USDA and the City of which issuances were for the purpose of financing the costs of certain public facilities constituting a part of the City's water enterprise for improvements by issuing Certificates of Participation in the amount of \$3,905,000.

The obligation of the water enterprise to pay its share of the installment payments will be secured by an irrevocable pledge of the Water's Net Revenues.

Final payment on the loan is scheduled for 2045. The outstanding receivable of \$3,555,000 represents the City's liability at June 30, 2020 for the Certificates. Future debt service principal and interest remaining to be paid on the agreement is approximately \$4,842,260. Principal and interest combined on the certificates will require the City to make annual payments which in the aggregate are expected to be from \$75,000 to \$255,000 each fiscal year.

The refinancing of the bonds reduced the debt service interest payments by approximately \$36,739 per year and total debt service savings by \$815,844. This translates into a net present value of \$430,996 and 8.7% net present savings as a percentage of refunded principal. The reacquisition price exceeds the net carrying value for the old debt by \$47,656. There is no defeased debt outstanding as of June 30, 2020.

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Future debt service for water on the Certificates of Participation is:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 165,000	\$ 132,356	\$ 297,356
2022	170,000	126,481	296,481
2023	180,000	119,481	299,481
2024	185,000	111,256	296,256
2025	195,000	101,756	296,756
2026-2030	1,125,000	360,534	1,485,534
2031-2035	705,000	182,278	887,278
2036-2040	380,000	112,691	492,691
2041-2045	450,000	40,427	490,427
Totals	<u>\$ 3,555,000</u>	<u>\$ 1,287,260</u>	<u>\$ 4,842,260</u>

**Wastewater Enterprise**

*State of California Revolving Fund Loan*

The City obtained a \$5,609,999 loan from the State of California Department of Water Resources under the State Revolving Loan Program for the purpose of obtaining financing to construction the City's wastewater treatment plant. The loan bears interest at 0.00 percent effective March 3, 2015 and is secured by a pledge of the City to maintain dedicated sources of revenue sufficient in amounts to provide for repayment of the loan. The interest rate is suspended and wholly replaced with the AB 2356 Small Community Grant Fund Charge effective March 3, 2015. Principal and grant fund charge on the loan is payable in annual installments due each October 30 through 2023. The Small Community Grant Fund charge is at one and six tenths percent (1.6%) per annum.

Future debt service for the State of California Revolving fund loan is:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Grant Fund Charge</u>	<u>Total</u>
2021	\$ 328,100	\$ 35,491	\$ 363,591
2022	336,630	26,960	363,590
2023	345,383	18,208	363,591
2024	354,920	9,228	364,148
Totals	<u>\$ 1,365,033</u>	<u>\$ 89,887</u>	<u>\$ 1,454,920</u>

Annual principal and grant fund charge on the agreement are expected to require 79 percent of current system net revenues as defined. The total grant fund charge and principal remaining to be paid on the agreement is \$1,454,920. For fiscal year 2020, Wastewater Fund Revenues, amounted to \$3,151,753 and operating costs including operating expenses, but not interest or depreciation amounted to \$2,414,721. Net Revenues available for debt service amounted to \$737,032 which represents 203% of the \$363,591 in debt service. Principal and grant fund charge paid for the current fiscal year and total

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system net revenues as defined were \$363,591 and \$737,032 (exclusive of \$511,367) in capital contributions), respectively

*2018 Certificates of Participation*

In May 2018, the City entered into an installment purchase agreement with the Calistoga Public Facilities Financing Corporation (CPFFC) for the refunding of \$2,230,000 an outstanding purchase agreement dated as of August 1, 2001, between the California Statewide Communities Development Authority (CSCDA) and the City, and an installment purchase agreement with the CPFFC and USDA for the refunding of \$1,628,700 an outstanding purchase agreement dated as of May 2005, between the USDA and the City.

The issuances were for the purpose of financing the costs of certain public facilities constituting a part of the City's wastewater enterprise for improvements by issuing Certificates of Participation in the amount of \$5,015,000 in May 2018.

The obligation of the wastewater enterprise to pay its share of the installment payments will be secured by an irrevocable pledge of the Wastewater's Net Revenues.

Final payment on the loan is scheduled for 2043. The outstanding receivable of \$4,725,000 represents the City's liability at June 30, 2019 for the Certificates. Future debt service principal and interest remaining to be paid on the agreement is approximately \$5,998,219. Principal and interest combined on the certificates will require the City to make annual payments which in the aggregate are expected to be from \$96,663 to \$442,000 each fiscal year.

The refinancing of the bonds reduced the debt service interest payments by approximately \$36,866 per year and total debt service savings by \$695,887. This translates into a net present value of \$380,176 and 8.15% net present savings as a percentage of refunded principal. The reacquisition price exceeds the net carrying value for the old debt by \$27,379. There is no defeased debt outstanding as of June 30, 2020.

Future debt service on the 2018 Certificates of Participation is:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 280,000	\$ 163,738	\$ 443,738
2022	285,000	153,838	438,838
2023	295,000	142,238	437,238
2024	310,000	128,587	438,587
2025	325,000	112,713	437,713
2026-2030	850,000	429,602	1,279,602
2031-2035	1,015,000	271,587	1,286,587
2036-2040	715,000	113,966	828,966
2041-2044	<u>380,000</u>	<u>26,950</u>	<u>406,950</u>
Totals	<u>\$ 4,455,000</u>	<u>\$ 1,543,219</u>	<u>\$ 5,998,219</u>

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**F. Compensated Absences**

The City records a liability to recognize the financial effect of unused vacation and other compensated leaves. As of June 30, 2020, the total liability for vacation and other compensated leaves is \$511,708. The City typically uses the General fund, Water and Wastewater funds to liquidate the majority of its compensated absences.

Compensated absence activity for the 2020 fiscal year was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due within One year
<b>Governmental Activities</b>	\$ 415,524	\$ 130,000	\$ 148,634	\$ 396,890	\$ 266,890
<b>Business-type Activities</b>	116,512	90,000	91,694	114,818	94,818
<b>Total</b>	<u>\$ 532,036</u>	<u>\$ 220,000</u>	<u>\$ 240,328</u>	<u>\$ 511,708</u>	<u>\$ 361,708</u>

**A. OTHER INFORMATION**

**A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries insurance. The City participates as a member of the Public Agency Risk Sharing Authority of California (PARSAC). The Authority is a joint powers agency providing joint protection programs for public entities.

The Authority provides general liability, workers compensation and property insurance coverage to member entities. Under the liability program, the City has a \$10,000 retention limit similar to a deductible with the Authority being responsible for losses above that amount up to \$1 million. The Authority carries purchased excess insurance above that amount to cover losses up to \$35 million. The City has a \$25,000 deductible for workers compensation claims, and PARSAC covers workers compensation claims up to the first \$475,000 per claim and carries excess commercial insurance above that amount to cover losses up to \$5 million. Property coverage is commercial insurance jointly purchased with other public entities throughout the State. The commercial coverage is one billion for the collective members with various sub-limits by type of coverage and property.

The City's obligation is to pay annual premiums billed by the Authority. The PARSAC periodically may make retrospective premium adjustments and the City would be required to pay its prorata share of such adjustments.

Liabilities of the City are reported in the statement of net position for the governmental activities when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also

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includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claim's liability estimate. Settlements have not exceeded coverage for each of the past three fiscal years except for the contract settlements incurred in Fiscal Year 2019-2020.

Changes in the balances of claims liabilities during the past two years are as follows:

	Year Ended <u>6/30/2019</u>	Year Ended <u>6/30/2020</u>
Unpaid claims, beginning of fiscal year	\$ 19,878	\$ 28,698
Incurred claims, (including IBNRs)	-	-
Claim payments	<u>8,820</u>	<u>(12,810)</u>
Unpaid claims, end of fiscal year	<u>\$ 28,698</u>	<u>\$ 15,888</u>

#### B. Contingencies and Commitments

*Litigation.* The City is involved in litigation incurred in the normal course of conducting City business. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City's counsel the resolution of these matters will not have a material adverse effect on the financial condition of the City.

*Grants and allocations.* Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal and state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the City expects such amounts, if any, to be immaterial.

#### C. Pension Plans

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

1. *General Information about the Pension Plans*

*Plan Descriptions* – All qualified employees are eligible to participate in the City's following cost-sharing multiple-employer defined benefit pension plans (Plans):

- City Miscellaneous (Tier 1)
- City Miscellaneous (Tier 2)
- City Miscellaneous (Tier 3)
- City Safety (Tier 1)
- City Safety (Tier 2)
- City Safety (Tier 3)

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The Plans are administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and City resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website.

Benefits Provided - CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 55, 57, 60 or 62 depending on the cost-sharing pension plan 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 1959 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

	<b>City Miscellaneous Plan</b>		
	<b><u>Tier 1</u></b>	<b><u>Tier 2</u></b>	<b><u>Tier 3</u></b>
Hire date	<u>Prior to May 1, 2012</u>	<u>On or after May 1, 2012</u>	<u>On or after January 2, 2013</u>
Benefit formula	2.5% @ 55	2% @ 60	2% @ 62
Benefit vesting schedule	5 years' service	5 years' service	5 years' service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-63	50-63	52-67
Monthly benefit, as a % of eligible compensation	1.43% to 2.42%	1.43% to 2.42%	1.0% to 2.5%
Required employee contribution rates	8.0%	7.0%	6.25%
Required employer contribution rates	10.11%	7.2%	6.533%

	<b>City Safety Plan</b>		
	<b><u>Tier 1</u></b>	<b><u>Tier 2</u></b>	<b><u>Tier 3</u></b>
Hire date	<u>Prior to May 1, 2012</u>	<u>On or after May 1, 2012</u>	<u>On or after January 2, 2013</u>
Benefit formula	3% @ 55	2% @ 55	2% @ 57
Benefit vesting schedule	5 years' service	5 years' service	5 years' service
Benefit payments	Monthly for life	Monthly for life	Monthly for life
Retirement age	50-55	50-55	50-57
Monthly benefit, as a % of eligible compensation	3%	2.4% to 3%	2.0% to 2.7%
Required employee contribution rates	9.0%	7.0%	9.5%
Required employer contribution rates	17.875%	12.242%	9.513%

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The City's Miscellaneous and Safety Rate Plans are part of the public agency cost-sharing multiple-employer defined benefit pension plan (PERF C), which is administered by the California Public Employee's Retirement System (CalPERS). PERF C consists of a miscellaneous pool and safety pool (also referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety rate plans, respectively. Individual employers may sponsor more than one miscellaneous and safety rate plan. The employer participates in one cost-sharing multiple-employer defined benefit pension plan regardless of the number of rate plans the employer sponsors. The City sponsors six rate plans (three miscellaneous and three safety).

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

For the year ended June 30, 2020, the contributions recognized as part of pension expense for each Plan were as follows:

	City Miscellaneous Plan		
	Tier 1	Tier 2	Tier 3 (PEPRA)
Contributions - employer	\$ 480,036	\$ 46,308	\$ 112,373
Contributions - employee paid	103,426	36,666	100,910
	City Safety Plan		
	Tier 1	Tier 2	Tier 3 (PEPRA)
Contributions - employer	\$ 360,231	\$ 28,215	\$ 103,267
Contributions - employee paid	69,297	13,359	96,327

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

As of June 30, 2020, the City reported net pension liabilities for its proportionate share of the net pension liability of each Plan as follows:

	<u>Proportionate Share of Net Pension Liability</u>
City safety plan	\$ 3,477,138
City miscellaneous plan	5,485,683
Total net pension liability	\$ 8,962,821

The City's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2019 and the total net



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pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018 rolled forward to June 30, 2019 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. Pension obligations typically have been liquidated in the General Fund and Proprietary Funds.

The City's proportionate share of the net pension liability for each Plan as of June 30, 2019 and 2020 was as follows:

	<u>City Safety Plan</u>		
	<u>Tier 1</u>	<u>Tier 2</u>	<u>Tier 3</u>
Proportion - June 30, 2019	0.069%	0.000%	0.000%
Proportion - June 30, 2020	0.070%	0.000%	0.000%
Change - Increase (Decrease)	0.001%	0.000%	0.000%

	<u>City Miscellaneous Plan</u>		
	<u>Tier 1</u>	<u>Tier 2</u>	<u>Tier 3</u>
Proportion - June 30, 2019	0.130%	0.000%	0.000%
Proportion - June 30, 2020	0.132%	0.000%	0.000%
Change - Increase (Decrease)	0.003%	0.000%	0.000%

For the year ended June 30, 2020 the City recognized pension expense of \$2,202,052; Safety \$921,620 and Miscellaneous \$1,280,432. At June 30, 2020 the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Safety plan</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 491,713	\$ -
Differences between actual and expected experience	217,198	-
Changes in assumptions	142,522	(27,813)
Net difference between projected and actual earnings on pension plan investments	-	(47,834)
Change in proportions and differences between actual contributions and proportionate share of contributions	-	(505,879)
	<u>561,659</u>	<u>-</u>
Total	<u>\$ 1,413,092</u>	<u>\$ (581,526)</u>

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

<u>Miscellaneous plan</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 638,717	\$ -
Differences between actual and expected experience	381,004	(19,693)
Changes in assumptions	261,583	(92,729)
Net difference between projected and actual earnings on pension plan investments	-	-
Change in proportions and differences between actual contributions and proportionate share of contributions	-	(95,907)
	844,497	(888,946)
Total	<u>\$ 2,125,801</u>	<u>\$ (1,097,275)</u>

\$1,130,430 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, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Measurement period Ended June 30 :</u>	<u>Deferred Outflows/(Inflows) of Resources</u>	
	<u>Safety</u>	<u>Miscellaneous</u>
2021	\$ 301,194	\$ 397,094
2022	(242)	(85,710)
2023	39,422	49,218
2024	(521)	29,207
2025	-	-
Total	<u>\$ 339,853</u>	<u>\$ 389,809</u>

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

*Actuarial Assumptions* – For the measurement period ended June 30, 2019, the total pension liabilities were determined by rolling forward the June 30, 2018 total pension liability. The June 30, 2019 and June 30, 2020 total pension liabilities were based on the following actuarial methods and assumptions:

Valuation date	June 30, 2018	
Measurement date	June 30, 2019	
Actuarial cost method	Entry -age normal cost method	
Actuarial assumptions:		
Discount Rate	7.15%	
Inflation	2.50%	
Projected salary increase	Varies by entry age service	
Investment rate of return	7.15%	(1)
Projected salary increase	Varies by entry age service and	
Mortality	Derived using CalPERS membership date for all funds	(2)

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

(2) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements, using Society of Actuaries Scale BB. For more details on this table, please refer to the CalPERS 2014 experience study report available on CalPERS website.

*Change of Assumptions* – GASB 68, paragraph 68 states that the long term expected rate of return should be determined net of pension plan investment expense, but without reduction for pension plan administrative expenses. The discount rate of 7.15 percent used for the June 30, 2018 measurement date was net of administrative expenses. The discount rate of 7.15 percent used for the June 30, 2018 measurement date is without reduction of pension plan administrative expenses. All other assumptions for the June 30, 2018 measurement date were the same as those used for the June 30, 2019 measurement date.

*Discount Rate* – The discount rate used to measure the total pension liability was 7.15 percent. To determine whether the municipal bond rate should be used in the calculation of the discount rate for public agency plans (including PERF C), 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 tests revealed the assets would not run out. Therefore, the current 7.15 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 7.15 percent is applied to all plans in the Public Employees Retirement Fund including PERF C. The stress test results are presented in a detailed report that can be obtained from the CalPERS' website.

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

In determining the long-term expected rate of return, staff took into account both short-term and long-term market return expectations as well as the expected pension fund (Public Employee's Retirement Fund) cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (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. 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

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1-10 (a)	Real Return Years 11+ (b)
Global equity	50%	4.80%	5.98%
Global fixed income	28%	1.00%	2.62%
Inflation sensitive	0%	0.77%	1.81%
Private equity	8%	6.30%	7.23%
Real estate	13%	3.75%	4.93%
Liquidity	1%	0.00%	-0.92%
Total	100%		

*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.

Discount Rate		
6.15%	7.15%	8.15%
(1% decrease)	(current rate)	(1% increase)

Net pension liability				
Safety	\$	5,718,895	\$ 3,477,138	\$ 1,639,248
Miscellaneous	\$	8,686,167	\$ 5,485,683	\$ 2,843,910

**D. Restricted Net Position and Governmental Fund Balances**

The \$9,516,208 restricted amount in the governmental activities statement of net position represent amounts to be used only for specific purposes which restrictions are imposed by laws, formal agreements, or other governments. Of the \$9,516,208 for governmental activities, \$7,051,225 is restricted for housing and community development, \$424,168 is restricted for public safety, and \$2,040,815 is for streets and other purposes.

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

The fund balances of the City's governmental funds are essentially all restricted as to their availability for future uses except for the \$6,393,169 in the General Fund. The \$737,586 consist of non-spendable amounts in prepayments and advances to other funds.

**E. Post-Employment Benefits Other than Pensions**

*Plan Description.* The City administers the City's retired employees' health care plan, a single employer defined benefit health care plan. The plan provides medical benefits to eligible retired City employees and their beneficiaries. The City provides medical benefits through the CalPERS healthcare program, pursuant to the Public Employees' Medical and Hospital Care (PEMHCA), currently paying \$111.20 for employees retiring directly from the City. For unrepresented retirees with at least 10 years of City service, the City pays an additional portion of the retiree's medical premium. Retirees may also continue the City's dental coverage but are required to pay the full premium if they do so. The City's plan is affiliated with the State of California CalPERS in so far as the City's health insurance premium payments are paid to CalPERS. CalPERS through an aggregation of single employer plans pools administrative functions in regard to purchases of commercial health care policies and coverages. City regulations and resolutions assign authority to establish and amend plan provisions to the City. Separate financial statements of the Plan are not issued by the City as a separate OPEB Trust or equivalent arrangement has not been established by the City.

*Funding Policy.* The contribution requirements of the Plan members and the City are established and may be amended by the City. Current OPEB contributions are equal to the current year's projected pay-as-you-go amounts. The City has not yet done so but may choose to establish an irrevocable OPEB trust and make additional contributions to such trust to prefund benefits as determined annually by the City Council. The medical coverage available to retirees creates both an implicit and explicit subsidy liability. An explicit subsidy exists when the employer contributes directly toward the cost of retiree healthcare. An implicit subsidy exists when the premiums charged for retirees' coverage are lower than the expected retiree claims for that coverage. In the CalPERS medical program, the same monthly premiums are charged for active employees and for pre-Medicare retirees, which results in an implicit subsidy of retiree premiums.

The agency's funding policy affects the calculation of liabilities by impacting the discount rate that is used to develop the plan liability and expense. When a plan is "prefunded" sufficiently to project that the plan trust will be sufficient to pay all future plan benefits, then the discount rate will be equal to the expected earnings on trust assets. If funding is on a pay-as-you-go basis, paying only the required retiree benefits when due, then GASB 75 requires the use of a discount rate equal to a 20-year high grade municipal bond rate.

Because the City is currently financing this plan on a pay-as-you-go plan, the discount rate used in the GASB 75 valuation was based on the Fidelity Municipal Bond AA 20-year maturity yield index. As of the beginning and end of the Measurement Period, this index results in discount rates of 3.62% as of June 30, 2018 and 3.13% as of June 30, 2019.

Employees Covered by Benefit Terms – membership in the Plans consisted of the following at the measurement date of June 30, 2018:

Membership of the City as of the valuation date consisted of the following:

Active plan members	58
Inactive employees or beneficiaries currently receiving benefit payments.	10
Total	68

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

Net OPEB Liability

The District's net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019.

Actuarial Assumptions

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

	3.62% as of June 30, 2018
Discount Rate	3.13% as of June 30, 2019
Inflation	2.75%
Aggregate Salary Increases (individual salary increases based on CalPERS)	3.25%
Mortality rates (1)	Based on CalPERS tables
Healthcare cost trend rate	7.00% in the first year, trending down to 5.0% over 57 years`

(1) The mortality table used was developed based on CalPERS' specific data. The table includes 20 years of mortality improvements using Society of Actuaries Scale BB. For more details on this table, please refer to the CalPERS 2014 experience study report available on CalPERS website. The actuary backed out the Scale BB improvement and replaced this with improvement using MacLeod Watts Scale 2018.

Discount Rate

The projection of cash flows used to determine the discount rate assumed that the City contribution will pay annual retiree benefits when due but contribute no additional amounts to the plan. The discount rate was set to the Fidelity Municipal Bond AA 20 Year Maturity Yield Index.

The discount rate used to measure the total OPEB Liability was 3.13%. Healthcare cost trend rate was assumed to start at 7.0% (effective January 1, 2020) and grade down to 5% for years 2024 and thereafter.

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

Changes in Net OPEB Liability

The Changes in the net OPEB liability for each plan follows:

City	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net	Net OPEB Liability
<b>Balance as of Report Date June 30, 2019</b>	\$ 2,139,488	\$ -	\$ 2,139,488
<b>Changes for the year:</b>			
Service Cost	154,218	-	154,218
Interest on the total OPEB liability	81,914	-	81,914
Differences between expected and actual Experience	-	-	-
Changes of assumptions	161,790	-	161,790
Contributions			
Employer - City's contribution	-	61,775	(61,775)
Employer - Implicit Subsidy	-	-	-
Employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of Employee contributions	(61,775)	(61,775)	-
Implicit rate subsidy fulfilled	-	-	-
Administrative expense	-	-	-
<b>Net changes</b>	<u>\$ 336,147</u>	<u>\$ -</u>	<u>\$ 336,147</u>
Balance at June 30, 2020	<u>\$ 2,475,635</u>	<u>\$ -</u>	<u>\$ 2,475,635</u>

OPEB obligations typically have been liquidated in the General Fund.

The impact of a 1% increase or decrease in these assumptions is show in the chart below:

Sensitivity to:			
Change in discount rate	Current – 1% 2.13%	Current 3.13%	Current + 1% 4.13%
Total OPEB Liability	2,861,624	2,475,635	2,161,760
Change in healthcare cost trend rate	Current trend -1%	Current trend	Current trend +1%
Total OPEB Liability	2,103,689	2,475,635	2,954,998

CITY OF CALISTOGA  
Notes to the Financial Statements  
June 30, 2020

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

For the fiscal year ended June 30, 2020, the City recognized OPEB expense of \$193,882. At June 30, 2020, the City reported deferred inflows/outflows of resources related to OPEB from the following sources:

City of Calistoga	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 146,823	\$ 293,599
Differences between expected and actual experience	-	179,482
Net difference between projected and actual earnings on investments	-	-
Deferred contributions	75,449	-
Total	\$ 222,272	\$ 473,081

The difference between projected OPEB plan investment earnings and actual earnings is amortized over a five-year period. The amount of \$75,449 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2021.

Other Amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized as future OPEB expense as follows:

Year ended June 30	
2021	\$ (42,250)
2022	(42,250)
2023	(42,250)
2024	(42,250)
2025	(42,250)
Thereafter	(115,008)



# REQUIRED SUPPLEMENTARY INFORMATION

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RAILROAD TRACKS

**Required Supplementary Information**  
**Budgetary Comparison Schedule - General Fund**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	Original	Final	Actual Amounts	
<b>Fund Balance, July 1</b>	\$ 6,666,010	\$ 7,640,224	\$ 7,862,053	\$ 221,829
<b>Resources (inflows):</b>				
Property taxes	1,664,998	2,132,998	2,226,521	93,523
Sales taxes	1,222,000	994,180	1,037,116	42,936
Transient occupancy taxes	6,569,878	4,458,433	4,704,800	246,367
Other taxes	439,656	449,656	427,745	(21,911)
License and permits	126,390	167,390	216,744	49,354
Fines and forfeits	20,300	94,800	113,953	19,153
Interest	36,500	36,500	110,905	74,405
Intergovernmental	675,438	747,084	1,052,108	305,024
Charges for services	868,525	920,225	771,523	(148,702)
Miscellaneous	50,000	112,000	130,408	18,408
Transfers in	1,380,927	937,296	837,403	(99,893)
	<u>19,720,622</u>	<u>18,690,786</u>	<u>19,491,279</u>	<u>800,493</u>
Amounts available for charges to appropriations				
	<u>19,720,622</u>	<u>18,690,786</u>	<u>19,491,279</u>	<u>800,493</u>
<b>Charges to appropriations:</b>				
<b>General Government:</b>				
City council	63,083	62,265	60,155	2,110
Finance	327,595	345,584	338,016	7,568
City clerk	124,982	85,059	89,591	(4,532)
City attorney	200,000	200,000	179,292	20,708
City manager	242,748	217,719	217,334	385
Nondepartmental	210,460	181,960	146,893	35,067
Economic vitality	491,891	495,492	499,546	(4,054)
Elections	2,500	2,500	44	2,456
Risk management	472,833	507,132	501,577	5,555
Personnel	175,231	244,290	263,435	(19,145)
<b>Public Safety:</b>				
Police services	2,336,368	2,352,930	2,361,513	(8,583)
Police dispatch	736,062	740,827	730,616	10,211
Emergency services	43,530	39,144	36,896	2,248
Fire protection	1,926,748	1,938,124	1,914,501	23,623
<b>Community Services</b>				
Aquatic services	283,045	319,281	306,897	12,384
Community promotions	303,671	489,971	443,065	46,906
Community activities	40,632	33,556	24,787	8,769
Library services	110,432	123,010	123,009	1
Sharpsteen Museum	20,662	25,348	21,863	3,485
Handy Van	10,500	15,500	15,000	500
<b>Recreation Services</b>				
Recreation services	184,560	190,576	174,198	16,378
Education and recreation courses	103,991	102,749	94,849	7,900
Senior activities	58,934	47,990	41,181	6,809
<b>Public Works</b>				
Administration	211,642	173,929	166,380	7,549
Streets	427,377	433,210	381,331	51,879
Park maintenance	275,343	271,683	263,312	8,371
Shop maintenance	34,131	24,871	23,383	1,488
Pool maintenance	183,492	175,141	153,980	21,161
Building maintenance	400,004	399,933	381,959	17,974
<b>Planning and building</b>				
Planning commission	6,810	6,810	5,570	1,240
Planning	324,808	319,687	313,742	5,945
Building inspection	376,764	378,101	388,530	(10,429)
<b>Capital outlay</b>	2,658,000	2,660,291	1,220,249	1,440,042
Transfers out	1,021,845	521,845	477,830	44,015
	<u>14,390,674</u>	<u>14,126,508</u>	<u>12,360,524</u>	<u>1,765,984</u>
Total charges to appropriations				
	<u>14,390,674</u>	<u>14,126,508</u>	<u>12,360,524</u>	<u>1,765,984</u>
Fund Balance, June 30	\$ 5,329,948	\$ 4,564,278	\$ 7,130,755	\$ 2,566,477

**CITY OF CALISTOGA**

**Budgetary Comparison Schedule - General Fund  
 Note to RSI  
 For the Fiscal Year Ended June 30, 2020**

**Note A: Explanation of Difference between Budgetary Inflows and Outflows and GAAP  
 Revenues and expenditures:**

**Sources/inflows resources:**

Actual amounts "available for appropriation" from budgetary comparison schedule:	\$ 19,491,279
Differences - budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	(7,862,053)
Transfers in from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>(837,403)</u>
Total revenues as reported in the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 10,791,823</u>

**Uses/outflows of resources:**

Actual amounts "total charges to appropriations" from the budgetary comparison schedule	\$ 12,360,524
Differences - budget to GAAP:	
Transfers to other funds require the use of current financial resources, but are not considered as expenditures for financial reporting purposes.	<u>(477,830)</u>
Total expenditures as reported in the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 11,882,694</u>

**CITY OF CALISTOGA**  
**Required Supplemental Information For Major Special Revenue F**  
**HOME Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Actual	Variance With Final Budget- Positive(Negative)
Revenues:		
Intergovernmental:		
State of California pass-through HOME grant:	\$ -	\$ -
Miscellaneous	90,797	90,797
Total revenues	90,797	90,797
Expenditures:		
Current:		
Housing:		
Palisades project loan	-	-
Total expenditures	-	-
Excess of revenues over (under) expenditures	90,797	90,797
Other financing uses:		
Transfer out to general fund	-	-
Total other financing uses	-	-
Net change in fund balances	90,797	90,797
Fund balance, July 1	3,847,115	-
Fund balance, June 30	\$ 3,937,912	\$ 90,797

**CITY OF CALISTOGA**  
**Required Supplemental Information For Major Special Revenue**  
**CDBG Open Grants Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Actual	Variance With Final Budget- Positive(Negative)
Revenues:		
Intergovernmental:		
State of California pass-through grants:		
CDBG economic development	\$ -	\$ -
Total revenues	-	-
Expenditures:		
Current:		
Economic development	-	-
Total expenditures	-	-
Excess of revenues over (under) expenditures	-	-
Net change in fund balances	-	-
Fund balance, July 1	1,218,250	-
Fund balance, June 30	\$ 1,218,250	\$ -

**CITY OF CALISTOGA**  
**Required Supplementary Information**  
**Cost Sharing Multiple-Employer Defined Pension Plan - Last six (6) years\***  
**Schedule of Plan's Proportionate Share of Net Pension Liability and Related Ratios as of Measurement Date**

	<u>Miscellaneous Plan</u>					
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Plan's proportion of the net pension liability (asset)	0.082210%	0.217692%	0.000000%	0.48000%	0.058754%	0.053534%
Plan's proportion share of the net pension liability (asset)	5,115,809	5,968,142	6,838,433	6,459,856	5,661,700	5,485,683
Plan's covered payroll	2,067,261	2,089,714	2,469,644	2,446,709	2,724,654	2,915,491
Plan's proportionate share of the net pension liability/asset as a percentage of the plan's total pension liability	277.67%	285.60%	276.90%	264.02%	207.80%	188.16%
Plan's proportion share of the fiduciary net position as a percentage of the plan's total pension liability	69.77%	66%	74.06%	73.31%	75.26%	75.26%

	<u>Safety Plan</u>					
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Plan's proportion of the net pension liability (asset)	0.060900%	0.092536%	0.058670%	0.310000%	0.037333%	0.033933%
Plan's proportion share of the net pension liability (asset)	3,789,935	3,809,042	4,343,184	4,055,661	3,597,524	3,477,138
Plan's covered payroll	1,206,006	1,222,660	1,303,114	1,179,222	1,433,486	1,654,613
Plan's proportionate share of the net pension liability/asset as a percentage of the plan's total pension liability	314.26%	311.54%	333.29%	343.93%	250.96%	210.15%
Plan's proportion share of the fiduciary net position as a percentage of the plan's total pension liability	67.58%	69%	74.06%	73.31%	75.26%	75.26%

\*Fiscal year 2014 was the 1st year of implementation.

City of Calistoga  
 Required Supplementary Information  
 Cost Sharing Multiple-Employer Defined Pension Plan - Last seven (7 years\*)  
 Schedule of Contributions

Miscellaneous Plan

	<u>Fiscal Year</u> 2014	<u>Fiscal Year</u> 2015	<u>Fiscal Year</u> 2016	<u>Fiscal Year</u> 2017	<u>Fiscal Year</u> 2018	<u>Fiscal Year</u> 2019	<u>Fiscal Year</u> 2020
Actuarially determined contribution	\$ 400,634	\$ 445,033	\$ 568,838	\$ 1,693,684	\$ 1,175,752	\$ 1,218,132	\$ 638,717
Contributions in relation to the actuarially determined contributions	<u>(400,634)</u>	<u>(445,033)</u>	<u>(568,838)</u>	<u>(2,773,684)</u>	<u>(1,775,752)</u>	<u>(1,218,132)</u>	<u>(638,717)</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,080,000)</u>	<u>(600,000)</u>	<u>-</u>	<u>-</u>
Covered payroll	\$ 2,089,714	\$ 2,469,644	\$ 2,446,709	\$ 2,724,654	\$ 2,915,491	\$ 3,284,369	\$ 3,356,301
Contributions as a percentage of covered payroll	19.17%	16.66%	23.25%	62.16%	40.33%	37.09%	19.03%

\*Fiscal year 2014 was the 1st year of implementation.

Notes to Required Supplementary Information

Benefit Changes. In 2015, benefit terms were modified to base miscellaneous pensions on a final three-year average salary instead of a final one-year average salary.

Changes in assumptions. In 2015, amounts reported as changes in assumptions resulted primarily from adjustments to expected retirement ages of general employees.

**City of Calistoga**  
**Required Supplementary Information**  
**Cost Sharing Multiple-Employer Defined Pension Plan - Last six (6 years\*)**  
**Schedule of Contributions**

**Safety Plan**

	<u>Fiscal Year</u> <u>2014</u>	<u>Fiscal Year</u> <u>2015</u>	<u>Fiscal Year</u> <u>2016</u>	<u>Fiscal Year</u> <u>2017</u>	<u>Fiscal Year</u> <u>2018</u>	<u>Fiscal Year</u> <u>2019</u>	<u>Fiscal Year</u> <u>2020</u>
Actuarially determined contribution	\$ 351,214	\$ 376,319	\$ 454,373	\$ 1,197,592	\$ 839,584	\$ 855,717	\$ 491,713
Contributions in relation to the actuarially determined contributions	<u>(351,214)</u>	<u>(376,919)</u>	<u>(454,373)</u>	<u>(1,917,592)</u>	<u>(1,239,584)</u>	<u>(855,717)</u>	<u>(491,713)</u>
Contribution deficiency (excess)	<u>-</u>	<u>(600)</u>	<u>-</u>	<u>(720,000)</u>	<u>(400,000)</u>	<u>-</u>	<u>-</u>
Covered payroll	\$ 1,222,660	\$ 1,303,114	\$ 1,179,222	\$ 1,433,486	\$ 1,654,613	\$ 1,675,108	\$ 1,937,953
Contributions as a percentage of covered payroll	28.73%	26.00%	38.53%	83.54%	50.74%	51.08%	25.37%

\*Fiscal year 2014 was the 1st year of implementation.

**Notes to Required Supplementary Information**

**Benefit Changes.** In 2015, benefit terms were modified to base public safety pensions on a final three-year average salary instead of a final one-year average salary.

**Changes in assumptions.** In 2015, amounts reported as changes in assumptions resulted primarily from adjustments to expected retirement ages of general employees.



**City of Calistoga**  
**Required Supplementary Information**  
**Change in the Net OPEB Liability- Last three (3 years\*)**  
**For the Fiscal Year Ended June 30, 2020**

	Fiscal Year Ending June 30, 2018	Fiscal Year Ending June 30, 2019	Fiscal Year Ending June 30, 2020
<b>Total OPEB Liability</b>			
Service cost	\$ 197,549	\$ 175,923	\$ 154,218
Interest	73,616	87,379	81,914
Differences between expected and actual experience	-	(220,228)	-
Benefit payments, included refunds of employee contributions	(72,400)	(71,494)	(61,775)
Implicit rate subsidy fulfilled	(244,214)	(146,376)	161,790
<b>Net change in total OPEB liability</b>	<b>(45,449)</b>	<b>(174,796)</b>	<b>336,147</b>
<b>Total OPEB liability - beginning of year</b>	<b>2,359,773</b>	<b>2,314,284</b>	<b>2,139,488</b>
<b>Total OPEB liability - end of year (a)</b>	<b>\$ 2,314,324</b>	<b>\$ 2,139,488</b>	<b>\$ 2,475,635</b>
<b>Plan Fiduciary Net Position</b>			
Net investment income			
Contributions			
Employer - explicit subsidy	\$ 72,400	\$ 71,494	\$ 61,775
Employer - implicit subsidy	-	-	-
Benefit payments, included refunds of employee contributions	(72,400)	(71,494)	(61,775)
Implicit rate subsidy fulfilled	-	-	-
Administrative expense	-	-	-
<b>Net change in plan fiduciary net position</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan fiduciary net position - beginning of year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Plan fiduciary net position - end of year (b)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>City's net OPEB liability - end of year = (a) - (b)</b>	<b>\$ 2,314,324</b>	<b>\$ 2,139,488</b>	<b>\$ 2,475,635</b>
<b>Plan fiduciary net position as a percentage of the total OPEB liability</b>	<b>59.58%</b>	<b>49.92%</b>	<b>53.08%</b>
<b>Covered-employee payroll</b>	<b>\$ 3,884,193</b>	<b>\$ 4,285,509</b>	<b>\$ 4,664,407</b>

\*Fiscal year 2018 was the 1st year of implementation.

Notes to schedule:

\*The City adopted GASB 75 for the fiscal year ending June 30, 2019

OPTIONAL  
SUPPLEMENTARY INFORMATION

NONMAJOR FUNDS COMBINING FINANCIAL  
STATEMENTS AND SCHEDULES,

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City of Calistoga  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

Special Revenue Funds

	Gas Tax	Road Maintenance & Rehab	Measure T	Parking Ordinance	Administration	Fire	Police	Transportation	CDBG Loan Repayment	CDBG Revolving Loan	Palisades Landscape Maintenance	Asset Forfeiture	Affordable Housing	Quality of Life
<b>Assets</b>														
Cash and investments	\$ 13,021	\$ 82,645	\$ 243,581	\$ 119,684	\$ 64,527	\$ 25,822	\$ 69,029	\$ 776,286	\$ 26,570	\$ 71,832	\$ 5,110	\$ 21,960	\$ 497,441	\$ 103,557
Receivables:														
Receivables from other governments	3,697	6,800	176,074	-	-	-	-	-	-	-	36	-	23,072	-
Accounts	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepayments	-	-	-	-	-	-	-	-	379,178	137	-	-	-	-
Notes receivable	-	-	-	-	-	-	-	-	-	-	-	-	827,000	-
<b>Total assets</b>	<b>\$ 16,618</b>	<b>\$ 89,445</b>	<b>\$ 419,655</b>	<b>\$ 119,684</b>	<b>\$ 64,527</b>	<b>\$ 25,822</b>	<b>\$ 69,029</b>	<b>\$ 776,286</b>	<b>\$ 405,748</b>	<b>\$ 71,969</b>	<b>\$ 5,146</b>	<b>\$ 21,960</b>	<b>\$ 1,347,513</b>	<b>\$ 103,557</b>
<b>Liabilities and Fund Balances</b>														
Liabilities:														
Accounts payable	\$ 5,054	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Advances from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>5,054</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balances:</b>														
Restricted for streets	11,564	69,445	419,655	119,684	-	-	-	776,286	-	-	5,146	-	-	-
Restricted for parks	-	-	-	-	-	-	-	-	-	-	-	21,960	-	-
Restricted for public safety	-	-	-	25,822	-	-	69,029	-	-	-	-	-	-	-
Restricted for affordable housing	-	-	-	-	-	-	-	-	405,748	71,969	-	-	1,347,513	-
Restricted for facilities	-	-	-	-	64,527	-	-	-	-	-	-	-	-	103,557
<b>Total fund balances</b>	<b>11,564</b>	<b>89,445</b>	<b>419,655</b>	<b>119,684</b>	<b>64,527</b>	<b>25,822</b>	<b>69,029</b>	<b>776,286</b>	<b>405,748</b>	<b>71,969</b>	<b>5,146</b>	<b>21,960</b>	<b>1,347,513</b>	<b>103,557</b>
<b>Total liabilities and fund balances</b>	<b>\$ 16,618</b>	<b>\$ 89,445</b>	<b>\$ 419,655</b>	<b>\$ 119,684</b>	<b>\$ 64,527</b>	<b>\$ 25,822</b>	<b>\$ 69,029</b>	<b>\$ 776,286</b>	<b>\$ 405,748</b>	<b>\$ 71,969</b>	<b>\$ 5,146</b>	<b>\$ 21,960</b>	<b>\$ 1,347,513</b>	<b>\$ 103,557</b>

City of Calistoga  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 June 30, 2020

	Special Revenue Funds										Debt Service		Total Nonmajor Governmental Funds
	Silverado Landscape Maintenance	Abandoned Vehicle	Traffic Signal	MTC Street	North West Drainage	Recreation Donation	Police Donation	Police Grants	Tree Mitigation	Fire Donation	Mobile Home Park	City Debt Service	
<b>Assets</b>													
Cash and investments	\$ 3,772	6,316	\$ 167,859	\$ -	\$ 3,298	\$ 2,975	\$ 12,784	\$ 222,043	\$ 92,398	\$ 1,003	\$ 38,675	\$ -	\$ 2,672,188
Receivables:													
governments	-	-	-	-	-	-	-	65,211	-	-	-	-	274,790
Accounts	-	-	-	237,830	-	-	-	-	-	-	-	-	237,830
Advances to other funds	-	-	164,835	-	-	-	-	-	-	-	31,158	-	195,993
Prepayments	-	-	-	-	-	-	-	-	-	-	-	31,158	31,158
Notes receivable	-	-	-	-	-	-	-	-	-	-	-	-	1,206,315
<b>Total assets</b>	<b>\$ 3,772</b>	<b>\$ 6,316</b>	<b>\$ 332,694</b>	<b>\$ 237,830</b>	<b>\$ 3,298</b>	<b>\$ 2,975</b>	<b>\$ 12,784</b>	<b>\$ 287,254</b>	<b>\$ 92,398</b>	<b>\$ 1,003</b>	<b>\$ 69,833</b>	<b>\$ 31,158</b>	<b>\$ 4,618,274</b>
<b>Liabilities and Fund Balances</b>													
Liabilities:													
Accounts payable	\$ -	\$ -	\$ -	\$ 72,985	\$ -	\$ -	\$ -	\$ -	\$ 250	\$ -	\$ -	\$ -	\$ 78,299
Advances from other funds	-	-	-	164,835	-	-	-	-	-	-	-	31,158	195,893
Deposits	-	-	-	-	-	-	-	-	17,770	-	-	-	17,770
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>237,830</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>18,020</b>	<b>-</b>	<b>-</b>	<b>31,158</b>	<b>292,062</b>
Fund balances:													
Restricted for streets	3,772	-	332,694	-	3,298	2,975	-	-	74,378	-	-	-	1,835,922
Restricted for parks	-	-	-	-	-	2,975	-	-	-	-	-	-	2,975
Restricted for public safety	-	6,316	-	-	-	-	12,784	287,254	-	1,003	-	-	424,168
Restricted for affordable housing	-	-	-	-	-	-	-	-	-	-	69,833	-	1,895,063
Restricted for facilities	-	-	-	-	-	-	-	-	-	-	-	-	168,084
<b>Total fund balances</b>	<b>3,772</b>	<b>6,316</b>	<b>332,694</b>	<b>-</b>	<b>3,298</b>	<b>2,975</b>	<b>12,784</b>	<b>287,254</b>	<b>74,378</b>	<b>1,003</b>	<b>69,833</b>	<b>-</b>	<b>4,326,212</b>
<b>Total liabilities and fund balances</b>	<b>\$ 3,772</b>	<b>\$ 6,316</b>	<b>\$ 332,694</b>	<b>\$ 237,830</b>	<b>\$ 3,298</b>	<b>\$ 2,975</b>	<b>\$ 12,784</b>	<b>\$ 287,254</b>	<b>\$ 92,398</b>	<b>\$ 1,003</b>	<b>\$ 69,833</b>	<b>\$ 31,158</b>	<b>\$ 4,618,274</b>

**City of Calistoga**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended June 30, 2020**

Special Revenue Funds

	Gas Tax	Road Maintenance & Rehab	Measure T	Parking Ordinance	Administration	Fire	Police	Transportation	CDBG Loan Repayment	CDBG Revolving Loan	Palisades Landscape Maintenance	Asset Forfeiture	Affordable Housing	Quality of Life
Revenues:														
Intergovernmental	\$ 130,060	\$ 86,823	\$ 500,240	\$ 7,120	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	37,831	31,010	8,289	97,374	-	-	1,568	-	44,029	36,661
Transient occupancy tax	-	-	-	-	-	-	-	-	-	-	-	-	394,760	-
Interest	158	995	4,075	1,442	772	311	831	9,352	19,451	-	-	265	12,000	1,247
Miscellaneous	-	-	-	-	-	-	-	-	-	624,901	-	-	840	-
Total revenues	130,218	87,818	504,315	8,562	38,603	31,321	9,120	106,726	19,451	624,901	1,568	265	451,629	37,908
Expenditures:														
Current:														
Public safety	-	-	-	17,475	-	-	-	-	-	-	-	-	-	-
Public works	29,956	-	-	-	-	-	-	-	-	-	1,236	-	-	-
Housing	-	-	-	-	-	-	-	-	-	548,364	-	-	-	-
Debt service:														
Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	29,956	-	-	17,475	-	-	-	-	-	548,364	1,236	-	-	-
Excess (deficiency) of revenues over (under) expenditures	100,262	87,818	504,315	(8,913)	38,603	31,321	9,120	106,726	19,451	76,537	332	265	451,629	37,908
Other financing sources (uses):														
Transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers out	(95,000)	(35,240)	(372,563)	-	(181,141)	(19,456)	(96,148)	(31,825)	-	(4,568)	-	-	-	(106,382)
Total other financing sources (uses)	(95,000)	(35,240)	(372,563)	-	(181,141)	(19,456)	(96,148)	(31,825)	-	(4,568)	-	-	-	(106,382)
Net change in fund balances	5,262	52,578	131,752	(8,913)	(142,538)	11,865	(27,028)	74,901	19,451	71,969	332	265	451,629	(68,474)
Fund balances, July 1	6,302	36,967	287,903	128,597	207,085	13,957	96,057	701,385	386,297	-	4,814	21,695	895,884	172,031
Fund balances, June 30	\$ 11,564	\$ 89,445	\$ 419,655	\$ 119,684	\$ 64,527	\$ 25,822	\$ 68,029	\$ 776,286	\$ 405,748	\$ 71,969	\$ 5,146	\$ 21,960	\$ 1,347,513	\$ 103,557

**City of Callistoga**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the Fiscal Year Ended June 30, 2020**

	Special Revenue Funds											Debt Service		Total Nonmajor Governmental Funds
	Silverado Landscape Maintenance	Abandoned Vehicle	Traffic Signal	MTC Street	North West Drainage	Recreation Donations	Police Donation	Police Grants	Tree Mitigation	Fire Donation	Mobile Home Park	City Debt Service		
<b>Revenues:</b>														
Intergovernmental	\$ 1,047			\$ 147,398		\$ -		\$ 167,885		\$ -				\$ 1,039,526
Charges for services									34,145		8,265			300,219
Transient occupancy tax														394,760
Interest		76	4,008		40	36	154		1,113	12	841			57,179
Miscellaneous						3,075					15,350			644,166
<b>Total revenues</b>	<b>1,047</b>	<b>76</b>	<b>4,008</b>	<b>147,398</b>	<b>40</b>	<b>3,111</b>	<b>154</b>	<b>167,885</b>	<b>35,258</b>	<b>12</b>	<b>24,456</b>	<b>-</b>	<b>-</b>	<b>2,435,850</b>
<b>Expenditures:</b>														
Current														
Public safety								448						17,923
Public works	50			299,749										330,991
Housing											6,825			555,189
Debt service:														
Principal												306,176		306,176
Interest												67,726		67,726
<b>Total expenditures</b>	<b>50</b>	<b>-</b>	<b>-</b>	<b>299,749</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>448</b>	<b>-</b>	<b>-</b>	<b>6,825</b>	<b>373,902</b>	<b>-</b>	<b>1,278,005</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>997</b>	<b>76</b>	<b>4,008</b>	<b>(152,351)</b>	<b>40</b>	<b>3,111</b>	<b>154</b>	<b>167,437</b>	<b>35,258</b>	<b>12</b>	<b>17,631</b>	<b>(373,902)</b>	<b>-</b>	<b>1,157,845</b>
<b>Other financing sources (uses):</b>														
Transfers in				152,351								373,902		526,253
Transfers out		(4,600)				(15,464)		(96,617)			(7,090)			(1,006,094)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(4,600)</b>	<b>-</b>	<b>152,351</b>	<b>-</b>	<b>(15,464)</b>	<b>-</b>	<b>(96,617)</b>	<b>-</b>	<b>-</b>	<b>(7,090)</b>	<b>373,902</b>	<b>-</b>	<b>(479,841)</b>
<b>Net change in fund balances</b>	<b>997</b>	<b>(4,524)</b>	<b>4,008</b>	<b>-</b>	<b>40</b>	<b>(12,353)</b>	<b>154</b>	<b>70,820</b>	<b>35,258</b>	<b>12</b>	<b>10,541</b>	<b>-</b>	<b>-</b>	<b>678,004</b>
<b>Fund balances, July 1</b>	<b>2,775</b>	<b>10,840</b>	<b>328,686</b>	<b>-</b>	<b>3,258</b>	<b>15,328</b>	<b>12,630</b>	<b>216,434</b>	<b>39,120</b>	<b>991</b>	<b>59,292</b>	<b>-</b>	<b>-</b>	<b>3,648,208</b>
<b>Fund balances, June 30</b>	<b>\$ 3,772</b>	<b>\$ 6,316</b>	<b>\$ 332,694</b>	<b>\$ -</b>	<b>\$ 3,298</b>	<b>\$ 2,975</b>	<b>\$ 12,784</b>	<b>\$ 287,254</b>	<b>\$ 74,378</b>	<b>\$ 1,003</b>	<b>\$ 69,833</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 4,326,212</b>

**CITY OF CALISTOGA**  
**Gas Tax Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
Gas tax 2105	\$ 29,674	\$ 29,674	\$ 27,816	\$ (1,858)
Gas tax 2106	18,893	18,893	17,793	(1,100)
Gas tax 2107	38,967	38,967	35,123	(3,844)
Gas tax 2107.5	2,000	2,000	2,000	-
Other state grant	45,492	45,492	47,328	1,836
Interest	75	75	158	83
Total revenues	<u>135,101</u>	<u>135,101</u>	<u>130,218</u>	<u>(4,883)</u>
Expenditures:				
Current:				
Highways and streets:				
Street lighting utilities	37,500	37,500	29,956	7,544
Total expenditures	<u>37,500</u>	<u>37,500</u>	<u>29,956</u>	<u>7,544</u>
Excess of revenues over (under) expenditures	<u>97,601</u>	<u>97,601</u>	<u>100,262</u>	<u>2,661</u>
Other financing sources (uses):				
Transfers out to the general fund	(95,000)	(95,000)	(95,000)	-
Total other financing sources (uses)	<u>(95,000)</u>	<u>(95,000)</u>	<u>(95,000)</u>	<u>-</u>
Net change in fund balance	2,601	2,601	5,262	2,661
Fund balance, July 1	3,925	6,302	6,302	-
Fund balance, June 30	<u>\$ 6,526</u>	<u>\$ 8,903</u>	<u>\$ 11,564</u>	<u>\$ 2,661</u>



**CITY OF CALISTOGA**  
**Road Maintenance and Rehab Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental:				
Road Rehab - SB1	\$ 87,642	\$ 87,642	\$ 86,823	\$ (819)
Interest	-	-	995	995
Total revenues	<u>87,642</u>	<u>87,642</u>	<u>87,818</u>	<u>176</u>
Expenditures:				
Current:				
Highways and streets:				
Rehab Streets	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>87,642</u>	<u>87,642</u>	<u>87,818</u>	<u>176</u>
Other financing sources (uses):				
Transfers out to the general fund	<u>(87,642)</u>	<u>(87,642)</u>	<u>(35,240)</u>	<u>52,402</u>
Total other financing sources (uses)	<u>(87,642)</u>	<u>(87,642)</u>	<u>(35,240)</u>	<u>52,402</u>
Net change in fund balance	-	-	52,578	52,578
Fund balance, July 1	<u>-</u>	<u>36,867</u>	<u>36,867</u>	<u>-</u>
Fund balance, June 30	<u>\$ -</u>	<u>\$ 36,867</u>	<u>\$ 89,445</u>	<u>\$ 52,578</u>

**CITY OF CALISTOGA**  
**Measure T Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental:				
Mntc streets, curbs, roadway drainage	\$ 225,000	\$ 425,000	\$ 500,240	\$ 75,240
Interest	-	-	4,075	4,075
Total revenues	<u>225,000</u>	<u>425,000</u>	<u>504,315</u>	<u>79,315</u>
Expenditures:				
Current:				
Highways and streets:				
Street Rehab	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>225,000</u>	<u>425,000</u>	<u>504,315</u>	<u>79,315</u>
Other financing sources (uses):				
Transfers out to the general fund	<u>(367,000)</u>	<u>(367,000)</u>	<u>(372,563)</u>	<u>(5,563)</u>
Total other financing sources (uses)	<u>(367,000)</u>	<u>(367,000)</u>	<u>(372,563)</u>	<u>(5,563)</u>
Net change in fund balance	<u>(142,000)</u>	<u>58,000</u>	<u>131,752</u>	<u>73,752</u>
Fund balance, July 1	<u>142,940</u>	<u>287,903</u>	<u>287,903</u>	<u>-</u>
Fund balance, June 30	<u>\$ 940</u>	<u>\$ 345,903</u>	<u>\$ 419,655</u>	<u>\$ 73,752</u>

**CITY OF CALISTOGA**  
**Parking Ordinance Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(negative)
	Original	Final		
Revenues:				
Charges for services:				
Parking impact fees	\$ 6,000	\$ 6,000	\$ 7,120	\$ 1,120
Interest	150	150	1,442	1,292
Total revenues	<u>6,150</u>	<u>6,150</u>	<u>8,562</u>	<u>2,412</u>
Expenditures:				
Public safety	-	17,475	17,475	-
Total expenditures	<u>-</u>	<u>17,475</u>	<u>17,475</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>6,150</u>	<u>(11,325)</u>	<u>(8,913)</u>	<u>2,412</u>
Net change in fund balance	6,150	(11,325)	(8,913)	2,412
Fund balance, July 1	<u>126,811</u>	<u>128,597</u>	<u>128,597</u>	<u>-</u>
Fund balance, June 30	<u>\$ 132,961</u>	<u>\$ 117,272</u>	<u>\$ 119,684</u>	<u>\$ 2,412</u>

**CITY OF CALISTOGA**  
**City Administration Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Charges for services:				
City administration impact fees	\$ 6,000	\$ 33,270	\$ 37,831	\$ 4,561
Interest	100	100	772	672
Total revenues	<u>6,100</u>	<u>33,370</u>	<u>38,603</u>	<u>5,233</u>
Expenditures:				
City Administration:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>6,100</u>	<u>33,370</u>	<u>38,603</u>	<u>5,233</u>
Other financing uses:				
Transfer out to general fund	<u>(15,000)</u>	<u>(185,000)</u>	<u>(181,141)</u>	<u>3,859</u>
Total other financing uses	<u>(15,000)</u>	<u>(185,000)</u>	<u>(181,141)</u>	<u>3,859</u>
Net change in fund balance	(8,900)	(151,630)	(142,538)	9,092
Fund balance, July 1	<u>222,586</u>	<u>207,065</u>	<u>207,065</u>	<u>-</u>
Fund balance, June 30	<u>\$ 213,686</u>	<u>\$ 55,435</u>	<u>\$ 64,527</u>	<u>\$ 9,092</u>

**CITY OF CALISTOGA**  
**Fire Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Charges for services:				
Public safety impact fees	\$ 45,000	\$ 45,000	\$ 31,010	\$ (13,990)
Interest	75	75	311	236
Total revenues	<u>45,075</u>	<u>45,075</u>	<u>31,321</u>	<u>(13,754)</u>
Expenditures:				
Public Safety:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>45,075</u>	<u>45,075</u>	<u>31,321</u>	<u>(13,754)</u>
Other financing uses:				
Transfer out to equipment fund	<u>(16,000)</u>	<u>(16,000)</u>	<u>(19,456)</u>	<u>(3,456)</u>
Total other financing uses	<u>(16,000)</u>	<u>(16,000)</u>	<u>(19,456)</u>	<u>(3,456)</u>
Net change in fund balance	29,075	29,075	11,865	(17,210)
Fund balance, July 1	<u>29,604</u>	<u>13,957</u>	<u>13,957</u>	<u>-</u>
Fund balance, June 30	<u>\$ 58,679</u>	<u>\$ 43,032</u>	<u>\$ 25,822</u>	<u>\$ (17,210)</u>

**CITY OF CALISTOGA**  
**Police Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Charges for services:				
Public safety impact fees	\$ 41,330	\$ 41,330	\$ 8,289	\$ (33,041)
Interest	30	30	831	801
Total revenues	<u>41,360</u>	<u>41,360</u>	<u>9,120</u>	<u>(32,240)</u>
Expenditures:				
Public Safety:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>41,360</u>	<u>41,360</u>	<u>9,120</u>	<u>(32,240)</u>
Other financing uses:				
Transfer out to equipment fund	(75,000)	(75,000)	(36,148)	38,852
Total other financing uses	<u>(75,000)</u>	<u>(75,000)</u>	<u>(36,148)</u>	<u>38,852</u>
Net change in fund balance	(33,640)	(33,640)	(27,028)	6,612
Fund balance, July 1	<u>87,498</u>	<u>96,057</u>	<u>96,057</u>	<u>-</u>
Fund balance, June 30	<u>\$ 53,858</u>	<u>\$ 62,417</u>	<u>\$ 69,029</u>	<u>\$ 6,612</u>

**CITY OF CALISTOGA**  
**Transportation Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Charges for services:				
Transportation impact fees	\$ 21,800	\$ 86,484	\$ 97,374	\$ 10,890
Interest	1,000	1,000	9,352	8,352
Total revenues	<u>22,800</u>	<u>87,484</u>	<u>106,726</u>	<u>19,242</u>
Expenditures:				
Transportation:	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>22,800</u>	<u>87,484</u>	<u>106,726</u>	<u>19,242</u>
Other financing uses:				
Transfer out to mtc fund	-	(38,317)	(31,825)	6,492
Total other financing uses	<u>-</u>	<u>(38,317)</u>	<u>(31,825)</u>	<u>6,492</u>
Net change in fund balance	22,800	49,167	74,901	25,734
Fund balance, July 1	<u>732,784</u>	<u>701,385</u>	<u>701,385</u>	<u>-</u>
Fund balance, June 30	<u>\$ 755,584</u>	<u>\$ 750,552</u>	<u>\$ 776,286</u>	<u>\$ 25,734</u>

**CITY OF CALISTOGA**  
**CDBG Loan Repayment Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Actual	Variance With Final Budget- Positive(Negative)
Revenues:		
Interest	\$ -	\$ -
Miscellaneous - loan repayments	19,451	19,451
Total revenues	19,451	19,451
Expenditures:		
Current:		
Contracts and program services	-	-
Total expenditures	-	-
Excess of revenues over (under) expenditures	19,451	19,451
Net change in fund balance	19,451	19,451
Fund balance, July 1	386,297	-
Fund balance, June 30	\$ 405,748	\$ 19,451



**CITY OF CALISTOGA**  
**CDBG Revolving Loan Program Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)
State grants	220,000	623,595	624,901	1,306
Total revenues	<u>221,000</u>	<u>624,595</u>	<u>624,901</u>	<u>306</u>
Expenditures:				
Current:				
Contracts and program services	150,000	600,000	548,364	51,636
Total expenditures	<u>150,000</u>	<u>600,000</u>	<u>548,364</u>	<u>51,636</u>
Excess of revenues over (under) expenditures	<u>71,000</u>	<u>24,595</u>	<u>76,537</u>	<u>51,942</u>
Other financing uses:				
Transfer out to general fund	<u>(24,595)</u>	<u>(4,568)</u>	<u>(4,568)</u>	<u>-</u>
Total other financing uses	<u>(24,595)</u>	<u>(4,568)</u>	<u>(4,568)</u>	<u>-</u>
Net change in fund balance	46,405	20,027	71,969	51,942
Fund balance, July 1	<u>85,634</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ 132,039</u>	<u>\$ 20,027</u>	<u>\$ 71,969</u>	<u>\$ 51,942</u>

**CITY OF CALISTOGA**  
**Palisades Landscape Maintenance Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts			Variance With Final Budget- Positive(Negative)
	Original	Final	Actual	
Revenues:				
Special assessments:				
Landscape maintenance	\$ 1,550	\$ 1,550	\$ 1,568	\$ 18
Total revenues	<u>1,550</u>	<u>1,550</u>	<u>1,568</u>	<u>18</u>
Expenditures:				
Public works	<u>2,856</u>	<u>2,856</u>	<u>1,236</u>	<u>1,620</u>
Excess of revenues over(under)expenditures	<u>(1,306)</u>	<u>(1,306)</u>	<u>332</u>	<u>1,638</u>
Net change in fund balance	(1,306)	(1,306)	332	1,638
Fund balance, July 1	<u>3,251</u>	<u>4,814</u>	<u>4,814</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,945</u>	<u>\$ 3,508</u>	<u>\$ 5,146</u>	<u>\$ 1,638</u>

**CITY OF CALISTOGA**  
**Asset Forfeiture Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Interest	500	150	265	115
Total revenues	500	150	265	115
Expenditures:				
Current:				
Public safety	4,000	4,000	-	4,000
Excess of revenues over (under) expenditures	(3,500)	(3,850)	265	4,115
Other financing uses:				
Transfer out to equipment replacement fund	-	-	-	-
Total other financing uses	-	-	-	-
Net change in fund balance	(3,500)	(3,850)	265	4,115
Fund balance, July 1	20,375	21,695	21,695	-
Fund balance, June 30	<u>\$ 16,875</u>	<u>\$ 17,845</u>	<u>\$ 21,960</u>	<u>\$ 4,115</u>

**CITY OF CALISTOGA**  
**Affordable Housing Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts			Variance With Final Budget- Positive(Negative)
	Original	Final	Actual	
Revenues:				
Interest	\$ 200	\$ 12,000	\$ 12,000	\$ -
Transient Occupancy Tax	500,000	370,000	394,766	24,766
Other revenue	768	840	840	-
Development in lieu fees	-	19,757	44,029	24,272
<b>Total revenues</b>	<b>500,968</b>	<b>402,597</b>	<b>451,635</b>	<b>49,038</b>
Expenditures:				
Current:				
Housing services	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess of revenues over (under) expenditures	500,968	402,597	451,635	49,038
Other financing uses:				
Debt Proceeds	-	24,000	-	(24,000)
<b>Total other financing uses</b>	<b>-</b>	<b>24,000</b>	<b>-</b>	<b>(24,000)</b>
<b>Net change in fund balance</b>	<b>500,968</b>	<b>426,597</b>	<b>451,635</b>	<b>25,038</b>
Prior period adjustment	-	-	-	-
Fund balance, July 1	831,700	895,884	895,884	-
Fund balance, June 30	<b>\$ 1,332,668</b>	<b>\$ 1,322,481</b>	<b>\$ 1,347,519</b>	<b>\$ 25,038</b>

**CITY OF CALISTOGA**  
**Quality of Life Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts			Variance With Final Budget- Positive(Negative)
	Original	Final	Actual	
Revenues:				
Charges for services:				
Quality of life fees	\$ 65,000	\$ 65,000	\$ 36,661	\$ (28,339)
Interest	500	500	1,247	747
Total revenues	<u>65,500</u>	<u>65,500</u>	<u>37,908</u>	<u>(27,592)</u>
Expenditures:				
Current:				
Public works	-	-	-	-
Excess of revenues over(under) expenditures	<u>65,500</u>	<u>65,500</u>	<u>37,908</u>	<u>(27,592)</u>
Other financing uses:				
Transfer out to mtc fund	-	(86,674)	(87,086)	(412)
Transfers out to general fund	<u>(117,000)</u>	<u>(19,296)</u>	<u>(19,296)</u>	<u>-</u>
Total other financing uses	<u>(117,000)</u>	<u>(105,970)</u>	<u>(106,382)</u>	<u>(412)</u>
Net change in fund balance	(51,500)	(40,470)	(68,474)	(28,004)
Fund balance, July 1	<u>188,518</u>	<u>172,031</u>	<u>172,031</u>	<u>-</u>
Fund balance, June 30	<u><u>\$ 137,018</u></u>	<u><u>\$ 131,561</u></u>	<u><u>\$ 103,557</u></u>	<u><u>\$ (28,004)</u></u>

**CITY OF CALISTOGA**  
**Silverado Landscape Maintenance Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special assessments:				
Landscape maintenance	\$ 1,000	\$ 1,000	\$ 1,047	\$ 47
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>1,047</u>	<u>47</u>
Expenditures:				
Current:				
Public works	<u>1,253</u>	<u>1,253</u>	<u>50</u>	<u>1,203</u>
Excess of revenues over(under) expenditures	<u>(253)</u>	<u>(253)</u>	<u>997</u>	<u>1,250</u>
Net change in fund balance	<u>(253)</u>	<u>(253)</u>	<u>997</u>	<u>1,250</u>
Fund balance, July 1	<u>1,598</u>	<u>2,775</u>	<u>2,775</u>	<u>-</u>
Fund balance, June 30	<u><u>\$ 1,345</u></u>	<u><u>\$ 2,522</u></u>	<u><u>\$ 3,772</u></u>	<u><u>\$ 1,250</u></u>

**CITY OF CALISTOGA**  
**Abandoned Vehicle Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

Budgeted Amounts

	Budgeted Amounts			Variance With Final Budget- Positive(Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental:				
Napa County - reimbursement fees	\$ -	\$ -	\$ -	\$ -
Interest	50	50	76	26
Total revenues	50	50	76	26
Expenditures:				
Current:				
Public safety	-	-	-	-
Total expenditures	-	-	-	-
Excess of revenues over (under) expenditures	50	50	76	26
Other financing uses:				
Transfers out to general fund	(4,600)	(4,600)	(4,600)	-
Total other financing uses	(4,600)	(4,600)	(4,600)	-
Net change in fund balance	(4,550)	(4,550)	(4,524)	26
Fund balance, July 1	15,216	10,840	10,840	-
Fund balance, June 30	\$ 10,666	\$ 6,290	\$ 6,316	\$ 26

**CITY OF CALISTOGA**  
**Traffic Signal Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 300	\$ 300	\$ 4,008	\$ 3,708
Total revenues	<u>300</u>	<u>300</u>	<u>4,008</u>	<u>3,708</u>
Expenditures:				
Current public works	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over(under) expenditures	<u>300</u>	<u>300</u>	<u>4,008</u>	<u>3,708</u>
Other financing uses:				
Transfer in from mtc	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfer out to the mtc	<u>(45,082)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing uses	<u>(45,082)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(44,782)	300	4,008	3,708
Fund balance, July 1	<u>286,426</u>	<u>328,686</u>	<u>328,686</u>	<u>-</u>
Fund balance, June 30	<u>\$ 241,644</u>	<u>\$ 328,986</u>	<u>\$ 332,694</u>	<u>\$ 3,708</u>



**CITY OF CALISTOGA**  
**MTC Street Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
MTC Street allocations	\$ 305,306	\$ 94,349	\$ 147,398	\$ 53,049
Total revenues	305,306	94,349	147,398	53,049
Expenditures:				
Current:				
Public works- pedestrian projects	373,499	230,044	299,749	(69,705)
Total expenditures	373,499	230,044	299,749	(69,705)
Excess of revenues over(under) expenditures	(68,193)	(135,695)	(152,351)	(16,656)
Other financing uses:				
Transfer in from traffic signal fund	45,082	-	-	-
Transfer in from cultural/recreational fund		97,378	87,086	(10,292)
Transfer in from general fund	23,111	-	3,342	3,342
Transfer in from transportation fund	-	38,317	31,825	(6,492)
Transfer in from measure t fund	-	-	30,098	30,098
Total other financing uses	68,193	135,695	152,351	16,656
Net change in fund balance	-	-	-	-
Fund balance, July 1	-	-	-	-
Fund balance, June 30	\$ -	\$ -	\$ -	\$ -

**CITY OF CALISTOGA**  
**North West Drainage Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Actual	Variance With Final Budget- Positive(Negative)
Revenues:		
Interest	\$          40	\$          40
Total revenues	40	40
Expenditures:		
Current:		
Public works projects	-	-
Excess of revenues over (under) expenditures	40	40
Net change in fund balance	40	40
 Fund balance, July 1	 3,258	 -
Fund balance, June 30	\$          3,298	\$          40

**CITY OF CALISTOGA**  
**Recreation Donation Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ -	\$ -	\$ 36	\$ 36
Miscellaneous:				
Donations	2,000	3,804	3,075	(729)
Total revenues	<u>2,000</u>	<u>3,804</u>	<u>3,111</u>	<u>(693)</u>
Expenditures:				
Current:				
Recreation	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess(deficiency) of revenues over (under) expenditures	<u>2,000</u>	<u>3,804</u>	<u>3,111</u>	<u>(693)</u>
Other Financing Use				
Transfer out to general fund	<u>(8,000)</u>	<u>(8,000)</u>	<u>(15,464)</u>	<u>(7,464)</u>
Net change in fund balance	(6,000)	(4,196)	(12,353)	(8,157)
Fund balance, July 1	<u>6,817</u>	<u>15,328</u>	<u>15,328</u>	<u>-</u>
Fund balance, June 30	<u>\$ 817</u>	<u>\$ 11,132</u>	<u>\$ 2,975</u>	<u>\$ (8,157)</u>

**CITY OF CALISTOGA**  
**Police Donation Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Interest	\$ 50	\$ 50	\$ 154	\$ 104
Total revenues	<u>50</u>	<u>50</u>	<u>154</u>	<u>104</u>
Expenditures:				
Current:				
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	50	50	154	104
Fund balance, July 1	<u>12,477</u>	<u>12,630</u>	<u>12,630</u>	<u>-</u>
Fund balance, June 30	<u>\$ 12,527</u>	<u>\$ 12,680</u>	<u>\$ 12,784</u>	<u>\$ 104</u>

**CITY OF CALISTOGA**  
**Police Grant Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance With Final Budget- Positive(Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
COPS grant	\$ 108,440	\$ 108,440	\$ 167,885	\$ 59,445
Total revenues	108,440	108,440	167,885	59,445
Expenditures:				
Current:				
Public safety	17,440	17,440	448	16,992
Total expenditures	17,440	17,440	448	16,992
Excess of revenues over (under) expenditures	91,000	91,000	167,437	76,437
Other financing uses:				
Transfer out to equipment replacement fund	-	(11,617)	(11,617)	-
Transfers out to the general fund	(85,000)	(85,000)	(85,000)	-
Total other financing uses	(85,000)	(96,617)	(96,617)	-
Net change in fund balance	6,000	(5,617)	70,820	76,437
Fund balance, July 1	140,044	216,434	216,434	-
Fund balance, June 30	\$ 146,044	\$ 210,817	\$ 287,254	\$ 76,437

**CITY OF CALISTOGA**  
**Tree Mitigation Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance With Final Budget- Positive(Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services:				
Tree mitigation and removal fees	\$ 500	\$ 34,340	\$ 34,145	\$ (195)
Interest	-	-	1,113	1,113
Total revenues	<u>500</u>	<u>34,340</u>	<u>35,258</u>	<u>918</u>
Expenditures:				
Current:				
Public works	-	-	-	-
Excess of revenues over (under) expenditures	<u>500</u>	<u>34,340</u>	<u>35,258</u>	<u>918</u>
Net change in fund balance	500	34,340	35,258	918
Fund balance, July 1	<u>24,189</u>	<u>39,120</u>	<u>39,120</u>	<u>-</u>
Fund balance, June 30	<u>\$ 24,689</u>	<u>\$ 73,460</u>	<u>\$ 74,378</u>	<u>\$ 918</u>

**CITY OF CALISTOGA**  
**Fire Donation Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	Actual	Variance With Final Budget- Positive(Negative)
Revenues		
Interest	\$ 12	\$ 12
Total revenues	12	-
Expenditures:		
Current:		
Public safety	-	-
Excess of revenues over (under) expenditures	12	-
Net change in fund balance	12	12
Fund balance, July 1	991	-
Fund balance, June 30	\$ 1,003	\$ 12

**CITY OF CALISTOGA**  
**Mobile Home Park Special Revenue Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ -	\$ -	\$ 841	\$ 841
Inspection fees	7,940	8,265	8,265	-
Rent stabilization fees	10,600	10,600	9,800	(800)
Other Revenues	-	5,500	5,550	50
<b>Total revenues</b>	<u>18,540</u>	<u>24,365</u>	<u>24,456</u>	<u>91</u>
Expenditures:				
Current:				
Housing	1,550	7,100	6,825	275
<b>Excess of revenues over (under) expenditures</b>	<u>16,990</u>	<u>17,265</u>	<u>17,631</u>	<u>366</u>
Other financing sources (uses):				
Transfers out to general fund	(7,090)	(7,090)	(7,090)	-
<b>Total other financing sources (uses)</b>	<u>(7,090)</u>	<u>(7,090)</u>	<u>(7,090)</u>	<u>-</u>
<b>Net change in fund balance</b>	<u>9,900</u>	<u>10,175</u>	<u>10,541</u>	<u>366</u>
Fund balance, July 1	<u>58,587</u>	<u>59,292</u>	<u>59,292</u>	<u>-</u>
<b>Fund balance, June 30</b>	<u>\$ 68,487</u>	<u>\$ 69,467</u>	<u>\$ 69,833</u>	<u>\$ 366</u>



**CITY OF CALISTOGA**  
**City Debt Service Fund**  
**Schedule of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Budgeted Amounts</u>			Variance With Final Budget- Positive(Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Miscellaneous	\$ -	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Debt service:				
Principal retirement	306,108	306,108	306,176	(68)
Interest on long-term debt	67,794	67,794	67,726	68
Total expenditures	<u>373,902</u>	<u>373,902</u>	<u>373,902</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>(373,902)</u>	<u>(373,902)</u>	<u>(373,902)</u>	<u>-</u>
Other financing sources:				
Transfer in from general fund	<u>373,902</u>	<u>373,902</u>	<u>373,902</u>	<u>-</u>
Total other financing sources	<u>373,902</u>	<u>373,902</u>	<u>373,902</u>	<u>-</u>
Net change in fund balance	-	-	-	-
Fund balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**City of Calistoga**  
**Statement of Changes in Assets and Liabilities**  
**Agency Fund**  
**For Fiscal Year Ended June 30, 2020**

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020
<b>ASSETS</b>				
Cash and cash equivalents	\$ 54,156	\$ -	\$ (54,064)	\$ 92
Assessments receivable	160,039	(113,896)	-	46,143
Total assets	<u>\$ 214,195</u>	<u>\$ (113,896)</u>	<u>\$ (54,064)</u>	<u>\$ 46,235</u>
<b>LIABILITIES</b>				
Deposits payable to Tourism Business Improvement District	\$ 214,195	\$ (167,960)	\$ -	\$ 46,235
Total liabilities	<u>\$ 214,195</u>	<u>\$ (167,960)</u>	<u>\$ -</u>	<u>\$ 46,235</u>

See accompanying notes to the basic financial statements

# STATISTICAL SECTION

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HARLEY STREET

**STATISTICAL SECTION**

This part of the City of Calistoga’s comprehensive annual financial report presents detailed information as a context for understanding the information in the financial statements, note disclosures, and required supplementary information about the City’s overall financial health.

<b>Financial Trends</b>	<b>Schedules 1- 4</b>
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These schedules contain trend information to help understand how the City’s financial performance and well-being have changed over time.

<b>Revenue Capacity</b>	<b>Schedules 5-6</b>
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These schedules contain information to help assess the City’s most significant local revenue sources, which for the City is the transient occupancy tax revenue.

<b>Debt Capacity</b>	<b>Schedules 7-11</b>
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These schedules present information to help assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.

<b>Demographic and Economic Information</b>	<b>Schedules 12 -14</b>
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These schedules offer demographic and economic indicators to help understand the environment within which the City’s financial activities take place.

<b>Operating Information</b>	<b>Schedules 15-17</b>
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These schedules contain service and infrastructure data to help understand how the information in the City’s financial report relates to services the City provides and the activities it performs.

City of Calistoga  
Schedule 1  
Net Position by Component  
Last Ten Fiscal Years  
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Governmental activities:</b>										
Net investment in capital assets	\$9,134,898	\$9,123,554	\$9,134,957	\$8,689,861	\$8,776,854	\$11,380,815	\$14,074,577	\$21,414,097	\$24,456,140	\$25,439,253
Restricted	6,320,030	5,539,578	6,873,465	7,326,817	7,440,190	6,021,004	8,823,271	8,413,914	8,793,937	9,516,208
Unrestricted	(601,181)	909,057	2,284,571	5,031,807	1,381,017	2,483,766	2,730,097	1,414,740	831,542	(572,692)
<b>Total governmental activities net position</b>	<b>\$14,853,747</b>	<b>\$15,572,189</b>	<b>\$18,292,993</b>	<b>\$21,048,485</b>	<b>\$17,598,061</b>	<b>\$19,885,585</b>	<b>\$25,627,945</b>	<b>\$31,242,751</b>	<b>\$34,081,619</b>	<b>\$34,382,769</b>
<b>Business-type activities:</b>										
Net investment in capital assets	\$13,584,563	\$15,137,975	\$14,984,506	\$14,438,811	\$15,430,416	\$16,114,172	\$16,711,648	\$17,597,942	\$20,631,939	\$21,355,725
Restricted	194,892	6,084	1,607,643	3,371,809	(392,582)	(1,240,016)	2,282,891	978,104	443,251	183,937
Unrestricted	-	-	-	-	-	-	-	-	-	-
<b>Total business-type activities net position</b>	<b>\$13,779,455</b>	<b>\$15,144,059</b>	<b>\$16,592,149</b>	<b>\$17,810,620</b>	<b>\$15,037,834</b>	<b>\$14,874,156</b>	<b>\$18,994,539</b>	<b>\$18,576,046</b>	<b>\$21,075,190</b>	<b>\$21,539,662</b>
<b>Primary government:</b>										
Net investment in capital assets	\$22,719,461	\$24,261,529	\$24,119,463	\$23,128,672	\$24,207,270	\$27,494,987	\$30,786,225	\$39,012,039	\$45,088,079	\$46,794,978
Restricted	6,320,030	5,539,578	6,873,465	7,326,817	7,440,190	6,021,004	8,823,271	8,413,914	8,793,937	9,516,208
Unrestricted	(406,289)	915,141	3,892,214	8,403,616	988,435	1,243,750	5,012,988	2,392,844	1,274,793	(388,755)
<b>Total primary government net position</b>	<b>\$28,633,202</b>	<b>\$30,716,248</b>	<b>\$34,885,142</b>	<b>\$38,859,105</b>	<b>\$32,635,895</b>	<b>\$34,759,741</b>	<b>\$44,622,484</b>	<b>\$49,818,797</b>	<b>\$55,156,809</b>	<b>\$55,922,431</b>

Note: The City implemented GASB Statement Number 34 in fiscal year ending June 30, 2004. The information in this schedule is therefore set forth prospectively from the initial year of implementation.

City of Calistoga  
Schedule 2  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses:</b>										
<b>Governmental activities:</b>										
General government	\$ 1,842,683	\$ 1,669,272	\$ 1,642,042	\$ 1,498,929	\$ 1,688,533	\$ 2,282,351	\$ 1,992,420	\$ 2,128,779	\$ 2,624,383	\$ 2,270,455
Public safety	3,178,320	3,011,419	3,166,518	3,077,799	2,508,394	4,815,398	3,776,483	4,836,736	4,992,643	5,636,298
Community services	385,499	485,263	452,308	521,194	521,463	653,406	541,960	652,712	841,158	1,036,375
Housing	123,490	127,496	69,474	55,530	240,816	1,313,989	597,274	630,211	432,479	548,456
Recreation Services	615,712	391,147	357,669	329,786	276,256	312,621	367,714	421,816	509,245	495,322
Public works	1,123,110	1,082,233	1,060,887	1,203,406	1,050,950	786,042	1,279,585	1,574,729	1,928,763	2,216,466
Planning and Building	637,991	405,710	423,257	668,238	593,152	684,053	809,416	847,769	756,279	730,715
Interest on long-term debt	291,896	272,807	56,689	286,823	202,958	204,061	94,542	79,329	72,080	64,614
Total governmental activities expenses	8,198,701	7,445,347	7,228,844	7,641,705	7,082,522	11,051,921	9,459,394	11,172,081	12,157,030	12,988,701
<b>Business-type activities:</b>										
Water	3,055,351	3,025,828	2,842,771	3,117,243	3,063,683	3,557,559	3,149,415	3,518,014	3,593,145	3,725,486
Wastewater	2,695,348	2,607,225	2,782,294	2,708,702	2,646,921	2,900,037	2,712,713	3,012,669	3,053,680	3,428,523
Total business-type activities expenses	5,750,699	5,633,053	5,625,065	5,825,945	5,710,604	6,457,596	5,862,128	6,530,683	6,646,825	7,154,009
<b>Total primary government expenses</b>	<b>\$13,949,400</b>	<b>\$13,078,400</b>	<b>\$12,853,909</b>	<b>\$13,467,650</b>	<b>\$12,793,126</b>	<b>\$17,509,517</b>	<b>\$15,321,522</b>	<b>\$17,702,764</b>	<b>\$18,803,855</b>	<b>\$20,152,710</b>
<b>Program revenues:</b>										
<b>Governmental activities:</b>										
Charges for services:										
General government	\$265,929	\$290,492	\$210,161	\$394,402	\$411,142	\$469,078	\$1,070,171	\$549,243	\$186,972	\$296,248
Public safety	185,890	293,710	541,245	391,088	474,448	687,788	1,101,773	1,172,139	1,272,957	1,245,907
Community services	21,734	18,882	9,952	10,891	17,058	12,249	14,994	15,987	50,669	10,495
Housing	146,202	140,320	127,679	79,092	103,150	126,261	33,752	29,359	92,491	43,907
Recreation services	123,832	141,329	157,059	149,305	102,290	101,496	91,831	95,513	58,071	24,527
Public works	66,484	33,743	55,840	71,730	50,864	66,039	83,031	75,047	93,958	105,763
Planning and building	182,174	166,892	207,008	279,974	275,553	294,329	605,732	433,930	294,121	325,420
Operating grants and contributions	272,868	310,240	419,165	1,209,804	760,212	2,350,878	2,244,382	1,564,613	2,425,310	2,600,720
Capital grants and contributions	1,113,412	33,131	86,386	201,332	174,074	205,204	638,523	4,571,480	370,135	147,398
Total governmental activities program revenues	\$2,378,525	\$1,428,739	\$1,814,495	\$2,787,618	\$2,368,791	\$4,313,322	\$5,884,189	\$8,507,311	\$4,844,684	\$4,800,385
										(continued)

City of Calistoga  
Schedule 2  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Business-type activities:</b>										
Charges for services:										
Water	\$ 2,100,595	\$ 2,243,967	\$ 2,359,606	\$ 2,683,096	\$ 2,339,237	\$ 2,589,747	\$ 2,619,404	\$ 2,730,765	\$ 3,183,764	\$ 3,611,082
Wastewater	1,952,322	2,133,389	2,281,513	2,329,265	2,375,519	2,430,939	2,467,359	2,508,949	2,918,606	3,151,753
Capital grants and contributions	488,832	2,620,301	2,426,374	1,951,228	510,874	1,084,217	4,864,855	806,224	2,490,013	731,525
Total business-type activities	4,541,749	6,997,657	7,067,493	6,963,589	5,225,630	6,104,903	9,951,618	6,045,938	8,592,383	7,494,360
program revenues										
<b>Total primary government program revenues</b>	<b>\$6,920,274</b>	<b>\$8,426,396</b>	<b>\$8,881,988</b>	<b>\$9,751,207</b>	<b>\$7,594,421</b>	<b>\$10,418,225</b>	<b>\$15,835,807</b>	<b>\$14,553,249</b>	<b>\$13,437,067</b>	<b>\$12,294,745</b>
<b>Net revenues (expenses):</b>										
<b>Governmental activities</b>	\$ (5,820,176)	\$ (6,016,608)	\$ (5,414,349)	\$ (4,854,087)	\$ (4,713,731)	\$ (6,738,599)	\$ (3,575,205)	\$ (2,664,770)	\$ (7,312,346)	\$ (8,198,316)
<b>Business-type activities</b>	(1,208,950)	1,364,604	1,442,428	1,137,644	(484,974)	(352,693)	4,089,490	(484,745)	1,945,558	340,351
Total net revenues (expenses)	(\$7,029,126)	(\$4,652,004)	(\$3,971,921)	(\$3,716,443)	(\$5,198,705)	(\$7,091,292)	\$514,285	(\$3,149,515)	(\$5,366,788)	(\$7,857,965)
<b>General revenues and other changes in net position:</b>										
<b>Governmental activities:</b>										
Taxes:										
Property taxes	\$1,685,427	\$1,635,425	\$1,685,766	\$1,718,853	\$1,758,715	\$1,959,099	\$1,497,974	\$1,815,586	\$1,950,682	\$2,226,521
Transient occupancy taxes	3,430,487	3,768,443	3,948,825	4,456,456	5,037,136	5,622,943	5,952,810	5,888,876	6,415,794	4,704,800
Sales tax	796,563	965,528	1,021,131	985,555	1,019,262	1,235,143	1,290,068	1,222,837	1,265,293	1,037,116
Other taxes	312,778	323,873	326,135	377,858	422,361	396,009	464,158	444,103	448,215	427,745
Motor vehicle in lieu, unrestricted	24,494	-	-	-	-	-	-	-	-	-
Investment income	9,693	1,331	-	7,669	15,502	24,848	14,189	69,388	136,950	110,905
Other general revenue	57,164	40,450	151,796	135,088	72,181	73,104	98,366	-	300,744	11,005
Net Transfers	(859,808)	-	-	(71,900)	(109,400)	(185,011)	-	7,500	(366,464)	(18,626)
Total governmental activities	5,456,798	6,735,050	7,133,653	7,609,579	8,215,757	9,126,135	9,317,565	\$9,448,290	\$10,151,214	\$8,499,466
(continued)										
<b>Business-type activities:</b>										
Investment income	-	-	5,662	8,927	8,220	4,004	30,892	73,752	114,947	105,495
Transfers	859,808	-	-	71,900	109,400	185,011	-	(7,500)	366,464	18,626
Total business-type activities	859,808	-	5,662	80,827	117,620	189,015	30,892	66,252	481,411	124,121
Total primary government	\$6,316,606	\$6,735,050	\$7,139,315	\$7,690,406	\$8,333,377	\$9,315,150	\$9,348,457	\$9,514,542	\$10,632,625	\$8,623,587
<b>Changes in net position</b>										
<b>Governmental activities</b>	(\$363,378)	\$718,442	\$1,719,304	\$2,755,492	\$3,502,026	\$2,387,536	\$ 5,742,360	\$ 6,783,520	\$ 2,838,868	\$ 301,150
<b>Business-type activities</b>	(349,142)	1,364,604	1,448,090	1,218,471	(367,354)	(163,678)	4,120,382	(418,493)	2,426,969	464,472
<b>Total primary government</b>	<b>(\$712,520)</b>	<b>\$2,083,046</b>	<b>\$3,167,394</b>	<b>\$3,973,963</b>	<b>\$3,134,672</b>	<b>\$2,223,858</b>	<b>\$9,862,742</b>	<b>\$6,365,027</b>	<b>\$5,265,837</b>	<b>\$765,622</b>

CITY OF CALISTOGA  
Schedule 3  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>General fund:</b>										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	-	-	-	-	-	-	-	-	-	-
Nonspendable (1)	16,911	311,927	606,843	613,509	614,207	1,031,743	979,065	1,318,738	746,046	737,586
Unassigned (1)	(455)	646,165	1,858,588	4,242,111	6,580,837	7,310,881	7,476,508	6,956,983	7,116,007	6,393,169
<b>Total general fund</b>	<b>16,456</b>	<b>958,092</b>	<b>2,465,431</b>	<b>4,855,620</b>	<b>7,195,044</b>	<b>8,342,624</b>	<b>8,455,573</b>	<b>8,275,721</b>	<b>7,862,053</b>	<b>7,130,755</b>
<b>All other governmental funds:</b>										
Reserved	-	-	-	-	-	-	-	-	-	-
Unreserved, reported in:										
Special revenue funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	-	-	-	-	-	-	-	-	-	-
Nonspendable (1)	-	-	-	6,249,139	6,231,098	6,187,621	-	-	-	-
Restricted for capital improvements	398,097	397,158	397,176	233,858	210,716	210,736	201,431	84,726	80,364	33,834
Restricted for affordable housing	628,868	551,931	485,175	741,581	823,486	454,128	6,762,308	6,359,135	5,510,954	7,051,225
Restricted for streets	327,317	351,173	344,747	410,084	486,462	511,613	928,596	1,041,883	1,539,707	1,835,922
Restricted for facilities	50,584	32,037	166,893	14,135	23,311	38,460	382,491	284,673	379,096	168,084
Restricted for public safety	125,782	132,025	319,186	543,524	396,777	223,670	537,920	636,680	1,268,488	424,168
Restricted for parks	2,150	2,152	150	1,578	3,303	2,788	10,525	6,817	15,328	2,975
Restricted for debt service	1,708	-	-	-	-	-	-	-	-	-
<b>Total all other governmental funds</b>	<b>1,534,506</b>	<b>1,466,476</b>	<b>1,713,327</b>	<b>8,193,899</b>	<b>8,175,153</b>	<b>7,629,016</b>	<b>8,823,271</b>	<b>8,413,914</b>	<b>8,793,937</b>	<b>9,516,208</b>
<b>Total Governmental funds</b>	<b>\$1,550,962</b>	<b>\$2,424,568</b>	<b>\$4,178,758</b>	<b>\$13,049,519</b>	<b>\$15,370,197</b>	<b>\$15,971,640</b>	<b>\$17,278,844</b>	<b>\$16,689,635</b>	<b>\$16,655,990</b>	<b>\$16,646,963</b>

(1) The City of Calistoga implemented GASB 54 in fiscal year 2011; implementation is done prospectively as the City did not have the information to restate prior year fund balance classifications.



CITY OF CALISTOGA  
Schedule 4

Revenues, Expenditures and Changes in Fund Balances and Debt Service Ratio of Governmental Funds  
Last Ten Fiscal Years

(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Revenues:</b>										
Property Taxes	\$ 1,685,427	\$ 1,635,425	\$ 1,685,766	\$ 1,718,854	\$ 1,758,715	\$ 1,959,099	\$ 1,497,974	\$ 1,815,586	\$ 1,950,682	\$ 2,226,521
Sales Taxes	796,563	965,528	1,021,131	985,555	1,019,262	1,235,143	1,290,068	1,222,837	1,265,293	1,037,116
Transient Occupancy Taxes	3,430,487	3,768,443	3,948,825	4,456,456	5,037,136	5,622,943	5,952,810	5,888,876	6,663,478	5,099,560
Other Taxes	312,778	323,873	326,135	377,858	422,361	396,009	464,158	444,103	448,215	427,745
Licenses and permits	65,022	64,458	81,436	135,763	131,136	142,198	256,445	263,690	137,714	216,744
Fines and forfeitures	53,486	55,989	33,075	35,799	51,192	21,661	25,390	35,320	32,205	113,953
Intergovernmental	1,324,812	338,865	382,499	519,468	455,942	1,636,185	1,587,309	5,993,793	1,428,183	2,091,634
Interest and rents	61,280	43,963	50,969	77,845	110,817	93,606	44,330	132,507	1,535,102	169,094
Charges for services	677,254	723,338	1,185,644	2,001,041	1,511,202	1,362,977	3,061,082	1,709,806	1,369,160	1,071,742
Other	229,222	209,747	213,665	201,649	287,134	1,154,645	1,073,344	545,309	532,330	865,371
<b>Total revenues</b>	<b>8,636,331</b>	<b>8,129,629</b>	<b>8,929,145</b>	<b>10,510,288</b>	<b>10,784,897</b>	<b>13,624,466</b>	<b>15,252,910</b>	<b>18,051,827</b>	<b>15,362,362</b>	<b>13,319,480</b>
<b>Expenditures</b>										
<b>Current:</b>										
General government	1,829,295	1,556,860	1,579,047	1,473,573	1,786,396	2,396,840	2,088,814	2,092,138	2,673,145	2,295,883
Public safety	3,054,689	2,895,021	3,048,884	3,054,999	3,237,681	3,749,614	4,953,275	4,843,267	4,976,158	5,061,449
Community services	363,846	305,753	308,744	336,825	348,400	447,650	512,205	556,105	728,536	934,621
Housing	123,490	124,195	68,041	97,083	203,618	1,291,834	586,017	632,062	426,620	555,189
Recreation Services	442,875	220,454	188,858	208,062	167,359	187,625	210,110	245,419	327,850	310,228
Public works	1,026,442	945,245	971,710	1,133,752	1,201,724	1,405,092	2,259,778	6,329,811	2,022,087	1,701,336
Planning and Building	602,200	395,207	414,528	659,254	660,539	616,614	921,034	822,836	755,208	707,842
Debt service:										
Principal retirement	355,760	372,618	255,754	130,457	136,994	228,559	362,059	291,609	298,785	306,176
Interest and fiscal charges	295,855	277,011	221,411	212,186	205,649	248,451	98,043	82,293	75,117	67,726
Capital Outlay	2,373,936	100,771	89,095	246,485	302,577	2,070,285	1,863,342	2,695,294	2,207,955	1,220,249
<b>Total expenditures</b>	<b>10,468,388</b>	<b>7,193,135</b>	<b>7,146,072</b>	<b>7,552,676</b>	<b>8,250,937</b>	<b>12,642,564</b>	<b>13,854,677</b>	<b>18,590,834</b>	<b>14,491,461</b>	<b>13,160,699</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(1,832,057)</b>	<b>936,494</b>	<b>1,783,073</b>	<b>2,957,612</b>	<b>2,533,960</b>	<b>981,902</b>	<b>1,398,233</b>	<b>(539,007)</b>	<b>870,901</b>	<b>158,781</b>
Other financing sources (uses):										
Contractual settlements	-	-	-	-	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	-	-	69,215	-	-
Transfers in	1,761,929	925,860	883,520	1,012,004	1,302,967	1,484,337	1,742,655	2,301,231	1,870,420	1,363,656
Transfers out	(2,621,737)	(988,747)	(912,403)	(1,347,994)	(1,516,249)	(1,764,796)	(1,833,684)	(2,420,651)	(2,774,966)	(1,531,464)
<b>Total other financing sources (uses)</b>	<b>(859,808)</b>	<b>(62,887)</b>	<b>(28,883)</b>	<b>(335,990)</b>	<b>(213,282)</b>	<b>(280,459)</b>	<b>(91,029)</b>	<b>(50,205)</b>	<b>(904,546)</b>	<b>(167,808)</b>
<b>Special Item: Contributions for Pool</b>	-	-	-	-	-	-	-	-	-	-
<b>Net change in fund balances</b>	<b>(\$2,691,865)</b>	<b>\$873,607</b>	<b>\$1,754,190</b>	<b>\$2,621,622</b>	<b>\$2,320,678</b>	<b>\$701,443</b>	<b>\$1,307,204</b>	<b>(\$589,212)</b>	<b>(\$33,645)</b>	<b>(\$9,027)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	<b>8.1%</b>	<b>9.1%</b>	<b>6.8%</b>	<b>4.7%</b>	<b>4.4%</b>	<b>4.9%</b>	<b>4.2%</b>	<b>3.4%</b>	<b>3.2%</b>	<b>3.2%</b>

CITY OF CALISTOGA

Schedule 5

Transient Occupancy Tax

Last Ten Fiscal Years

Fiscal Year Ended June 30	Gross Receipts (1)	Exemptions & Credits (1)	Net Taxable Receipts	Transient Occupancy Tax (TOT) 12% (2)	Sales Tax Credit (2)	Net TOT Collected	% Net TOT Collected
2011	\$ 28,602,072	\$ 14,681	\$ 28,587,391	\$ 3,430,487	\$ -	\$ 3,430,487	100.00%
2012	31,419,307	15,615	31,403,692	3,768,443	-	3,768,443	100.00%
2013	32,920,499	8,075	32,912,424	3,948,825	-	3,948,825	100.00%
2014	37,144,119	6,989	37,137,130	4,456,456	-	4,456,456	100.00%
2015	41,987,715	11,601	41,976,114	5,037,134	-	5,037,134	100.00%
2016	46,908,542	50,717	46,857,825	5,622,943	-	5,622,943	100.00%
2017	49,623,479	16,764	49,606,715	5,952,806	-	5,952,806	100.00%
2018	49,171,740	101,062	49,070,678	5,888,481	-	5,888,481	100.00%
2019	53,495,916	39,127	53,456,789	6,415,794	-	6,415,794	100.00%
2020	39,582,368	58,640	39,523,728	4,742,847	-	4,742,847	100.00%

(1) Source: City of Calistoga Transient Occupancy Tax Data

CITY OF CALISTOGA

Schedule 6  
Principal Transient Occupancy Tax Payers - In Alphabetical Order  
Last Ten Years

Operator	Type	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Callistoga Spa	Hotel Resort	57	57	57	57	57	57	57	57	57	57
The Bergson	Inn/Motel	-	-	-	-	-	-	-	-	-	-
**The Sunburst Calistoga	Hotel Resort	-	-	-	41	41	41	41	41	41	41
Cottage Grove Inn	Inn/Motel	-	-	-	16	16	16	16	16	16	16
Golden Haven	Hotel Resort	31	31	31	31	31	31	31	31	31	31
Indian Springs & Lodge	Hotel Resort	40	40	40	40	40	40	40	40	40	40
***UpValley Inn and Hot Springs	Hotel Resort	55	55	55	55	55	55	55	55	55	55
Mt. View Hotel	Inn/Motel	33	33	33	33	33	33	33	33	33	33
Roman Spa	Hotel Resort	60	60	60	60	60	60	60	60	60	60
Solage Calistoga	Hotel Resort	89	89	89	89	89	89	89	89	89	89
Stevenson Manor Inn	Inn/Motel	34	34	34	34	34	34	34	34	34	34
Wilkinson's Hot Springs	Hotel Resort	42	42	42	42	42	42	42	42	42	42
<b>Total Top Ten Operators - Rooms</b>		<b>457</b>	<b>457</b>	<b>457</b>	<b>456</b>	<b>456</b>	<b>532</b>	<b>532</b>	<b>537</b>	<b>546</b>	<b>567</b>
<b>Total Rooms</b>		<b>688</b>	<b>688</b>	<b>690</b>	<b>690</b>	<b>690</b>	<b>764</b>	<b>764</b>	<b>764</b>	<b>755</b>	<b>744</b>
<b>As % of Total Rooms-All Operators</b>		<b>66%</b>	<b>66%</b>	<b>66%</b>	<b>66%</b>	<b>66%</b>	<b>70%</b>	<b>70%</b>	<b>70%</b>	<b>72%</b>	<b>76%</b>
<b>Total Net Transient Occupancy Tax Revenues</b>		<b>\$ 3,430,487</b>	<b>\$ 3,768,443</b>	<b>\$ 3,948,825</b>	<b>\$ 4,456,456</b>	<b>\$ 5,037,134</b>	<b>\$ 5,622,943</b>	<b>\$ 5,952,806</b>	<b>\$ 5,888,876</b>	<b>\$ 6,415,794</b>	<b>\$ 4,742,847</b>
<b>Total Top Ten Operator Tax Revenues</b>		<b>\$ 2,828,801</b>	<b>\$ 3,135,485</b>	<b>\$ 3,359,920</b>	<b>\$ 3,653,238</b>	<b>\$ 4,185,277</b>	<b>\$ 4,736,410</b>	<b>\$ 5,051,914</b>	<b>\$ 5,116,516</b>	<b>\$ 5,678,087</b>	<b>\$ 4,062,672</b>
<b>As % of Total Tax Revenue</b>		<b>82%</b>	<b>83%</b>	<b>85%</b>	<b>82%</b>	<b>83%</b>	<b>84%</b>	<b>85%</b>	<b>87%</b>	<b>89%</b>	<b>86%</b>

\*\*The Sunburst Calistoga was previously known as Callistoga Village Inn & Spa

\*\*\* The UpValley Inn and Hot Springs was previously known as Lodge at Callistoga

Source: City of Calistoga Transient Occupancy Tax Data

City of Calistoga  
Schedule 7  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

		<b>Governmental Activities</b>			
Fiscal Year Ended	Capital Lease	Total Governmental		As Percentage of Assessed Valuation [1]	Debt Per Capita [2]
	Obligation	Activities	Government		
June 30					
2011	\$ 5,559,954	\$ 5,559,954	\$ 21,043,133	3.23%	4,082
2012	5,085,044	5,085,044	19,921,002	2.94%	3,789
2013	4,735,348	4,735,348	21,306,752	3.10%	4,102
2014	4,498,434	4,498,434	21,091,462	2.98%	4,037
2015	4,261,955	4,261,955	20,175,414	2.72%	3,835
2016	3,977,587	3,977,587	19,194,064	2.28%	3,705
2017	3,563,094	3,563,094	18,056,686	2.01%	3,447
2018	3,216,746	3,216,746	16,982,099	1.72%	3,184
2019	2,917,961	2,917,961	15,832,632	1.51%	2,960
2020	2,611,785	2,611,785	14,705,670	1.23%	2,750

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

		<b>Business-type Activities</b>			
Fiscal Year Ended	Installment Agreements	State Revolving Fund Loan	Certificates of Participation	Total Business-type Activities	Population (2)
				Assessed Valuation (1)	
June 30					
2011	\$ 7,430,000	\$ 3,967,979	\$ 4,085,200	\$ 651,533,812	2011 5,155
2012	7,180,000	3,707,556	3,948,402	676,866,460	2012 5,258
2013	6,925,000	3,440,362	6,206,042	686,878,025	2013 5,194
2014	6,660,000	3,166,220	6,766,808	707,262,503	2014 5,224
2015	6,380,000	2,884,951	6,648,508	741,509,414	2015 5,261
2016	6,095,000	2,596,369	6,525,108	843,564,016	2016 5,180
2017	5,795,000	2,300,284	6,398,308	899,830,721	2017 5,238
2018	-	1,996,501	11,768,852	986,011,210	2018 5,334
2019	-	1,684,819	11,229,852	1,045,154,639	2019 5,348
2020	-	1,365,033	10,728,852	1,199,126,555	2020 5,348

[1] Source: Napa County Auditor-Controller  
[2] Source: U.S. State Department of Finance

City of Calistoga  
Schedule 8  
Direct and Overlapping Debt  
June 30, 2020

2019-20 Assessed Valuation (Secured & Unsecured):      \$ 1,199,126,555      (1)

	<u>Total Debt</u>	<u>City's Share of</u>
	<u>6/30/2020</u>	<u>Debt 6/30/20</u>

OVERLAPPING TAX AND ASSESSMENT DEBT:

Napa Joint Community College District	89,759,699	2.840% \$ 2,549,175
Calistoga Joint Unified School District	21,774,580	37.947% \$ 8,262,800
<b>Total overlapping tax and assessment debt</b>		<b>\$ 10,811,975</b>

DIRECT DEBT:

City of Calistoga Lease/Certificates of Participation	2,611,785	100.000% \$ 2,611,785 (2)
<b>Total direct debt</b>		<b>\$ 2,611,785</b>

OVERLAPPING GENERAL FUND DEBT:

Napa County Certificates of Participation	14,255,000	2.864% \$ 408,263
Napa County Board of Education Certificates of Participation	2,180,000	2.864% \$ 62,435
Calistoga Joint Unified School District Certificates of Participation	265,000	37.947% \$ 100,560
<b>Total overlapping general fund debt</b>		<b>\$ 571,258</b>

Total direct debt	2,611,785	
Total overlapping debt		11,383,233
<b>Combined debt</b>		<b>\$ 13,995,018 (3)</b>

Ratios to 2019-20 Assessed Valuation (Secured & Unsecured):

Total overlapping tax and assessment debt		0.90%
Total direct debt		0.22%
<b>Combined Total Debt</b>		<b>1.17%</b>

- (1) Percentage of overlapping agency's assessed valuation located within boundaries of the City.
  - (2) Includes all Governmental Activities long-term debt less estimate of compensated absences and Claims & Settlements
  - (3) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.
- Source: California Municipal Statistics Inc., provided percentages applicable to the City which are applied to the total outstanding debt amount as reported by the County of Napa. Assessed valuation total is provided by the County of Napa.

City of Calistoga  
Schedule 9  
Legal Debt Margin Information  
Last Ten Fiscal Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Assessed valuation (Secured)	\$ 651,533,812	\$ 676,866,460	\$ 686,878,025	\$ 707,262,503	\$ 741,509,414	\$ 843,564,016	\$ 899,830,721	\$ 986,011,210	\$ 1,045,154,639	\$ 1,199,126,555
Conversion percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Adjusted assessed valuation	162,883,453	169,216,615	171,719,506	176,815,626	185,377,354	210,891,004	224,957,680	246,502,803	261,288,660	299,781,639
Debt limit percentage	15%	15%	15%	15%	15%	15%	15%	15%	15%	15%
<b>Debt limit</b>	<b>\$ 24,432,518</b>	<b>\$ 25,382,492</b>	<b>\$ 25,757,926</b>	<b>\$ 26,522,344</b>	<b>\$ 27,806,603</b>	<b>\$ 31,633,651</b>	<b>\$ 33,743,652</b>	<b>\$ 36,975,420</b>	<b>\$ 39,193,299</b>	<b>\$ 44,967,246</b>
Total net debt applicable to limit: Capital Lease Obligations	\$ 5,559,954	\$ 5,085,044	\$ 4,735,348	\$ 4,498,434	\$ 4,261,955	\$ 3,977,587	\$ 3,563,094	\$ 3,216,746	\$ 2,917,961	\$ 2,611,785
Legal debt margin	18,872,564	20,297,448	21,022,578	22,023,910	23,544,648	27,656,064	30,180,558	33,758,674	36,275,338	42,355,461
<b>Total debt applicable to the limit as a percentage of debt limit</b>	<b>22.8%</b>	<b>20.0%</b>	<b>18.4%</b>	<b>17.0%</b>	<b>15.3%</b>	<b>12.6%</b>	<b>10.6%</b>	<b>8.7%</b>	<b>7.4%</b>	<b>5.8%</b>

The Government Code of the State of California provides for a legal debt limit of 15% of gross assessed valuation. However, this provision was enacted when assessed valuation was based upon 25% of market value. Effective with the 1981-82 fiscal year, each parcel is now assessed at 100% of market value (as of the most recent change in ownership for that parcel). The computations shown above reflect a conversion of assessed valuation data for each fiscal year from the current full valuation perspective to the 25% level that was in effect at the time that the legal debt margin was enacted by the State of California for local governments located within the state.

Source: City of Calistoga  
Napa County Tax Assessor's Office

City of Calistoga  
Schedule 10

Pledged Revenue Coverage Water

Last Ten Fiscal Years

Fiscal Year	Water Revenues	Less Operating Expenses	Pledged Available Revenue	1972 Water Rev Bonds		1983 Water Rev Bonds		2005 Install Purch Agmt		Coverage
				Principal	Interest	Principal	Interest	Principal	Interest	
2011	\$ 2,100,472	\$ 2,358,922	(258,450)	-	-	\$ 155,000	\$ 199,149	-73.0%		
2012	2,238,937	2,334,625	(95,688)	-	-	165,000	194,005	-26.7%		
2013	2,359,606	2,023,640	335,966	-	-	170,000	191,284	93.0%		
2014	2,683,096	2,390,168	292,928	-	-	175,000	182,441	82.0%		
2015	2,339,237	2,237,203	102,034	-	-	185,000	176,003	28.3%		
2016	2,589,747	2,757,455	(167,708)	-	-	185,000	169,111	-47.4%		
2017	2,619,404	2,359,486	259,918	-	-	195,000	161,794	72.8%		
2018	2,730,765	2,784,144	(53,379)	-	-	200,000	153,991	-15.1%		
2019	3,183,764	2,878,032	305,732	-	-	185,000	112,033	102.9%		
2020	3,611,082	2,857,435	753,647	-	-	165,000	137,306	249.3%		

2008 Certificate of Participation (COPS) (1)

Fiscal Year	Measure A Sales Tax Allocations	Debt Service Principal	Debt Service Interest	Coverage	Fiscal Year	Water CIP Revenues	Debt Service		Coverage
							Principal	Interest	
2011	\$ 373,549	\$ 272,000	101,549	1	2,011	-	\$ -	\$ -	0.0%
2012	359,324	269,444	89,880	1.00	2012	-	-	-	0%
2013	113,068	29,000	84,068	1.00	2013	656,613	56,000	4,054	1093%
2014	112,799	30,000	82,799	1.00	2014	1,729,681	57,000	50,679	1606%
2015	112,487	31,000	81,487	1.00	2015	355,312	58,000	76,300	265%
2016	113,131	33,000	80,131	1.00	2016	248,047	60,000	75,071	184%
2017	112,687	34,000	78,687	1.00	2017	1,892,633	61,000	73,559	1407%
2018	113,199	36,000	77,199	1.00	2018	630,308	63,000	72,009	467%
2019	-	-	-	-	2019	2,211,693	64,000	70,421	1645%
2020	-	-	-	-	2020	220,158	66,000	68,796	163%

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating Expenses do not include depreciation and amortization expenses.

(1) The Measure A Sales Tax Allocations revenues available for the 2008 COPS are only available through 2018 per an agreement with the County of Napa.

City of Calistoga  
Schedule 11  
Pledged Revenue Coverage Wastewater

Last Ten Fiscal Years

Fiscal Year	Wastewater Revenues	Less Operating Expenses	Pledged Available Revenue	2001 Install Purch Agmt		2005 Revolving Fund Loan		2005 Certificates of Participation (COPS)		
				Principal	Debt Service Interest	Principal	Debt Service Interest	Principal	Debt Service Interest	Coverage
2011	\$ 1,951,912	\$ 1,719,373	\$ 232,539	\$ 80,000	\$ 142,577	\$ 253,824	\$ 109,767	\$ 24,800	\$ 81,558	33.6%
2012	2,129,370	1,670,785	458,585	85,000	141,234	260,423	103,167	25,700	80,504	65.9%
2013	2,281,513	1,725,797	555,716	85,000	137,665	267,194	96,396	27,000	79,411	80.2%
2014	2,329,265	1,791,468	537,797	90,000	133,813	274,141	89,449	28,100	78,264	77.5%
2015	2,375,519	1,738,274	637,245	95,000	129,603	281,269	82,322	29,300	77,070	91.7%
2016	2,430,939	2,116,601	314,338	100,000	125,068	288,582	75,375	30,400	75,824	45.2%
2017	2,467,359	1,873,908	593,451	105,000	120,198	296,085	67,857	31,800	74,532	85.3%
2018	2,508,949	2,122,121	386,828	110,000	114,982	303,783	59,808	33,200	73,181	55.7%
2019	2,918,606	2,108,937	809,669	290,000	141,785	311,682	51,909	-	-	101.8%
2020	3,151,753	2,414,721	737,032	270,000	171,988	319,786	43,805	-	-	91.5%

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating Expenses do not include depreciation and amortization expenses.



City of Calistoga  
Schedule 12

Demographic and Economic Statistics  
Last Ten Calendar Years

Fiscal Year	Population (1)	Personal Income (in thousands) (2)	Per Capita Personal Income (2)		Unemployment Rate (2)
			Personal Income	Capita Personal Income	
2011	5,200	\$ 141,253	\$ 27,164	7.2%	
2012	5,194	154,776	29,799	4.7%	
2013	5,224	159,781	30,586	4.0%	
2014	5,220	174,583	33,445	1.20%	
2015	5,180	174,519	33,690	1.00%	
2016	5,238	172,865	33,002	1.00%	
2017	5,334	184,178	34,528	2.10%	
2018	5,453	219,136	40,186	2.40%	
2019	5,348	227,651	42,567	3.80%	
2020	5,348	Unavailable	Unavailable	Unavailable	

Sources:

- (1) US Census for 2010, State Department of Finance 2001-2014
- (2) State of California Employment Development Department for Napa County

City of Calistoga  
Schedule 13  
Taxable Sales by Category

Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Apparel stores	\$ 1,822	\$ 1,916	\$ 1,954	\$ 1,800	\$ 1,364	\$ 1,381	\$ 1,745	\$ 1,930	\$ 1,905	\$ 1,579
Eating and drinking places	16,327	18,383	16,705	19,002	22,657	24,811	24,303	23,563	22,627	22,517
Building Materials	6,820	7,842	7,896	6,060	4,426	5,126	4,780	4,382	4,186	4,551
Auto Dealers and Supplies	217	177	203	311	331	384	336	321	314	328
Other retail stores	27,650	31,494	32,234	32,119	31,988	31,427	29,185	30,314	33,668	32,331
All other outlets	23,497	27,010	31,089	33,271	36,367	58,940	49,703	47,765	50,418	49,314
total	\$ 76,333	\$ 86,822	\$ 90,081	\$ 92,563	\$ 97,133	\$ 122,069	\$ 110,052	\$ 108,275	\$ 113,118	\$ 110,620

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

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

\*Information for 2020 is not available.

CITY OF CALISTOGA

Schedule 14

Principal Employers - In alphabetical order  
Last Ten Fiscal Years

Employer	# of Employees									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
1 Solage Spa & Resort	284	287	320	320	330	308	308	291	289	290
2 Calistoga Joint Unified School District	105	107	105	110	105	106	105	98	113	106
3 Indian Springs	87	96	98	101	120	120	126	139	136	138
4 Calistoga Spa Hot Springs	88	78	100	75	75	75	75	75	75	75
5 City of Calistoga	61	56	54	54	57	49	52	61	63	62
6 Cal Mart	65	61	65	65	77	75	83	82	82	82
7 Calistoga Inn Restaurant	50	50	50	50	58	49	48	52	50	81
8 Brannans	32	42	46	56	43	46	46	53	-	-
9 Golden Haven Spa	40	40	41	41	42	43	46	42	72	72
10 Mount View Hotel And Spa	35	33	33	37	24	33	27	24	20	20
11 Gohan Restaurant Group	-	-	-	-	-	-	-	-	25	25

Source: City of Calistoga Business License Applications

City of Calistoga  
Schedule 15  
Full-time and Part-time City Employees  
by Function  
Last Ten Fiscal Years

Function	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Elected Officials	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00	5.00
<b>Staff Positions - Full and Part Time</b>										
Support Services	6.50	5.50	5.50	6.50	6.50	6.50	6.50	6.50	6.50	7.00
Community Services & Recreation	9.50	6.50	6.50	6.50	6.50	6.50	6.50	6.50	8.00	8.00
Fire Services	7.00	7.00	7.00	7.00	8.00	9.00	9.00	9.00	9.50	11.00
Planning & Building	3.00	3.00	2.50	2.50	2.50	2.50	3.50	3.50	4.00	3.00
Police Services	16.00	15.00	14.50	14.50	15.50	17.50	17.50	17.50	18.00	16.00
Public Works	19.00	18.50	18.00	16.50	17.50	19.00	18.50	18.50	17.00	17.00
<b>Total All Full Time &amp; Part Time Equivalent Staff Positions</b>	<b>61.00</b>	<b>55.50</b>	<b>54.00</b>	<b>53.50</b>	<b>56.50</b>	<b>61.00</b>	<b>61.50</b>	<b>61.50</b>	<b>63.00</b>	<b>62.00</b>
Total All Full Time Staff Positions	50.00	43.00	44.00	43.00	46.00	49.00	52.00	52.00	55.00	52.00
Total Part Time Equivalent Positions [1]	11.00	12.50	10.00	10.50	11.50	12.00	9.50	9.50	8.00	10.00

Source: City of Calistoga Quarterly Payroll Reports

[1] 2080 Part-time hours calculated as 1 Full Time Position. Fire Part-time is calculated at 2,912 hours

City of Calistoga  
Schedule 16

Operating Indicators by Function

Last Ten Fiscal Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Police:</b>										
Calls for Service	6,063	5,613	7,534	10,416	9,592	4,098	3,844	4,048	3,903	4,051
Part one crimes	115	81	103	116	105	109	113	111	80	121
Physical arrests	404	304	214	325	233	90	238	264	201	181
Traffic violations	481	406	321	587	314	86	374	394	286	353
<b>Fire:</b>										
Calls for service	1,000	980	1,010	1,000	1,000	1,000	1,023	1,025	1,075	1,186
<b>Water System:</b>										
Service connections	1,524	1,378	1,419	1,429	1,429	1,546	1,546	1,594	1,594	1,594
Fire hydrants	164	163	172	172	175	177	177	202	184	184
Est. Daily average gallons produced	670,449	632,903	642,000	600,000	633,360	534,360	641,349	618,000	629,000	641,000
Est. Maximum daily available gallons	1,872,000	1,864,393	1,864,393	1,864,393	1,864,400	1,864,400	1,864,400	1,864,400	1,864,400	1,864,400
Est. Gallons of storage capacity	1,000,000	1,000,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,600,000	2,600,000
<b>Wastewater:</b>										
Service connections	1,334	1,334	1,016	1,026	1,035	1,356	1,356	1,370	1,370	1,370
Est. Treatment plant-average dry weather flow in gallons	490,000	500,000	500,000	500,000	500,000	396,000	502,000	440,000	467,000	368,000
Est. Maximum daily permit dry weather flow in gallons	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000

Source: City of Calistoga

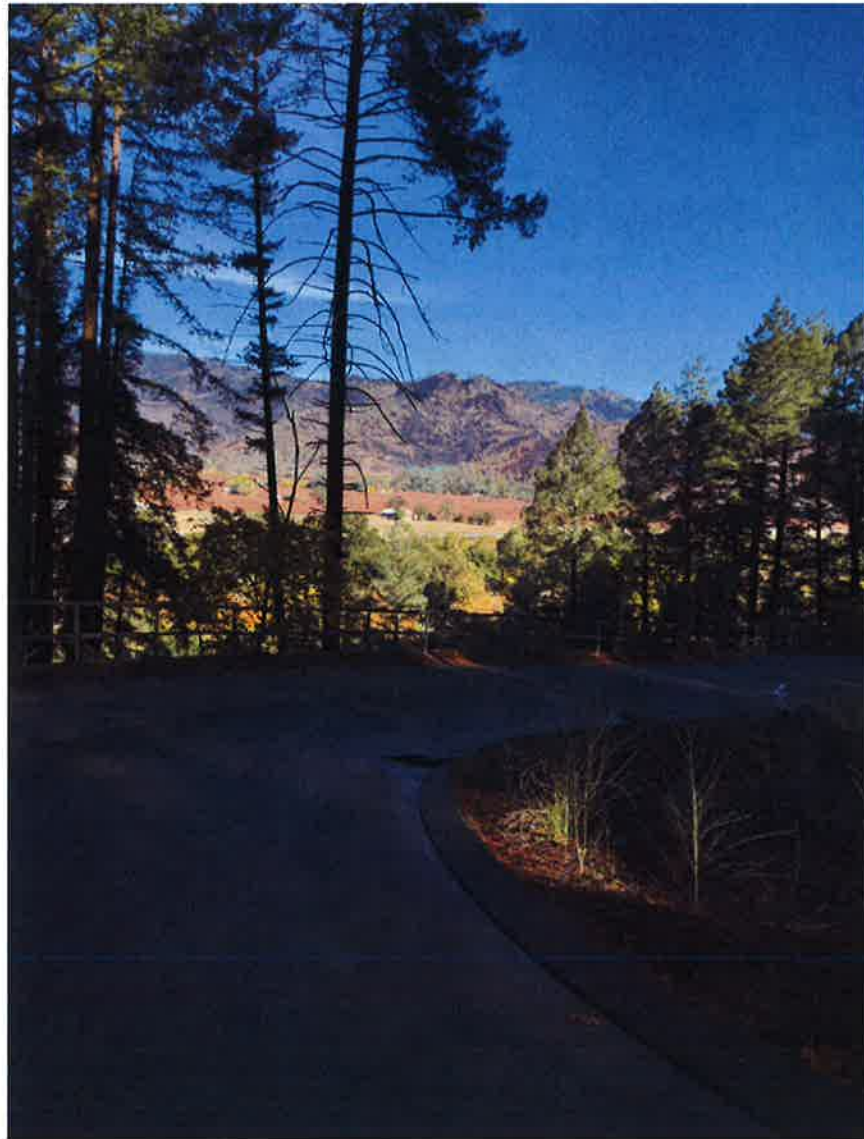
City of Calistoga  
Schedule 17  
Capital Asset Statistics  
by Function  
Last Ten Fiscal Years

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Police:</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Vehicles	7	7	6	6	5	5	5	4	5	5
<b>Fire:</b>										
Fire stations	1	1	1	1	1	1	1	1	1	1
Number of in service apparatus	8	8	7	7	7	7	7	7	7	7
<b>Public works:</b>										
Streets (miles)	15	15	15	15	15	15	15	15	15	15
Streetlights and vintage street lights	325	325	359	359	359	379	379	379	379	379
Traffic signals	2	2	2	2	-	-	-	-	-	-
<b>Parks and Recreation:</b>										
Parks (Logvy, Pioneer, Heather, Fireman's & Cyrus Creek)	6	6	6	6	8	8	8	8	8	8
Community Pool	1	1	1	1	2	2	2	2	2	2
Community and Teen Centers	2	2	2	2	2	2	2	2	2	2
Park acreage developed	15	15	15	15	15	14	14	14	14	14
Park acreage undeveloped	2	2	2	2	2	-	-	-	-	-
Tennis Courts	3	3	3	3	-	-	-	-	-	-
Community Garden	1	1	1	1	1	1	1	1	1	1
Museum	1	1	1	1	1	1	1	1	1	1
<b>Water System:</b>										
Water mains (miles)	36	36	36	36	36	36	36	41	40	40
Service connections	1,524	1,378	1,419	1,429	1,528	1,546	1,546	1,594	1,594	1,594
Fire hydrants	164	163	172	172	175	177	177	202	184	184
Est. Daily average gallons produced	670,449	632,903	642,000	600,000	633,360	534,360	641,349	618,000	629,000	641,000
Est. Maximum daily available gallons	1,872,000	1,864,393	1,864,393	1,864,393	1,864,400	1,864,400	1,864,400	1,864,400	1,864,400	1,864,400
Est. Gallons of storage capacity	1,000,000	1,000,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,600,000	2,600,000
<b>Wastewater:</b>										
Sanitary sewers (miles)	16	16	16	16	16	17	17	19	13	18
Service connections	1,334	1,334	1,019	1,029	1,035	1,356	1,356	1,370	1,370	1,370
Est. Treatment plant-average dry weather flow in gallons	490,000	500,000	500,000	500,000	500,000	396,000	502,000	440,000	467,000	368,000
Est. Maximum daily permit dry weather flow in gallons	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000	840,000

Source: City of Calistoga

CITY OF CALISTOGA  
COMPREHENSIVE ANNUAL FINANCIAL  
REPORT  
FOR FISCAL YEAR ENDED JUNE 30, 2020

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CALISTOGA HILLS

PREPARED BY THE FINANCE DEPARTMENT